

BUDGET UPDATE - COUNCIL TAX FREEZE GRANT

DCLG have now confirmed this will be added to the base rather than just being for 2 years. Hence this update to various tables. Numbers that have changed are highlighted in **yellow**.

There will also be a change to the tables in the Appendix from the consequential reduction in the risk contingency. Rather than replace these it is proposed to change the first recommendation to:

“Approval of the proposed Budget and MTP as shown in the Budget Tables in the Appendix to this report, **subject to the amendments shown in the Budget Update note and any detailed consequential amendments to the Tables**”.

PARA 7.3

	2014/15	2015/16	2016/17	2017/18	2018/19
	£000	£000	£000	£000	£000
BASE OPTION					
Council Tax Increase	£0	2%	2%	2%	2%
After Risk Provision	£0	£0	2%	2%	2%
OPTION 1	£5	2%	2%	2%	2%
CHANGE IN SAVINGS NEEDED	-205	-285	-305	-324	-343
OPTION 2	2%	2%	2%	2%	2%
CHANGE IN SAVINGS NEEDED	-71	-147	-163	-176	-189
OPTION 3	1.5%	2%	2%	2%	2%
CHANGE IN SAVINGS NEEDED	-33	-108	-122	-134	-145
OPTION 4	1%	2%	2%	2%	2%
CHANGE IN SAVINGS NEEDED	5	-69	-82	-92	-102
OPTION 5	£0	2%	3.5%#	3.5%	3.5%
CHANGE IN SAVINGS NEEDED		-72	-202	-339	-488
+ = more required - = less required					

PARA 8.3

PROPOSED BUDGET/MTP	FORECAST	BUDGET	MTP			
	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	£000	£000	£000	£000	£000	£000
2012/13 BUDGET/MTP	22,764	22,198	22,755	23,046	24,227	25,141
Proposed variations	-1,638	-1,328	-2,366	-2,752	-3,447	-3,272
NEW FORECAST	21,126	20,870	20,389	20,294	20,780	21,869
FUNDING						
Use of revenue reserves	-568	-1,005	-1,117	-355	-389	-608
<i>Remaining revenue reserves EOY</i>	10,032	9,027	7,910	7,555	7,166	6,558
New Homes Grant	-2,905	-3,344	-4,013	-4,993	-5,628	-6,340
Council Tax Freeze Grant		-82	-82	-82	-82	-82
Formula Grant (RSG)	-6,019	-4,562	-3,074	-2,400	-1,800	-1,500
Retained Business Rates	-4,052	-4,218	-4,245	-4,351	-4,460	-4,572
Collection Fund Deficit	-76	-21				
Council Tax	-7,506	-7,639	-7,858	-8,112	-8,420	-8,767
COUNCIL TAX LEVEL	£133.18	£133.18	£135.84	£138.56	£141.33	£144.16
% increase	3.63%	0.00%	2.00%	2.00%	2.00%	2.00%
£ increase	£4.67	£0.00	£2.66	£2.72	£2.77	£2.83
Unidentified Spending Adjustments still required						
Proposed MTP	0	0	-700	-1,300	-1,800	-2,100
Current MTP		-1,500	-1,856	-2,687	-2,637	-3,374

PARA 8.4

PROPOSED BUDGET/MTP	FORECAST	BUDGET	MTP			
	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	£000	£000	£000	£000	£000	£000
Forecast additional borrowing	11,041	3,823	2,111	3,545	3,614	3,069
Average borrowing in year net of Minimum Revenue Provision	31,883	37,945	39,104	39,857	41,103	41,798
Net Interest and Borrowing Costs						
- total	1,444	1,903	2,282	2,460	2,976	3,587
- as % of total net spending	6.8%	9.1%	11.2%	12.1%	14.3%	16.4%
- in excess of 15%						307