Assumes no change in Council Tax rates each year GENERAL FUND ESTIMATES FOR 2016/17 TO 2020/21

Appendix 2

| 2014/15 Outturn | 2015/16 | | | | 2016/1 | 2016/17 | | 2017/18 | | 2018/19 | | 2019/20 | | 21 |
|--------------------------|--------------------------|----------------|--|----------|--------------------------|----------|------------------------|----------------|------------------------|----------|-------------|-----------------|-----------------|----------|
| £ | £ | % change | | | £ | % change | £ | % change | £ | % change | £ | % change | £ | % change |
| | | | Expenditure: | | | | | | | | | | | |
| 28,470,900 | 27,827,800 | | B/Fwd Budget before in year changes | | 27,962,800 | | 27,769,000 | | 28,828,700 | | 28,681,600 | | 28,660,600 | |
| 96,967 | -33,400 | | Base Budget adjustments | 1 | -409.300 | | 221,700 | | -357,100 | | -51.000 | | 20,000,000 | |
| -464,500 | 113,500 | | Carry Forwards | | -464,500 | | 221,700 | | 007,100 | | 01,000 | | Ű | , , |
| -128,000 | 0 | | Superannuation Contributions increase | 2 | 0 | | 558.000 | | 100.000 | | 0 | | 0 | |
| 0 | 0 | | NI increase | 3 | 100.000 | | 0 | | 0 | | 0 | | 0 | |
| 98,000 | 187.000 | | Pay Inflation & Increments | 4 | 120,000 | | 130,000 | | 140,000 | | 150.000 | | 150,000 |) |
| 396,000 | 231,900 | | Other Contractural Inflation | 5 | 380,000 | | 400,000 | | 420,000 | | 430,000 | | 440,000 |) |
| | -170,000 | | Apprenticeship Scheme | 6 | 130,000 | | | | | | | | | |
| 170,000 | 209,000 | | Investment allowance | 7 | 150,000 | | 150,000 | | 150,000 | | 150,000 | | 150,000 | |
| -1.254.000 | -403.000 | | Efficiencies required | ' | -200.000 | | -400,000 | | -600,000 | | -700.000 | | -700.000 | |
| 27,385,367 | 27,962,800 | | Total Gross Expenditure (net of Housing Benefit Subsidy) | | 27,769,000 | - | 28,828,700 | | 28,681,600 | | 28,660,600 | | 28,700,600 | |
| 21,305,301 | 27,962,600 | | Funding of Gross Expenditure: | | 27,769,000 | | 20,020,700 | | 20,001,000 | | 20,000,000 | | 28,700,800 | |
| -396,000 | -38.000 | | Income Generation Required | | | | | | | | | | | |
| -8.267.716 | -7.994.200 | 2.86 | Sales, Fees and Charges | 5 | -8.082.100 | 1.10 | -8,268,000 | 2.30 | -8.516.000 | 3.00 | -8,780,000 | 3.10 | -9.052.200 | 3.10 |
| -1.608.362 | -1.424.700 | -8.94 | Interest and Commercial Rental Income | 8 | -1.424.700 | | -1,424,700 | 0.00 | -1.424.700 | | -1.424.700 | 0.00 | -1.424.700 | |
| -2,318,403 | -2.228.100 | -14.73 | Specific Grants and Contributions | 9 | -2.252.600 | | -2,304,400 | 2.30 | -2.373.500 | | | 3.10 | -2,523,000 | |
| _, , | _,, | | | _ | _,, | | _,, | | _, | | _, , | | _,, | |
| 14,794,886 | 16,277,800 | 4.39 | Net Expenditure (before taxation and grant funding) | | 16,009,600 | -1.65 | 16,831,600 | 5.13 | 16,367,400 | -2.76 | 16,008,800 | -2.19 | 15,700,700 | -1.92 |
| | | | | | | | | | | | | | | |
| 0 70 4 000 | 4 004 400 | | Taxation and Grant Funding: | 10 | 4 4 5 9 9 9 9 | 40.00 | 005 100 | 40.00 | 447.440 | 40.00 | | 100.00 | | |
| -2,734,620 -2,674,966 | -1,931,100 -2,474,100 | -29.38 1.91 | Revenue Support Grant Retained Business Rates (baseline) | 10 11 | -1,158,660 -2,501,300 | | -695,196 -2.558.800 | -40.00 2.30 | -417,118 -2.635.600 | | | -100.00 3.10 | 0 -2.801.500 | 0.00 |
| -2,074,900 | -2,474,100 | -14.67 | Sub-total: Start-up Funding Assessment | | -2,501,500 | | -2,558,800 | -11.09 | | | | -10.99 | -2,801,500 | |
| 79,900 | 67,200 | | Less: Grant paid to Parish Councils for Ctax Reduction Scheme | | 55,800 | | 49,600 | | 46,500 | | 41,400 | 10.00 | 42,700 | |
| -1,990,562 | -2,393,200 | 20.72 | New Homes Bonus | 12 | | | -2,692,200 | 0.00 | | | -2,640,900 | 0.00 | -2,410,100 | |
| -647,514 | -44,000 | -94.47 | Other Non-Specific Government Grants | 13 | | 0.00 | -121,000 | 0.00 | -121,000 | 0.00 | -121,000 | 0.00 | -121,000 | 0.00 |
| 180,795 | 330,000 | -12.61 | Retained Business Rates over and above baseline less levy | | 0 | | 0 | | 0 | | 0 | | 0 |) |
| 0 | 1,117,000 | | Collection Fund Surplus (-) / deficit (+) | 14 | 0 | | 0 | | 0 | | 0 | | 0 |) |
| 493,425 | -1,530,000 | | Transfer to/from earmarked reserve for S31 grants | | 0 | | 0 | | 0 | | 0 | | 0 |) |
| -9,589,599 | -9,853,700 | 2.75 | District Precept | 15 | -9,902,900 | 0.50 | -9,952,500 | 0.50 | -10,002,200 | 0.50 | -10,052,200 | 0.50 | -10,102,500 | 0.50 |
| -16,883,141 | -16,711,900 | -0.21 | Total Funding | | -16,279,760 | -2.59 | -15,970,096 | -1.90 | -15,823,018 | -0.92 | -15,490,000 | -2.10 | -15,392,400 | -0.63 |
| | | | | | | | | | | | | | | |
| 2.088.255 | 434,100 | -62.43 | Use of Balances (-) / Contribution to Balances (+) | | 270.160 | -37.77 | -861.504 | -418.89 | -544.382 | -36.81 | -518.800 | -4.70 | -308,300 | -40.57 |
| 2,000,200 | 101,100 | 02.10 | | | 210,100 | 0 | 001,001 | | 011,002 | 00.01 | 010,000 | | 000,000 | 10.01 |
| 204.13 | 208.01 | 1.90 | Average Band D Council Tax | | 208.01 | 0.00 | 208.01 | 0.00 | 208.01 | 0.00 | 208.01 | 0.00 | 208.01 | 0.00 |
| 1.9% | 1.9% | | Council Tax increase | | 0.0% | | 0.0% | | 0.0% | | 0.0% | | 0.0% | |
| 46,705 | 47,372 | 0.84 | Tax base | 16 | 47,608 | 0.50 | 47,846 | 0.50 | 48,086 | 0.50 | 48,326 | 0.50 | 48,568 | 0.50 |
| 95,339 | 96,699 | | 1% on Council Tax | | 99,029 | | 99,525 | | 100,022 | | 100,522 | | 101,025 | |
| | | | General Fund Reserve Balances at Year End: | | | | | | | | | | | |
| 6,021,576 | 6,455,700 | 26.89 | GF Balance | 17 | 6,725,900 | 4.19 | 5,864,396 | -12.81 | 5,320,014 | -9.28 | 4,801,214 | -9.75 | 4,492,914 | -6.42 |
| 1,719,910 | 1,719,900 | -1.27 | GF Special Reserve | 18 | 1,719,900 | 0.00 | 1,719,900 | 0.00 | 1,719,900 | 0.00 | 1,719,900 | 0.00 | 1,719,900 | 0.00 |
| 7,741,486 | 8,175,600 | 19.70 | Total Balances | | 8,445,800 | 3.30 | 7,584,296 | -10.20 | 7,039,914 | -7.18 | 6,521,114 | -7.37 | 6,212,814 | -4.73 |
| 1,200,000 | 1,673,000 | | Allowance for Identified Financial Risks (incl. in GF balance) | | 1,673,000 | | 1,673,000 | | 1,673,000 | | 1,673,000 | | 1,673,000 | |
| | | | | 1 | | | | | | | | | | |

Notes / Assumptions

Assumes no change in Council Tax rates each year

1 Base adjustments to reflect previously agreed changes to the budget and the ongoing impact of budget proposals

- 2 The Lump Sum contribution in 2013/14 of £2.4million reduced the annual lump sum contribution to £565k per annum until 2017/18. The contribution rate on pay to fund the cost of future accrued benefits is to be maintained at 15.5%.
- 3 In April 2016 the government has announced the introduction of the Single Tier Pension estimated annual cost of £100k.
- 4 Contractual increase (increments) and 1% pay award in 2016/17 and each year thereafter. There was a 2.2% pay award to cover 2014/15 and 2015/16.
- 5 Inflation based on relevant indices as per contracted arrangements. November 2014 RPI was 2% and the OBR forecast of 1.1% for 2016/17, 2.3% for 2017/18, 3.0% for 2018/19, 3.1% for 2019/20 and 2020/21.
- 6 Apprenticeship scheme in the base budget from 2013/14 and 2014/15 only with a new investment bid for 2015/16 and onwards.
- 7 An investment allowance of £150k per annum over the life of the New Homes Bonus.
- 8 The base rate is anticipated to remain at the low 0.5%.
- 9 Specific grants and contributions largely consist of SLA and Agency agreements with other bodies. Assume contributions will increase in line with inflation. Reduction in the HB Admin Grant in 2015/16.
- 10 2015/16 reflects provisional settlement announcement in December 2014. The Spending Round 2013 suggested further reductions in 2016/17 and 2017/18 and further announcements suggest an extended period of austerity to 2020.
- 11 2015/16 reflects provisional settlement announcement in December 2014. For 2016/17 onwards Increase in baseline retained business rates assumed by the scheme in line with inflation forecast.
- 12 New Homes Bonus based on estimate of new properties built between October and October of the previous year and a 80:20 split between the District and County and assumes an average award of £1,100 per new property. The assumption for 2016/17 has been updated to reflect the actual of 236 homes Oct 14 Oct 15. Estimates provided by Planning Officers for 17/18 are based on the Local Plan not materialising but will need to be updated as data is published. A total of £150k per annum of the bonus is being used to provide an allowance for new investment over the life of the new homes bonus.
- 13 Includes the settlement adjustment for the 2% cap on the Business Rate multiplier and returned NHB funding. Also Ctax Freeze grant assumed at 1% per annum.
- 14 The NHDC share of the Collection Fund deficit was £1.2million at 31 March 2015. This will be charged to the general fund in 2015/16.
- 15 District precept is the band D tax rate multiplied by the taxbase. The taxbase incorporates the Council Tax Reduction Scheme. An overspend on the scheme will create a deficit on the Collection Fund.
- 16 Estimated tax base increase of 0.83% for 2015/16. Assumed tax base increase of 0.5% per annum for each year thereafter and collection rate of 99%
- 17 Minimum general fund reserve balance includes an allowance for known risks and a 5% of net expenditure for unknown risks.
- 18 Special Reserve maintained to fund invest to save projects and to support unavoidable fluctuations in contract prices as contracts are renewed.