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

Appendix 3

2014/15 Outturn	2015/16				2016/17		2017/18		2018/19		2019/20		2020/2	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		28,928,700		29,081,600		29,460,600	1
96,967	-33,400		Base Budget adjustments	1	-409.300		221,700		-357,100		-51.000		20,100,000	
-464,500	113.500		Carry Forwards		-464,500		221,700		007,100		01,000		0	
-128,000	0		Superannuation Contributions increase	2	0		558,000		100,000		0		0	1
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	
, 0	-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		-300,000		-300,000		-300,000		-400,000	
						-			,	-	,			-
27,385,367	27,962,800		Total Gross Expenditure (net of Housing Benefit Subsidy) Funding of Gross Expenditure:		27,769,000	,	28,928,700		29,081,600		29,460,600		29,800,600	
-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		-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				-2,447,100	3.10	-2,523,000	
2,010,100	2,220,100				2,202,000		2,001,100	2.00	2,010,000	0.00	2,111,100	0.10	2,020,000	0.10
14,794,886	16,277,800	4.39	Net Expenditure (before taxation and grant funding)		16,009,600	-1.65	16,931,600	5.76	16,767,400	-0.97	16,808,800	0.25	16,800,700	-0.05
0 70 4 000	4 004 400		Taxation and Grant Funding:	10	4 450 000	40.00	005 400	40.00		10.00		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		-417,118 -2,635,600		0 -2,717,300	-100.00 3.10	0 -2,801,500	
-2,674,966	-4,405,200	-14.67	Sub-total: Start-up Funding Assessment		-2,501,500		-2,558,800				-2,717,300	-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	-2,651,700	10.80	-2,692,200	0.00	-2,693,600	0.00	-2,640,900	0.00	-2,410,100	0.00
-647,514	-44,000	-94.47	Other Non-Specific Government Grants	13	-21,000	0.00	-21,000	0.00	-21,000	0.00	-21,000	0.00	-21,000	0.00
180,795	330,000	-12.61	Retained Business Rates over and above baseline less levy		0)	0		0		0		0	1
0	1,117,000		Collection Fund Surplus (-) / deficit (+)	14	0)	0		0		0		0	1
493,425	-1,530,000		Transfer to/from earmarked reserve for S31 grants		C)	0		0		0		0	l.
-9,589,599	-9,853,700	2.75	District Precept	15	-10,091,100	2.41	-10,334,200	2.41	-10,583,200	2.41	-10,838,200	2.41	-11,099,400	2.41
-16,883,141	-16,711,900	-0.21	Total Funding		-16,367,960	-2.06	-16,251,796	-0.71	-16,304,018	0.32	-16,176,000	-0.79	-16,289,300	0.70
2,088,255	434,100	-62.43	Use of Balances (-) / Contribution to Balances (+)		358,360	-17.45	-679.804	-289.70	-463.382	-31.84	-632.800	36.56	-511.400	-19.18
2,000,200	101,100	02.10			000,000		0,001	200.10	100,002	01.01	002,000	00.00	011,100	10.10
204.13	208.01	1.90	Average Band D Council Tax		211.96	5 1.90	215.99	1.90	220.09	1.90	224.27	1.90	228.53	1.90
1.9%	1.9%		Council Tax increase		1.9%	,	1.9%		1.9%		1.9%		1.9%	
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		101,416		103,859		106,362		108,924	
			General Fund Reserve Balances at Year End:											
6,021,576	6,455,700	26.89	GF Balance	17	6,814,100	5.55	6,134,296	-9.98	5,670,914	-7.55	5,038,114	-11.16	4,526,714	-10.15
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		8,534,000	4.38	7,854,196	-7.97	7,390,814	-5.90	6,758,014	-8.56	6,246,614	-7.57
1,200,000	1,673,000		Allowance for Known Financial Risks (incl. in GF balance)		1,673,000)	1,673,000		1,673,000		1,673,000		1,673,000	
			(= = = =)		, ,,		, 1		, 1		, 1		, 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.
- 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.