# GENERAL FUND ESTIMATES FOR 2017/18 TO 2020/21

## Assumes £5 increase in Council Tax rates each year

Appendix 2

17				2017/18		2018/19		2019/20		2020/21	
£	% change			£	% change	£	% change	£	% change	£	% chan
		Expenditure:									
27,464,400		B/Fwd Budget		30,237,900		28,253,900		28,066,800		28,628,000	
-		Estimate Book 1617 Published Subsequent Year Adjustments		-360,700		-472,500		-184,700		5,100	
-		Future Years impact of adjustments reported post 16/17 budget setting		-1,400		332,500		-1,100		-1,200	
-		Transfer of Building Control Service to Trading Company		-289,500		0		0		0	
659,800		Budgets Carried Forward		-659,800		0		0		0	
1,225,000		16/17 Reported Working Budget Changes (exc. carry forwards)		-1,225,000		0		0		0	
0		Superannuation Contributions increase	1	558,000		100,000		0		0	
217,000		Single State Pension - Employer NI increase	2	2 0		0		0		0	
202,000		Pay Inflation & Increments	3	331,300		140,000		150,000		150,000	
135,700		Other Contractural Inflation	4	286,700		420,000		430,000		430,000	
448,000		Investment allowance	5	69,000		150,000		150,000		150,000	
-114,000		CBP Efficiency Proposals	Ŭ	-692,600		-857,100		17,000		-143,000	
30,237,900		Total Gross Expenditure (net of Housing Benefit Subsidy)		28,253,900		28,066,800		28,628,000		29,218,900	
50,257,500		Total Gross Experiature (net of Housing Denent Subsidy)		20,233,300		20,000,000		20,020,000		23,210,300	
		Income:									
-243,000		CBP Additional Income Generation Proposals		-350,000		-115,000		2,000		0	
-		Estimate Book 1617 Published Subsequent Year Adjustments		27,800		18,500		500		0	
		Future Years impact of changes reported post 16/17 budget setting		34,200		150,000		0		0	
-		Transfer of Building Control Service to Trading Company		343,800		0		0		0	
-709,400		16/17 Reported Working Budget Changes		-		-		-		-	
-7,948,200	1.87	Fees and Charges	6	-8,314,200	4.60	-8,608,500	3.54	-8,879,700	3.15	-9,128,300	
-1,436,500		Interest and Rental Income		-1,441,100		-1,348,600	-6.42		0.00		
-2,434,300	0.56	Other Grants and Contributions	7	-2,459,000		-2,527,700	2.79		2.50		
-12,771,400	38.30	Total Planned Income		-12,158,500		-12,431,300	2.24		3.12		
		Minimum Additional Savings to be identified Estimated savings from waste vehicle purchase		0		0 -500,000		-223,000 -500,000		-680,000 -500,000	
17,466,500	8.10	Net Expenditure (before taxation and grant funding)		16,095,400	-7.85	15,135,500	-5.96		-0.33	14,919,300	
		Taxation and Grant Funding:									
-821,300	-56.48	Revenue Support Grant	8	0	-100.00	0	0.00	0	0.00	0	
-2,494,700		Retained Business Rates (baseline)	g	-2,543,800		-2,618,900	2.95		3.20		
0		Tariff/Top up adjustment		0		0	0.00			1,124,800	
-3,316,000	-23.97	Sub-total: Start-up Funding Assessment		-2,543,800		-2,618,900	2.95		-37.66		
51,100		Compensation to Parish Councils		39,200		39,200		24,400		24,400	
-2,718,000	13.20	New Homes Bonus	10	, -,		-1,626,400	-25.15		-3.12		
-144,700		Transition Grant	11	- ,		0	-100.00		0.00		
-10,171,900			12	,	•	-10,774,500	2.82		2.76		
-16,299,500	-1.51	Total Funding		-15,297,600	-6.15	-14,980,600	-2.07	-14,256,200	-4.84	-14,826,500	
-1,167,000	-398.92	Use of Balances (-) / Contribution to Balances (+)		-797,800	-31.64	-154,900	-80.58	-829,600	435.57	-92,800	
211.96	1.90	Average Band D Council Tax		216.96		221.96	2.30		2.25		
1.9%		Council Tax increase		2.4%		2.3%		2.3%		2.2%	
47,990	1.30	Tax base	13	48,301	0.65	48,543	0.50	48,785	0.50	49,029	
		General Fund Reserve Balances at Year End:									
5,917,700		GF Balance	14	-,,		4,965,000	-3.03		-16.71		
1,719,900	0.00	GF Special Reserve	15	5 1,719,900	0.00	1,719,900	0.00	1,719,900	0.00	1,719,900	
7,637,600	-6.08	Total Balances		6,839,800	-10.45	6,684,900	-2.26	5,855,300	-12.41	5,762,500	
866,000		Allowance for Known Financial Risks (incl. in GF balance)		764,000		764,000		764,000		764,000	
1,739,300		Min. GF balance for known & unknown financial risks		1,568,800		1,520,800		1,518.300		1,510.000	
4,178,400		Estimated GF balance over / under (-) Min Balance		3,551,100	{ !	3,444,200		1,518,300 2,617,100		1,510,000 2,532,600	

### Notes / Assumptions

## Assumes £5 increase in Council Tax rates each year

- 1 The Lump Sum contribution in 2013/14 of £2.4million reduced the annual lump sum contribution to £565k per annum until 2017/18. The full details of the 2017 triennial valuation have not yet been published, estimates assume
- 2 The government announced the introduction of the Single Tier Pension from April 2016.
- 3 Contractual increase (increments) and 1% pay award in 2017/18 and each year thereafter.
- 4 Inflation based on relevant indices as per contracted arrangements.
- 5 An investment allowance of £150k per annum over the life of the New Homes Bonus.
- 6 Fees and charges inflation based on CPI+2%, however this total includes statutory fees and charges that are not subject to an annual discretionary increase (approx. 30% of total). CPI projections as per November 2016 OBR forecast of CPI. OBR forecast CPI at 2.5% at November 2017, 2.5% November 2018 and 2% at November 2019.
- 7 Specific grants and contributions largely consist of SLA and Agency agreements with other bodies. Assumed contributions will increase in line with inflation.
- 8 Figures reflect final settlement announcement in February 2016 and the proposed 4 year funding arrangement. Settlement confirmed funding level for 2016/17 and included indicative figures for the following three years through to 2019/20. 9 Retained business rates income expectations in line with final settlement announcement in February 2016.
- 10 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 £1,236 per new property (based on 16/17 allocation). Estimates provided by Planning Officers for 17/18 are based on an approved Local Plan 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.
- 11 For 2016/17 and 2017/18, this is the Transition grant allocation within the final settlement published in February 2016.
- 12 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.
- 13 Estimated tax base increase of 1.30% for 2016/17. Assumed tax base increase of 0.5% per annum for each year thereafter and collection rate of 99%
- 14 Minimum general fund reserve balance includes an allowance for known risks and a 5% of net expenditure for unknown risks.
- 15 Special Reserve maintained to fund invest to save projects and to support unavoidable fluctuations in contract prices as contracts are renewed.

pension contribution rate will remain 15.5%. A capitalisation direction has been requested to make a lump sum contribution to the pension fund to mitigate the impact of the revaluation on the General Fund over the next three years.