

MEDIUM TERM FINANCIAL STRATEGY 2012/13 TO 2016/17

	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
	£	£	£	£	£	£
NET COST OF SERVICES B/F FROM PREVIOUS YEAR		14,077,293	13,609,666	13,559,089	13,528,263	13,763,639
IN YEAR BUDGET VARIATIONS						
INCREASED COSTS OF EXISTING SERVICES						
Estimated general inflation / leasing costs / utilities		200,000	200,000	200,000	200,000	200,000
Pay inflation		57,700	392,100	381,400	387,800	394,700
Phasing out of pension reserve contribution - 2004 Revaluation		50,000	50,000			
Phasing out of pension reserve contribution - 2007 Revaluation						
Additional pension funding required - 2010 Revaluation		110,000	82,000			
Additional pension funding required - 2013 Revaluation				120,000	120,000	120,000
Landfill Tax		40,000	41,100	41,100		
Maintenance of watercourses, streams and ditches		30,000				
INCOME						
Fees & charges - inflation		(348,700)	(356,500)	(366,400)	(375,100)	(384,600)
Investment Interest		17,400	(77,800)			
Specific Grant to fund council tax freeze ceases					197,000	
RESERVES						
* Increased property repair and renewal fund contributions		200,000	200,000	200,000	107,000	
** FUNDING GAP		(824,027)	(581,477)	(606,926)	(401,324)	(88,323)
PROJECTED NET COST OF SERVICES	14,077,293	13,609,666	13,559,089	13,528,263	13,763,639	14,005,416
*** Government Grant support	(6,098,332)	(5,473,039)	(5,199,387)	(4,939,418)	(4,939,418)	(4,939,418)
Collection Fund surplus contribution	(59,500)					
Council tax income assuming council tax increases by 2.5% per annum	(7,919,461)	(8,136,627)	(8,359,702)	(8,588,846)	(8,824,221)	(9,065,998)
	<u>(14,077,293)</u>	<u>(13,609,666)</u>	<u>(13,559,089)</u>	<u>(13,528,263)</u>	<u>(13,763,639)</u>	<u>(14,005,416)</u>
Cummulative Funding Gap		(824,027)	(1,405,504)	(2,012,430)	(2,413,754)	(2,502,077)
Gap to be funded from savings or increase in council tax precept	0	(0)	(0)	(0)	(0)	0
Projected Council Tax at annual 2.5% rise (assuming gap is reduced by savings or additional income)	187.12	191.80	196.59	201.51	206.55	211.71
Projected annual % rise to assuming funding gap is met	0.0%	2.5%	2.5%	2.5%	2.5%	2.5%
* Assumed level for estimating - subject to either a policy decision or confirmation of legal framework / Statute						
** Funding gap may include efficiency savings of 2.5% which deliver non-cashable or cashable savings						
*** Assumed increase in government grant support		-10.25%	-5%	-5%	0%	0%
Projected Taxbase	42,322.90	42,422.90	42,522.90	42,622.90	42,722.90	42,822.90