

MEDIUM TERM FINANCIAL STRATEGY 2011/12 TO 2015/16

	2010/11 £	2011/12 £	2012/13 £	2013/14 £	2014/15 £	2015/16 £
NET COST OF SERVICES B/F FROM PREVIOUS YEAR		16,753,397	15,887,805	15,673,050	15,517,584	15,387,070
IN YEAR BUDGET VARIATIONS						
INCREASED COSTS OF EXISTING SERVICES						
Estimated general inflation / leasing costs / utilities		150,000	200,000	200,000	200,000	200,000
2010/11 pay freeze		(120,000)				
Pay awards		196,100	0	413,400	421,700	430,200
Phasing out of pension reserve contribution - 2004 Revaluation		50,000	50,000	50,000		
Phasing out of pension reserve contribution - 2007 Revaluation		65,500				
Additional pension funding required - 2010 Revaluation		135,000	135,000	135,000	135,000	135,000
Landfill Tax		40,000	40,000			
DEFRA funded vehicles			70,000			
Maintenance of watercourses, streams and ditches			30,000			
One HR		72,700				
PDG funded staff built into base budget		130,000				
Procurement		100,000				
INCOME						
Fees & charges - inflation		(328,200)	(336,800)	(345,500)	(354,100)	(362,900)
Off-street car parking		500,000				
VAT increase on off-street car parking not passed to customer		90,000				
HMO Register fees		17,500				
Land Charges		50,000				
Bus departure fees		15,000				
Investment Interest		200,000	(1,400)	(4,300)	(9,000)	(4,600)
Minimum Revenue Provision		146,500				
RESERVES						
* Increased property repair and renewal fund contributions		125,000	200,000	200,000	182,000	
* Increased contribution to Capital reserve (RCCO)		75,000				
Use of reserves						
** FUNDING GAP		(2,575,692)	(601,555)	(804,066)	(706,114)	(162,927)
PROJECTED NET COST OF SERVICES	16,753,397	15,887,805	15,673,050	15,517,584	15,387,070	15,621,843
*** Government Grant support	(8,841,359)	(7,957,223)	(7,559,362)	(7,181,394)	(6,822,324)	(6,822,324)
Collection Fund surplus contribution	(33,500)	(33,500)				
Council tax income assuming council tax increases by 2.5% per annum	(7,878,538)	(7,897,081)	(8,113,688)	(8,336,190)	(8,564,745)	(8,799,519)
	<u>(16,753,397)</u>	<u>(15,887,805)</u>	<u>(15,673,050)</u>	<u>(15,517,584)</u>	<u>(15,387,070)</u>	<u>(15,621,843)</u>
Cummulative Funding Gap		(2,575,692)	(3,177,247)	(3,981,313)	(4,687,427)	(4,850,354)
Projected Council Tax at annual 2.5% rise (assuming gap is reduced by savings or additional income)	187.12	187.12	191.80	196.59	201.51	206.55
Projected annual % rise to assuming funding gap is met	2.5%	0.0%	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 which deliver non-cashable or cashable savings						
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*** Assumed decrease in government grant support		-10%	-5%	-5%	-5%	0%