

APPENDIX B

Future Years' Budgets, Settlement Assumptions and associated Council Tax Rates and Savings Requirements

Review for reporting to Cabinet 31 August 2010

	2010/11 Budget £000	2011/12 Projection £000	2012/13 Projection £000
Original Revenue Budget Projection	24,740	25,323	25,678
Proposed Amendments (see Appendix A):			
Changes approved or considered by Members to date	-47	-244	-246
Other known / potential budget changes or proposals	-222	-2,554	-2,654
Additional Contributions to (+) / From (-) Balances	+269	+0	+0
Latest Revenue Budget Projection	24,740	22,525	22,778
Latest Estimated Government Support	16,377	13,386	12,909
Collection Fund Deficit / (-) Surplus	-19	+0	+0
Amount met by Council Tax	8,344	9,139	9,869
 Latest Tax Base Estimates	 43,400	 43,450	 43,500

COUNCIL TAX IMPLICATIONS :

Band D Average Council Tax (across district)	£192.25	£210.33	£226.87
Percentage Increase Year on Year	3.75%	9.4%	7.9%
Projections in March 2010		£217.19	£236.06
Percentage Increase Year on Year		13.0%	8.7%

FUTURE YEARS' NET SAVINGS REQUIREMENTS :

Original Net Savings Requirement (based on a 3.75% average Council Tax increase)	+771	+1,267
New Net Savings Requirement required to achieve :		
- 3.75% per year average Council Tax increase across the district <i>Annual Council Tax Increase</i>	+473 (3.75%)	+867 (3.75%)
- 0% average Council Tax increase across the district, but Government providing additional funding for 2.5% for 2011/12 only, then a 2.5% increase <i>Annual Council Tax Increase</i>	+577 (0%)	+1,297 (2.5%)
- 0% per year average Council Tax increase across the district, but no additional Government funding provided. <i>Annual Council Tax Increase</i>	+786 (0%)	+1,506 (0%)

Notes :

A '+' represents an increase in cost, transfer to reserves or a savings requirement, and a '-' represents a saving or additional income.

A 1% change in Council Tax equates to roughly £84,000.

A 1% change in Government Support equates to roughly £135,000 or 1.6% Council Tax.

The Savings Requirements shown above do not provide for any further growth at present - they would need to be increased accordingly.