

General Fund Revenue Budget Projections 2017/18 to 2021/22

Conservative Group Budget Proposals

BUDGET PROJECTIONS

	2017/18 £'000	2018/19 £'000	2019/20 £'000	2020/21 £'000	2021/22 £'000
Original Revenue Budget / Forecast	15,839	16,200	16,481	17,887	19,523
Changes to Budget Projections as at Cabinet 16 January	222	71	455	839	231
Base Budget Changes after Cabinet 16 January					
Additional Govt Grants re Universal Credit/New Burdens		(154)	-	-	-
Reduction in New Homes Bonus Grant	-	-	3	-	-
Car Parking (<i>Cabinet 13 January - subject to call-in</i>)	-	(38)	(38)	(38)	(38)
Other net changes across all services	-	(2)	10	-	-
Current Budget Proposals (as amended):					
Savings Proposals	-	220	(420)	(433)	(438)
Growth Proposals	-	131	100	35	20
Contributions from Reserves re Budget Proposals	-	(974)	(219)	(18)	(2)
Conservative Group Budget Proposals:					
Savings Proposals	-	(78)	(5,323)	(5,646)	(5,770)
Growth Proposals	-	25	3,575	2,800	1,750
Net Movements from Reserves Review	-	154	-	-	-
Contribution from Unallocated Balances	(222)	-	-	-	-
Conservative Group Additional Contributions To/(From) Unallocated Balances	-	386	848	112	517
General Fund Revenue Budget	15,839	15,941	15,472	15,538	15,793
Core Funding:					
Revenue Support Grant	(1,605)	(941)	(200)	-	-
Net Retained Business Rates	(5,611)	(6,184)	(6,328)	(6,466)	(6,614)
Council Tax Requirement	8,623	8,816	8,944	9,072	9,179
Estimated Council Tax Income (to fit with a 0% council tax increase)	8,623	8,816	8,944	9,072	9,179
Resulting Base Budget Deficit / (Surplus)	0	0	0	0	0
<i>Original MTFs Savings Requirement</i>	-	512	994	2,103	N/A
<i>Change</i>	+0	(512)	(994)	(2,103)	N/A

CONSERVATIVE GROUP BUDGET PROPOSALS - 2018/19 TO 2021/22

	2018/19 £000's	2019/20 £000's	2020/21 £000's	2021/22 £000's
General Fund Net Revenue Budget	16,204	16,664	18,318	19,344
Removal of Labour Cabinet Budget Proposals:				
Consultancy spend on Williamson Park	(210)			
Consultancy spend on Salt Ayre	(75)			
Commercial & Digital Leadership Capacity	(71)	(138)		
New Senior Solicitor post (re Planning)	(30)	(42)	(45)	(47)
Reversal of Transfer from Reserves re above	386	180	45	47
Consultancy spend on Economic Development Initiatives	(210)	(112)	(1)	(1)
Revised General Fund Net Revenue Budget Forecast	15,994	16,552	18,317	19,343
Compared to General Fund Revenue Budget to fit with 0% Council Tax increase	15,941	15,472	15,538	15,793
Inherited Estimated Budget Deficit from Labour	53	1,080	2,779	3,550
<u>Savings over 4 years - Total £16.8m</u>				
Workforce Restructuring & Service Delivery Efficiencies				
Legal Services - Shared Service (with other Local Authority @ 10% saving per annum)		(61)	(63)	(65)
Human Resources - Shared Service (with other Local Authority @ 10% saving per annum)		(68)	(68)	(69)
Regeneration Team - Reshaped @ 10%	(78)	(80)	(86)	(88)
Other restructuring savings c/fwd from 17/18 Budget		(1,544)	(1,544)	(1,544)
Salt Ayre Leisure Centre Sale / Lease				
Operating Costs (including internal support recharges & renewals)		(570)	(565)	(564)
Environmental Services - outsourcing efficiencies		(1,500)	(1,500)	(1,500)
Savings on support costs on transfer of housing to Housing Assn.		(680)	(680)	(680)
Savings - enabling community/business support for leisure/arts facilities		(520)	(640)	(760)
Savings - Asset Review (Restructuring of portfolio)		(300)	(500)	(500)
<u>Investments - Total £8.1m</u>				
Heysham Gateway - £2.75M over 3 years		1,250	1,000	500
Lancaster City Centre - £2.75M over 3 years		750	1,000	1,000
Rural Economy - Over £2.45M over 3 years for:				
Extension of 100% Rural Rate Relief and other Rural Support		250	250	250
Carnforth town centre & railway station development		400		
Compulsory purchase & upgrade of Lune Valley Cycle Track		500	300	
Improvement of Bull Beck car park & other rural public spaces		250	250	
Leisure/Arts Facilities - start up funding		125		
Architectural Assessments & Surveys	25	50		
Overall Surplus to put to reserves - following planned £8.1m investments & absorption of Labour deficit	0	(668)	(67)	(470)

Impact of Conservative proposals on Unallocated Balances

	2018/19 £	2019/20 £	2020/21 £	2021/22 £
Reserves brought forward	4,667,929	5,053,929	5,901,929	6,013,929
Add back Budget Support Reserve contributions no longer needed as a result of removing Labour Cabinet proposals	386,000	180,000	45,000	47,000
Add back Surplus from Conservative proposals	0	668,000	67,000	470,000
Increased Unallocated Balances	5,053,929	5,901,929	6,013,929	6,530,929