

**REVISED MEDIUM TERM FINANCIAL STRATEGY**  
**General Fund Budget Projections 2010/11 – 2013/14**  
**As at 9<sup>th</sup> September 2010**

**APPENDIX A**

	2010/11	2011/12	2012/13	2013/14
<b>Base Budget</b>	<b>16,812,000</b>	<b>16,832,000</b>	<b>15,320,000</b>	<b>14,594,000</b>
New Initiatives : Corporate Plan	(130,000)	0	0	0
Reduced investment interest	200,000	100,000	100,000	100,000
Commercial Rents shortfall/ reinstate	200,000	(300,000)	(200,000)	(100,000)
Land Charges	50,000	80,000	0	0
VFM -not achieved	100,000	0	0	0
SLM- utility costs/ management fee	(120,000)	0	0	0
Subsidy provision for Colosseum	0	(107,000)	0	0
Elections	0	(70,000)	0	(80,000)
Pay Inflation/ Increments	0	380,000	380,000	380,000
Pensions Fund Revaluation	0	0	250,000	0
Service Growth say	0	100,000	100,000	100,000
<b>Projected Expenditure</b>	<b>17,112,000</b>	<b>17,015,000</b>	<b>15,950,000</b>	<b>14,994,000</b>
Value for Money studies	0	0	0	0
Procurement savings	0	0	0	0
Accommodation Rationalisation	0	0	0	0
Community Centres	0	(80,000)	0	0
Shared Services-Operating Costs	0	(103,000)	0	0
Shared Services - implementation Costs	0	(456,000)	(29,000)	0
<b>Service Efficiencies</b>	<b>0</b>	<b>(1,516,000)</b>	<b>(1,327,000)</b>	<b>(1,004,000)</b>
Earmarked Reserves	(280,000)	280,000	0	0
Housing Benefit Subsidy	0	180,000	0	0
<b>Net Expenditure</b>	<b>16,832,000</b>	<b>15,320,000</b>	<b>14,594,000</b>	<b>13,990,000</b>
<b>Budget Overspend</b>	<b>(300,000)</b>			

<b>Net Expenditure</b>	<b>16,532,000</b>	<b>15,320,000</b>	<b>14,594,000</b>	<b>13,990,000</b>
<b>LESS</b>				
Use of General reserves	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Formula Grant reduced 10% yr on yr	(8,072,000)	(7,265,000)	(6,539,000)	(5,885,000)
Collection Fund	(109,000)	0	0	0
General Fund	(346,000)	0	0	0
<b>Council Tax Requirement</b>	<b>(8,005,000)</b>	<b>(8,055,000)</b>	<b>(8,055,000)</b>	<b>(8,105,000)</b>
<b>Council Tax Base</b>	<b>32,041</b>	<b>32,241</b>	<b>32,241</b>	<b>32,441</b>

The Council Tax for 2010/2011 at Band D is £249.84

For 2011/2012 it is £249.84

For 2010/11 onwards the Council tax base is geared to a 97.5% Collection Level and with an additional 200 CT Base for new properties in 2011/12 and a further 200 new CT Base properties in 2013/2014

£249.84      £249.84

#### Notes to the MTFS:

Formula Grant over the 4 year period will have fallen by £2.187m (27%). This is not an unreasonable assumption.

Net Expenditure will have fallen from £16.832m to £13.990m a 17% cash reduction. This is not an unreasonable assumption.

Efficiency savings required in the three year period 2011/ 2014 are: £1.516m; £1.327m; and £1.004m respectively. This cumulative total £3.847m represents a reduction of 23% compared to the projected spend for 2010/2011.

**Bernard Clarke, HOSF, 8<sup>th</sup> September 2010**