

## Community Well Being Policy Development Group 3 December 2013

### Budget 2014/15

<b>Portfolio Holder Responsible Officer</b>	Cllr Neal Davey Head of Finance
<b>Reason for Report:</b>	To consider options available in order for the Council to set a balanced budget for 2014/15 and agree a future strategy for further budget reductions for 2015/16 onwards.
<b>RECOMMENDATION:</b>	To consider the draft budget proposals for 2014/15 and start to plan for additional savings as identified in the Medium Term Financial Plan.
<b>Relationship to Corporate Plan:</b>	To deliver our Corporate Plan's priorities within existing financial resources.
<b>Financial Implications:</b>	Since 2010/11 the Council has seen its Formula Grant reduce by circa £2.0m or 31.8% from £6.186m to the provisional figure of £4.221m announced for 2014/15. Going forward the current Government maintains its pledge to continue the austerity programme, with most public sector commentators estimating further cuts around 10% per annum for the foreseeable future. Once this is factored in to the Councils Medium Term Financial Plan we have predicted a funding deficit of circa £2.0m by 2017/18. This highlights the need to take steps to plan for further reductions to our ongoing expenditure levels.
<b>Legal Implications:</b>	It is a statutory requirement for the Local Authority to set a balanced budget.
<b>Risk Assessment:</b>	Service Managers and Finance staff have assessed volatility in income and large contractor budgets, taking account of current and estimated future demand patterns. In addition prudent levels of reserves will also continue to be maintained.

#### 1.0 Introduction

- 1.1 The early confirmation of a provisional Formula Grant settlement in December 2012 helped to drive the third running of the summer savings exercise, that was first undertaken in the summer of 2010, which included Service Managers, Heads of Service, Accountants, the Head of Finance and the Chief Executive and challenges all services to look at reducing costs/increasing income, but still deliver the same level of service (especially the front-line services).

- 1.2 In previous years, this exercise, didn't just focus on balancing the next financial year, it also looked at where savings could be delivered over a rolling three year period. Although this year's exercise has been successful in identifying £628k of savings for 2014/15 (see Appendix 3), there has been very little proposed for subsequent financial years (only £20k). This fact, emphasises the comments I have been making for the past 18 months that we can no longer expect service managers to continue to reduce cost and still expect "business as usual".
- 1.3 The proposed savings shown in Appendix 3 of £628k (now £576k) will need to be agreed by Members, as for every proposed saving that is rejected will need to be matched by a suggestion of where a similar saving could be made. Members will be aware that the budget is an evolving process. I have already made a range of assumptions relating to: pay awards, inflation, fees/charges, demand for services, property increases, etc. More information may well change/alter my assumptions in the months leading up to February, when the budget has to be finalised. So the current budget gap of £361k will be revised over the next few months, but it is based on the most current information, in conjunction with professional guidance, that is available.
- 1.3 An updated Medium Term Financial Plan was presented to the Cabinet at its October meeting, which further explored the challenging financial position that the Council is facing over the next 4 years. However, it should be stressed that the Council has placed itself in a very strong position to deal with situation and continues to look into opportunities to further reduce operational costs without immediately reducing service levels. But it remains a real possibility moving forward that some difficult decisions will have to be made relating to what the Council can and can't afford to deliver/support in the future. This is further evidenced by the low level of service savings estimated from 2015/16 onwards.

## **2.0 The Draft 2014/15 Budget**

- 2.1 The first draft budget figures have now been returned from all Service Managers. In compiling the draft 2014/15 budget, Service Managers and Finance Staff were acutely aware of the worsening financial environment that the Council was now going to have to operate within. A provisional Formula Grant cut of £618k, coupled with an uncertain economic position adversely affecting a number of key income streams (including our treasury return), the continuing need to modernise much of our existing vehicle fleet and the new budget volatility associated with the new Council Tax Support scheme and the localisation of Business Rates.
- 2.2 The initial aggregation of all service budgets (which also includes assumptions surrounding predictions of interest receipts, contributions to our capital programme, transfers from/to reserves and Council Tax levels) currently indicates a GFund budget gap of £361k (see Appendix 1).
- 2.3 At this point it is worth summarising how we have arrived at this deficit. The table shown below shows the main budget variances affecting the 2014/15

draft budget, which has included nearly all of the savings identified at Appendix 3.

**Table 1 – Reconciliation of 2014/15 budget variances**

<b>Variances</b>	<b>Amount £000</b>
Reduction in formula grant	618
Savings incorporated from savings exercise (See Appendix 3 £628k – some reviewed as unachievable)	(576)
Vehicle replacement “sinking funds”	257
New annual borrowing costs – refuse & leisure	137
Removal of 2013/14 Council Tax Freeze Grant	52
2014/15 pay award – estimated at 1% + pension	138
All overtime now subject to superannuation	22
PDG reserve fully utilised in 2013/14	124
Council Tax income increase (1.5% rise)	(72)
Additional Council Tax from extra properties and changes to empty property discounts	(149)
Additional income (Leisure, Cemeteries, Car Parks)	(147)
Cut in Government grant for HBenefit and CTax administration of 8%	32
Decrease in recycling income (volumes & price)	40
Review of bad debt provision on DARs	66
Inflation on utilities, fuel and rates	56
Removal of bad debt provision for LCTS and localisation of Business Rates	(249)
Other minor variances	12
<b>Draft budget gap for 2014/15</b>	<b>361</b>

- 2.4 The above table clearly demonstrates how a budget gap of £361k has been arrived at and without the hard work undertaken by Service Managers to propose further savings during the summer months (revised total for this now stands at £576k not the previously quoted £628k) we would now be facing a budget deficit of £937k for 2014/15 (i.e. £361k + £576k). Appendix 3 shows those potential savings which were identified earlier in the year, amounting to £628k, of which a revised total of £576k has been incorporated into this draft budget.
- 2.5 In compiling the 2014/15 draft budget we have also examined budget performance during 2013/14 and then made any relevant budget corrections for staffing changes, levels of income, changes in legislation, increases in inflation, etc.
- 2.6 Due to the need to get budget information to all of the PDG and Cabinet meetings during November and early December there are still a few key issues that have not been resolved or are still to be fully evaluated. These issues may either improve or worsen the summary budget position currently reported.

### 3.0 The Future

- 3.1 It is clear that a lot of hard work has already been undertaken in order to deliver a draft budget gap of £361k. We now are set with two tasks: firstly, deliver a balanced GFund budget by February 2014 in order to formally set the Council Tax and secondly, and of equal importance, begin to plan how our future spending plans can be financed. The MTFP tabled at the October Cabinet meeting shows that the challenge of balancing our ongoing revenue commitments with our available funding. The summary figures from the MTFP highlighted a £2,045k budget gap over the next 4 years assuming £400k reduction in Government funding year on year. (See table 2 below) This further assumes that all of the £576k saving proposals suggested by Service Managers are accepted by Members.
- 3.2 Due to the future uncertainty over the exact level of Formula Grant reduction going forward it is imperative that Management Team, Service Managers and Members give consideration to matching future service provision to likely levels of financial resources. Table 2 below summarises the projected shortfall over the next four years.

Table 2 – MTFP General Fund Summary

	2013/14 £'000	2014/15 £'000	2015/16 £'000	2016/17 £'000	2017/18 £'000
Total Gross Expenditure <sup>(1)</sup>	37,008	37,363	37,842	38,366	38,892
Total Income	(27,563)	(27,819)	(28,076)	(28,210)	(28,340)
<b>Net Cost of Services</b>	<b>9,445</b>	<b>9,544</b>	<b>9,766</b>	<b>10,156</b>	<b>10,552</b>
Investment Interest/MRP	(43)	(52)	(82)	(112)	(142)
Cont. to/(from) Reserves	(150)	(90)	0	0	0
Contribution to Capital	350	350	350	350	350
Provision for CTSS		(249)			
<b>Total Budget Requirement</b>	<b>9,600</b>	<b>9,503</b>	<b>10,034</b>	<b>10,394</b>	<b>10,760</b>
Funded by:					
Collection Fund Surplus	(100)	(100)	(90)	(80)	(70)
Formula Grant <sup>(2)</sup>	(4,736)	(4,221)	(3,799)	(3,419)	(3,077)
Council Tax	(4,764)	(4,985)	(5,175)	(5,369)	(5,568)
<b>Total Funding</b>	<b>(9,600)</b>	<b>(9,306)</b>	<b>(9,064)</b>	<b>(8,868)</b>	<b>(8,715)</b>
<b>Cumulative (Surplus)/Deficit</b>	<b>Nil</b>	<b>197</b>	<b>970</b>	<b>1,526</b>	<b>2,045</b>

(1) Total gross expenditure excludes capital charges of £997k and includes finance leases of £55k.

(2) Formula Grant in 2013/14 includes a contribution of £52k based on an extra years one-off commitment to a Council Tax Freeze grant. It also includes £541k associated with the new Council Tax Support Scheme.

- 3.3 In addition to this revenue funding pressure, is our continuing funding shortfall on the capital programme, due to the low levels of capital receipts. Even greater pressure may be placed on future programmes if additional borrowing

was made to fund new Council Houses, Depots, Sport Centre enhancements, Town Centre enhancement works, Vehicle replacements, etc.

- 3.4 The draft Capital Programme for 2014/15 is attached as Appendix 4 and currently shows a funding gap of circa £1.7m over the next 4 years, which has required all NHB receipts (totalling circa £4.8m) and a continuing revenue contribution from the General Fund of £350k per annum to reach this position. The size of our current and future capital programmes has substantially reduced, due to the reductions in funding and level of sale receipts and now only includes projects that are essential maintenance, asset replacement or income generating/cost reducing.
- 3.5 The most pressing capital budget issue concerns how we will balance the 2014/15 funding gap of £500k and this will need to be addressed in the November/December meetings.

#### **4.0 The November/December PDGs and Cabinet meetings**

- 4.1 The first round of draft budget meetings will allow discussions with Members, Senior Management, Service Managers and Finance Officers in order to review the proposed draft 2014/15 budget – see Appendix 2. This will include scrutinising and challenging the initial position (and confirming acceptance of all proposed savings put forward) and discussing any other budget areas that Members would like to see additional savings from.
- 4.2 Before the next round of PDGs and Cabinet in January the Council will receive formal confirmation regarding its; Formula Grant (n.b. active rural lobby on-going), Council Tax Freeze Grant, other emerging legislative changes, more information regarding the 2013/14 budget performance, etc. At this point if any of the initial assumptions/estimates significantly worsen, then we will need to bring further savings options for consideration.

#### **5.0 Public Consultation**

- 5.1 Appendix 5 attached, shows the outcome of a recent public consultation exercise and will be considered as part of the budget setting process. Once again there are no real surprises as the high priorities remain (i.e. refuse/recycling, health and housing). It is of interest to see the changes in priority of different age groups who have responded to this survey (and this reflects the significant complexity of trying to allocate Council spending in accord with resident's priorities.
- 5.2 This consultation response has been considered when compiling the 2014/15 draft budget, but will be of even greater use from 2015/16 onwards when the Council will have to make more challenging decisions with regard to service prioritisation.

## 6.0 Conclusion

- 6.1 The feedback from all three budget PDGs and the Cabinet will be reported to the January Cabinet for consideration in order to set a balanced 2014/15 budget and agree a forward plan. Early in the New Year Management Team will meet to establish a strategic plan of how £2.0m of savings in the next four years can be achieved. This process will be based upon giving Members a series of options, some of which may require short term investment, to generate medium or long term savings. The savings options will need to be considered across all Member meetings, based upon the strategic plan. Having identified possible savings, there will need to be careful consideration of their potential impact, probable lead times for delivery of that saving and any associated disengagement costs or possible 'spend to save' implications that would arise.

**Contact for more information:** Andrew Jarrett – Head of Finance

**Background Papers:** Draft 2014/15 Budget Papers  
MTFP report - Oct 2013 Cabinet

**File Reference:**

**Circulation of the Report:** Management Team, Members & Relevant Service Managers

**GENERAL FUND REVENUE ACCOUNT  
DRAFT BUDGET SUMMARY 2014/15**

	Net Direct Costs Budget 2013/14 £	Budget Changes £	Draft Net Direct Costs Budget 2014/15 £
Managing the Environment	3,234,190	229,040	3,463,230
Decent & Affordable Homes	396,960	23,400	420,360
Community Well Being	3,185,450	(336,720)	2,848,730
Cabinet	3,703,610	(92,330)	3,611,280
<b>TOTAL NET DIRECT COST OF SERVICES</b>	<b>10,520,210</b>	<b>(176,610)</b>	<b>10,343,600</b>
Net recharge to HRA	(1,130,890)	(5,430)	(1,136,320)
Finance Leases - now charged to services	55,540	(55,540)	0
<b>NET COST OF SERVICES</b>	<b>9,444,860</b>	<b>(237,580)</b>	<b>9,207,280</b>
Provision for the financing of capital spending	122,520	0	122,520
Finance Lease interest	8,110	0	8,110
Interest from Funding provided for HRA	(110,000)	0	(110,000)
Interest Received on Investments	(65,000)	0	(65,000)
Contribution to Capital Programme	350,000	0	350,000
Temporary transfer from Ear Marked Reserves	0	0	0
Transfer from General Fund Balance (£2.4m)	(150,090)	150,090	0
<b>TOTAL BUDGETED EXPENDITURE</b>	<b>9,600,400</b>	<b>(87,490)</b>	<b>9,512,910</b>
<b>Funded by:-</b>			
Formula Grant	(4,684,750)	618,810	(4,065,940)
Council Tax freeze - for 2013/14	(51,740)	51,740	0
Collection Fund Surplus	(100,000)	0	(100,000)
Council Tax	(4,763,910)	(221,090)	(4,985,000)
<b>TOTAL FUNDING</b>	<b>(9,600,400)</b>	<b>449,460</b>	<b>(9,150,940)</b>
<b>REQUIREMENT TO BALANCE THE BUDGET</b>	<b>0</b>	<b>361,970</b>	<b>361,970</b>

**Current Assumptions :**

- 1 Formula Grant has been reduced by £618k as previously advised, actual to be provided late December.
- 2 Council Tax income based on growing property base and an illustrative 1.5% increase on the band D figure of £182.15.
- 3 Government has indicated it may offer another Council Tax freeze grant for 2014/15
- 4 2014/15 salary budgets include an increase of 1%.
- 5 Actuaries forecast increase to pension contribution rates of by 0.1%. Have also included figures for auto-enrolment and
- 6 All income flows have been reviewed and adjusted for changes in demand and unit price
- 7 Investment income has been based upon the existing lending criteria now in force.
- 8 Nil transfer into the General Fund Balance
- 9 Revenue contribution to Capital funding has been left at £350k - this does not balance the 2014/15 capital programme.
- 10 We have inflated fuel & utility costs and reviewed against 2013/14 expenditure levels.

## Community Well Being PDG Service Unit Budgets for 2014/15

Service Unit	Description	2012/13 Actual	2013/14 Budget	2014/15 Budget	Movement
SCD01 Community Development	Community Development	446,694	449,920	419,900	(30,020)
SCD02 Economic Development	Economic Development	(23,279)	(18,300)	(6,910)	11,390
SCS20 Customer Services Admin	Customer Services Admin	167,564	194,050	154,910	(39,140)
SCS22 Customer First	Customer First	490,354	524,840	647,450	122,610
SES01 Emergency Planning	Emergency Planning	1,180	400	0	(400)
SES03 Community Safety - C.C.T.V.	Community Safety - C.C.T.V.	2,645	340	3,100	2,760
SES11 Pool Cars	Pool Cars	(8,898)	0	6,480	6,480
SES16 Es Staff Units/Recharges	Es Staff Units/Recharges	638,071	660,630	609,390	(51,240)
SES17 Community Safety	Community Safety	47,918	53,910	55,440	1,530
SES18 Food Safety	Food Safety	(5,690)	(6,150)	(1,530)	4,620
SES19 Health And Safety At Work	Health And Safety At Work	23,267	23,670	22,710	(960)
SES20 Health Education	Health Education	(1,260)	(1,230)	0	1,230
SES21 Licensing	Licensing	23,659	31,130	(12,500)	(43,630)
SES22 Pest Control	Pest Control	6,421	4,200	5,500	1,300
SES23 Pollution Reduction	Pollution Reduction	65,146	7,360	2,710	(4,650)
SPR01 Building Regulations	Building Regulations	93,467	55,340	44,640	(10,700)
SPR02 Enforcement	Enforcement	112,222	26,840	97,800	70,960
SPR03 Development Control	Development Control	25,150	110,080	75,160	(34,920)
SPR04 Local Land Charges	Local Land Charges	(18,405)	(18,310)	(20,450)	(2,140)
SPR06 Economic Development	Economic Development	(117,181)	(50,100)	(60,360)	(10,260)
SPR07 Tourism Pol, Marketing & Devel	Tourism Pol, Marketing & Devel	170	0	0	0
SPR09 Forward Planning	Forward Planning	292,440	252,450	249,310	(3,140)
SPR11 Regional Planning	Regional Planning	23,419	66,020	62,520	(3,500)
SRB01 Collection Of Council Tax	Collection Of Council Tax	261,142	252,590	275,020	22,430
SRB02 Collection Of Business Rates	Collection Of Business Rates	(59,033)	(52,730)	(58,400)	(5,670)
SRB03 Housing Benefit Admin & Fraud	Housing Benefit Admin & Fraud	(40,131)	79,870	56,760	(23,110)
SRB04 Housing Benefit Subsidy	Housing Benefit Subsidy	(66,187)	10,000	10,000	0
SRB06 Debt Recovery	Debt Recovery	35,862	33,670	38,170	4,500
SRB08 Council Tax Benefit Subsidy	Council Tax Benefit Subsidy	(79,944)	249,350	0	(249,350)
SR501 Recreation And Sport	Recreation And Sport	353,766	245,610	171,910	(73,700)
<b>TOTALS</b>		<b>2,690,548</b>	<b>3,185,450</b>	<b>2,848,730</b>	<b>(336,720)</b>



### SCD01 Community Development

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	213,941	203,590	205,720	2,130
3000	Transport	4,719	4,660	3,020	(1,640)
4000	Cost Of Goods And Services	297,589	242,190	211,680	(30,510)
7000	Income	(69,555)	(520)	(520)	0
	<b>TOTALS</b>	<b>446,694</b>	<b>449,920</b>	<b>419,900</b>	<b>(30,020)</b>

Cost Centre	Cost Centre Name
CD200	Community Development
CD205	Ho Communities & Gov
CD210	Community Services Unit

### Major Budget Movements

The grant and seed fund budget has been reduced (£34k), as approved by Members 5/11/2013. This budget now however includes the Exe Rail grant £3.5k which has been transferred from SPR11.

### SCD02 Economic Development

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	27,866	32,590	50,050	17,460
2000	Premises	41,976	47,850	48,430	580
3000	Transport	0	40	40	0
4000	Cost Of Goods And Services	11,861	11,220	10,990	(230)
7000	Income	(104,982)	(110,000)	(116,420)	(6,420)
	<b>TOTALS</b>	<b>(23,279)</b>	<b>(18,300)</b>	<b>(6,910)</b>	<b>11,390</b>

Cost Centre	Cost Centre Name
CD300	Markets
CD305	Market Special Events

### Major Budget Movements

The increase in employee costs is due to the addition of the new Market Officer post.  
An additional (£5k) has been added as target income for the Market.

### SCS20 Customer Services Admin

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	103,678	116,590	90,470	(26,120)
2000	Premises	0	0	0	0
3000	Transport	0	40	40	0
4000	Cost Of Goods And Services	63,984	77,720	64,480	(13,240)
7000	Income	(98)	(300)	(80)	220
	<b>TOTALS</b>	<b>167,564</b>	<b>194,050</b>	<b>154,910</b>	<b>(39,140)</b>

Cost Centre	Cost Centre Name
CS900	Central Photocopying
CS902	Central Postage
CS904	Crediton Postage
CS910	Customer Services Admin

### Major Budget Movements

2 salary posts now split 50/50 between Customer Services Admin and Customer First  
 Franked Mail reduced by £9400, moving to Clean Mail which is charged to the services

### SCS22 Customer First

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	444,512	465,860	586,350	120,490
3000	Transport	1,726	2,380	5,780	3,400
4000	Cost Of Goods And Services	44,952	57,450	58,000	550
7000	Income	(835)	(850)	(2,680)	(1,830)
	<b>TOTALS</b>	<b>490,354</b>	<b>524,840</b>	<b>647,450</b>	<b>122,610</b>

Cost Centre	Cost Centre Name
CS200	Communications
CS500	Messenger Services
CS930	Customer First Management
CS932	Customer First
CS936	Crediton Office Section

### Major Budget Movements

Corporate Communications and Messengers now form part of Customer Services following a restructure.

Salaries - A retired member of Corporate Communications of staff has been replaced with an apprentice.

Customer First Management salary cost has increased following the restructure. Customer First now shares 50% of the cost of two members of staff previously paid for entirely by Customer Services Admin.

### SES01 Emergency Planning

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
4000	Cost Of Goods And Services	1,180	400	0	(400)
	<b>TOTALS</b>	<b>1,180</b>	<b>400</b>	<b>0</b>	<b>(400)</b>

Cost Centre	Cost Centre Name
ES600	Emergency Planning

### Major Budget Movements

This budget has been removed and placed with Environmental Health Team as they will be carrying out this function.

**SES03 Community Safety - C.C.T.V.**

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	3,378	3,540	3,700	160
2000	Premises	0	970	970	0
3000	Transport	0	80	50	(30)
4000	Cost Of Goods And Services	6,767	3,250	3,380	130
7000	Income	(7,500)	(7,500)	(5,000)	2,500
	<b>TOTALS</b>	<b>2,645</b>	<b>340</b>	<b>3,100</b>	<b>2,760</b>

Cost Centre	Cost Centre Name
ES200	Cctv Initiatives

**Major Budget Movements**

It is proposed that Creden Town Council will be managing the CCTV in Creden , therefore MDDC will no longer receive a contribution.

### SES11 Pool Cars

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
2000	Premises	0	0	0	0
3000	Transport	3,057	0	6,480	6,480
4000	Cost Of Goods And Services	295	0	0	0
7000	Income	(12,249)	0	0	0
	<b>TOTALS</b>	<b>(8,898)</b>	<b>0</b>	<b>6,480</b>	<b>6,480</b>

Cost Centre	Cost Centre Name
ES580	Pool Car Running Costs

### Major Budget Movements

Sinking fund is required for the three Pool Car that we own.

### SES16 Es Staff Units/Recharges

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	601,235	614,530	564,430	(50,100)
3000	Transport	29,642	39,430	32,870	(6,560)
4000	Cost Of Goods And Services	7,376	6,890	12,310	5,420
7000	Income	(183)	(220)	(220)	0
	<b>TOTALS</b>	<b>638,071</b>	<b>660,630</b>	<b>609,390</b>	<b>(51,240)</b>

Cost Centre	Cost Centre Name
ES710	Es Business Support
ES720	Es Management
ES730	Environmental Enforcement
ES733	Environmental Health

### Major Budget Movements

The Environmental Services restructure has seen a decrease in the salary budgets within this service unit but increase in Grounds Maintenance, Private Sector Housing and Recycling salary budgets where staff have been moved.



### SES17 Community Safety

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	54,019	53,400	54,730	1,330
3000	Transport	2,157	1,590	1,710	120
4000	Cost Of Goods And Services	23,694	4,920	5,000	80
7000	Income	(31,951)	(6,000)	(6,000)	0
	<b>TOTALS</b>	<b>47,918</b>	<b>53,910</b>	<b>55,440</b>	<b>1,530</b>

Cost Centre	Cost Centre Name
ES250	Community Safety
ES252	Building Safer Community Fund
ES254	Csp - Police Fund
ES256	Community Safety Partnership

### Major Budget Movements

No major variance to report.

### SES18 Food Safety

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	142	500	500	0
4000	Cost Of Goods And Services	5,541	11,350	14,240	2,890
7000	Income	(11,373)	(18,000)	(16,270)	1,730
	<b>TOTALS</b>	<b>(5,690)</b>	<b>(6,150)</b>	<b>(1,530)</b>	<b>4,620</b>

Cost Centre	Cost Centre Name
ES260	Food Protection
ES270	Water Quality Monitoring

### Major Budget Movements

No Major Budget Movements

**SES19 Health And Safety At Work**

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	21,621	21,400	21,600	200
3000	Transport	1,147	1,050	980	(70)
4000	Cost Of Goods And Services	499	1,220	130	(1,090)
	<b>TOTALS</b>	<b>23,267</b>	<b>23,670</b>	<b>22,710</b>	<b>(960)</b>

Cost Centre	Cost Centre Name
ES750	Health And Safety At Work
ES760	Health And Safety Officer

**Major Budget Movements**

No Major Budget Movements

### SES20 Health Education

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
4000	Cost Of Goods And Services	0	3,040	0	(3,040)
7000	Income	(1,260)	(4,270)	0	4,270
	<b>TOTALS</b>	<b>(1,260)</b>	<b>(1,230)</b>	<b>0</b>	<b>1,230</b>

Cost Centre	Cost Centre Name
ES770	Health Education

### Major Budget Movements

This cost centre has been merged with Food protection.

### SES21 Licensing

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	114,288	118,430	73,640	(44,790)
3000	Transport	3,688	2,770	3,360	590
4000	Cost Of Goods And Services	19,562	20,370	21,910	1,540
7000	Income	(113,880)	(110,440)	(111,410)	(970)
	<b>TOTALS</b>	<b>23,659</b>	<b>31,130</b>	<b>(12,500)</b>	<b>(43,630)</b>

Cost Centre	Cost Centre Name
ES550	Licensing
ES740	Licensing Unit

### Major Budget Movements

Employee costs have reduced due to the retirement of the Licensing & Administration Manager in May 2014.

### SES22 Pest Control

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
2000	Premises	0	0	0	0
4000	Cost Of Goods And Services	6,421	4,200	5,500	1,300
	<b>TOTALS</b>	<b>6,421</b>	<b>4,200</b>	<b>5,500</b>	<b>1,300</b>

Cost Centre	Cost Centre Name
ES600	Pest Control

### Major Budget Movements

No Major Budget Movements

### SES23 Pollution Reduction

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
2000	Premises	815	670	870	200
3000	Transport	7	0	0	0
4000	Cost Of Goods And Services	80,513	22,680	15,360	(7,320)
7000	Income	(16,189)	(15,990)	(13,520)	2,470
	<b>TOTALS</b>	<b>65,146</b>	<b>7,360</b>	<b>2,710</b>	<b>(4,650)</b>

Cost Centre	Cost Centre Name
ES650	Contaminated Land
ES660	Control Of Pollution
ES670	Local Air Pollution

### Major Budget Movements

Budget savings of (£7k) has come from Contaminated Land. No works are currently on-going in this area but the Authority has a responsibility to act if a case of contaminated land is reported. Any cost associated with a new case would have to be funded from General Fund Reserves.

### SPR01 Building Regulations

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	293,140	304,890	297,390	(7,500)
3000	Transport	21,430	21,100	25,660	4,560
4000	Cost Of Goods And Services	7,565	18,380	18,620	240
7000	Income	(228,667)	(289,030)	(297,030)	(8,000)
	<b>TOTALS</b>	<b>93,467</b>	<b>55,340</b>	<b>44,640</b>	<b>(10,700)</b>

Cost Centre	Cost Centre Name
PR100	Building Regulations

### Major Budget Movements

Restructured staffing reduced salaries by £7.5k  
 Income budgets increased by £8k



### SPR02 Enforcement

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	96,658	86,130	88,330	2,200
3000	Transport	5,396	4,840	4,760	(80)
4000	Cost Of Goods And Services	10,768	4,670	4,710	40
7000	Income	(599)	(68,800)	0	68,800
	<b>TOTALS</b>	<b>112,222</b>	<b>26,840</b>	<b>97,800</b>	<b>70,960</b>

Cost Centre	Cost Centre Name
PR110	Enforcement
PR900	Dangerous Buildings And Trees

### Major Budget Movements

Loss of Planning Delivery Grant funding increases the Enforcement budget by £69k

**SPR03 Development Control**

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	627,539	657,940	650,600	(7,340)
2000	Premises	82,487	0	0	0
3000	Transport	20,450	16,950	19,150	2,200
4000	Cost Of Goods And Services	85,145	66,590	77,410	10,820
7000	Income	(790,470)	(631,400)	(672,000)	(40,600)
	<b>TOTALS</b>	<b>25,150</b>	<b>110,080</b>	<b>75,160</b>	<b>(34,920)</b>

Cost Centre	Cost Centre Name
PR200	Development Control

**Major Budget Movements**

Income on fees and pre-application advice to rise by £75k  
Reduction in funding of £34k from Planning Delivery Grant expended

**SPR04 Local Land Charges**

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	69,688	53,230	53,510	280
3000	Transport	91	180	180	0
4000	Cost Of Goods And Services	32,869	33,490	31,070	(2,420)
7000	Income	(121,053)	(105,210)	(105,210)	0
	<b>TOTALS</b>	<b>(18,405)</b>	<b>(18,310)</b>	<b>(20,450)</b>	<b>(2,140)</b>

Cost Centre	Cost Centre Name
PR210	Local Land Charges

**Major Budget Movements**

**SPR06 Economic Development**

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	48,020	47,910	48,360	450
2000	Premises	9,064	19,650	9,870	(9,780)
3000	Transport	2,382	1,930	900	(1,030)
4000	Cost Of Goods And Services	89,968	650	710	60
7000	Income	(266,617)	(120,240)	(120,200)	40
	<b>TOTALS</b>	<b>(117,181)</b>	<b>(50,100)</b>	<b>(60,360)</b>	<b>(10,260)</b>

Cost Centre	Cost Centre Name
PR400	Business Development
PR405	Industrial Sites & Buildings

**Major Budget Movements**

Due to the current year budget not being spent, the planned maintenance budget is not required for 2014-15.

**SPR07 Tourism Pol, Marketing & Deve**

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
4000	Cost Of Goods And Services	170	0	0	0
7000	Income	(0)	0	0	0
	<b>TOTALS</b>	<b>170</b>	<b>0</b>	<b>0</b>	<b>0</b>

Cost Centre	Cost Centre Name
PR410	Tourism Development

**Major Budget Movements**

### SPR09 Forward Planning

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	270,297	275,610	330,930	55,320
3000	Transport	6,681	6,670	6,720	50
4000	Cost Of Goods And Services	29,811	3,750	3,680	(70)
7000	Income	(14,350)	(33,580)	(92,020)	(58,440)
	<b>TOTALS</b>	<b>292,440</b>	<b>252,450</b>	<b>249,310</b>	<b>(3,140)</b>

Cost Centre	Cost Centre Name
PR600	Forward Planning Unit

### Major Budget Movements

Cll Officer and 2 additional planning officer posts funded from reserves

### SPR11 Regional Planning

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
4000	Cost Of Goods And Services	23,487	66,020	62,520	(3,500)
7000	Income	(68)	0	0	0
	<b>TOTALS</b>	<b>23,419</b>	<b>66,020</b>	<b>62,520</b>	<b>(3,500)</b>

Cost Centre	Cost Centre Name
PR800	Planning Policy
PR810	Statutory Development Plan

### Major Budget Movements

### SRB01 Collection Of Council Tax

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	257,504	248,850	256,320	7,470
2000	Premises	30	0	0	0
3000	Transport	5,003	3,310	3,310	0
4000	Cost Of Goods And Services	82,171	78,430	88,390	9,960
7000	Income	(83,567)	(78,000)	(73,000)	5,000
	<b>TOTALS</b>	<b>261,142</b>	<b>252,590</b>	<b>275,020</b>	<b>22,430</b>

Cost Centre	Cost Centre Name
RB100	Collection Of Council Tax

### Major Budget Movements

Increased salary costs includes 1% forecast increase and a Job Evaluation increase.

Increased goods & services relates to realigned Clean Mail postage charges of £14k (please see SRB03 which has reduced below), this is in part offset by a £6k saving as we will no longer be producing a Council Tax Leaflet; this information will now be available on line.

Income variance of £5k relates to projected income to be received from court costs, which has been realigned in accordance with 2013/14 projected outturn.



### SRB02 Collection Of Business Rates

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
4000	Cost Of Goods And Services	51,761	55,760	50,500	(5,260)
7000	Income	(110,794)	(108,490)	(108,900)	(410)
	<b>TOTALS</b>	<b>(59,033)</b>	<b>(52,730)</b>	<b>(58,400)</b>	<b>(5,670)</b>

Cost Centre	Cost Centre Name
RB200	Collection Of Business Rates
RB210	NNDR Charity Rate Relief

### Major Budget Movements

No significant variance to report

### **SRB03 Housing Benefit Admin & Fraud**

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	385,801	432,230	400,490	(31,740)
3000	Transport	4,353	4,550	2,640	(1,910)
4000	Cost Of Goods And Services	141,198	66,880	175,010	108,130
7000	Income	(571,483)	(423,790)	(521,380)	(97,590)
	<b>TOTALS</b>	<b>(40,131)</b>	<b>79,870</b>	<b>56,760</b>	<b>(23,110)</b>

Cost Centre	Cost Centre Name
RB300	Housing Benefit Admin
RB310	Housing Benefit Fraud
RB330	New Burdens - C/Tax Reform
RB340	Local Welfare Assist Scheme

### **Major Budget Movements**

A decrease in salary costs is due to the removal of vacant hours in Housing Benefit which had been left in the base due to the uncertainty of new Housing Benefit changes £19k & also a member of the Fraud team has returned from maternity leave on a part time basis £12k. Realigned Clean Mail Postage charges has resulted in a reduction of £22k (please see SRB01 which has increased above).

The local Welfare Assistance Scheme which has been passed on to District Councils from DCC is now included on expenditure £130k and income of (£130k), this reflects that it has no financial effect other than staff time to deliver the scheme.

A reduction of HB & CTB Administration grant of £32k

### SRB04 Housing Benefit Subsidy

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
4000	Cost Of Goods And Services	18,780,677	19,956,100	20,344,070	387,970
7000	Income	(18,846,865)	(19,946,100)	(20,334,070)	(387,970)
	<b>TOTALS</b>	<b>(66,187)</b>	<b>10,000</b>	<b>10,000</b>	<b>0</b>

Cost Centre	Cost Centre Name
RB400	Housing Rent Allowances

### Major Budget Movements

This movement reflects the additional demand for Housing Benefit offset by additional Subsidy income due from the DWP associated with this.

### SRB06 Debt Recovery

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	29,377	28,850	28,980	130
3000	Transport	0	100	100	0
4000	Cost Of Goods And Services	6,557	4,720	9,090	4,370
7000	Income	(73)	0	0	0
	<b>TOTALS</b>	<b>35,862</b>	<b>33,670</b>	<b>38,170</b>	<b>4,500</b>

Cost Centre	Cost Centre Name
RB600	Revenues Recovery Team
RB610	Mortgages

### Major Budget Movements

No significant variance to report

### **SRB08 Council Tax Benefit Subsidy**

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	0	0	0	0
4000	Cost Of Goods And Services	5,085,344	779,350	530,000	(249,350)
7000	Income	(5,165,288)	(530,000)	(530,000)	0
	<b>TOTALS</b>	<b>(79,944)</b>	<b>249,350</b>	<b>0</b>	<b>(249,350)</b>

Cost Centre	Cost Centre Name
RB410	Council Tax Benefit

### **Major Budget Movements**

The £249k reduction relates to the removal of the provision made in 13/14 for additional uncertain costs associated with the introduction of the new localised Council Tax Support Scheme; which based on 13/14 actual information will no longer be required.

### SRS01 Recreation And Sport

Group	Description	2012/13 Actuals	2013/14 Budget	2014/15 Budget	Movement £
1000	Employees	1,502,218	1,558,260	1,487,020	(71,240)
2000	Premises	711,132	670,780	679,660	8,880
3000	Transport	6,793	5,720	6,300	580
4000	Cost Of Goods And Services	265,296	262,480	348,060	85,580
7000	Income	(2,131,673)	(2,251,630)	(2,349,130)	(97,500)
	<b>TOTALS</b>	<b>353,766</b>	<b>245,610</b>	<b>171,910</b>	<b>(73,700)</b>

Cost Centre	Cost Centre Name
RS100	Leis Facilities Maint & Equip
RS110	Leisure Management & Admin
RS140	Exe Valley Leisure Centre
RS150	Lords Meadow Leisure Centre
RS160	Culm Valley Sports Centre

### Major Budget Movements

Removal of salary enhancements has reduced the salary budget by approximately £73k

Planned maintenance has reduced by £19k

A 3% forecast rise has been added to the rates and utility budgets equating to £27k

Software licences and communication costs have risen by £12k

New equipment leasing/repayment costs across all centres £56k

Income from potential price increases and spend to save projects will generate an additional £97k income

GENERAL FUND SUMMARY	Budget	Budget	Budget	Budget	Budget Meeting	Target Savings	Target Savings
(Direct costs)	direct fte's	Direct Cost	direct fte's	Direct Cost	Savings	2015/16	2016/17
	2012/13	2012/13	2013/14	2013/14	2014/15	2015/16	2016/17
	£	£	£	£			
<b>Managing the Environment</b>							
Parking Services	5.30	(442,280)	5.30	(419,310)			
Cemeteries	1.20	(2,540)	1.10	(23,590)	(9,000)		
Public Health	na	2,670	na	2,690			
Open Spaces	2.60	188,810	2.80	171,750			
Grounds Maintenance	18.00	498,380	18.00	519,340			
Asset Management	na	12,250	na	11,070	(6,000)		
Culture & Heritage	na	960	na	970			
Flood Defence And Land Drain	na	30,430	na	30,430	(4,000)		
Street Naming & Numbering	0.20	9,330	0.20	8,200			
Administration Buildings	0.39	255,780	0.10	273,010	(10,000)		
Mddc Depots	na	64,710	na	83,370			
Public Transport	na	(17,480)	na	(17,480)			
Office Building Cleaning	3.15	57,830	2.82	55,920			
Property Services Staff Unit	7.04	252,150	6.78	247,620			
Tourist Information Centre	na	920	na	920			
Public Conveniences	2.70	133,450	1.85	131,270	(10,000)		
Street Cleansing	7.00	322,210	6.00	331,480			
Waste Collection	28.00	861,730	29.00	1,190,990			
Recycling	28.11	325,070	23.86	427,600			
Waste Management	6.50	236,320	6.00	197,690			
<b>M the Env - Total</b>	<b>110.19</b>	<b>2,790,700</b>	<b>103.81</b>	<b>3,223,940</b>	<b>(39,000)</b>	<b>0</b>	<b>0</b>
<b>Community Well-Being</b>							
Community Development	4.00	441,800	4.81	448,020	(34,000)		
Economic Development - Markets	1.16	(26,640)	2.16	(18,300)	(5,000)		
Customer Services Admin	4.67	162,520	5.10	194,050			
Customer First	18.11	525,570	18.08	524,840	(18,300)		
Emergency Planning	na	400	na	400			
Community Safety - C.C.T.V.	0.19	480	0.19	340			
Es Staff Units/Recharges	18.07	671,600	17.39	658,030	(44,500)		
Community Safety	1.00	44,820	1.68	53,910			
Food Safety	na	(9,050)	na	(6,150)			
Health And Safety At Work	0.50	23,840	0.50	23,670			
Health Education	na	(2,430)	na	(1,230)			
Licensing	3.50	35,600	3.50	29,730	(25,000)	(20,000)	
Pest Control	na	4,200	na	4,200			
Pollution Reduction	na	11,340	na	7,360			
Building Regulations	8.65	100,560	7.65	52,140	(25,000)		
Enforcement	3.00	45,160	3.00	26,840	(16,800)		
Development Control	19.20	174,500	18.06	107,280	(75,000)		
Local Land Charges	2.34	(5,140)	1.80	(19,010)			
Forward Planning	7.62	253,230	7.62	249,950	(4,000)		
Regional Planning	na	66,740	na	66,020	(2,000)		
Business Development/Industrial Buildings	1.00	(36,520)	1.00	(50,100)			
Collection Of Council Tax	8.34	247,700	8.34	251,610			
Collection Of Business Rates	na	(58,540)	na	(52,730)			
Housing Benefit Admin & Fraud	14.55	77,950	14.55	78,670	(34,000)		
Housing Benefit Subsidy	na	10,000	na	10,000			
Debt Recovery	1.24	32,670	1.24	33,540			
Council Tax Benefit Subsidy	0.00	0	0.00	249,350			
Recreation And Sport	44.70	344,940	46.80	239,260	(192,000)		
<b>Cabinet</b>	<b>161.84</b>	<b>3,137,300</b>	<b>163.47</b>	<b>3,161,690</b>	<b>(475,600)</b>	<b>(20,000)</b>	<b>0</b>
Corporate Communications	1.50	138,360	1.50	139,280			
Corporate Fees/Charges	3.00	106,250	2.50	91,610			
Pension Backfunding	na	159,820	na	143,940			
Accountancy Services	9.95	429,350	8.75	374,000			
Internal Audit	3.00	100,510	2.81	97,810			
Procurement	1.61	49,220	1.61	49,080			
Purchase Ledger	1.80	49,620	1.80	49,820			
Sales Ledger	1.50	34,170	1.40	34,360	(2,000)		
Human Resources	4.81	225,270	5.81	239,960	(27,000)		
Mddc Staff Training	na	63,860	na	130,040			
Payroll	1.00	35,000	1.00	35,000			
Learning And Development	0.81	31,250	0.81	32,320			
It Gazetteer Management	2.00	85,190	2.00	69,810			
It Information Management	1.00	49,330	1.00	28,290			
It Information Technology	12.68	844,940	12.68	845,250	(20,000)		
Electoral Registration	3.00	107,030	3.00	111,070			
Election Costs	na	20,000	na	20,000			
Democratic Rep And Management	3.00	425,050	3.00	421,730	(4,500)		
Messenger Services	1.78	43,030	1.78	42,680			
Legal Services	6.00	231,300	5.00	189,600			
<b>Decent &amp; Affordable Homes</b>	<b>58.44</b>	<b>3,793,160</b>	<b>56.45</b>	<b>3,739,120</b>	<b>(53,500)</b>	<b>0</b>	<b>0</b>
<b>General Fund</b>							
Private Sector Housing Grants	3.50	157,010	3.00	127,740			
Housing Advice	3.00	104,750	3.00	102,440			
Homelessness Accommodation	3.30	183,770	2.80	155,280			
Gf Housing Management	na	10,000	na	10,000	(10,000)		
<b>Cross PDG/Cabinet items</b>	<b>9.80</b>	<b>455,530</b>	<b>8.80</b>	<b>395,460</b>	<b>(10,000)</b>	<b>0</b>	<b>0</b>
Reduction of ess users and rate + use HMRC mileage rate					(50,000)		
<b>TOTAL SAVINGS</b>	<b>340.27</b>	<b>10,176,690</b>	<b>332.53</b>	<b>10,520,210</b>	<b>(628,100)</b>	<b>(20,000)</b>	<b>0</b>
<b>Cost Pressures</b>							
Salary inflation 1% from 1/4/14					106,000		
Other inflation - 2% per annum on supp and serv + utilities - is this enough % ??					150,000		
Reduced grant - Revs & Bens					21,000		
Loss of HPDG in 14/15					124,000		
Non Recovery - DARS payments					20,000		
HR cost pressures ??? system software					10,000		
Pensions auto enrolment + contrib rates - tri-ennial review due 14/15					39,000		
Reduction in "On Street Parking recharge" to DCC					25,000		
<b>Month 3 monitoring forecast Issues - Trade Waste income</b>							
Trade Waste Income					31,000		
Non Recovery - DARS payments					20,000		
Contribution from EMR to balance 13/14 Budget					150,000		
Rev Contrib to balance Capital Programme :							
£350k included in our 13/14 base							
Proposed capital programme 14/15 £517 ,15/16 £456 ????							
?? Contributions to Econ Dev & Private Sector Housing could be reduced							
?? New Homes Bonus receipts - all used to fund capital programme							
					696,000	0	0
<b>Funding Adjusts</b>							
Reduced Formula Grant						500,000	500,000
One off Council Tax Freeze grant						(135,900)	(135,900)
C Tax 2.5% increase pa						(40,000)	(40,000)
C Tax addl properties							
					0	324,100	324,100
<b>BUDGET GAP</b>					67,900	304,100	324,100

**Medium Term Financial Plan 2014/15 - 2017/18 - Capital**

**Appendix 4**

	Provisional Capital Programme 2014/15 £k	Estimated Capital Programme 2015/16 £k	Estimated Capital Programme 2016/17 £k	Estimated Capital Programme 2017/18 £k	Total £k	Notes
<b><u>Estates Management</u></b>						
<b><u>Leisure - Site Specific</u></b>						
<b><u>Culm Valley Sports Centre</u></b>						
Emergency Lighting - Central battery back up system		25			25	
<b><u>Lords Meadow Leisure Centre</u></b>						
Existing Car Park surfacing		50			50	
<b>Total</b>	<b>0</b>	<b>50</b>	<b>0</b>	<b>25</b>	<b>75</b>	<b>0</b>
<b><u>Other MDDC Buildings</u></b>						
Tiverton Pannier Market Paving - resurface		150			150	Existing surface not suitable to heavy vehicles - subject to planning requirements
Tiverton Pannier Market decoration				60	60	
<b><u>Town Hall</u></b>						
Second fire escape from the council chamber to increase numbers allowed on 1st floor -subject to payback			30		30	Fire Risk Assesses max 60 people
Front windows - decoration & glazing improvements				35	35	
<b><u>General Car parks</u></b>						
MSCP improvements	50	50	50	50	200	Schedule of works required Lower deck expansion joints & top deck full resurface
<b><u>MDDC Depot sites</u></b>						
Lords Meadow Depot Credition - Asbestos roof replacement		30			30	Note renting building out ASAP - Still responsible as Landlord
Lords Meadow Depot Credition - side Asbestos panels remove & replace				25	25	Refurb costs to bring prop upto acceptable standard (separate to roof)
Old Road Depot- Yard resurfacing including re-lining			35		35	
Old Road - Replacement asbestos roof over stores area including access			32		32	
Station Yard Depot - Yard resurfacing including re-lining		35			35	
<b><u>Play Areas</u></b>						
Play area refurbishment district wide	50	50	50	50	200	Schedule of works. Confirmation of any funding from S106/Town Council. Gross up Projects
<b><u>Cemeteries</u></b>						
Chapel Roofs - Tiverton and Credition				50	50	
<b><u>Other Projects</u></b>						
Land drainage flood defence schemes	25	25	25	25	100	Schedule of works. Confirmation of any funding from DCC. Gross up Projects
<b>Total</b>	<b>125</b>	<b>340</b>	<b>222</b>	<b>295</b>	<b>982</b>	<b>0</b>
<b><u>HRA Projects</u></b>						
MRA	2,121	2,163	2,206	2,250	8,740	13/14 £2,079 + 2% per yr
Balance of Additional HRA money (Re Major Works 30 yr Plan)	1,379	1,337	1,294	1,250	5,260	£3.5m PA less Depn charge that forms MRA
Decent Homes Backlog Funding	1,200				1,200	



	Provisional Capital Programme 2014/15 £k	Estimated Capital Programme 2015/16 £k	Estimated Capital Programme 2016/17 £k	Estimated Capital Programme 2017/18 £k	Total £k	Notes
Westex South Shops - Walkway and flat roofs on shops	25				25	
Birchen Lane - re development of unit for housing conversion	120				120	Plan to turn into HRA prop instead of shop unit Total project cost £180k (60k slippage fr 13/14)
<b>Total</b>	<b>4,845</b>	<b>3,500</b>	<b>3,500</b>	<b>3,500</b>	<b>15,345</b>	
<b>ICT Projects</b>						
Replacement of PC estate		40		40	80	
Server farm expansion/upgrades	30	20			50	Detailed business case required
Trade Waste system replacement - business case required		50			50	
Continued replacement of WAN/LAN	30				30	
Unified Communications & telephone call reporting system (Customer First) - business case required	85	50	25		160	Corporate System re text/e-mails/converting phone messages to e-mail - cost each year is for additional licenses
Channel Shift & Digital by Design inc Back Office	60				60	
Web Transformation inc Extranet/customer portal + kiosks	55				55	
Mobile Working inc members	40	25			65	
Finance Cash receiving upgrade	30				30	
Oracle refreshes		20			20	
Misc items in future years		45	225	210	480	
<b>Total</b>	<b>330</b>	<b>250</b>	<b>250</b>	<b>250</b>	<b>1,080</b>	

#### Affordable Housing Projects

Grants to housing associations to provide houses (covered by Committed Sums)  
Affordable Housing 0.5 FTE  
Alexandra Lodge - contribution to Care Home Provision

	300	0	300	300	900
	17	17	17	17	68
		300			300
<b>Total</b>	<b>317</b>	<b>317</b>	<b>317</b>	<b>317</b>	<b>1,268</b>

#### Private Sector Housing Grants

Work in Default /Discretionary Grants  
Loans Scheme (Wessex Reinvestment Trust)  
Empty Homes  
Disabled Facilities Grants-P/Sector  
Disabled Facilities Grants - Council Houses

	111	116	122	122	471
	248	260	273	273	1,054
	414	435	457	457	1,763
	500	525	551	551	2,127
	285	300	308	308	1,201
<b>Total</b>	<b>1,558</b>	<b>1,636</b>	<b>1,711</b>	<b>1,711</b>	<b>6,616</b>

Possible review of Budget allocation

Possible review of Budget allocation

#### Economic Development Projects

Schemes as yet to be identified  
Pannier Market (conversion of pig pens into units and walkway cover)

	100	100	100	100	400
	30				30
<b>Total</b>	<b>130</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>430</b>

Schedule of works required

#### Leisure Projects (4)

EVLC - Inflatable Dome cover for tennis courts - need business case

		80			80
<b>Total</b>	<b>0</b>	<b>80</b>	<b>0</b>	<b>0</b>	<b>80</b>

Subject to Business Case demonstrating acceptable payback period

#### Replacement Vehicles (5)

Grounds Maintenance  
Housing Repairs (HRA)  
Street Cleansing

	103				103
	57				57
			65		65

	Provisional Capital Programme 2014/15		Estimated Capital Programme 2015/16		Estimated Capital Programme 2016/17		Estimated Capital Programme 2017/18		Total		Notes
	£k	£k	£k	£k	£k	£k	£k	£k	£k	£k	
Refuse Collection	160		320	160					640		
Trade Waste			160						160		
Recycling	565		325						890		
<b>Total</b>	<b>725</b>	<b>965</b>	<b>160</b>	<b>65</b>	<b>1,915</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	

**Grand Total** 8,030 7,238 6,260 6,263 27,791 0 0 0

### Funding

	2014/15	2015/16	2016/17	2017/18	Total	Notes
	£k	£k	£k	£k	£k	
Council House sales	-267	-267	-267	-267	-1,068	Assumes 12 RTB's Per Year
Misc Land/Property sales (1)	-110	-110	-110	-110	-440	Average of last 3 years received
Disabled Facility Grants - Mandatory - Private Sector	-245	-245	-245	-245	-980	Private Sector DFG's part funded by DCLG grant 13/14 allocation £245,717
HRA Revenue Contribution	-145	-57	0	0	-202	Matched to HRA spend
Major Repairs Allowance - to be subsumed into general RCOO from HRA	-2,121	-2,163	-2,206	-2,250	-8,740	Matched to MRA spend (2% inflation per annum)
Balance of Additional HRA money (Re Major Works 30 yr Plan) - ditto above comment	-1,379	-1,337	-1,294	-1,250	-5,260	Matched to 'balance of additional HRA money' detailed above
Decent Homes Backlog Funding	-1,200	-317	-317	-317	-1,200	Grant from Homes & Communities Agency (HCA)
Affordable Housing S106s - matched to spend	-317	-317	-317	-317	-1,268	Matched to Affordable Housing Spend
General Capital Reserve	-34	-34	-34	-34	-136	EQ650 at 31/03/13 £930k - £794k 13/14 Cap prog = £136k - This uses this reserve
2013/14 capital programme forecast net u/spends	0	0	0	0	0	
Regional Housing Pot Reserve	-112	-112	-112	-111	-447	EQ803 balance £544k - £97k Cap Prog 13/14 = £447k - This uses this reserve
Revenue Contribution from General Fund	-350	-350	-350	-350	-1,400	Amount required to balance the Capital Programme
Amounts req'd from New Homes Bonus (3)	-1,212	-1,114	-1,225	-1,224	-4,775	This is all budgeted NHB income
Contribution from UCR	-38	-36	-36	-36	-146	This uses all current UCR that is not committed in 13/14 Cap prog (upto Q1 13/14)
Contribution from sinking funds				-65	-65	

**Total Funding** -7,530 -6,142 -6,196 -6,259 -26,127 0 0

**Funding Gap** 500 1,096 64 4 1,664 0 0

### Notes:

- (1) Funding currently excludes Town Hall site (as will be ear marked towards future depot provision) & HRA purchase of properties from General Fund at St Andrews Street
- (2) No provision has been made for any property repairs/modernisation required at Silverton Mill if the Council continues to run its recycling operation at that location for the foreseeable future.
- (3) Report assumes a 35% reduction in NHB from 2015/16 as the Govt is currently consulting on this be given direct to the LEP.
- (4) Any additional spend to save Leisure projects will need to be supported by an appropriate business case that demonstrates payback within a specific period.
- (5) Significant investment required in 14/15 & 15/16 in order to modernise the Refuse & Recycling fleet; we are now providing revenue budgets (sinking funds) to provide for replacement vehicles in 5-6 years time

**Budget Consultation 2013**

The Citizen’s panel response:

In total 347 residents took part in the survey, which was made up of the following demographics:

- 52% female and 48% Male
- Under 35’s were under represented which should be taken into consideration when discussing the results; this may explain why only 11% of members have children under sixteen living in the household.

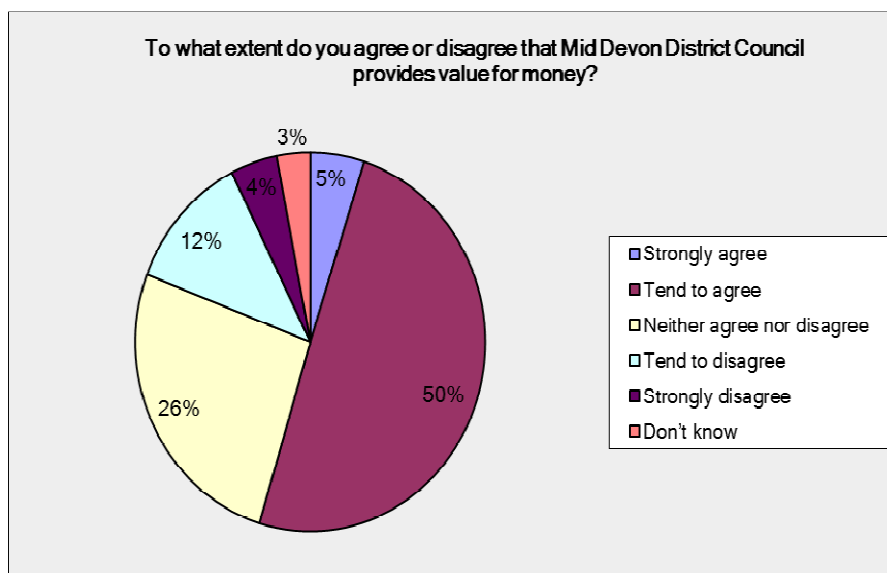
Under 25	0%
26-35	3%
36-45	9%
46-55	20%
56-65	24%
66-75	28%
76+	16%

- Panel members were represented across the district.

EX15	21.3%
EX16	37.3%
EX17	30.4%
Other	11.0%

**Value for money**

Mid Devon residents (55%) agree that MDDC provides value for money. Only 16% feel we don’t offer value for money.



## Priority services overall

Residents were asked to highlight the three services they felt were a priority. Refuse collection and recycling came out on top, residents feel it is an essential service, which protects public health and the environment, and there is no alternative service.

1. Refuse collection and recycling
2. Environmental health
3. Housing
4. Parks, open spaces and play areas  
= Community safety
5. Planning, development, and building control
6. Street cleaning
7. Leisure centres
8. Public conveniences
9. Community Grants

Environmental health is perceived to protect residents and maintain health standards. Residents believe everyone has a right to accommodation and it supports vulnerable people within our community, therefore Housing came out 3<sup>rd</sup>.

Leisure centres were rated a lower priority service as the majority of residents don't use the service. Public conveniences were ranked lower, as residents use shops and pub facilities instead. Residents feel there are other funding streams available and that the grants only benefit a few. Comments suggest the council should provide advice but not grants, these were reasons given for not voting community grants a priority service.

## Comments about how we allocate our money:

Mixed comments:

- Some residents are satisfied with how we balance our finances
- Others feel it's a difficult decision to make
- Some have opinions about specific services e.g. Recycling has a high proportion and services which charge (Planning and Leisure centres) should be cost neutral.
- Lower priority services still need to be funded as they are all important.

## Differences

Households with children under sixteen living at home prioritise the following services:

1. Refuse collection and recycling
2. Parks, open spaces and play areas
3. Leisure centres
4. Community Safety
5. Environmental Health
6. Housing
7. Street cleaning  
= Public conveniences  
= Planning
10. Community grants