

## GENERAL FUND REVENUE ACCOUNT DRAFT BUDGET SUMMARY 2021/22

		Budget 2020/2021	Movement	Draft Budget 2021/2022 Round 1	Movement	Draft Budget 2021/2022 Round 2	Movement	Draft Budget 2021/2022 Round 3
	Notes	£	£	£	£	£	£	£
Cabinet	2	5,433,721	292,620	5,726,341	1,028,662	6,755,003	-	6,755,003
Community		2,890,445	1,546,959	4,437,404	(1,403,213)	3,034,191	62,850	3,097,041
Economy		(549,012)	261,002	(288,010)	(29,340)	(317,350)	-	(317,350)
Environment		3,736,850	318,215	4,055,065	(242,356)	3,812,709	(73,000)	3,739,709
Homes		303,880	69,180	373,060	19,950	393,010	-	393,010
<b>TOTAL NET DIRECT COST OF SERVICES</b>	1/4	<b>11,815,884</b>	<b>2,487,976</b>	<b>14,303,860</b>	<b>(626,297)</b>	<b>13,677,563</b>	<b>(10,150)</b>	<b>13,667,413</b>
Net recharge to HRA	13	(1,481,630)	(44,449)	(1,526,079)	58,069	(1,468,010)	(33,400)	(1,501,410)
Provision for the financing of capital spending		1,052,154	(184,144)	868,010	(136,290)	731,720	-	731,720
<b>NET COST OF SERVICES</b>		<b>11,386,408</b>	<b>2,259,383</b>	<b>13,645,791</b>	<b>(704,518)</b>	<b>12,941,273</b>	<b>(43,550)</b>	<b>12,897,723</b>
PWLB Bank Loan Interest Payable								
Finance Lease Interest Payable		48,340	111,070	159,410	-	159,410	-	159,410
Interest from Funding provided for HRA		(49,000)	2,600	(46,400)	-	(46,400)	-	(46,400)
Interest Receivable / Payable on Other Activities	3	439,878	(122,998)	316,880	(176,360)	140,520	-	140,520
Interest Received on Investments		(568,322)	(135,968)	(704,290)	71,120	(633,170)	-	(633,170)
Transfers into Earmarked Reserves	5	2,597,050	(639,978)	1,957,072	404,300	2,361,372	-	2,361,372
Transfers from Earmarked Reserves	5	(1,369,370)	(169,025)	(1,538,395)	(621,476)	(2,159,871)	-	(2,159,871)
Proposed Contribution from New Homes Bonus Reserve	5	(960,540)	522,040	(438,500)	(58,069)	(496,569)	(352,952)	(849,521)
<b>TOTAL BUDGETED EXPENDITURE</b>		<b>11,524,444</b>	<b>1,827,124</b>	<b>13,351,568</b>	<b>(1,085,003)</b>	<b>12,266,565</b>	<b>(396,502)</b>	<b>11,870,063</b>
<b>Funded by: -</b>								
Revenue Support Grant		-	-	-	-	-	-	-
Lower Tier Services Support Grant		-	-	-	(179,252)	(179,252)	-	(179,252)
Rural Services Delivery Grant		(466,700)	-	(466,700)	(23,042)	(489,742)	-	(489,742)
Covid19 Non Ring-fenced Grant		-	-	-	(407,699)	(407,699)	-	(407,699)
Covid19 Income Compensation Schemes	12	-	-	-	(570,000)	(570,000)	-	(570,000)
New Homes Bonus	6	(1,418,190)	641,440	(776,750)	(182,000)	(958,750)	-	(958,750)
Retained Business Rates	7/8	(3,312,727)	255,320	(3,057,407)	(3)	(3,057,410)	(92,590)	(3,150,000)
Business Rates Pooling Dividend	9	(150,000)	150,000	-	-	-	-	-
CTS Funding Parishes		-	-	-	-	-	-	-
Collection Fund Surplus/Deficit	11	(112,000)	112,000	-	-	-	-	-
Council Tax (28,239.34 x £213.84)	10	(6,064,827)	26,127	(6,038,700)	(75,920)	(6,114,620)	-	(6,114,620)
<b>TOTAL FUNDING</b>		<b>(11,524,444)</b>	<b>1,184,887</b>	<b>(10,339,557)</b>	<b>(1,437,916)</b>	<b>(11,777,473)</b>	<b>(92,590)</b>	<b>(11,870,063)</b>
<b>REQUIREMENT TO BALANCE THE BUDGET</b>		<b>-</b>	<b>3,012,011</b>	<b>3,012,011</b>	<b>(2,522,919)</b>	<b>489,092</b>	<b>(489,092)</b>	<b>(0)</b>

**Current Assumptions: -**

- The annual salary increment has been reduced to reflect the intent of the public sector arrangements detailed in the Funding Settlement. That is a minimal provision has been made to recognise that local authority pay is settled independently.
- Income flows have been reviewed and adjusted for changes in demand and unit price. Provision has been made to reflect the estimated impacts of the pandemic assuming recovery trends commence at the beginning of the year.
- Investment income has been based upon the existing lending criteria now in force.
- Support services have been calculated in accordance with the annual process.
- All earmarked reserves have been reviewed and adjustment made based upon existing need.
- New Homes Bonus receipts based on the latest announcements in the Funding Settlement.
- Retained Business Rates - s31 grant relating to 100% relief for Retail, hospitality and Leisure in 2020/21 will compensate for deficit brought forward and has been included in this line.
- Any business rates deficit brought forward from 2020/21 is expected to be funded from EMR and so is not included as a pressure here.
- It is assumed that in the shadow of Covid 19, there will be no dividend from the Devon Business Rates Pool in 2021/22.
- Council Tax has been increased by £5 (the higher of £5 or 2%) from £208.84 to £213.84. Confirmation of this treatment was received in the Funding Settlement.
- As with NNDR, any Council Tax deficit brought forward from 2020/21 is expected to be funded from EMR and so is not included as a pressure above.
- This line relates to receipts in respect of compensation schemes for revenue losses arising in year from the pandemic. It is subject to a financial health warning and represents the best estimates of the s151 officer based on the advice received from central government at the current time. Any adverse movement in these numbers will require support from general fund reserves in order to balance this budget.
- Further to the completion of the recharge process with the HRA, these budget lines have now been aligned.