

**MID DEVON DISTRICT COUNCIL GENERAL FUND
MEDIUM TERM FINANCIAL PLAN 2016-17 TO 2020-21**

	Current Base								
	2016-17	Infl	2017-18	Infl	2018-19	Infl	2019-20	Infl	2020-21
	£	%	£	%	£	%	£	%	£
Employee costs									
Cost pressures			0		0		0		0
Savings			0		0		0		0
Base budget	11,974,330		12,563,390		12,689,024		12,815,914		12,944,073
<i>Inflation base</i>	11,974,330		12,563,390	1.0%	12,689,024	1.0%	12,815,914	1.0%	12,944,073
One off initiatives			0		0		0		0
Total in year cost	11,974,330		12,563,390		12,689,024		12,815,914		12,944,073
Premises costs									
Cost pressures			0		0		0		0
Savings			0		0		0		0
Base budget	1,691,600		1,756,880		1,777,963		1,806,410		1,842,538
<i>Inflation base</i>	1,691,600		1,756,880	1.2%	1,777,963	1.6%	1,806,410	2.0%	1,842,538
One off initiatives			0		0		0		0
Total in year cost	1,691,600		1,756,880		1,777,963		1,806,410		1,842,538
Transport related costs									
Cost pressures			0		0		0		0
Savings			0		0		0		0
Base budget	1,041,840		1,003,830		1,033,945		1,054,624		1,075,716
<i>Inflation base</i>	1,041,840		1,003,830	3.0%	1,033,945	2.0%	1,054,624	2.0%	1,075,716
One off initiatives			0		0		0		0
Total in year cost	1,041,840		1,003,830		1,033,945		1,054,624		1,075,716
Supplies and services									
Cost pressures			0		0		0		0
Savings			0		0		0		0
Base budget	3,275,040		3,275,040		3,373,291		3,440,757		3,509,572
<i>Inflation base</i>	3,275,040		3,275,040	3.0%	3,373,291	2.0%	3,440,757	2.0%	3,509,572
One off initiatives	0		0		0		0		0
Total in year cost	3,275,040		3,574,340		3,373,291		3,440,757		3,509,572
Housing Benefit payments	19,219,600	0%	18,225,770	0%	18,225,770	0%	18,225,770	0%	18,225,770
Sub total	37,202,410		37,124,210		37,099,993		37,343,475		37,597,670
Support services	(1,265,490)	1%	(1,276,490)	1.0%	(1,289,255)	1.5%	(1,308,594)	2.0%	(1,334,766)
Recharge adjustments									
Total gross expenditure	35,936,920		35,847,720		35,810,738		36,034,881		36,262,904
Fees, charges and grants									
Cost pressures			0		0		0		0
Savings			0		0		0		0
Base budget	(8,733,090)		(9,268,020)		(9,453,380)		(9,642,448)		(9,835,297)
<i>Inflation base</i>	(8,733,090)		(9,268,020)	2.0%	(9,453,380)	2.0%	(9,642,448)	2.0%	(9,835,297)
One off initiatives (See note 1)	0		0		(476,600)		(533,795)		(535,235)
Total in year cost	(8,733,090)		(9,268,020)		(9,929,980)		(10,176,243)		(10,370,532)
Housing benefit subsidy	(19,294,600)	0%	(18,300,770)	0%	(18,300,770)	0%	(18,300,770)	0%	(18,300,770)
Total income	(28,027,690)		(27,568,790)		(28,230,750)		(28,477,013)		(28,671,302)
NET COST OF SERVICES	7,909,230		8,278,930		7,579,987		7,557,868		7,591,602
Interest Payable (See note 1)	146,030		143,680		261,000		260,000		258,000
Capital Financing (See note 1)	361,140		353,680		353,668		454,185		451,548
Principal Timing Adjustment	39,580		44,690		2,706		7,876		13,155
Interest Receivable	(171,000)		(209,000)		(141,630)		(160,610)		(131,150)
Interest Receivable HRA to GF	(54,000)		(54,000)		(54,000)		(54,000)		(54,000)
Contribution to Capital	0		0		0		0		0

New Homes Bonus	(1,831,460)		(1,831,460)		(1,200,000)		(1,100,000)		(1,100,000)
Net transfers to / (from) earmarked reserves	2,169,990		1,940,840		1,891,970		1,791,970		1,791,970
TOTAL BUDGET EXPENDITURE	8,569,510		8,667,360		8,693,701		8,757,289		8,821,125
Funded by:									
Revenue Support Grant	(1,017,260)		(497,550)		(179,260)		0		0
Rural Services Delivery Grant	(463,810)		(374,510)		(288,084)		(288,084)		(288,084)
Transition Grant	(31,630)		(31,510)		0		0		0
Non NDR	(2,055,890)		(2,065,210)		(2,065,210)		(2,065,210)		(2,065,210)
NNDR Appeals	100,000		50,000		50,000		50,000		50,000
NNDR movement	0		0		(30,000)		(60,000)		(75,000)
Collection fund surplus	(8,230)		(52,860)		(52,860)		(52,860)		(52,860)
Council Tax	(5,147,940)		(5,285,480)		(5,323,910)		(5,363,910)		(5,403,910)
Average property growth			(38,430)		(40,000)		(40,000)		(40,000)
Reduction in CTR grant to TC/PCs	55,250	-15%	46,960	-15%	39,920	-15%	33,930	-15%	28,841
TOTAL FUNDING	(8,569,510)		(8,248,590)		(7,889,404)		(7,786,134)		(7,846,224)
Budget (Surplus) / Deficit	0		418,770		804,297		971,155		974,902
Opening balance 01 April 2016	(2,211,035)		(1,914,143)		(1,495,373)		(691,076)		280,079
Net Monitoring Forecast outturn	296,892								
Closing balance 31 March	(1,914,143)		(1,495,373)		(691,076)		280,079		1,254,981
Savings to be found			418,770		804,297		971,155		974,902
25% of Net Budget Requirement	(2,142,378)		(2,062,148)		(1,972,351)		(1,946,534)		(1,961,556)
Deficit/Surplus	228,235		566,775		1,281,275		2,226,612		3,216,537

* **Approved Council policy is maintain General Fund balance at 25% of the net budget requirement**

Notes:

1. One off initiatives - This includes the Council's current planning on the Exe Valley Leisure Centre and the developmnet site at the rear of the Tiverton Town Hall. The impact of borrowing and fianning costs have also been incorporated in the model.
2. I have included a £5 increase in Council Tax year on year purely for illustrative purposes - please note a 1% increase in Council Tax generates circa £50k per annum.
3. Property growth based on figures quoted in Forward Planning's housing supply data - obviously if achieve higher level we receive more Council Tax income but some of our costs will increase and some on a stepped basis (e.g. refuse/recycling, etc.).
4. Most of the New Homes Bonus, is used to support current and future Capital Programmes - mainly this money is earmarked towards future capital projects. NB changes to this is currently out for consultation.
5. The Council Tax reduction grant passed to Town and Parish Council's will be reduced in line with the level of central government grant cuts received by Mid Devon.
6. Too early to model impact of new NNDR funding arrangements. NB changes to this is currently out for consultation.