

2017/18 Draft Budget

Cabinet Scrutiny Committee 17 January 2017

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This Time Last Year- Appendix A(i)

<u>Appendix A (i) - High Level 2016-19 Budget Summary</u>	2017-18	
	£000s	£000s
Revised 2015-16 Base Budget		911,050
Additional Spending Pressures		
Net budget realignments from previous year	239	
Replacement of one-off use of reserves to fund base budget	10,852	
Pay & Prices	26,409	
Demand & Demographic	15,563	
Government & Legislative	1,500	
Service Strategies and Improvements	4,281	
Total Pressures		58,843
Savings & Income		
<u>Transformation Savings</u>		
Adults Transformation Programmes	-3,740	
Children's Transformation Programmes	-991	
Other Transformation Programmes	-2,379	
Income Generation	-3,019	
<u>Efficiency Savings</u>		
Staffing	-2,257	
Premises	-1,056	
Contracts & Procurement	-3,960	
Other	-3,656	
Financing Savings	-1,700	
Policy Savings	-6,594	
Total Savings & Income		-29,352
Unidentified		-51,934
Net Budget Requirement		888,607

What's Changed For 2017/18

16-19 MTFP → 17-20 MTFP

£(m)	16-19 MTFP	17-20 Draft MTFP	Difference
Pressures	58.8	66.3	7.5
Loss of Gov't Funding	43.7	46.4	2.8
Total Solution Required	102.5	112.7	10.2
Savings Identified	-29.4	-78.2	-48.9
Savings Unidentified	-51.9	0	51.9
Additional Council Tax	-18.2	-31.3	-13.1
Business Rates	-3.1	-3.2	-0.1
Total	-102.5	-112.7	-10.2

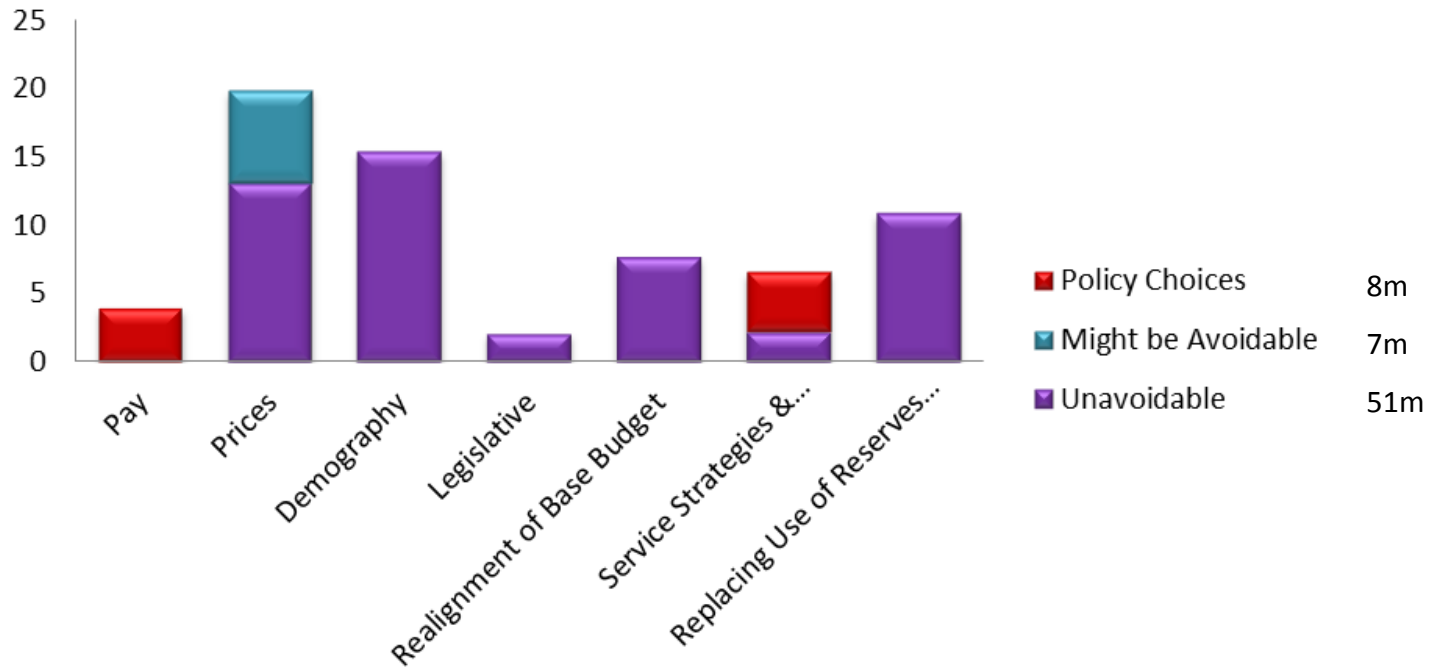
£8m Tax Base
£5m Collection
Fund



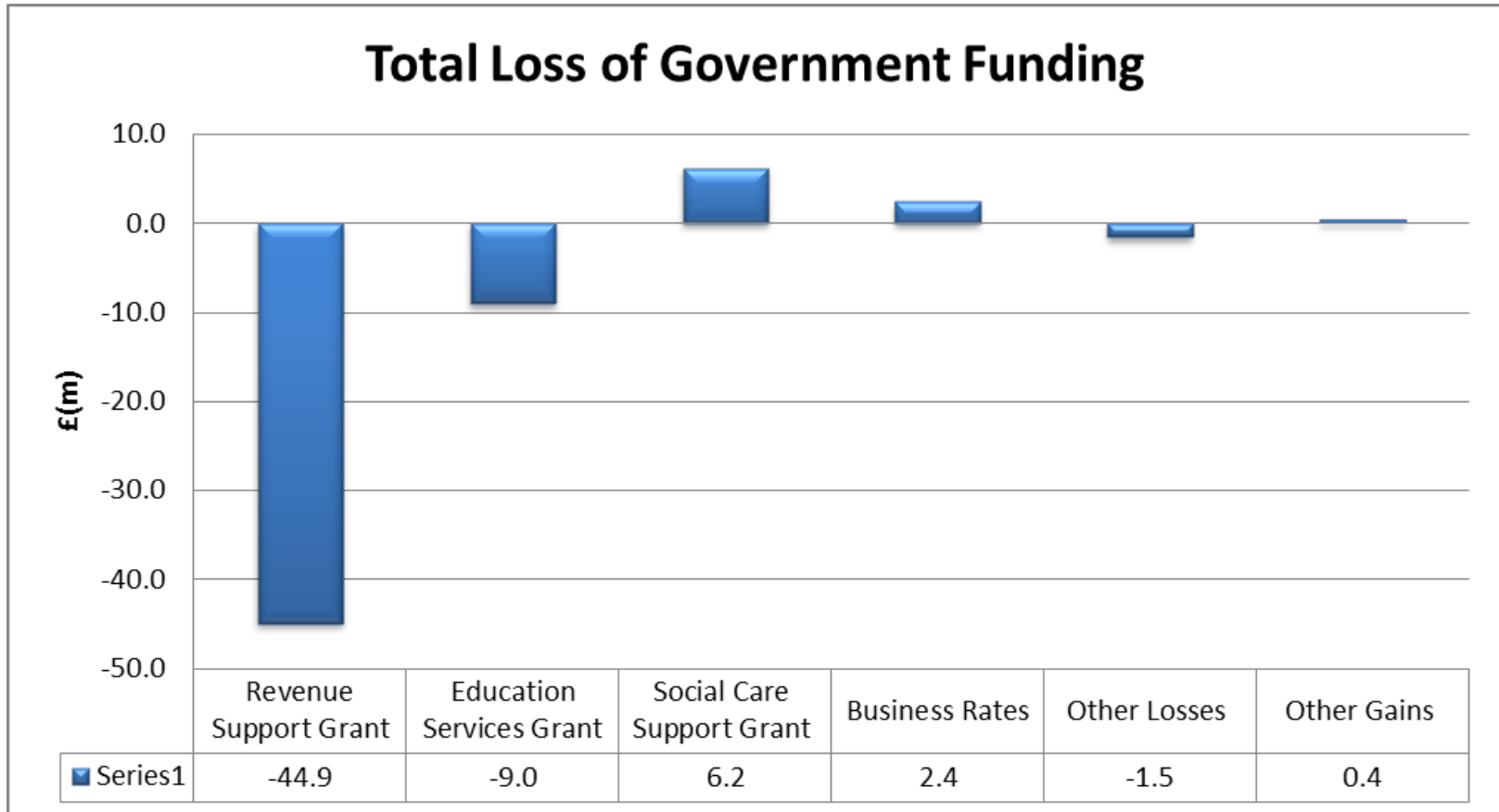
Proposed Council Tax Rate Increase	3.99%	3.99%
Council Tax Base Increase	1%	2.32%

Pressures

Pressures Categorised by: Policy/ Unavoidable and Might be Avoidable £(m)



Government Funding

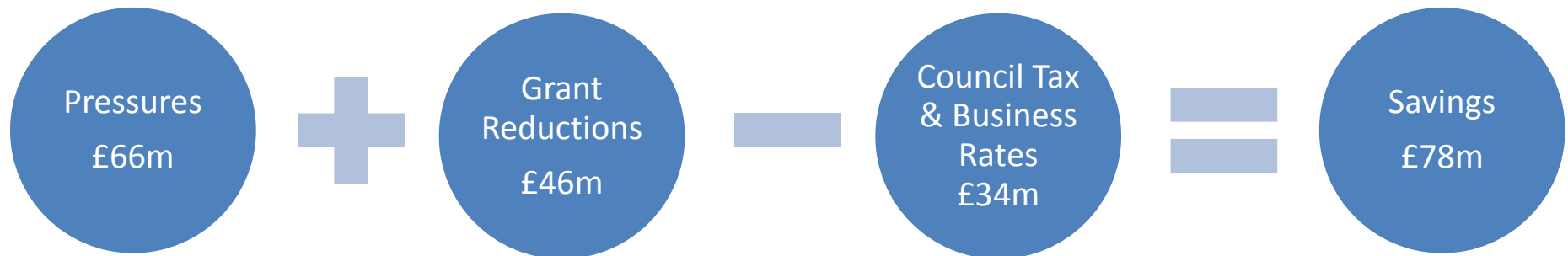


Total Loss of Funding: £46.4m

Council Tax & Business Rates

	%	£m	
Tax Base Increase	2.32%	13.2	£31.3m
Increase up to Referendum Level	1.99%	11.9	
Social Care Levy	2.00%	12.2	
Council Tax Collection Fund	-	-6.0	
Business Rates	2%	3.2	£3.2m
			£34.5m

Budget Equation

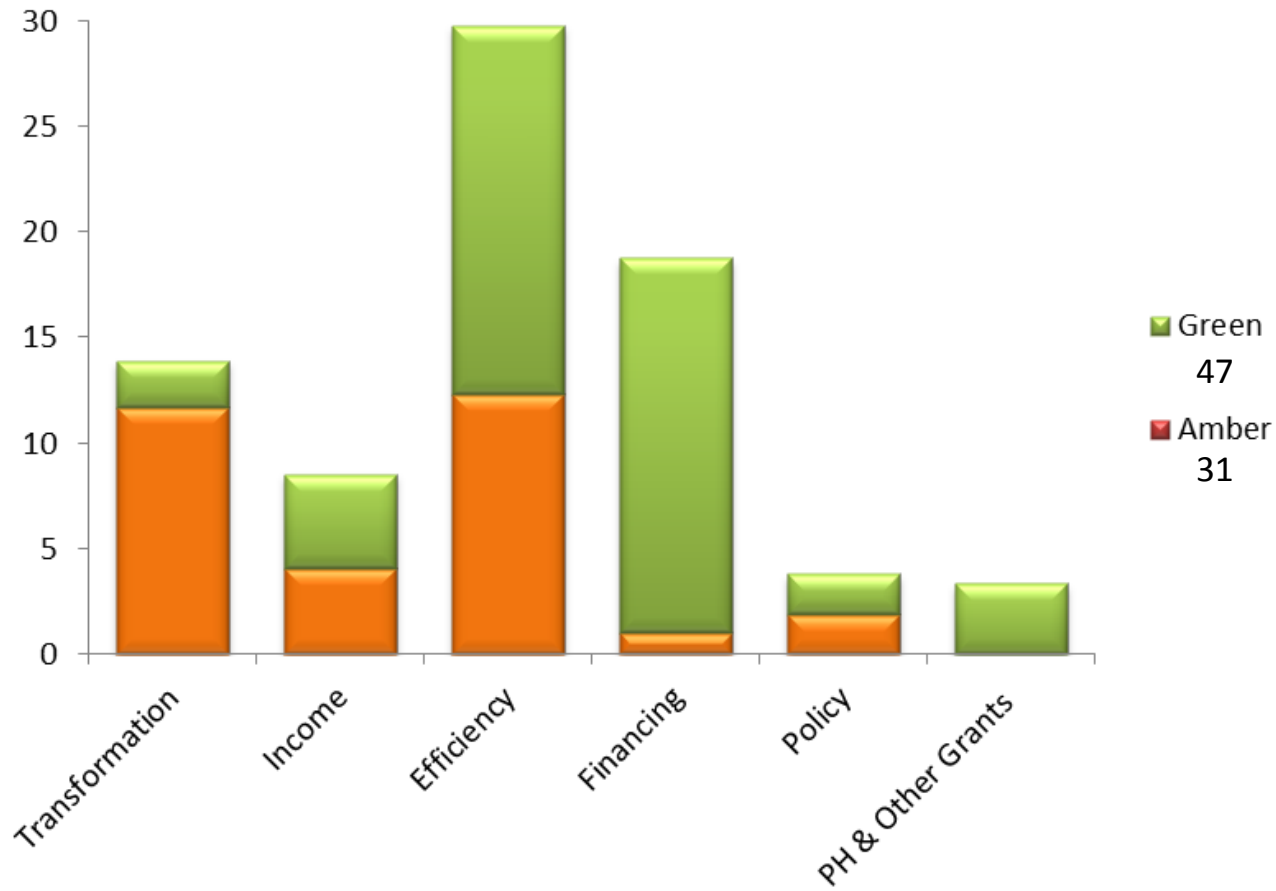


Savings

- Balance of the equation after pressures, loss of grant and council tax increases is that we need £78m of savings to balance the books
- Pages 89-94 set out the specific projects that are proposed in order to deliver that £78m
- Financing savings of £16m in the bag, and therefore will become Blue (B) rated in our BRAG rating
- First draft of the full BRAG status being worked on, but from the budget build process.....

BRAG Ratings

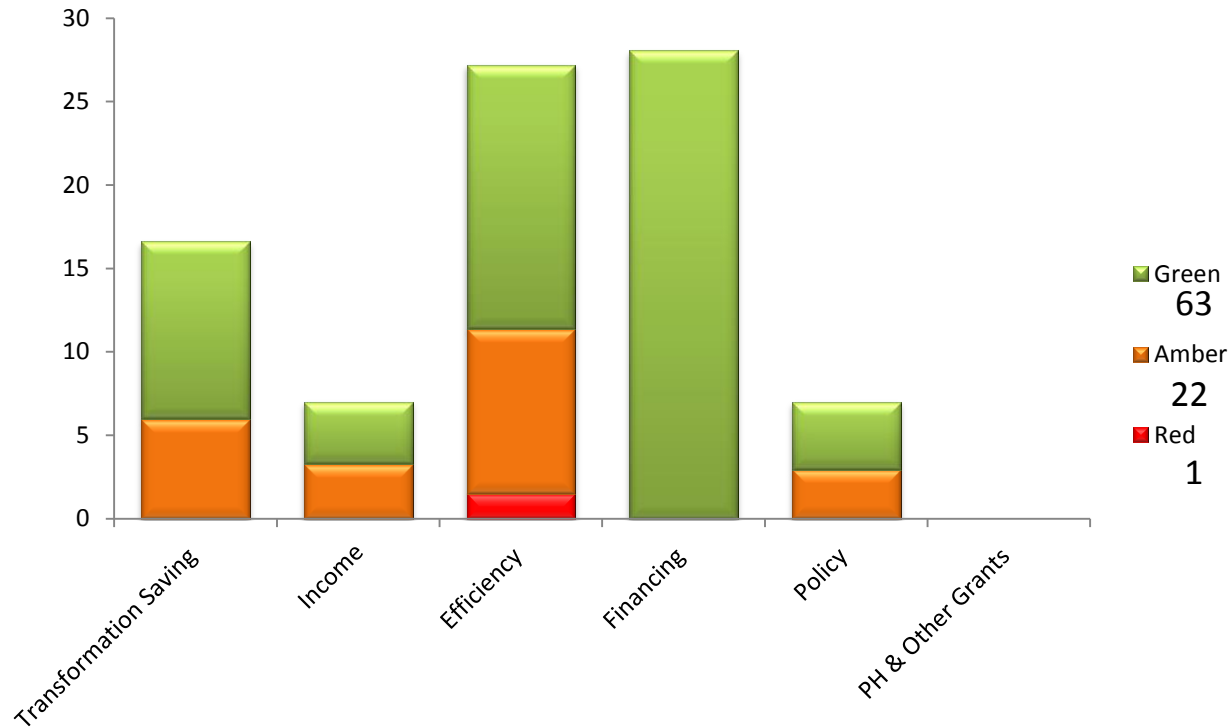
2017/18 Savings RAG Rated (£m)



This time last year

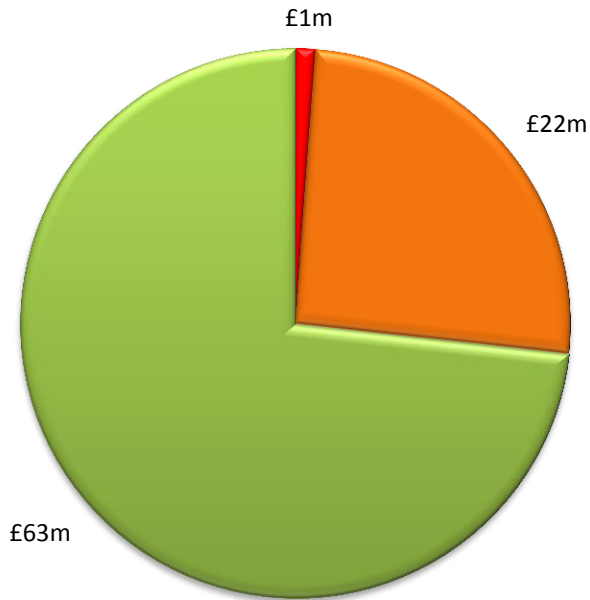
BRAG status as presented to County Council in February 2016

2016/17 Savings RAG Rated (£m)

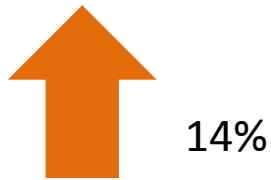
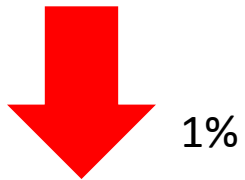
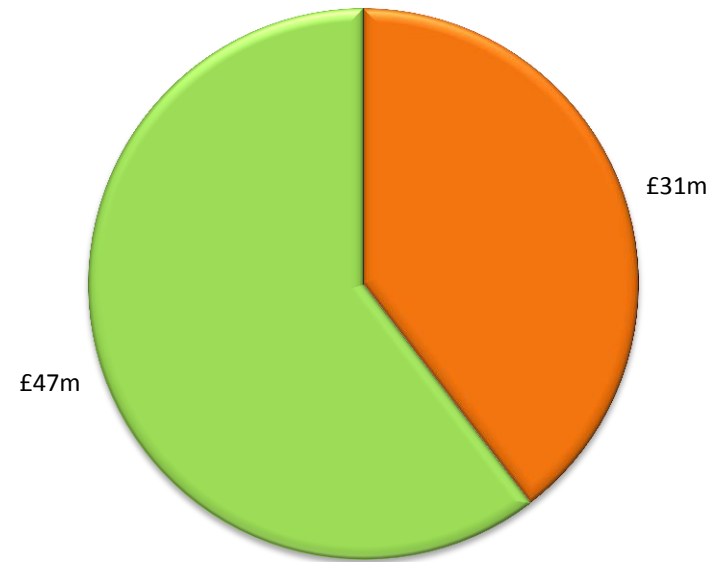


BRAG Ratings Summary £(m)

2016/17- £86m



2017/18- £78m



Reserves

As at 31 March 2016 our Statement of Accounts show usable revenue reserves of **£202.2m** (£165m earmarked, £37.2m general)

The 2016/17 budget assumed the net use of reserves of **£10.2m**, so the balance at 31 March 2017 is expected to be **£192m** (£154.8m earmarked, £37.2m general)

The draft 2017/18 proposals assume a net draw-down of reserves of **£11.4m**, leaving a proposed balance at 31 March 2018 of **£180.6m** (£143.4m earmarked, £37.2m general)

Questions?