

SOUTHEND-on-SEA BOROUGH COUNCIL

Medium Term Financial Forecast

|  | 2016/17<br>£000 | 2017/18<br>£000 | 2018/19<br>£000 | 2019/20<br>£000 |
|--|-----------------|-----------------|-----------------|-----------------|
| <b>Base Budget</b>   |                 |                 |                 |                 |
| From prior year  | 127,981         | 123,209         | 119,654         | 118,735         |
| LESS   |                 |                 |                 |                 |
| Appropriations to/from Reserves in prior year                      | 1               | 2,674           | (384)           | (1,353)         |
| Revenue Contributions to Capital                                   | (3,090)         | (6,026)         | (255)           | (60)            |
| Less other one-off expenditure/savings                             | 2,815           | 3,557           | (970)           | (593)           |
| <b>Adjusted Base Budget</b>  | 127,707         | 123,414         | 118,045         | 116,729         |
| Appropriations to/from reserves                                    | (2,674)         | 384             | 1,353           | 2,272           |
| Revenue Contributions to Capital (funded from Earmarked Reserves)  | 6,026           | 255             | 60              | 0               |
| Other one-off/time limited expenditure bids                        | (3,557)         | 970             | 593             | 98              |
| Inflation and other increases                                      | 1,757           | 2,240           | 2,240           | 2,240           |
| Corporate Cost Pressures   | 1,845           | 3,133           | 2,905           | 2,052           |
| Directorate Savings/Pressures                                      |                 |                 |                 |                 |
| On-going Corporate and Directorate cost pressures allowance        | 1,355           | 1,400           | 1,400           | 1,750           |
| Savings identified as per Budget Council                           | (10,086)        | 0               | 0               | 0               |
| <b>Better Care Fund</b>  |                 |                 |                 |                 |
| NHS funding to Support Social Care and benefit Health              | (5,518)         | (5,861)         | (8,601)         | (11,098)        |
| Expenditure relating to the NHS funding                            | 5,518           | 5,861           | 8,601           | 11,098          |
| <b>Housing Revenue Account</b>                                     |                 |                 |                 |                 |
| Projected Expenditure  | 25,864          | 25,864          | 25,864          | 25,864          |
| Projected Income   | (28,151)        | (28,151)        | (28,151)        | (28,151)        |
| Contributions to/(from) HRA Earmarked Reserves                     | 2,287           | 2,287           | 2,287           | 2,287           |
| <b>Schools</b>   |                 |                 |                 |                 |
| Dedicated Schools Grant received from Government                   | (57,351)        | (57,351)        | (57,351)        | (57,351)        |
| Dedicated Schools Grant distributed to schools                     | 57,351          | 57,351          | 57,351          | 57,351          |
| Pupil Premium received from Government (indicative)                | (8,000)         | (8,000)         | (8,000)         | (8,000)         |
| Pupil Premium distributed to schools                               | 8,000           | 8,000           | 8,000           | 8,000           |
| <b>Projected General Fund Net Expenditure</b>                      | 122,373         | 131,796         | 126,596         | 125,141         |
| <b>Changes in General Grants</b>                                   | 836             | 258             | 539             | 631             |
| <b>Budget Requirement</b>  | 123,209         | 132,054         | 127,135         | 125,772         |
| <b>Funded by:</b>  |                 |                 |                 |                 |
| Council tax increase (1.99% in 16/17 onwards) (taxbase +0.5% p.a.) | (65,875)        | (67,547)        | (69,289)        | (71,103)        |
| Social Care Precept (2.00% in 16/17 onwards)                       | (1,291)         | (2,644)         | (4,069)         | (5,564)         |
| Business Rates Retained  | (33,628)        | (34,282)        | (35,059)        | (35,880)        |
| Revenue Support Grant  | (21,415)        | (14,681)        | (10,318)        | (5,925)         |
| Reserves and Balances  | (1,000)         | (500)           | 0               | 0               |
| <b>Total funding</b>   | (123,209)       | (119,654)       | (118,735)       | (118,472)       |
| <b>Funding Gap</b>   | 0               | 12,400          | 8,400           | 7,300           |

|                                   |          |          |          |          |
|-----------------------------------|----------|----------|----------|----------|
| <b>Core Precept</b>               | 65,875   | 67,547   | 69,289   | 71,103   |
| <b>Social Care Precept</b>        | 1,291    | 2,644    | 4,069    | 5,564    |
| <b>Band D Council Tax</b>         |          |          |          |          |
| Council Tax for a Band D Property | 1,205.82 | 1,253.88 | 1,303.92 | 1,355.94 |
| % Increase in Council Tax         | 3.99%    | 3.99%    | 3.99%    | 3.99%    |
| <b>Council Tax Base</b>           |          |          |          |          |
| Council Tax Base                  | 55,701   | 55,980   | 56,260   | 56,541   |
| Increase in Taxbase on prior year | 2.03%    | 0.50%    | 0.50%    | 0.50%    |