

**CRAVEN DISTRICT COUNCIL - LONG TERM FINANCIAL STRATEGY**

	Base 2014/15	← 2015/16	MTFS 2016/17	→ 2017/18	2018/19	2019/20	2020/21
<b>KEY ASSUMPTIONS</b>							
Inflation (net pay and prices)					2.30%	2.30%	2.30%
Interest Rates	0.50%	0.50%	1.00%	1.25%	1.50%	1.75%	2.00%
Tax Base Increase	1.99%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%
Government Reduction in RSG	Actual	Indicative	-25.00%	-25.00%	-33.00%	-50.00%	-50.00%
Business Rates Increase	Indicative	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%
Council Tax Inflationary Increase	0.00%	1.99%	1.99%	1.99%	1.99%	1.99%	1.99%
<b>COUNCIL TAX</b>							
Tax Base (Number of Band D Equivalents)	21.180	21.339	21.499	21.660	21.823	21.987	22.151
Council Tax @ Band D (£)	152.21	155.24	158.33	161.48	164.69	167.97	171.31
Council Tax Precept Income (£000's)	3,224	3,313	3,404	3,498	3,594	3,693	3,795
<b>REVENUE FINANCING</b>							
	£000's	£000's	£000's	£000's	£000's	£000's	£000's
Council Tax	3,224	3,313	3,404	3,498	3,594	3,693	3,795
Total Business Rates	1,925	1,947	1,986	2,026	2,117	2,212	2,312
RSG	1,522	1,119	1,040	968	649	324	162
Council Tax Freeze Grant	34	-	-	-	-	-	-
Rural Delivery Services Grant	33	47	40	40	40	40	40
New Homes Bonus (Top Sliced)	796	885	1,059	1,059	1,200	1,200	1,200
Ctax Collection Fund Surplus/Deficit (+/-)	40	30	30	30	30	30	30
Rates Collection Fund Surplus/Deficit (+/-)	-	-	-	-	-	-	-
<b>TOTAL EXTERNAL RESOURCES</b>	<b>7,574</b>	<b>7,341</b>	<b>7,559</b>	<b>7,621</b>	<b>7,630</b>	<b>7,500</b>	<b>7,539</b>
<b>REVENUE BUDGET</b>							
	£000's	£000's	£000's	£000's	£000's	£000's	£000's
Operational Budget (Services)	5,880	5,880	5,750	5,909	6,093	6,233	6,376
Net Pay & Prices Inflation		37	43	49	140	143	147
Removal of non recurring expenditure / other adjustments		- 74	129	135			
Full year effect of 2014/15 green savings		- 93	- 12				
<b>Adjusted Operational Budget</b>	<b>5,880</b>	<b>5,750</b>	<b>5,909</b>	<b>6,093</b>	<b>6,233</b>	<b>6,376</b>	<b>6,523</b>
Interest Payable	256	256	256	256	256	256	256
Investment Interest	- 19	- 19	- 19	- 20	- 20	- 20	- 21
MRP	311	321	326	331	301	301	301
Contingency	75	75	75	75	75	75	75
Parish Grant Payment	77	68	64	60	36	22	13
<b>Net Revenue Budget</b>	<b>6,580</b>	<b>6,451</b>	<b>6,611</b>	<b>6,795</b>	<b>6,881</b>	<b>7,010</b>	<b>7,147</b>
<b>Contributions to Reserves:</b>							
Enabling Efficiencies	20	20	20	-	-	-	-
New Homes Bonus (top sliced)	796	885	1,059	1,059	1,200	1,200	1,200
Business Rates Contingency	120	-	-	-	-	-	-
Insurance	30	10	10	10	-	-	-
IT / Vehicles / Buildings	230	-	-	-	-	-	-
<b>Contributions from Reserves:</b>							
Enabling Efficiencies							
New Homes Bonus	- 188	- 153	- 106	- 106	- 120	- 120	- 120
Planning	- 14	-	-	-	-	-	-
IT							

	Base 2014/15	← 2015/16	MTFS 2016/17	→ 2017/18	2018/19	2019/20	2020/21
Buildings	-	-	-	-	-	-	-
<b>Forecast Net Revenue Budget</b>	<b>7,574</b>	<b>7,213</b>	<b>7,594</b>	<b>7,758</b>	<b>7,961</b>	<b>8,090</b>	<b>8,227</b>
<b>Difference between resources and forecast budget</b>	<b>- 1</b>	<b>128</b>	<b>- 35</b>	<b>- 138</b>	<b>- 331</b>	<b>- 590</b>	<b>- 689</b>
<b>Red &amp; Amber Savings latest projection</b>		<b>- 165</b>	<b>- 185</b>	<b>- 228</b>	<b>- 591</b>	<b>- 605</b>	<b>- 619</b>
<b>Total Adjusted Savings Required</b>	<b>- 1</b>	<b>293</b>	<b>315</b>	<b>440</b>	<b>260</b>	<b>15</b>	<b>- 70</b>
<b>Year on Year Difference</b>		<b>294</b>	<b>22</b>	<b>125</b>	<b>- 181</b>	<b>- 245</b>	<b>- 84</b>

**Capital Programme**

Estimated Programme Costs	1,608	2,252	997	1,042	500	500	500
<b>Resources</b>							
Capital Receipts	-1,716	-1,431	0	0	0	0	0
Grant	-188	-187	-187	-187	-187	-187	-187
Borrowing	-450	-450	-450	-450	-313	-313	-313
Reserves	-230	-184	-360	-405	-	-	-
<b>Capital Programme (Surplus) / Shortfall</b>	<b>-976</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**BALANCES AND RESERVES**

General Fund Balance	1,030	577	608	621	637	647	658
<b>Earmarked Reserves:</b>							
New Homes Bonus	1,191	1,938	2,891	3,844	4,924	4,924	4,924
Enabling Efficiencies Fund	278	298	318	318	318	318	318
Insurance	30	40	50	60	60	60	60
Planning	346	346	346	346	346	346	346
Business Rates Contingency	300	300	300	300	300	300	300
Capital - Vehicles / IT / Buildings	783	1,052	723	331	347	357	368
Other	106	106	106	106	106	106	106
<b>Total</b>	<b>4,064</b>	<b>4,657</b>	<b>5,341</b>	<b>5,925</b>	<b>7,038</b>	<b>7,058</b>	<b>7,080</b>

Balances & Reserves have been updated to include contributions from the current year's projected underspend, i.e.

	£k
Business Rates Contingency	180
IT / Buildings / Vehicle Reserve	475
<b>Total</b>	<b>655</b>

General Fund Balance reset @ 8% of Net Revenue Budget from 2015/16.