

MTFS & Budget Setting

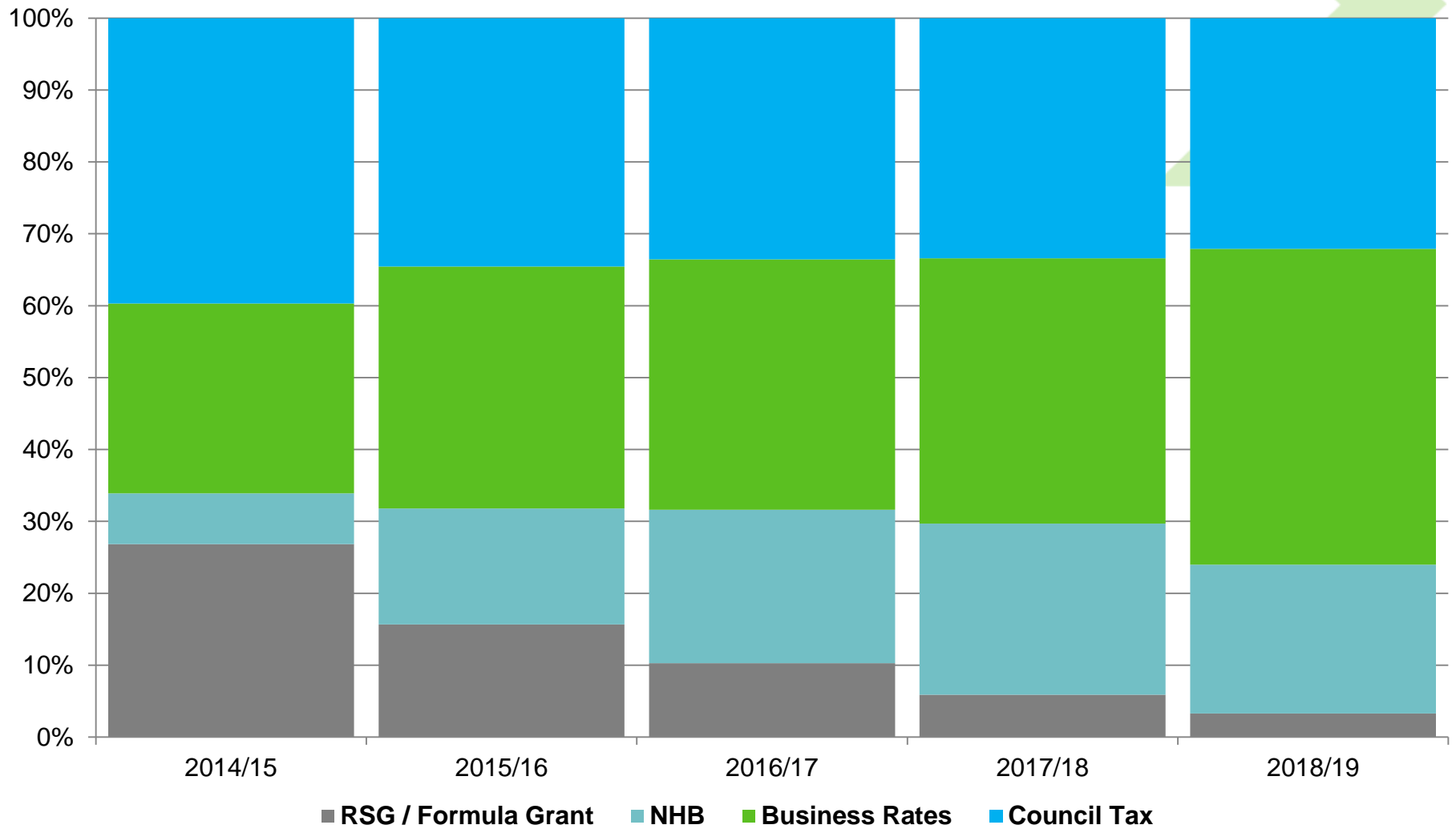
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Cherwell

DISTRICT COUNCIL
NORTH OXFORDSHIRE

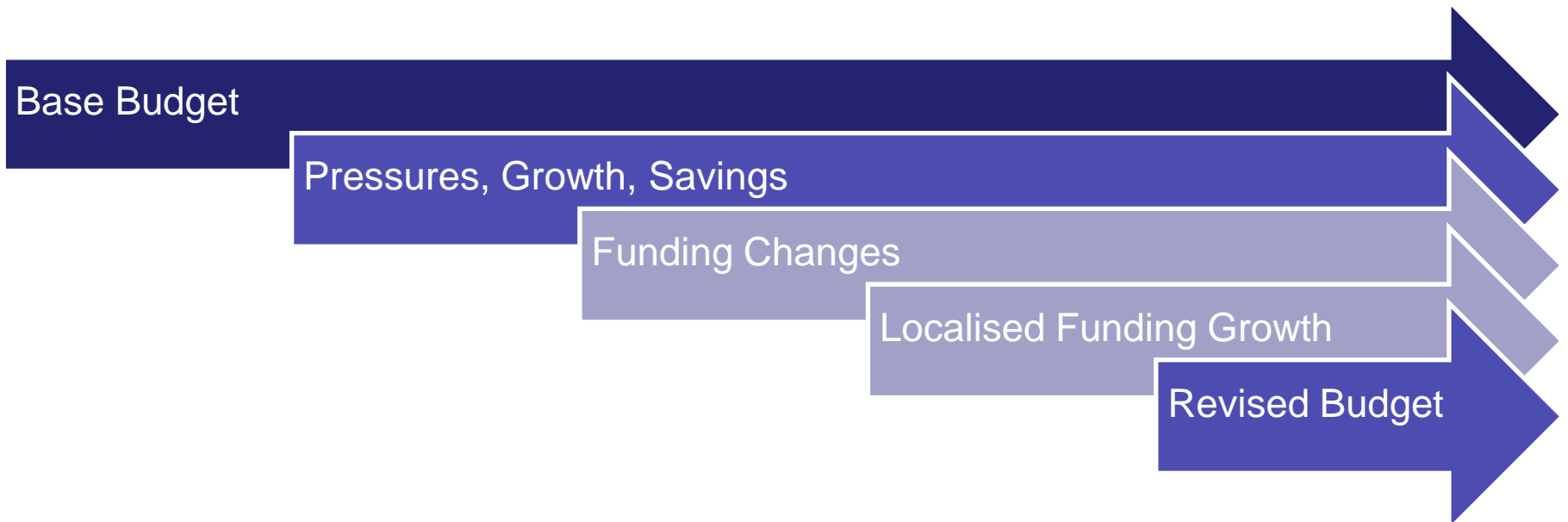
Background



2018/19 Position

Service	2018/19 Budget	2019/20 (Feb 18)	2019/20
Corporate	246		<p><i>The budget review meetings are currently taking place with services. These are due to conclude towards the end of Oct</i></p>
Wellbeing	7,186		
Place & Growth	2,950		
Environment	5,902		
Finance and Governance	(870)		
Customers and Service Development	4,402		
Net Cost of Services	19,817	20,545	
Treasury / Reserve adjustments	(454)	(668)	
Net Budget Requirement	19,363	19,877	

Building Blocks



Assumptions

Type	Level		Future direction
General Inflation	2%		Similar
Payroll	2.5%		Similar
Council Tax Base Increase	2%		Similar
Council Tax Level Increase	CDC 0%	SNC 2.99%	Direction required
Interest Receivable	0.5%		Upward
Interest Payable	1.1%		Upward
Utilities	20%		Similar
Contracts	Average 5%		Similar
Rents (Build!)	2%		Similar
Planning Income	In consultation with service		In consultation with service

MTFS Feb 2018 *(Starting Point)*

MTFS FEB 18	2019/20	2020/21	2021/22	2022/23	2023/24
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Net Cost of Services	20,545	21,639	22,743	23,852	24,329
Treasury / Reserves Adjustments	(668)	(471)	(650)	(710)	(724)
Net Budget Requirement	19,877	21,168	22,093	23,142	23,604
RSG	(114)	0	0	0	0
New Homes Bonus	(4,563)	(4,604)	(4,339)	(4,305)	(4,305)
Business Rates	(8,266)	(7,698)	(8,073)	(7,916)	(7,916)
Council Tax	(6,420)	(6,535)	(6,652)	(6,771)	(6,906)
Total Funding	(19,363)	(18,837)	(19,064)	(18,992)	(19,127)
Funding Gap	514	2,331	3,029	4,150	4,477
<i>Council Tax</i>	<i>£123.50</i>	<i>£123.50</i>	<i>£123.50</i>	<i>£123.50</i>	<i>£123.50</i>
<i>Council Tax Base</i>	<i>53,604</i>	<i>54,542</i>	<i>55,496</i>	<i>56,467</i>	<i>57,597</i>

Funding

	18/19	19/20	20/21	21/22	22/23	23/24
RSG	(637)	(114)	0	0	0	0
New Homes Bonus	(4,009)	(4,563)	(4,604)	(4,339)	(4,305)	(4,305)
Business Rates	(8,502)	(8,266)	(7,698)	(8,073)	(7,916)	(7,916)
Council Tax	(6,215)	(6,420)	(6,535)	(6,652)	(6,771)	(6,906)
Total Funding	(19,363)	(19,363)	(18,837)	(19,064)	(18,992)	(19,127)

NHB

- Policy
- Baseline Increase

Business Rates

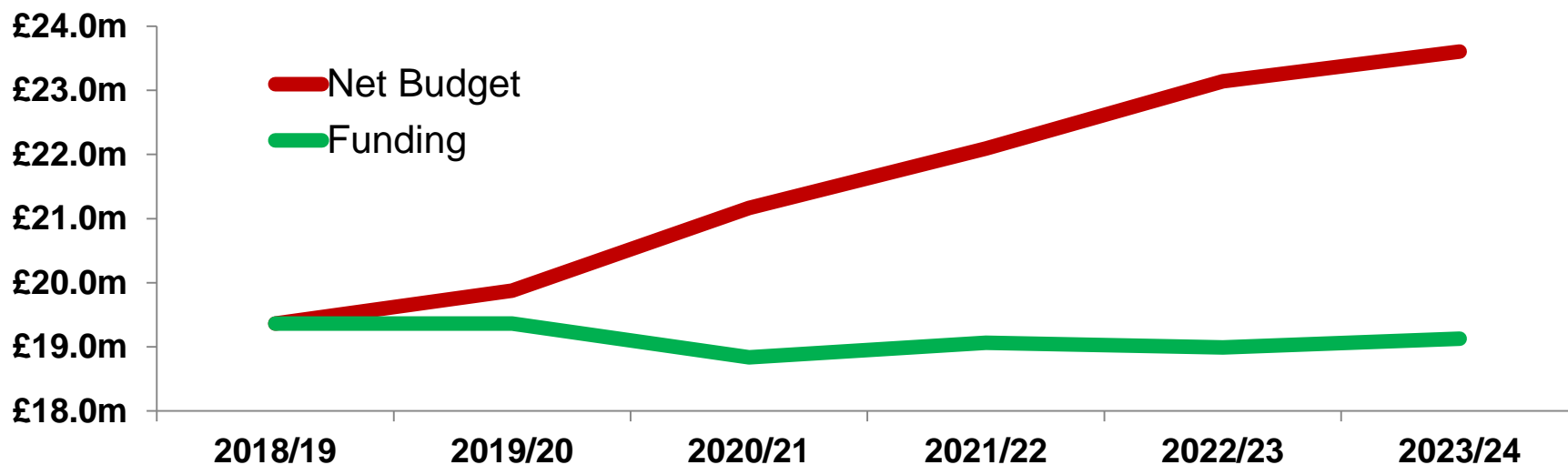
- Pilot
- Growth / Decline
- Reset 2020

Council Tax

- Policy
- Tax base

MTFS Gap

	18/19	19/20	20/21	21/22	22/23	23/24
Net Budget	19,363	19,877	21,168	22,093	23,142	23,604
Funding	(19,363)	(19,363)	(18,837)	(19,064)	(18,992)	(19,127)
Gap	0	514	2,331	3,029	4,150	4,477



Capital Programme

- Informal Budget Planning Committee (23 Oct) to review and challenge the current capital programme
- Outcome of review incorporated into draft MTFS
- Capital programme bids being produced and will be discussed with Executive portfolio holders
- Bids will be included within the papers being presented to all relevant committees

Reserves

- The 2018/19 reserves opening balances were finalised as part of the production and approval of the Statement of Accounts 2017/18
- Reserves position will be presented as a detailed document with the MTFS papers
- An assessment of the minimum level of reserves will be undertaken initially by officers and take into account the current risks facing the organisation

Treasury Management

- Treasury management training taking place as part of the AARC meeting on 21 November
- Training is open to other members
- The draft treasury management strategy will be discussed with and presented to AARC at its meeting in January prior to being included as part of MTFS papers
- The treasury management strategy will also be discussed and presented with BPM and Executive prior to approval by full Council in February

Options / Considerations

Council Tax Levels



Growth and Savings



Assumptions



Separation



Next steps

CDC Draft MTFS	Organisational Budget review	CEDR	BPM	Discussions with Members	Budget Planning Committee	Executive
		12 & 20 Nov	20 Nov		27 Nov	3 Dec
CDC Final MTFS	Organisational Budget review	CEDR	BPM	Discussions with Members	Budget Planning Committee	Executive
		Jan	15 Jan		29 Jan	4 Feb

Transparency





Thank you

Cherwell

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