

BUDGET REVIEW - JULY 2017

Annexe 3

General Fund Budget Projection

	2018/2019 Variance from 2017/2018 Base budget £000	2019/2020 Variance from 2018/2019 Base budget £000	2020/2021 Variance from 2019/2020 Base budget £000	Total over 3-years Variance from 2017/2018 Base budget £000
Inflation - including pay	400	350	350	1,100
Government grant reduction - £150k transition + £60k RSG	210		0	210
Benefit admin grant	50	50	50	150
Waste and recycling	100	100	100	300
Interest on investments	50	50	0	100
Waverley's business rate bill increases	70			70
Negative Government Grant		800		800
New legislation - data management	50			?
Transfer of new burdens from Govt.		100	100	?
Commercial property income - Enterprise Centre	-150	-100	-100	-350
Net reductions from budget realignments	-50			-50
Business rates equalisation - match withdrawal of transition grant	-150			-150
T&P grants - continue policy of gradual reduction	-20	-20	-20	-60
Business rates equalisation fund - restore contribution	100			100
Local plan top-up budget		-80		-80
Homelessness	?	?	?	?
Land charges - Government changes	?	?	?	?
Business rates new system			?	?

Estimated budget shortfall

	660	1,250	480	2,140
Council tax increase of £5 band D	-260	-260	-260	-780
Commercial property income	?	?	?	?
Fees and charges	?	?	?	?
Brightwells income			?	?

Schedule of Reserves and Balances - Actual and Projected

General Fund	2017/18			2018/19			2019/20			
	Balance £'000	In £'000	Out £'000	Balance £'000	In £'000	Out £'000	Balance £'000	In £'000	Out £'000	Balance £'000
General Fund Working Balance	3,200			3,200			3,200			3,200
Non-Earmarked Capital Reserves										
Revenue Reserve Fund (inc NHB) (1)	2,686	1,845	(3,731)	800	900	(900)	800	900	(900)	800
General Fund Capital Receipts (2)	0	700	(700)	0	?		0	?		0
Investment Advisory Board	900	1,000	(900)	1,000	1,500	?	2,500	1,000	?	3,500
Earmarked Reserves										
Asset Development Reserve	920	3,545	(5,331)	1,800	2,400	(900)	3,300	1,900	(900)	4,300
Memorial Hall Reserve (1)	797		(920)	0			0			0
Potential SANG site acquisitions	1,000		(797)	0			0			0
Renewals Fund (to replace vehicles and equipment)	74		(10)	1,000		(1,000)	0			0
	2,791	0	(1,727)	1,064	0	(1,000)	64	0	0	64
General Fund Total	9,577	3,545	(7,058)	6,064	2,400	(1,900)	6,564	1,900	(900)	7,564

1 The Memorial Hall project will need to draw £1.5million from the Revenue Reserve Fund in 2017/18 pending receipt of contributions from CNS and sale proceeds of the Pump House, Farnham.

2 Capital Receipts expected in 2017/18 up to £3million for Brightwells disposal.

Schedule of Reserves and Balances - Actual and Projected

Housing Revenue Account	31.3.2017		2017/18			2018/19			2019/20		
	Balance £'000	2,027	In £'000	Out £'000	Balance £'000	In £'000	Out £'000	Balance £'000	In £'000	Out £'000	Balance £'000
Working Balance	2,027			(27)	2,000			2,000			2,000
Total Revenue	2,027	0		(27)	2,000	0	0	2,000	0	0	2,000
Earmarked Reserves											
Revenue Reserve - Core Capital Programme	1,799	4,643		(6,442)	0	4,645	(4,645)	0	3,645	(3,645)	0
Capital Receipts Unapplied	19,775	500		(8,012)	12,263		(3,787)	8,476	500	(500)	8,476
New Affordable Homes	12,277	3,000		(8,012)	7,265	3,000	(4,271)	5,994	3,000	(393)	8,601
Stock Remodelling	7,312			(3,520)	3,792	500	(485)	3,807		(3,750)	57
HCA/External Grants	372	300		(672)	0			0			0
Total Earmarked Reserves	41,535	8,443		(26,658)	23,320	8,145	(13,188)	18,277	7,145	(8,288)	17,134
Housing Revenue Account Total	43,562	8,443		(26,685)	25,320	8,145	(13,188)	20,277	7,145	(8,288)	19,134