

TRAIL OF MTFP DEVELOPMENT

<u>MTFP Approved February 2010</u>	2011-12	2012-13	2013-14
	£M	£M	£M
Departmentally managed expenditure	74.647	76.172	77.152
Financing costs	4.784	3.979	4.613
Joint Bodies & Levies	0.616	0.631	0.646
National Insurance increase	0.600	0.600	0.600
Headroom	1.000	1.750	2.000
Net expenditure	81.647	83.132	85.011
Assumed reductions in specific grants & ABG	0.889	1.778	2.667
Future efficiencies & savings programme	-4.300	-6.900	-10.400
Total Net Expenditure	78.236	78.010	77.278

<u>Grant Changes</u>	2011-12	2012-13	2013-14	2014-15
	£M	£M	£M	£M
Initial Net expenditure	81.647	83.132	85.011	86.378
ADD Mid year grant reductions	0.919	0.919	0.919	0.919
ADD Grants transferred into Formula Grant	8.137	8.137	8.137	8.137
ADD Reductions in specific grants & ABG	2.239	2.239	2.239	2.239
Net Expenditure after grant changes	92.942	94.427	96.306	97.673

<u>Changes included in draft budget</u>	2011-12	2012-13	2013-14	2014-15
	£M	£M	£M	£M
Net Expenditure after grant changes	92.942	94.427	96.306	97.673
LESS Headroom in 2010-14 MTFP	-1.000	-1.750	-2.000	-2.000
ADD Headroom in 2011-15 MTFP	0.000	1.500	1.750	2.000
ADD Pressures (Appendix 6)	3.096	2.760	3.845	3.851
ADD Contingencies (Appendix 6)	0.994	1.683	1.565	1.598
LESS Change in Financing costs	-0.814	0.105	-0.114	-0.041
LESS Change in National Insurance	-0.300	-0.300	-0.300	-0.300
Net Expenditure Before Savings	94.918	98.425	101.052	102.781
LESS Mid year review	-1.399	-1.399	-1.399	-1.399
LESS Savings in draft budget (Appendix 7)	-1.656	-2.132	-1.711	-1.698
Draft Net Expenditure	91.863	94.894	97.942	99.684

<u>Resource Projections</u>	2011-12	2012-13	2013-14	2014-15
	£M	£M	£M	£M
Formula Grant	41.269	38.068	37.467	34.554
Council Tax Freeze Grant	0.997	0.997	0.997	0.997
New Homes Bonus Grant	0.275	0.275	0.275	0.275
Total General Grant Resources	42.541	39.34	38.739	35.826
Council Tax	39.847	41.042	42.485	43.978
Total Projected Resources	82.388	80.382	81.224	79.804

<u>Projected Gap before Savings Proposals</u>	2011-12	2012-13	2013-14	2014-15
	£M	£M	£M	£M
Draft Net Expenditure	91.863	94.894	97.942	99.684
Total Projected Resources	82.388	80.382	81.224	79.804
Initial Gap	9.475	14.512	16.718	19.880

<u>Savings Proposals and Targets</u>	2011-12	2012-13	2013-14	2014-15
	£M	£M	£M	£M
Initial Gap	9.475	14.512	16.718	19.880
Savings Proposals (Appendix 8)	-7.833	-12.848	-13.496	-13.490
Remaining Gap	1.642	1.664	3.222	6.390
Proposed Use of Reserves	-1.642	0	0	0
Future Savings Targets	0.000	1.664	3.222	6.390

<u>Reserves</u>	2011-12	2012-13	2013-14	2014-15
	£M	£M	£M	£M
Projected Opening Balance (Excluding Risk Reserves)	7.059	0.177	0.177	0.177
LESS Redundancy and Decommissioning Reserve	-5.240			
Proposed Use of Reserves	-1.642			
Projected Closing Balance (Excluding Risk Reserves)	0.177	0.177	0.177	0.177