

**HAMBLETON DISTRICT COUNCIL**

**Report To:** Cabinet  
24 January 2012

**Subject:** DRAFT BUDGET 2012/13

**All Wards  
Scrutiny Committees  
Cabinet Member for Corporate Management: Councillor R Kirk**

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**1.0 PURPOSE AND BACKGROUND:**

- 1.1 The purpose of this report is to present at a strategic level the draft revenue budget proposals for the next financial year.
- 1.2 The summary estimates in this report are shown at Annex A and present the 2010/11 Actual; 2011/12 Original; 2011/12 Latest Approved and 2012/13 Estimate. Commentary on the budget proposals is also contained in Annex A. Theme Budgets are shown at Annex B.

**2.0 DRAFT ESTIMATES 2012/13:**

- 2.1 The draft estimates for 2012/13 show a net budget of £7,995,790 which is in line with the financial strategy target.
- 2.2 This is a very satisfactory position in the light of the challenges facing the Council following the cuts to Formula Grant announced by the Government in October 2010.

**3.0 RISK ASSESSMENT:**

- 3.1 The main risks associated with setting budgets are clearly financial, although the consequences of them may have an impact upon service delivery. However the risks in approving or not approving the recommendations are not significant.

**4.0 DECISION SOUGHT:**

- 4.1 Members are asked to consider the revenue budget proposals and approve them.

**5.0 RECOMMENDATION:**

- 5.1 It is recommended that Council approves the Draft Revenue estimates for 2012/13.

PETER SIMPSON / PHILLIP MORTON

**Background papers:** None  
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**REVENUE BUDGET - DRAFT ESTIMATES 2012/13**

1.0 **DRAFT ESTIMATES 2012/13:**

1.1 At a strategic level the draft budget for 2012/13 is shown in the table below:-

<b>2010/11 Actual £</b>	<b>Theme</b>	<b>2011/12 Original £</b>	<b>2011/12 Latest £</b>	<b>2012/13 Budget £</b>
3,292,922	Customer Services	3,422,940	3,532,060	3,616,400
1,278,783	Housing & Planning	1,209,050	1,220,200	847,910
1,207,315	Leisure & Health	892,000	994,560	1,025,470
1,425,502	Partnerships	1,211,690	1,083,400	758,340
1,603,727	Corporate Management	2,018,790	1,928,560	1,673,050
8,808,249		8,754,470	8,758,780	7,921,170
66,249	Drainage Boards	64,930	64,930	74,620
8,874,498	<b>Net Expenditure</b>	8,819,400	8,823,710	7,995,790

1.2 The budgets have been prepared in accordance with the Council's priorities reflected in the recently approved Council Plan.

1.3 Theme details are shown at Annex B.

2.0 **SPENDING ANNOUNCEMENTS AND THE FINANCIAL STRATEGY:**

2.1 The Government made its announcement on its Comprehensive Spending Review (CSR) in October 2010 which covered the four year period 2011/12 to 2014/15, but exact details regarding the last two years of the settlement period are not yet known. Members may recall that the current year (2011/12) saw a cash drop in Government support of £1,103,456 (or 19.0%). The Council has a provisional settlement for 2012/13 which will see a further cash drop of £557,823 (or 11.8%). This is shown in the table below.

**FORMULA GRANT 2010/11 TO 2012/13**

	<u>2010/11</u>	<u>2011/12</u>	<u>2012/13</u>	<u>Total Loss Since 2010/11</u>
Total Formula Grant	£5,811,177	£4,707,721	£4,149,898	
Amount of Decrease		£1,103,456	£557,823	£1,661,279
Percentage Decrease		19.0%	11.85%	28.59%

2.2 The Council's latest financial strategy, was approved by Cabinet on 13 December 2011 (Minute CA.46 refers) and full Council on 20 December 2011 (Minute C.22 refers). This includes the known reductions in Formula Grant for 2011/12 and 2012/13 and the latest assumptions for 2013/14 and 2014/15. The figures for 2012/13 have been confirmed in the provisional settlement announced by the Government on 8 December 2012.

2.3 The draft budgets are in line with the recently approved financial strategy as shown in the table below:-

	<b><u>2012/13</u></b>
	<b><u>£</u></b>
Draft Estimates	7,995,790
Revised Financial Strategy Target	7,995,790
<b>Difference – (Surplus) / Shortfall</b>	<b>0</b>

- 2.6 The table shows that the Council will be able to set a balanced budget when determining the level of Council Tax in February 2012. This is a credible achievement when put in the context of the scale of the loss of Formula Grant referred to above.
- 2.7 In terms of the near future, however, Members are reminded of the Governments proposals regarding the localisation of business rates and the administration of Council Tax Benefit. Whilst the detailed implications of the proposals are not yet known they could have a significant impact on future revenue budgets.

**REVENUE ESTIMATES SUMMARY****2012/13****Theme Summary**

2010/11 Actuals	Details	2011/12		2012/13 Estimate
		Original	Latest	
£		£	£	£
3,292,922	Customer Service	3,422,940	3,532,060	3,616,400
1,278,783	Housing & Planning	1,209,050	1,220,200	847,910
1,207,315	Leisure & Health	892,000	994,560	1,025,470
1,425,502	Partnerships	1,211,690	1,083,400	758,340
1,603,727	Corporate Management	2,018,790	1,928,560	1,673,050
8,808,249		8,754,470	8,758,780	7,921,170
66,249	Add Precepts & Levies: - Drainage Boards	64,930	64,930	74,620
8,874,498	<b>NET EXPENDITURE</b>	8,819,400	8,823,710	7,995,790

## Customer Services

### SUMMARY

2010/11 Actuals	Page Ref	Details	2011/12		2012/13
			Original	Latest	Estimate
£			£	£	£
2,857	CS01	Customer Services	(7,370)	(81,960)	-
679,627	CS02	Street Cleansing	734,250	753,900	820,360
1,426,014	CS03	Waste Collection	1,493,520	1,559,070	1,531,770
404,778	CS04	Recycling	401,850	471,120	542,200
(172)	CS05	Communications & Reprographics	(4,060)	(21,060)	-
1,025	CS06	Operational Services	(11,780)	37,590	-
1,382	CS07	ICT Services	(10,850)	(12,350)	-
20,756	CS08	Housing Benefits	(287,990)	(287,990)	352,470
461,752	CS09	Local Tax Collection	321,700	330,700	369,600
294,903	CS10	Revenue & Benefits Shared Service	793,670	783,040	-
<b>3,292,922</b>		<b><u>NET EXPENDITURE</u></b>	<b>3,422,940</b>	<b>3,532,060</b>	<b>3,616,400</b>

## Housing & Planning

### SUMMARY

2010/11 Actuals	Page Ref	Details	2011/12		2012/13 Estimate
			Original	Latest	
£			£	£	£
117,439	HP01	Pollution Reduction	120,180	120,180	88,830
(13,043)	HP02	Housing Services	(3,800)	(11,830)	-
(6,259)	HP03	Local Land Charges	(3,900)	1,100	(9,870)
102,534	HP04	Housing Strategy	126,810	126,810	80,030
224,723	HP05	Housing Standards	224,880	224,880	216,130
39,994	HP06	Housing Advice	39,080	39,080	32,290
155,645	HP07	Homelessness	144,850	134,610	181,310
40,767	HP08	Private Sector Housing Renewal	48,720	48,720	24,950
248,146	HP09	Development Management	210,840	235,260	53,700
359,410	HP10	Planning Policy	281,680	281,680	174,850
9,281	HP11	Defences against Flooding	18,970	18,970	4,400
146	HP12	Registered Social Landlords	740	740	1,290
<b>1,278,783</b>		<b><u>NET EXPENDITURE</u></b>	<b>1,209,050</b>	<b>1,220,200</b>	<b>847,910</b>

Leisure & Health

**SUMMARY**

2010/11 Actuals	Page Ref	Details	2011/12		2012/13 Estimate
			Original	Latest	
£			£	£	£
44,875	L01	Arts Development & Support	50,390	50,390	39,500
51,560	L02	Lifestyles	49,250	49,250	50,650
59,076	L03	Hambleton Forum	34,520	46,070	45,370
155,883	L04	Sports Dev & Community Rec HDC	139,320	139,320	103,210
2,262	L04A	Sports Dev & Community Rec Partnership	2,350	2,350	-
111,600	L05	Hambleton Leisure Centre	9,440	96,190	117,850
87,047	L06	Stokesley Leisure Centre	45,980	62,680	75,950
169,694	L07	Bedale Leisure Centre	105,460	152,850	166,070
30,637	L08	Galtres Centre	30,760	30,760	30,990
121,915	L09	Thirsk Swimming Pool	82,730	70,480	55,410
17,973	L10	Thirsk All Weather Pitch	15,030	17,010	19,730
37,759	L11	Open Spaces	52,090	52,090	40,080
788	L12	Leisure Services	(1,100)	(1,100)	-
2,432	L13	Facilities	(3,030)	(47,830)	-
8,307	L14	Cemeteries & Closed Churchyards	10,360	10,360	4,760
(759)	L15	Environmental Health Services	-	-	-
181,303	L16	Food Safety	192,110	182,510	177,030
(22,903)	L17	Licensing	(23,540)	(20,840)	(33,810)
37,928	L18	Pest Control	18,240	18,240	51,280
84,880	L19	Public Health	59,660	61,800	47,360
25,058	L20	Environmental Health Licensing	21,980	21,980	34,040
<b>1,207,315</b>		<b><u>NET EXPENDITURE</u></b>	<b>892,000</b>	<b>994,560</b>	<b>1,025,470</b>

## Partnerships

### SUMMARY

2010/11 Actuals	Page Ref	Details	2011/12		2012/13
			Original	Latest	Estimate
£			£	£	£
325,227	PA01	Public Transport	37,990	49,990	45,280
5,996	PA02	Economic Development	54,310	(34,510)	4,720
112,036	PA03	Tourism	109,010	45,510	20
-	PA04	Partnerships	(4,410)	(4,410)	-
78,698	PA05	Visitor Centres (TIC)	79,560	42,860	3,760
140,321	PA06	World of James Herriot	116,370	97,170	103,260
(145,958)	PA07	Off Street Parking	(122,620)	(111,580)	(161,660)
(72,624)	PA08	Market Undertakings	(78,210)	(51,380)	(79,370)
105,171	PA09	Workspace Management	74,760	183,320	102,290
23,601	PA10	Business Grants	50,920	50,920	14,160
71,405	PA11	CCTV	76,250	48,450	65,260
80,875	PA12	Community Safety (HDC)	75,210	75,210	58,550
-	PA12A	Community Safety (Partnership)	-	-	1,400
26,903	PA13	Environmental Grants & Initiatives	44,930	42,430	57,880
161,416	PA14	Community Development (HDC)	165,630	165,630	203,000
-	PA14A	Community Development (Partnership)	-	-	-
29,417	PA15	Grants & Subscriptions	31,890	31,890	28,470
70,902	PA16	Building Control	70,160	72,680	44,320
224,113	PA17	Footway Lighting	233,670	262,310	257,530
188,003	PA18	Public Conveniences	196,270	116,910	9,470
	PA19	Business & Community	-	-	-
<b>1,425,502</b>		<b><u>NET EXPENDITURE</u></b>	<b>1,211,690</b>	<b>1,083,400</b>	<b>758,340</b>



## Corporate Management

### SUMMARY

2010/11 Actuals	Page Ref	Details	2011/12		2012/13 Estimate
			Original	Latest	
£			£	£	£
1,120	CM01	Personnel & Payroll	-	3,550	-
904,292	CM02	Democratic Representation	979,120	968,550	958,310
497	CM03	Committee Services	(2,380)	(41,900)	-
157,695	CM04	Elections	147,000	142,000	138,650
-	CM05	Business Support	(3,150)	(36,070)	-
545	CM06	Design & Maintenance	(8,160)	(64,180)	-
1	CM07	Information & Improvement	100	3,100	-
(317,178)	CM08	Interest & Investment Income	(316,390)	(321,390)	(325,480)
733,407	CM09	Corporate Management	713,850	711,350	616,710
89,641	CM10	Health & Safety at Work	98,440	74,760	34,580
37,529	CM11	Emergency Planning	51,860	51,860	30,870
37,435	CM12	Administrative Buildings	35,700	43,480	56,030
(57,641)	CM13	Non Distributed Costs	9,970	470	143,450
(350)	CM14	Corporate Management Support	(26,290)	(77,400)	-
2,710	CM15	Resources	(6,450)	(36,260)	-
564	CM16	Legal Services	(3,630)	(3,630)	-
13,755	CM17	Depots	9,550	10,900	19,930
(295)	CM18	Efficiencies	339,650	499,370	-
<b>1,603,727</b>		<b><u>NET EXPENDITURE</u></b>	<b>2,018,790</b>	<b>1,928,560</b>	<b>1,673,050</b>