

Pendle Borough Council
General Fund Revenue Budget 2019/20

Your Budget is Balanced

Line No		CONSERVATIVE Group Budget 2019/20 £	Management Team Budget 2019/20 £	Variations 2019/20 £
1	Net Expenditure - Policy and Resources Cttee 18th December 2018	14,062,050	14,062,050	-
2	Increase in s31 Grant Income for Business Rates	(777,700)	(777,700)	-
3	<u>Firming Up and Other Adjustments</u> Firming Up Adjustments	(159,620)	(159,620)	-
4	Revised Net Expenditure post Firming Up and Other Adjustments	13,124,730	13,124,730	-
	Increase in Cemetery Fees	(41,470)	(41,470)	-
	Administrative Charges for Replacement Wheeled Bins - charged at £24.90 being the Lancashire average	(62,250)	(45,000)	17,250
	Office Accommodation Review	(20,000)	(20,000)	-
	Vehicle Contract Renewal	(25,000)	(25,000)	-
	Reduced Manual Sweeping		(25,000)	(25,000)
	Reduced Mechanical Sweeping		(81,820)	(81,820)
	Reduction in Pendle Leisure Trust Grant	(48,880)	(106,880)	(58,000)
	Sponsorship of Pendle Walking Festival	(3,000)	(3,000)	-
	Reduction in funding for Land Drainage		(10,000)	(10,000)
	Removal of subsidy for Late Night Bus Service		(7,700)	(7,700)
	Cessation of funding for Community Safety Initiatives		(2,000)	(2,000)
	Rural Waste Collection Service	(3,400)	(3,400)	-
	Cessation of Collection of Garden Waste December to February	(12,820)	(12,820)	-
	Total Savings Proposals	(216,820)	(384,090)	(167,270)
	<u>Other Budget Growth</u>		-	-
	Total Growth Proposals	-	-	-
5	Total Policy Issues	(216,820)	(384,090)	(167,270)
	Use of Specific Reserves	(161,780)	(161,780)	-
	Use of Budget Strategy Reserve	(1,081,650)	(914,380)	167,270
6	BUDGET REQUIREMENT (BR)	11,664,480	11,664,480	-
	Funding			
	Business Rates Retained	(4,505,050)	(4,505,050)	-
	Revenue Support Grant	-	-	-
	Collection Fund Surplus - Council Tax	(375,000)	(375,000)	-
	Collection Fund Surplus - NNDR	(400,000)	(400,000)	-
7	COUNCIL TAX REQUIREMENT	(6,384,430)	(6,384,430)	-
8	Budget Balanced in 2019/20	0	0	0
	Assumption on Increase in Council Tax	2.99%	2.99%	2.99%
	Council Tax Base	24,061.30	24,061.30	24,061.30
	Band D Council Tax *1	265.34	265.34	265.34

*1 Band D Council Tax in 2018/19 is £257.64

Your Budget is Balanced

Chief Financial Officer Comments:-

The budget proposals above reduce the amount of savings achieved in 2019/20 by £167,270 and so increases the use of the Budget Support Reserve by the same amount.

As per the budget reports to Policy and Resources Committee, I have set out the reserve balances I consider appropriate in 2019/20 and over the medium term to 2021/22. My advice is that budget savings should be maximised as much as possible in 2019/20 as this reduces the risk of: an unachievable amount of budget savings accumulating in any one year; and reserves available to smooth out the budget gap running out.

The table below shows the impact of the budget proposals above on the Medium Term Financial Plan (MTFP) and the Budget Support Reserve (BSR).

Impact on the MTFP and Reserves

	2019/20 £	2020/21 £	2021/22 £
<u>MTFP Budget Savings Requirement</u>			
Management Team Budget - In year Savings	384,090	1,305,000	1,398,290
Conservative Group Budget - In year Net Savings	216,820	1,472,270	1,398,290
Budget Savings Requirement Variation	(167,270)	167,270	
<u>Budget Support Reserve</u>			
Management Team Budget			
Opening Balance	2,818,415	1,904,035	844,035
In year use - Management Team Budget - Appendix G	(914,380)	(1,060,000)	(650,000)
Closing Balance - (A)	1,904,035	844,035	194,035
Conservative Group Budget			
Opening Balance	2,818,415	1,736,765	676,765
In year use - Conservative Group Budget	(1,081,650)	(1,060,000)	(650,000)
Closing Balance - (B)	1,736,765	676,765	26,765
BSR Closing Balance Variation (B) - (A)	(167,270)	(167,270)	(167,270)

Pendle Borough Council
General Fund Revenue Budget 2019/20

Pendle Leisure Trust - Outline Options

Line No		Base Budget 2019/20 £	CONSERVATIVE Group 2019/20 £	Management Team 2019/20 £
1	Base Budget Requirement	4,408,270	4,408,270	4,408,270
	Income (excluding Grant to Pendle Leisure Trust)	(2,892,250)	(2,892,250)	(2,892,250)
		1,516,020	1,516,020	1,516,020
	Use of PLT Reserves		(100,000)	(100,000)
A	Grant to Pendle Leisure Trust (Excluding Savings)	1,516,020	1,416,020	1,416,020

Policy Options

The following are additional options provided by Pendle Leisure Trust. They are shown separately below as some are not mutually exclusive

NB. Some policy options will result in staff reductions.

		Base Budget 2019/20 £	CONSERVATIVE Group 2019/20 £	Management Team 2019/20 £
	<u>Pricing Options (Mutually Excluvie)</u>			
	A 3.0% Price Inc. on Admissions from 1st April 2019 with a 1% resistance	(20,000)	(20,000)	(20,000)
	A 5.0% Price Inc. on Admissions from 1st April 2019 with a 2% resistance	(26,000)		
	A 10.0% Price Inc. on Admissions from 1st April 2019 with a 4% resistance	(48,000)		
	Retaining Free Swimming for Under 3 year olds	(8,000)		(8,000)
	Senior Pricing to start at State Pension Age	(10,000)	(10,000)	(10,000)
	<u>Service Reviews</u>			
	Review of Inside Spa Treatments	(80,000)	(80,000)	(80,000)
	<u>Closures/Reduction in Opening Hours (Mutually Exclusive)</u>			
	Operate ACE Centre as per Muni Operation	(40,000)	(40,000)	
	Operate ACE Centre BISTRO only	(90,000)		(90,000)
	ACE Centre Total Closure	(200,000)		
B	Total Savings Proposals		(150,000)	(208,000)
A-B	Proposed Grant to Pendle Leisure Trust in 2019/20		1,266,020	1,208,020
	Current Grant to Pendle Leisure Trust in 2018/19		1,314,900	1,314,900
	Net Saving in Grant to Pendle Leisure Trust		(48,880)	(106,880)

CONSERVATIVE PROPOSAL