

Outline Budget 2022-23 Base Case
incl all growth bids

Appendix 1

26 January 2022

	2021-22 original £	2022-23 £	2023-24 £	2024-25 £	2025-26 £
Gross Expenditure	65,200,700	65,273,037	65,273,037	65,273,037	65,273,037
Less: Fees and Charges and Specific Grants (excl Housing Benefits)	(13,624,400)	(13,038,262)	(13,038,262)	(13,038,262)	(13,038,262)
Less: Housing Benefits Grant	(28,621,000)	(28,621,000)	(28,621,000)	(28,621,000)	(28,621,000)
Net Service Expenditure:	22,955,300	23,613,774	23,613,774	23,613,774	23,613,774
Broken down by Committee					
Regulatory & Administration Committee	4,918,900	5,207,020	5,207,020	5,207,020	5,207,020
Corporate Policy & Resources Committee	6,643,200	7,701,413	7,701,413	7,701,413	7,701,413
Economic Development Committee	(165,700)	(261,239)	(261,239)	(261,239)	(261,239)
Community Wellbeing & Housing Committee	3,860,600	3,948,980	3,948,980	3,948,980	3,948,980
Neighbourhood Services Committee	2,991,200	3,065,174	3,065,174	3,065,174	3,065,174
Environment & Sustainability Committee	4,277,100	3,952,427	3,952,427	3,952,427	3,952,427
	22,525,300	23,613,774	23,613,774	23,613,774	23,613,774
Salary expenditure - vacancy monitoring	0	(300,000)	(300,000)	(300,000)	(300,000)
Pay Award	0	0	421,407	851,242	1,289,665
Increments	0	50,000	100,000	150,000	200,000
In year growth bids	0	200,000	200,000	200,000	200,000
Third party inflation	0	0	260,639	526,490	797,658
Fees & charges inflation	0	0	(220,761)	(445,937)	(675,616)
NI Increase to fund NHS	0	181,000	181,000	181,000	181,000
Pensions	0	0	333,000	333,000	333,000
Pay award - 2021/22 1.0%	0	213,000	212,999	212,998	212,997
Leisure Centre Funding	0	0	0	750,000	750,000
SLM funding	0	300,000	(300,000)	0	0
Proposed Growth	0	1,653,094	1,236,600	1,174,090	1,097,476
Proposed Savings	0	(182,600)	(182,600)	(182,600)	(182,600)
Recharge of Central Support Costs to KGE	0	(443,600)	(490,281)	(490,281)	(490,281)
Service Expenditure	0	1,670,894	1,452,003	2,960,002	3,413,299
NET EXPENDITURE	22,525,300	25,284,668	25,065,777	26,573,776	27,027,073
Interest earnings	(1,249,256)	(1,149,256)	(1,149,256)	(1,149,256)	(1,149,256)
Asset Acquisition Income per lease incl regen	(51,339,224)	(59,246,300)	(60,487,522)	(62,218,248)	(58,239,607)
Landlord Costs	0	9,213,700	10,241,440	5,883,448	1,344,168
Debt Interest payable	24,498,320	25,078,800	25,078,800	25,078,800	25,078,800
Minimum Revenue Provision	12,327,200	12,354,801	12,672,300	12,998,035	13,332,222
Set Aside	364,000	1,130,000	1,130,000	1,130,000	1,130,000
Capitalisation of Interest on Development Properties	(1,221,100)	(1,221,100)	(1,296,900)	(1,430,300)	(1,491,280)
Net interest margin on loans to KGE	0	(58,000)	(58,000)	(58,000)	(58,000)
Housing Development Project revenue impact	0	0	0	0	0
Contingency Provision for Covid	1,000,000	0	0	0	0
Green Initiatives Fund	250,000	0	0	0	0
NET EXPENDITURE AFTER INTEREST EARNINGS	7,155,240	11,387,314	11,196,639	6,808,255	6,974,120
Appropriation to Reserves:					
Revenue Contributions to Capital Outlay	835,100	750,000	750,000	750,000	750,000
Project Delivery Fund	0	0	0	0	0
Sinking Fund Net Contributions/(Funding)	4,188,796	2,988,286	993,175	5,371,476	5,418,804
BUDGET REQUIREMENT	12,179,136	15,125,600	12,939,814	12,929,731	13,142,924
Allocation from National Non-Domestic Rate pool	0	0	0	0	0
Retained Business Rates	(1,929,000)	(1,929,000)	(1,929,000)	(1,929,000)	(1,929,000)
Section 31 Grants	(800,000)	(800,000)	(800,000)	(800,000)	(800,000)
Empty property premia	0	(107,000)	(107,000)	(107,000)	(107,000)
Lower Tier Services Grant re Core Spending Power	(82,145)	(86,500)	(86,500)	0	0
Other Service (NI)	0	(133,000)	0	0	0
Business Rates - Economic Development Set Aside	(800,000)	(800,000)	0	0	0
Covid Grant 2021/22	(506,397)	0	0	0	0
NNDR Reserve	0	(100,100)	0	0	0
New Homes Bonus Grant	(252,000)	(1,294,000)	(121,000)	(121,000)	0
Contribution to/(from) General Fund Reserves	73,706	0	0	0	0
NET BUDGET REQUIREMENT	7,883,300	9,876,000	9,896,314	9,972,731	10,306,924
Collection Fund (Surplus)/Deficit	117,000	117,000	100,000	180,000	180,000
CHARGE TO COLLECTION FUND	8,000,300	9,993,000	9,996,314	10,152,731	10,486,924
Tax base	39,016	40,703	41,313	41,933	42,562
Council Tax rate	205.05	210.05	215.05	220.05	225.05
Council Tax yield	8,000,300	8,549,725	8,884,422	9,227,419	9,578,641
DEFICIT/(SURPLUS)	(1)	1,443,275	1,111,893	925,313	908,283