

REPORT TO:	FINANCE AND MANAGEMENT COMMITTEE	AGENDA ITEM: 6
DATE OF MEETING:	27th AUGUST 2020	CATEGORY: DELEGATED
REPORT FROM:	STRATEGIC DIRECTOR (CORPORATE RESOURCES)	OPEN
MEMBERS' CONTACT POINT:	VICKI SUMMERFIELD, 01283 595939 Victoria.summerfield@southderbyshire.gov.uk	DOC: s/finance/committee/2020-21/Aug
SUBJECT:	REVENUE FINANCIAL MONITORING 2020/21	
WARD(S) AFFECTED:	ALL	TERMS OF REFERENCE: FM08

1.0 Recommendations

- 1.1 That the latest revenue financial position for 2020/21 as detailed in the report is considered and approved.

2.0 Purpose of the Report

- 2.1 To provide an update on performance against budget for 2020/21.
- 2.2 The report details performance up to 30th June 2020 unless otherwise stated and is an update of income and expenditure for 2020/21.
- 2.3 The report covers both General Fund and HRA income and expenditure, an update to the Medium-Term Financial Plan (MTFP) plus a quarterly update to the Collection Fund.

3.0 Detail

GENERAL FUND

- 3.1 Apart from Council housing, day-to-day revenue income and expenditure for Council services is accounted for through the General Fund. The net expenditure is financed through the Council's Core Spending Power which includes:
- General Government Grant
 - Council Tax
 - Retained Business Rates
 - New Homes Bonus
- 3.2 The Base Budget for 2020/21 approved in February 2020 estimated a budget surplus of £922,391. The estimated surplus has now been updated to £577,342 to include

approved reports at this Committee and Full Council from March to July 2020 and a summary of the approved budget is shown in the following table.

	£
Base Budget	13,118,014
Reverse out Depreciation	-988,536
Parish Council Tax Support	43,627
Minimum / Voluntary Revenue Provisions	320,738
Contingent Sums	930,228
Approved Restructures and Staffing Changes Feb to Jul 2020	146,582
HRA Recharge Reduction	76,800
Review of Members Allowances Approved at Full Council	12,302
Feasibility Study Unspent in 2019/20	5,000
Total Estimated Spend	13,664,755
Financing	-14,242,097
Estimated Surplus	-577,342

- 3.3 The restructures and staffing changes approved between February and July include Cultural and Community Services, Environmental Services, Economic Development and Customer Services.
- 3.4 An update to the Council's financial position as a result of approved changes and the General Fund outturn for 2019/20 is listed within the MTFP in **Appendix 1**.
- 3.5 Contingent sums held within the MTFP are detailed in the following table.

	£
Provision for "off-payroll" payments	10,000
Waste Collection and Recycling	100,000
Growth	450,000
Pay Award	247,125
Childcare Voucher Administration	1,750
Concurrent Functions and Grants	61,292
Pension Revaluation	98,855
Pension Earmarked Reserve Drawdown	-38,794
Total	930,228

Position as at June 2020

- 3.6 A summary of the financial position for the year compared to the Base Budget for each Policy Committee is shown in the following table.

COMMITTEE SUMMARY - BUDGET MONITORING JUNE 2020

Summary by Policy Committee

REVENUE	ANNUAL			RESERVES	
	Full Year	Projected	Projected	Earmarked	Net effect on GF
	Budget	Actual	Variance		
£	£	£	£	£	
Environmental and Development Services	5,396,295	5,429,517	-33,222	26,866	-60,088
Housing and Community Services	2,425,223	2,325,583	99,640	215,209	-115,569
Finance and Management	5,296,496	5,417,720	-121,223	-225,409	104,186
TOTAL	13,118,014	13,172,819	-54,805	16,666	-71,471

- 3.7 The above table shows that net expenditure is expected to be £54,805 higher than budget but transfers to Earmarked Reserves of £16,666 due to grant income and external contributions received under Section 106 agreements for projects and capital schemes which stretch beyond the current financial year. This funding is transferred to specific reserves and drawn down to finance expenditure when it is incurred.
- 3.8 Excluding transfers to specific reserves, the above table shows that based on current spending, there is a projected increase in overall expenditure across General Fund services of approximately £71,471 but the overspend is mainly due to issues related to the COVID-19 pandemic for which separate funding of £1,269,381 has been received from the Government, as previously reported.
- 3.9 Analysis is underway regarding the amount of additional expenditure incurred and income lost in direct relation to the COVID-19 pandemic and adjustments to the financial position of the General Fund will be made in time for the second quarters update.
- 3.10 An analysis by the main service areas is shown in the following table.

COMMITTEE SUMMARY - BUDGET MONITORING JUNE 2020

Summary by Service Area

REVENUE	ANNUAL			RESERVES	
	Full Year Budget £	Projected Actual £	Projected Variance £	Earmarked £	Net effect on GF £
Economic Development	327,621	328,097	-476	0	-476
Environmental Services	697,219	718,411	-21,192	14,219	-35,411
Highways & Parking	149,477	123,377	26,100	0	26,100
Licensing & Land Charges	16,878	41,768	-24,890	0	-24,890
Planning	585,920	526,145	59,775	19,358	40,417
Street Scene	1,013,758	965,687	48,070	0	48,070
Waste & Transport	2,605,422	2,726,032	-120,611	-6,711	-113,900
Community Development & Support	670,850	670,073	777	7,212	-6,435
Recreational Activities	179,951	185,021	-5,070	0	-5,070
Leisure Centres & Community Facilities	649,899	497,191	152,708	194,043	-41,335
Parks & Open Spaces	491,968	555,168	-63,200	0	-63,200
Private Sector Housing	432,555	418,130	14,426	13,954	472
Central Support Services	3,699,361	3,692,278	7,083	-14,441	21,524
Corporate & Democratic Costs	485,291	479,205	6,087	3,081	3,006
Elections & Registration	219,703	212,374	7,329	0	7,329
Parishes, Interest, S106 Receipts & Provisions	563,734	788,275	-224,541	-304,888	80,347
Estate Management	-281,180	-296,416	15,236	0	15,236
Revenues & Benefits	609,586	542,004	67,582	90,839	-23,257
	13,118,014	13,172,820	-54,805	16,666	-71,471

3.11 The main reasons for the projected variance are summarised in the following table and detailed in the commentary.

GENERAL FUND VARIANCE TO BUDGET JUNE 2020

	£'000
Salary savings (vacancies, maternity etc.) - E&D	231
Salary savings (vacancies, maternity etc.) - F&M	123
Salary savings (vacancies, maternity etc.) - H&C	25
Total Employee	379
Increased Planning Fee Income	100
Investment Income	80
Waste Disposal	51
Gully Cleaning	23
Increased Environmental Services Income	18
Lettings from Industrial and Commercial Units	10
Other Variances (net)	2
Total Favourable Variances	663

Computer Server	-8
Trade Waste Income	-10
Street Naming and Numbering Income	-10
Community Centre Income	-13
Waste Services Review	-19
Animal Welfare Act Costs	-21
Court Fees	-25
Licensing and Land Charges Income	-35
Leisure Centre Income	-40
Overtime Costs	-44
Rosliston Income	-50
Agency and Consultancy Costs	-459
Total Adverse Variances	-734
TOTAL - OVERALL PROJECTED VARIANCE	-71

3.12 Salary savings in year relate to vacancies and maternity but these savings are more than offset by agency and consultancy. The main service area expenditure is in relation to Operational Services where service delivery has continued throughout the pandemic and therefore to ensure waste collection services were maintained, it has been necessary to take on additional resource. Overtime costs have also been incurred in this area in relation to cleaning of vehicles again due to the pandemic. The following table shows the expected costs and savings on staffing in year.

	Employee Saving £'000	Agency Cost £'000	Variance £'000	
Refuse	51	-174	-123	Includes overtime expenditure
Planning	17	-67	-50	Long-term sickness
Environmental	42	-85	-43	Long-term sickness plus vacancy
Parks & Open Spaces	21	-47	-26	Approved restructure delay
Land Charges	65	-62	3	Vacancies - Lichfield DC supporting
Rosliston	4	0	4	Less wages due to closed premises
Property	5	0	5	Vacancy
Senior Management	5	0	5	Budget at top scale point
Digital	7	0	7	Budget at top scale point
Elections	7	0	7	Vacancy
Legal	75	-68	7	Out to recruit
Licensing	8	0	8	Pension
Cleaning	9	0	9	Vacancies
Organisational Development	15	0	15	Vacancies now recruited
Grounds Maintenance	48	0	48	Vacant posts
	379	-503	-124	

3.13 Investment income is greater than budget due to the large value of cash deposits held by the Council. £4m is currently invested in a longer-term high interest account with an average return of 4%. The budget for investment income is prudently based

on a low interest receivable percentage and is therefore likely to exceed the £180k budget.

- 3.14 Planning applications are significantly higher than forecast and although there was a slow start in April, planning applications have picked up considerably in the past few months. There is no slowdown in applications expected at this stage. Street Naming income has been lower during the first quarter although it is hoped with the increased building activity that this will be at least on budget by the year-end.
- 3.15 Contributions from Derbyshire County Council are higher than budget on waste disposal due to higher levels of green waste and recycling due to the pandemic. This is in line with the outturn position in 2019/20 where higher levels of income were seen due to stock piling of food at the beginning of the pandemic. Trade Waste income however has seen a decrease due to businesses being closed during the first quarter. It is hoped that this will improve during the second quarter and is being monitored closely.
- 3.16 Food Safety income is expected to higher (£20k) due to licences and is consistently above budget every year. Food Safety audits and Pollution Reduction income however is lower which is due mainly to the pandemic, but this is being kept under review during the second quarter now businesses have reopened.
- 3.17 The pandemic has prevented gully cleansing works, and this is currently under review with the expectation that it will be managed in-house rather than contracted out. Savings are expected to be seen going forward.
- 3.18 Commercial lets have achieved greater levels of income than budgeted due to the void units being lower than anticipated. This however is being kept under review as there may be an increase in void units once the Business Grant income received by tenants is utilised. It is unknown at this stage whether the pandemic will cause longer-term issues for commercial lets.
- 3.19 Costs have been incurred for kennelling (£21k) due to seizing 26 animals under the Animal Welfare Act in 2019. It is hoped that these costs can be recovered after prosecution, but the prosecution has been delayed due to the closure of the Courts. In addition, fees for Business Rates and Council Tax (£25k) are expected to be lower in year due to the Court closures.
- 3.20 Rosliston income (£50k), Community Centre income (£13k) and Leisure Centre income (£40k) is all lower due to closures of the facilities during the first quarter. It is not expected that this income can be recovered during the remainder of the year but can be offset against the £1.2m received from the Government for the pandemic.
- 3.21 Licensing (£10k) and Land Charges income (£25k) are lower than budget during the first quarter. Licensing income is due to events not taking place during the summer months and therefore is unlikely to be recoverable in year. It is hoped however that now building works have restarted that Land Charges income will pick up again although this is being monitored.
- 3.22 There have been added costs due to the pandemic for equipment for home working. A new computer server was purchased to automate corporate data management tasks which were previously completed on site at the Civic Offices by employees. Tasks can now be managed remotely with the new server and it is likely that this cost can be covered by the Government grant funding.

Core Grants and Funding

3.23 The Council's central funding, besides Business Rates, is fixed for the year and is shown in the following table

Core Grants and Funding 2020/21	£
Council Tax	5,704,748
Retained Business Rates	4,188,978
Discretionary Business Rates Relief Scheme	3,000
New Homes Bonus	4,262,171
Collection Fund Surplus	83,200
Total Funding	<u>14,242,097</u>

3.24 The final amount retained for Business Rates will depend upon income and expenditure during the year, which includes provisions and any return from the Derbyshire Business Rates Pool.

3.25 There will be an additional cost seen in year in relation to the underestimate for the return from authorities for the Business Rates pool in 2019/20. The impact of this is still unknown due to final returns from all Derbyshire authorities having a deadline of 31st August. It is likely that the cost to the Council will be at least £250k due to a positive outturn position in last financial year for this Council, but the impact will be reported once more is known.

3.26 Performance of the Pool is reported quarterly to all Derbyshire S151 Officers, but nothing has yet been reported on the first quarter performance. There is a risk due to the pandemic that the Business Rates position for authorities across Derbyshire that losses in income will be seen which will impact on better performing authorities. It is still unknown at this stage how the Council will be impacted.

HOUSING REVENUE ACCOUNT (HRA)

3.27 The Council is required to account separately for income and expenditure in providing Council housing.

3.28 The Base Budget approved in February 2020 for the HRA was set with an estimated surplus of £222k. The MTFP has been updated to remove the incremental salary increases as this is incorporated in the Base Budget which has now increased the surplus to £231k. The position of the HRA as at June 2020 is summarised in the following table.

Summary HRA 2020/21	BUDGET	PROJECTED ACTUAL	PROJECTED VARIANCE
	£000	£000	£000
Total Income	-12,618	-12,550	-68
Contribution to Capital & New Build	2,935	2,935	0
Responsive & Planned Maintenance	3,245	3,234	11
Interest Payable and Receivable	1,713	1,698	15
Supervision & Management	1,780	1,741	39
Supported Housing & Careline Services	839	819	20
Provision for Bad Debts	100	100	0
Provision for Debt Repayment	1,542	1,542	0
Asset Replacement Contribution	45	45	0
Contingent Sums	188	188	0
Surplus	-231	-248	17

3.29 The above table shows that overall the HRA is expected to have a surplus of £248k which is £17k more than budgeted. The main reasons for the variances are detailed below.

HRA VARIANCE TO BUDGET JUNE 2020

	£'000
Salary savings (vacancies, maternity etc.)	270
Repairs & Maintenance	110
Investment Income	15
Professional Fees	14
Additional Careline Income	10
Disrepair Claims	-13
Reduced Rent due to Voids and Right to Buy	-75
Agency and Consultancy Staff	-315
Other Variances (net)	1
TOTAL - OVERALL PROJECTED VARIANCE	17

3.30 Expected salary savings in year relate to vacancies and are more than offset by agency and consultancy to support services.

3.31 There has been a slower start to the year on repairs and maintenance due to the pandemic and the HRA is expected to underspend in year.

3.32 Investment income is expected to be above budget by approximately £15k on the HRA. Further detail on the reasons for the increase are noted at 3.13.

3.33 A lower cost for professional fees is due to a contingency budget for revenue costs associated with new build and acquisition which is unlikely to be fully utilised plus a lower rate of Right to Buy due to the pandemic.

3.34 The revenue income lost due to void dwellings will be unrecoverable in year as the grant issued to the Council for costs and income losses due to the pandemic cannot

be used to fund the HRA. Right to Buys have only totalled one up to 6th August and therefore at this stage the losses of income are covered within the budget. The slower number of losses is due to the pandemic but may pick up now the housing market begins to recover.

3.35 Successful disrepair claims have been made against the Council which were not covered by the Council's insurance policy.

3.36 The HRA's 10-year MTFP is shown in **Appendix 2**.

COLLECTION FUND

3.37 The Collection Fund is the statutory account that records the collection of Council Tax and Business Rates and shows how that income has been distributed to the Government and Preceptors.

3.38 Any surplus or deficit on the Fund is transferred to the General Funds of the Preceptors, in proportion to precepts levied each year. The projected position on the Fund for 2020/21, based on transactions up to 30th June 2020, is detailed in **Appendix 3**.

3.39 This shows that the projected surplus balance on Council Tax is approximately £691k with a deficit balance on Business Rates of approximately £1.3 million.

3.40 Growth in the tax base is expected to continue which will impact positively on both Business Rates and Council Tax although both elements are likely to be negatively impacted due to the pandemic.

3.41 Council Tax has seen smaller growth in the first quarter which is mainly due to less occupation of new properties after a freeze on house moving was enforced during April and May. This is expected to improve as the year progresses.

3.42 Business Rates at the end of the first quarter is looking to generate a large deficit as growth has been stifled and Reliefs funded by the Government have been at a much higher level. It is difficult at this stage to forecast how the Business Rates position will fair over the year, but it is hoped that with all of the additional support given to businesses during the pandemic, that growth will once again benefit the Council.

3.43 The Council is required to complete a Statutory return with expected Tax Base numbers for the following financial year in September. The Council Tax budget was based on this return with a Tax Base of 34,474 Band D equivalent properties with a total number of dwellings on the valuation list of 45,150. At the end of June 2020, the actual Tax Base was 35,293 (+819) with a total number of dwellings of 46,064 (+914).

4.0 Financial Implications

4.1 Detailed in the report.

5.0 Corporate Implications

Employment Implications

5.1 None.

Legal Implications

5.2 None.

Corporate Plan Implications

5.3 There are no specific targets within the Corporate Plan but ensuring sustainability of the Council's financial position enables services to deliver targets included with the Plan.

Risk Impact

5.4 None.

6.0 Community Impact

Consultation

6.1 None.

Equality and Diversity Impact

6.2 None.

Social Value Impact

6.3 None.

Environmental Sustainability

6.4 None.

7.0 Background Papers

7.1 None.

**GENERAL FUND MEDIUM TERM FINANCIAL PLAN
BUDGET & PROJECTION as at AUGUST 2020**

	Budget £ 2020.21	Projection £ 2021.22	Projection £ 2022.23	Projection £ 2023.24	Projection £ 2024.25	Projection £ 2025.26
BASE BUDGET						
Environmental & Development	5,396,296	5,571,729	5,722,518	5,877,270	6,036,067	6,197,993
Housing & Community	2,425,223	2,471,431	2,519,989	2,567,608	2,616,824	2,666,501
Finance & Management	5,340,126	5,511,581	5,669,116	5,827,967	5,988,392	6,150,631
Net Service Expenditure	13,161,645	13,554,742	13,911,623	14,272,845	14,641,282	15,015,125
Accounting Adjustments						
Reverse out Depreciation	-988,536	-988,536	-988,536	-988,536	-988,536	-988,536
Minimum Revenue Provision (MRP)	189,512	181,932	174,654	167,668	160,962	154,523
Voluntary Revenue Provision (VRP - Recycling Bins & Grove Active Zone)	131,226	75,891	20,556	20,556	1,639	0
	12,493,847	12,824,028	13,118,297	13,472,532	13,815,347	14,181,112
Add: Known Variations						
Approved Restructures February 2020	106,096	39,768	20,437	23,231	27,183	27,862
Vehicle Maintenance Plan (Tyres and Spare Parts)	0	20,000	43,000	40,000	75,000	75,000
Environmental Services Restructure	36,323	69,516	76,777	81,818	85,907	88,055
HRA Recharge Reduction	76,800	76,800	76,800	76,800	76,800	76,800
Review of Members Allowances Approved at Full Council	12,302	25,032	37,763	37,763	37,763	37,763
Voluntary Grants and Concurrent Functions Uplift 2%	11,233	11,458	11,687	11,921	12,159	12,402
Feasibility Study for Reopening of the Ivanhoe Line	5,000	0	0	0	0	0
Local Plan Review	0	15,000	15,000	0	0	0
Incremental Salary Increases	0	42,669	21,842	22,388	22,948	23,522
Pay Award 2020/21	247,125	253,303	259,636	266,127	272,780	279,600
Pension Revaluation	98,850	101,321	103,854	106,451	109,112	111,840
Concurrent Functions Protection Approved Nov 19	50,059	50,059	50,059	50,059	50,059	50,059
Economic Development Post Update Approved July 2020	4,163	5,500	5,579	5,718	5,861	6,008
Investment Income	0	30,000	51,000	81,000	98,040	100,000
Administration of Childcare Vouchers	1,750	1,750	1,750	1,750	1,750	1,750
Temporary Posts, Rosliston and Grants	0	-269,852	-248,599	-225,531	-207,759	-194,983
Potential Cost of New Waste Disposal Site	0	47,400	49,770	52,259	54,871	57,615
Potential Loss of Industrial Unit Income	0	0	190,000	190,000	190,000	190,000
Pension Earmarked Reserve Drawdown	-38,794	-41,122	-43,589	-6,783	0	0
District Election May 2023	0	0	0	125,000	0	0
TOTAL ESTIMATED SPENDING	13,104,755	13,302,631	13,841,063	14,412,503	14,727,822	15,124,404

GENERAL FUND MEDIUM TERM FINANCIAL PLAN
BUDGET & PROJECTION as at AUGUST 2020

	Proposed Budget £ 2020.21	Projection £ 2021.22	Projection £ 2022.23	Projection £ 2023.24	Projection £ 2024.25	Projection £ 2025.26
Provisions						
Provision for Employer's NIC on "off-payroll" payments	10,000	10,000	10,000	10,000	10,000	10,000
Contingent Sum - Growth	450,000	450,000	450,000	450,000	450,000	450,000
Waste and Recycling	100,000	100,000	100,000	100,000	100,000	100,000
TOTAL PROJECTED SPENDING	13,664,755	13,862,631	14,401,063	14,972,503	15,287,822	15,684,404
FINANCING						
Business Rates Retention	-4,188,978	-3,699,726	-3,670,153	-3,676,916	-3,681,390	-3,264,152
Discretionary Business Rate Relief Scheme	-3,000	0	0	0	0	0
New Homes Bonus	-4,262,171	-3,816,195	-3,815,552	-3,590,570	-2,692,927	-2,692,927
Council Tax Income	-5,704,748	-5,962,934	-6,229,020	-6,503,216	-6,785,737	-7,076,804
Core Spending Power	-14,158,897	-13,478,855	-13,714,725	-13,770,702	-13,160,055	-13,033,883
Add Estimated Collection Fund Surplus - Council Tax	-83,200	-55,000	-55,000	-55,000	-55,000	-55,000
TOTAL FINANCING	-14,242,097	-13,533,855	-13,769,725	-13,825,702	-13,215,055	-13,088,883
Revenue Surplus (-) / Deficit	-577,342	328,775	631,338	1,146,801	2,072,767	2,595,520
Capital Contributions						
Melbourne Sports Park Drainage	419,801	0	0	0	0	0
IT and Digital Strategy	210,000	210,000	210,000	210,000	210,000	210,000
Purchase of Town Centre Land	44,335	0	0	0	0	0
Community Partnership Scheme (2017 contribution)	125,695	0	0	0	0	0
Community Partnership Scheme (2019 contribution)	275,000	0	0	0	0	0
Rosliston Forestry Centre - Play Project	0	50,000	0	0	0	0
Asset Replacement and Renewal Fund	360,000	358,000	357,000	356,000	355,000	355,000
TOTAL CAPITAL CONTRIBUTION	1,434,831	618,000	567,000	566,000	565,000	565,000
TOTAL GENERAL FUND DEFICIT	857,489	946,775	1,198,338	1,712,801	2,637,767	3,160,520

**GENERAL FUND MEDIUM TERM FINANCIAL PLAN
BUDGET & PROJECTION as at AUGUST 2020**

	Proposed Budget £ 2020.21	Projection £ 2021.22	Projection £ 2022.23	Projection £ 2023.24	Projection £ 2024.25	Projection £ 2025.26
GENERAL FUND RESERVE BALANCE						
Balance b/fwd	-12,605,436	-11,747,947	-10,801,171	-9,602,834	-7,890,033	-5,252,266
Revenue Surplus (-) / Deficit	-577,342	328,775	631,338	1,146,801	2,072,767	2,595,520
Capital Contributions	1,434,831	618,000	567,000	566,000	565,000	565,000
Balance c/fwd	-11,747,947	-10,801,171	-9,602,834	-7,890,033	-5,252,266	-2,091,746

HOUSING REVENUE ACCOUNT FINANCIAL PROJECTION - AUGUST 2020

	2020.21	2021.22	2022.23	2023.24	2024.25	2025.26	2026.27	2027.28	2028.29	2029.30	2030.31
Approved Budget	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Additional Debt Repayment Transfer	777	2,150	2,651	2,468	1,815	2,000	1,839	750	750	750	1,000
General Fund Recharges	-77	-77	-77	-77	-77	-77	-77	-77	-77	-77	-77
Investment Income	0	25	43	68	0	0	0	0	0	0	0
Capital works non-traditional properties	100	100	100	0	0	0	0	0	0	0	0
Pension Revaluation	15	15	16	16	16	17	17	18	18	19	19
ICT Upgrades	105	0	0	0	0	0	0	200	0	0	0
Potential Pay Award	45	46	48	49	50	51	53	54	55	57	58
Incremental Salary Increases	0	6	6	6	6	6	6	6	7	7	7
HRA Surplus (-) / Deficit	-231	1,203	1,551	1,166	209	205	-70	-1,217	-1,627	-1,884	-929
HRA General Reserve											
HRA Reserve B/fwd	-8,260	-8,491	-7,287	-5,736	-4,570	-4,362	-4,157	-4,227	-5,444	-7,072	-8,955
(Surplus) / Deficit for year	-231	1,203	1,551	1,166	209	205	-70	-1,217	-1,627	-1,884	-929
HRA Reserve C/fwd	-8,491	-7,287	-5,736	-4,570	-4,362	-4,157	-4,227	-5,444	-7,072	-8,955	-9,884
RESERVES											
Debt Repayment Reserve											
Balance B/fwd	-8,260	-9,802	-3,274	-7,438	-1,790	-5,078	-8,495	-1,790	-4,299	-6,719	-8,864
Depreciation balance	-765	-1,322	-1,513	-1,884	-1,473	-1,417	-1,456	-1,759	-1,670	-1,395	-771
Transfers to reserve	-777	-2,150	-2,651	-2,468	-1,815	-2,000	-1,839	-750	-750	-750	-1,000
Repayment of loan	0	10,000	0	10,000	0	0	10,000	0	0	0	0
Reserve C/fwd	-9,802	-3,274	-7,438	-1,790	-5,078	-8,495	-1,790	-4,299	-6,719	-8,864	-10,635

COLLECTION FUND MONITORING 2020/21 (as at 30th June 2020)

	Actual 2019/20	Estimated 2020/21	1st Qtr Projection 2020/21	Notes
	£'000	£'000	£'000	
COUNCIL TAX - INCOME & EXPENDITURE				
INCOME				
Council Tax Collectable	62,162	65,270	64,852	Est. Increase in Tax Base and Precepts at 5%
EXPENDITURE				
County Council Precept	44,054	46,517	46,517	As approved by Full Council 26th Feb 2020
Police and Crime Commissioner Precept	7,213	7,812	7,812	As above
Fire and Rescue Authority Precept	2,538	2,680	2,680	As above
SDDC Precept	5,405	5,705	5,705	As above
SDDC Parish Precepts	798	848	848	As above
Increase in Bad Debts Provision	-336	653	649	Estimated at 1% of income
Total Expenditure	59,672	64,215	64,211	
Surplus for the Year	2,490	1,055	641	
COUNCIL TAX BALANCE				
Opening Balance 1st April	1820	3,310	3,310	Per Final Accounts 2019/20
Share of Previous Surplus to County Council	-733	-587	-587	As approved by Full Council 26th Feb 2020
Share of Previous Surplus to Police	-112	-96	-96	As above
Share of Previous Surplus to Fire Authority	-45	-34	-34	As above
Share of Previous Surplus to SDDC	-110	-83	-83	As above
Surplus for Year (as above)	2,490	1,055	641	
Closing Balance as at 31st March	3,310	3,565	3,151	
BUSINESS RATES - INCOME & EXPENDITURE				
INCOME				
Business Rates Collectable	27,253	27,756	21,466	Estimate as per NNDR1
Transitional Protection Payments	635	456	456	
Updated NNDR1 - Business Rates Reliefs	0	0	5,215	
Total Income	27,888	28,212	27,137	
EXPENDITURE				
Central Government Precept	13,398	13,862	13,862	
SDDC Precept	10,718	11,089	11,089	Per NNDR1 Submission
Derbyshire County Council Precept	2,412	2,495	2,495	As above
Fire and Rescue Service Precept	268	277	277	As above
Cost of Collection	91	92	92	As above
Increase in Bad Debts Provision	183	311	215	Estimated at 1% of income
Provision for Appeals	-241	85	429	Estimated at 2% of income
Total Expenditure	26,829	28,211	28,459	
Surplus / Deficit (-)	1,059	1	-1,322	
BUSINESS RATES BALANCE				
Opening Balance 1st April	-192	1,630	1,630	Per Final Accounts 2019/20
Transfer of Previous Year's Surplus (-) / Deficit	382	36	36	Per NNDR1 Submission
Transfer of Previous Year's Surplus (-) / Deficit	305	-19	-19	As above
Transfer of Previous Year's Surplus (-) / Deficit	69	-40	-40	As above
Transfer of Previous Year's Surplus (-) / Deficit	7	0	0	As above
Surplus / Deficit (-) for the Year as above	1,059	1	-1,322	
Closing Balance as at 31st March	1,630	1,608	285	

