

<b>REPORT TO:</b>	<b>COUNCIL</b>	<b>AGENDA ITEM: 9</b>
<b>DATE OF MEETING:</b>	<b>1<sup>st</sup> MARCH 2017</b>	<b>CATEGORY:</b>
<b>REPORT FROM:</b>	<b>DIRECTOR OF FINANCE &amp; CORPORATE SERVICES</b>	<b>OPEN</b>
<b>MEMBERS CONTACT POINT:</b>	<b>KEVIN STACKHOUSE (01283 595811)</b> <a href="mailto:kevin.stackhouse@south-derbys.gov.uk">kevin.stackhouse@south-derbys.gov.uk</a>	<b>DOC:</b> u/ks/council tax and precepts/council tax setting report 1718
<b>SUBJECT:</b>	<b>COUNCIL TAX SETTING 2017/18</b>	<b>REF:</b>
<b>WARD(S) AFFECTED:</b>	<b>ALL</b>	<b>TERMS OF REFERENCE:</b>

## **1.0 Recommendations**

- 1.1 That the formal Council Tax resolutions for 2017/18 at **Appendix 1** are approved.
- 1.2 That the report of the Section 151 (Chief Finance) Officer at **Appendix 3** is noted.
- 1.3 That the Prudential Indicators governing Treasury Management as detailed in **Appendix 4** are approved.

## **2.0 Purpose of the Report**

- 2.1 To set out the statutory resolutions to enable the Council to calculate and set the Council Tax for 2017/18. This is in accordance with regulations under the Local Government Finance Act 1992, as amended by the Localism Act 2011.
- 2.2 In addition, the report also sets out a statement under Section 25 of the Local Government Act 2003 by the Section 151 (Chief Finance) Officer. This gives an overall opinion on the robustness of the estimates included in approved budgets and the adequacy of Council Reserves.
- 2.2 The Section 25 report was considered and noted by the Finance and Management Committee on 16th February 2017.
- 2.3 The report also sets out the Prudential Indicators required under the Code for Capital Finance including the Council's Statutory Borrowing Limit under Section 3 (1) of the Local Government Act 2003.

- 2.4 These indicators are those recommended by the Finance and Management Committee from its meeting on 16th February. They form part of the Treasury Management (Borrowing and Investment) Strategy also approved by that Committee for 2017/18.
- 2.5 The Council Tax for District (South Derbyshire) Services is based on budgeted spending levels for 2017/18, as recommended by the Finance & Management Committee on 16th February. The Finance and Management Committee have recommended a Council Tax increase of 1.95% for 2017/18, which has been reflected in the resolutions for approval.
- 2.6 The report is set out in the following sections / appendices:
- **Section 3: Executive Summary** – summarising the proposed Council Tax level for South Derbyshire residents including charges set by other precepting authorities, together with an explanation of the technical resolutions.
  - **Appendix 1:** The formal Council Tax resolution to meet statutory requirements.
  - **Appendix 2:** The detailed Tax Base, Precept and Band D rates for Parish Councils, together with the level of Council Tax Reduction Scheme (CTRS) Grant allocated to Parish Councils.
  - **Appendix 3:** The report of the Section 151 (Chief Finance) Officer under Section 25 of the Local Government Act 2003.
  - **Appendix 4:** The Prudential Indicators as recommended by Finance and Management Committee which will govern the Council's Treasury Management activities for 2017/18.
  - **Schedules A to C:** These detail the level of Council Tax by Preceptor and by band, aggregated for each part of the District.

### **3.0 Executive Summary**

- 3.1 The Council is required to calculate a Council Tax Requirement (CTR) for the forthcoming financial year, 2017/18. Not only is this the basis for the local Council Tax rate, the CTR is used to test whether an increase in Council Tax from year to year is excessive in accordance with criteria laid down by the Secretary of State.

#### **Precepts**

- 3.2 The precept levels of other precepting bodies have been received and these are detailed below.

#### **Parish Councils**

- 3.3 Parish Council precepts for 2017/18 as notified to the Council under Section 41 of the Local Government Finance Act 1992 are detailed in **Appendix 2** and total £756,081.

#### **Derbyshire County Council**

- 3.6 Derbyshire County Council met on 8th February 2017 and set their precept at £38,345,442. This results in a Band D Council Tax of £1,211.66 for 2017/18 (£1,165.17 in 2016/17). *This includes a specific Precept to fund Adult Social Care.*

#### **Police and Crime Commissioner for Derbyshire**

- 3.7 The Derbyshire Police and Crime Commissioner confirmed their precept on 14th February 2017 at £5,715,448. This results in a Band D Council Tax of £180.60 (£177.07 in 2016/17).

#### **Derbyshire Fire and Rescue Service**

- 3.8 The Derbyshire Fire and Rescue Authority met on 23rd February 2017 and set their precept at £2,296,939. This results in a Band D Council Tax of £72.58 (£71.18 in 2016/17).

#### **Overall Council Tax Level 2017/18**

- 3.9 The recommendations of the Finance and Management Committee for District Council services are set out in the formal Council Tax Resolution in **Appendix 1**. If this resolution is approved, the total Band D Council Tax for 2017/18 will be as follows:

Overall Band D Council Tax (per year)	2016 /17 £:p	2017 /18 £:p	Increase £:p	Increase %
South Derbyshire District Council	153.18	156.17	2.99	1.95%
Derbyshire County Council	1,165.17	1,211.66	46.49	3.99%
Police and Crime Commissioner for Derbyshire	177.07	180.60	3.53	1.99%
Derbyshire Fire and Rescue Service	71.18	72.58	1.40	1.97%
<b>TOTAL</b>	<b>1,566.60</b>	<b>1,621.01</b>	<b>54.41</b>	<b>3.47%</b>

3.10 The Parish Council Precepts are in addition to the basic Band D amount. An explanation of the resolutions in **Appendix 1** is provided below.

### **Resolution 1 - Council Tax Base**

3.11 This is the District Council's Tax Base, which was approved by the Finance and Management Committee at its meeting held on the 12th January 2017. The Tax Base was set at **31,647** and is known as **Item T**.

### **Resolution 2 – The Council Tax Requirement (CTR)**

3.12 This is the amount of revenue expenditure to be met from Council Tax. It is the Council's Band D rate (excluding Parishes) multiplied by its Council Tax Base, as follows:

$$£156.17 * 31,647 = \underline{\underline{£4,942,312}}$$

### **Resolution 3 (a)**

3.13 This is the Council's estimated gross expenditure for 2017/18 including the Housing Revenue Account and Parish Precepts and totals £47,839,416.

### **Resolution 3 (b)**

3.14 This is the Council's estimated income for 2016/17. It includes all fees and charges, together with housing rents, specific government grants, contributions from reserves and declared surpluses on the Collection Fund. The total is £42,141,023.

### **Resolution 3 ©**

3.15 This is the difference between 3 (a) and 3 (b), i.e. £5,698,393 and is known as **Item R**. It represents the CTR for the year of £4,942,312 (Resolution 2) together with Parish Precepts of £756,081.

### **Resolution 3 (d)**

3.16 This is the basic amount of Council Tax for 2017/18, including Parish Precepts and is item R divided by item T. i.e.

$$£5,698,393 / 31,647 = \underline{\underline{£180.06}}$$

### **Resolution 3 (e)**

3.17 This is the total amount of Parish Precepts as detailed in **Appendix 2**, i.e. £756,081.

### **Resolution 3 (f)**

3.18 This is the basic amount of Council Tax for areas where no Parish Precept applies, i.e.

$$£180.06 - (£756,081 / 31,647) = \underline{\underline{£156.17}}$$

### **Resolutions 4 and 5**

3.19 These confirm the precepts levied by Parish Councils together with those notified to the Council by the County, Police/Crime Commissioner and Fire authorities. The equivalent tax rates by property band are shown in Schedules A and B.

### **Resolution 6**

3.20 This is the aggregate amount of Council Tax for South Derbyshire as detailed in **Schedule C**.

### **Resolution 7**

3.21 Schedule 5 of the Localism Act 2011, makes provision for a referendum to be held if an authority increases its Council Tax by an amount exceeding principles determined by the Secretary of State.

3.22 The Secretary has determined that for 2017/18, a Council Tax will be *deemed excessive* (and subject to a local Referendum) for shire district councils if the authority's relevant basic amount of Council Tax (i.e. Band D) for 2017/18 is:

(a) *2% or more than 2% greater than its relevant basic amount of Council Tax for 2016/17; and*

(b) *more than £5.00 greater than its relevant basic amount of Council Tax for 2016/17.*

3.23 As shown in the table in **paragraph 3.9**, the District's Band D rate will increase following the recommendation of the Finance and Management Committee on 16th February 2017, by 1.95%.

3.24 Therefore, under the principles set out by the Secretary of State, the Council's increase is not deemed excessive.

3.25 It should be noted that Parish Councils in South Derbyshire are not subject to these restrictions for 2017/18.

## Appendix 1

### The Council is recommended to resolve as follows:

1. It be noted that on 12th January 2017, the Finance and Management Committee calculated the Council Tax Base 2017/18:
  - (a) For the whole area as 31,647 (Item T in the formula in Section 31B of the Local Government Finance Act 1992, as amended by the Localism Act 2011).
  - (b) For dwellings in those parts of its area to which a Parish Precept relates as 21,296.
2. Calculate that the Council Tax Requirement for the Council's own purpose for 2017/18 (excluding Parish Precepts) is £4,942,312.
3. That the following amounts be calculated for the year 2017/18 in accordance with Sections 31 and 36 of the Localism Act 2011:
  - (a) £47,839,416

Being the aggregate of the amounts which the Council estimates for the items set out in Section 31A (2) of the Act taking into account all precepts issued to it by Parish Councils.
  - (b) £42,141,023

Being the aggregate of the amounts which the Council estimates for the items set out in Section 31A (3) of the Act.
  - (c) £5,698,393

Being the amount by which the aggregate of 3(a) above exceeds the aggregate of 3(b) above, calculated by the Council in accordance with Section 31A (4) of the Act as its Council Tax requirement for the year. (Item R in the formula in Section 31B of the Act).
  - (d) £180.06

Being the amount at 3(c) above (Item R) all divided by Item T (1a above) calculated by the Council in accordance with Section 31B of the Act, as the basic amount of its Council Tax for the year (including Parish Precepts).
  - (e) £756,081

Being the aggregate amount of all Parish Precepts referred to in Section 34 (1) of the Act.

(f) £156.17

Being the amount at 3 (d) above less the result given by dividing the amount at 3 (e) above by Item T (1a above) calculated by the Council in accordance with Section 34 (2) of the Act, as the basic amount of its Council Tax for the year for dwellings in those parts of its area to which no Parish Precept relates.

4. To note that Parish Councils have issued precepts to the Council in accordance with Section 41 of Local Government Finance Act 1992 for each category of dwellings in the Council's area as indicated in **Schedule A**
5. To note that the County Council, the Police and Crime Commissioner and the Fire and Rescue Service for Derbyshire, have issued Precepts to the Council in accordance with Section 40 of the Local Government Finance Act 1992 for each category of dwellings in the Council's area as indicated in **Schedule B**.
6. That the Council, in accordance with Sections 30 and 36 of the Local Government Finance Act 1992, hereby sets the aggregate amounts shown in **Schedule C**, as the amounts of Council Tax for 2017/18 for each part of its area and for each of the categories of dwellings, this being the aggregate of Schedules A and B.
7. That in accordance with Section 52 (ZB) of the Local Government Finance Act 1992, the Council determines that the amount of council tax shown at 3 (f) of £156.17 **is not** excessive compared to 2015/16 and therefore there is no requirement for a local referendum.

## ANALYSIS OF PARISH PRECEPTS, TAX BASE AND BAND D RATES

Parish	Precept 2016/17 £	Precept 2017/18 £	Tax Base 2016/17	Tax Base 2017/18	Band D 2016/17 £	Band D 2017/18 £	LCTR Grant 2016/17 £	LCTR Grant 2017/18 £
Aston-on-Trent	30,000	33,385	673	677	44.58	49.31	1,317	1,317
Barrow-on-Trent	10,575	10,575	235	243	45.00	43.52	452	452
Bretby	3,000	3,060	413	411	7.26	7.45	73	73
Burnaston	7,000	8,366	687	719	10.19	11.64	148	148
Castle Gresley	19,306	22,124	518	528	37.27	41.90	2,876	2,876
Church Broughton	7,000	7,000	234	235	29.91	29.79	151	151
Coton-in-the-Elms	6,611	6,676	271	272	24.39	24.54	989	989
Dalbury Lees	1,500	1,600	123	125	12.20	12.80	102	102
Egginton	10,110	10,415	261	253	38.74	41.17	199	199
Elvaston	10,820	10,820	734	814	14.74	13.29	210	210
Etwall	38,328	39,992	992	988	38.64	40.48	2,751	2,751
Findern	18,180	19,399	636	633	28.58	30.65	1,135	1,135
Foston & Scropton	8,567	8,568	240	241	35.70	35.55	433	433
Hartshorne	7,800	7,950	1,060	1,062	7.36	7.49	1,783	1,783
Hatton	32,500	50,000	853	868	38.10	57.60	2,100	2,100
Hilton	165,000	200,380	2,581	2,601	63.93	77.04	5,484	5,484
Linton	30,850	31,159	645	661	47.83	47.14	3,325	3,325
Melbourne	65,100	72,610	1,869	1,912	34.83	37.98	2,568	2,568
Netherseal	9,600	9,730	321	321	29.91	30.31	1,141	1,141
Newton Solney	4,400	4,400	282	282	15.60	15.60	171	171
Overseal	27,810	29,200	787	796	35.34	36.68	2,801	2,801
Repton	15,026	16,210	1,022	1,082	14.70	14.98	693	693
Rosliston	7,500	7,500	256	265	29.30	28.30	378	378
Shardlow & Great Wilne	13,870	13,870	415	415	33.42	33.42	1,399	1,399
Smisby	4,764	4,914	125	125	38.11	39.31	164	164
Stenson Fields	3,000	3,000	1,099	1,101	2.73	2.72	736	736
Ticknall	12,450	12,450	300	300	41.50	41.50	822	822
Walton-on-Trent	5,705	5,762	303	308	18.83	18.71	607	607
Weston-on-Trent	13,000	13,500	477	480	27.25	28.13	535	535
Willington	37,944	37,944	909	946	41.74	40.11	4,392	4,392
Woodville	51,964	53,523	1,621	1,632	32.06	32.80	3,692	3,692
<b>TOTAL PRECEPTS / AVERAGE BAND D</b>	<b>679,280</b>	<b>756,081</b>	<b>20,942</b>	<b>21,296</b>	<b>29.67</b>	<b>31.35</b>	<b>43,627</b>	<b>43,627</b>

## APPENDIX 3

### **Section 25 Report (under the Local Government Act 2003)**

1. In their role as the Council's Section 151 (Chief Finance) Officer, the Director of Finance and Corporate Services, is required to provide an overall opinion on the robustness of the estimates included in budgets and the adequacy of Council reserves. An assessment is set out in the sections that follow.

#### **Comments of the Chief Finance Officer**

2. The reports to the Finance and Management Committee on 12<sup>th</sup> January and 16<sup>th</sup> February 2017 highlight the challenge that the Council continues to face to ensure that its financial position remains robust and sustainable over the medium-term.
3. It is considered that estimates of income and expenditure included in the Base Budget and longer-term financial forecasts are prudent. They provide for inflation and other known variations, together with provisions that recognise both current cost pressures and potential costs associated with growth of the District.
4. It is noted that additional resources have been approved for "Growth" and that a separate reserve will be set-aside to provide investment to meet additional demand on services.
5. The Budget for 2017/18 and forward projections are based on the most up-to-date economic forecasts for inflation and interest rates, etc.
6. In addition, a realistic but prudent view has been taken regarding projected income levels from fees, charges and short-term investments. This also includes the likely effects of future funding in the form of Retained Business Rates, the New Homes Bonus and Council Tax receipts, based on provisional allocations (updated for local factors) from Central Government for the period ending in March 2020.
7. The compilation of detailed budgets has been undertaken in conjunction with service managers. It is recognised that the Council has well established performance and budget monitoring arrangements in place to help ensure that Council finances are monitored effectively. This includes quarterly reports to the Council.
8. The Council's Financial Strategy directs the Council to plan its spending over a 5-year rolling period for the General Fund and 10 years for the Housing Revenue Account. This provides an indication of the sustainability of spending plans and allows sufficient time in which remedial action can be implemented to address any issues in a planned and timely manner.
9. The following table shows the projected level of Reserves over the planning period, 2017 to 2022.

## Projected Level of Revenue Reserves

	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Estimated Usable Reserves	£'000	£'000	£'000	£'000	£'000	£'000
General Fund	7,606	7,984	7,141	5,305	3,426	1,110
Earmarked	4,721	2,971	2,768	2,566	2,364	2,298
Capital Receipts and Grants	3,660	3,334	3,499	3,868	4,234	4,495
HRA	1,599	1,134	1,162	1,118	1,311	1,880
<b>TOTAL</b>	<b>17,586</b>	<b>15,423</b>	<b>14,570</b>	<b>12,857</b>	<b>11,335</b>	<b>9,783</b>

10. The Council, based on the recommendation of the Chief Finance Officer, has approved to set a minimum (contingency) level of General Reserves of £1m on both the General Fund and Housing Revenue Accounts. This meets the requirements of the Local Government Act 2003.

### General Fund

11. The above table shows that the level of reserves on the General Fund is currently healthy compared to the minimum target of £1m and is forecast to remain above the minimum level of £1m by 2021/22.
12. Although the General Fund is forecast to achieve budget surpluses for 2016/17 and 2017/18 based on current projections, a deficit is then forecast from 2018/19, as Revenue Support Grant falls out and the full impact of the revised allocations for the New Homes Bonus take effect.
13. However, the annual deficits could be financed by drawing down the current level of the General Reserve. Effectively, the financial projection shows the implications of taking that action.
14. However, it is considered that this is a high risk strategy. Future deficits, as highlighted in Section 3 earlier in the Report, are projected to be significant. If no action is taken to reduce future deficits, it could quickly de-stabilise the financial position given that any action to achieve budget savings may take time to fully implement.
15. Effectively, the current base budget remains unsustainable in the medium-term. Provision for certain cost pressures and potential risks have been included in the MTFP, including additional income being set-aside to meet additional demand on services.
16. It is considered that a balanced approach needs to be undertaken by utilising reserves, identifying some budget savings and at the same time providing for additional costs associated with Growth.
17. Although in budgeting terms expenditure is still greater than income over the medium-term, the Council does have a history of under spending on its General Fund. This is reviewed each year and budgets adjusted accordingly.

However, future under spends are not guaranteed and therefore, should not be relied upon.

18. The budget process has considered in detail the potential implications of Growth on costs and has reviewed projections associated with new residential development. It is noted that projections for new properties have been revised upwards, but latest Planning numbers indicate that these could be higher based on the current number of developments with outline and approved planning permissions.
19. The issue is that the full effects of growth are not fully known at present. Some costs are emerging and although provision has been made in the MTFP, it is difficult to currently gauge the full impact.
20. In the meantime, the Council is faces a financial challenge to identify budget savings from within its current General Fund budget. It has been recommended that the Council takes action during 2017/18 to alleviate the projected budget deficit of £850,000 in 2018/19.
21. This would ease the pressure in future years and help to maintain a sustainable financial position. Therefore, the Council should commence a review of service expenditure at its earliest opportunity in order to maintain a sustainable financial position ahead of 2018/19.

### **Housing Revenue Account (HRA)**

22. The financial position remains tight following changes to national rent policy in 2015/16. However, the HRA is forecast to remain sustainable based on current budgets and service levels. This will allow a minimum reserve balance to be maintained and ensure that sufficient amounts are set-aside to repay debt.
23. It is noted that the biggest risk is future income from rents and the direction of Central Government Policy following the current 4-year reduction in rent levels. The HRA's Financial Plan assumes that rents will again be allowed to rise beyond 2020, but this is not guaranteed.
24. In the meantime, this leaves limited scope for increasing the overall Base Budget of the HRA. Efficiencies/budget savings should be investigated wherever possible in order to sustain the longer-term financial position on the HRA.

### **Earmarked Reserves**

25. The Council also maintains various reserves that are used to meet one-off/known commitments or to defray expenditure over a number of years, for example, ICT upgrades, vehicle replacements, community development projects and grounds maintenance.
26. It is considered that current reserves will remain sufficient overall to meet commitments over the life of the current MTFP. Reserves held to finance on-

going community and sports development spending, will need to be kept under careful review if external and partnership contributions significantly reduce.

27. A list of all revenue reserves and funds is detailed in **Appendix 4** showing current balances. The Policy for using and monitoring these reserves was approved by the Council in October 2016.

## Risk Analysis

28. The following table summarises the key risks and issues detailed in the report and during this particular Budget Round; it assesses the potential impact upon the Council's reserves as projected in the updated MTFP.

Factor	Potential Implications	Mitigation	Likely impact on Financial position
<b>Changes in Central Government Policy</b>	<ul style="list-style-type: none"> <li>Further reductions in core funding (General Fund) and rent income (HRA) due to the national position or changes in redistribution systems.</li> </ul>	<ul style="list-style-type: none"> <li>The MTFP has analysed and built in provisional allocations for future years, informed by the Financial Settlement and current growth forecasts.</li> </ul>	<p><b>High</b></p> <p>Cumulatively a 1% variance in core funding equates to approximately £1/2m over the MTFP; a ½% reduction in rents equates to approximately £3/4m over 10-years.</p>
<b>Council Tax and the Collection Fund</b>	<ul style="list-style-type: none"> <li>Collection rates reduce due to the economic climate.</li> <li>Demand for Council Tax Support increases when resources are fixed.</li> <li>Empty properties increase reducing New Homes Bonus.</li> <li>Business Rates reduce due to appeals and a reduction in liable businesses.</li> </ul>	<ul style="list-style-type: none"> <li>Council Tax Fund in surplus.</li> <li>Tax receipts increasing from new properties.</li> <li>Local Council Tax Support Scheme now matured.</li> <li>Continued membership of the Derbyshire Business Rates Pool.</li> <li>Provisions made for Bad Debts and Appeals.</li> </ul>	<p><b>Medium</b></p> <p>Only 11% of the Council Tax Fund is transferred to the Council's General Fund. In addition, the effect is not immediate and costs can be spread.</p>
<b>Growth</b>	<ul style="list-style-type: none"> <li>A key factor influencing future income and cost of service provision.</li> </ul>	<ul style="list-style-type: none"> <li>The MTFP projects continuing growth in Council Tax receipts and New Homes Bonus which based on past performance and planning data may be less than actuals.</li> <li>Provision for cost of</li> </ul>	<p><b>High</b></p> <p>This could affect the MTFP either way. Growth is a determining factor for the Council's income and expenditure which could easily vary compared to that</p>

		<p>growth increased in 2017/18 Budget Round.</p> <ul style="list-style-type: none"> <li>• Future budgets for planning, land charges income, etc. are currently within actual levels for 2016/17.</li> </ul>	forecast.
<b>Budget Overspend</b>	<ul style="list-style-type: none"> <li>• Underlying cost pressures, due to growth, yet to surface.</li> <li>• Unexpected costs. There are on-going cost pressures, for example, maintenance of assets, as identified in the Base Budget review for 2017/18.</li> </ul>	<ul style="list-style-type: none"> <li>• Current level of general and specific reserves is healthy and the MTFP allows contingencies for inflation and growth, etc. The Base Budget of both the General Fund and HRA is assumed to increase by around 2% per year.</li> <li>• Monitoring arrangements in place allow early identification of issues.</li> </ul>	<b>Medium</b>
<b>Economic Conditions</b>	<ul style="list-style-type: none"> <li>• Higher price increases on key costs such as fuel and utilities.</li> <li>• Interest rates affect investment returns and debt payments.</li> </ul>	<ul style="list-style-type: none"> <li>• Central inflation contingency held for price increases across these key areas.</li> <li>• The General Fund is currently “debt free” and not subject to movement in interest rates. The HRA debt is largely fixed.</li> <li>• Sufficient balances allow “internal borrowing” if required.</li> <li>• Budgeted income from short-term investments is relatively low.</li> </ul>	<b>Low</b>
<b>Welfare Reform</b>	<ul style="list-style-type: none"> <li>• In particular the implementation of Universal credit.</li> </ul>	<ul style="list-style-type: none"> <li>• Evidence suggests that this could lead to more vulnerable residents have difficulty paying Council Tax and Rent.</li> <li>• The Council could be left with staff that currently administer and process housing benefit locally.</li> </ul>	<p><b>Medium</b></p> <p>Although it is expected that the full impact will not be known until the later part of the current planning period.</p>

## **Consultation and Provision of Information**

29. The information and broad budget proposals, together with details on where the Council spends its money and how it is financed, have been presented across the District. This also explained the challenge that the Council faces over the medium-term and why this has arisen.
30. Specifically, this dissemination of information has been undertaken via:
  - Local Area Forums
  - Consultation with the local businesses, together with the Community and Voluntary Sector, including a briefing at the South Derbyshire Partnership Board meeting on 25th January 2017.
31. In addition, the proposals have been subject to the Council's scrutiny process and a report back from the Overview and Scrutiny Committee has been provided separately.
32. Although many questions and queries were dealt with, no substantive issues were raised. A record of discussions has been minuted at each Area Forum, at the Overview and Scrutiny Committees on 18th January and 8<sup>th</sup> February 2017, together with the South Derbyshire Partnership on 25<sup>th</sup> January 2017.

## APPENDIX 4

### LIST OF PRUDENTIAL INDICATORS 2016/17 to 2021/22

External Debt	2016/17 £'000	2017/18 £'000	2018/19 £'000	2019/20 £'000	2020/21 £'000	2021/22 £'000
Debt 1st April	57,423	57,423	57,423	57,423	57,423	57,423
New Debt	0	0	0	0	0	0
Maturing Debt	0	0	0	0	0	-10,000
<b>Debt 31st March</b>	<b>57,423</b>	<b>57,423</b>	<b>57,423</b>	<b>57,423</b>	<b>57,423</b>	<b>47,423</b>
Annual Change in Debt	0	0	0	0	0	-10,000
Long-term Investments	0	0	0	0	0	0
Short-term Investments	11,000	8,000	5,000	4,000	4,000	2,000

Limits compared to Actual Debt	2016/17 £'000	2017/18 £'000	2018/19 £'000	2019/20 £'000	2020/21 £'000	2021/22 £'000
Authorised Limit - General Fund	5,999	5,653	5,316	4,988	4,667	4,409
Authorised Limit - HRA	66,853	66,853	66,853	66,853	66,853	66,853
Financing Requirement	67,989	67,643	67,306	66,978	66,657	56,399
Operational Boundary	62,423	62,423	62,423	62,423	62,423	52,423
Gross Debt	57,423	57,423	57,423	57,423	57,423	47,423
Debt Less Investments	46,423	49,423	52,423	53,423	53,423	45,423

General Fund - Net Indebtedness	2016/17 £'000	2017/18 £'000	2018/19 £'000	2019/20 £'000	2020/21 £'000	2021/22 £'000
CFR	5,999	5,653	5,316	4,988	4,667	4,409
Estimated Reserves	12,327	10,956	9,909	7,871	5,790	3,408
<b>Net Indebtedness</b>	<b>-6,329</b>	<b>-5,302</b>	<b>-4,593</b>	<b>-2,883</b>	<b>-1,123</b>	<b>1,001</b>

HRA Limit on Indebtedness	2016/17 £'000	2017/18 £'000	2018/19 £'000	2019/20 £'000	2020/21 £'000	2021/22 £'000
HRA Debt Cap	66,853	66,853	66,853	66,853	66,853	66,853
HRA CFR	61,990	61,990	61,990	61,990	61,990	51,990
Difference	4,863	4,863	4,863	4,863	4,863	14,863
HRA Debt	57,423	57,423	57,423	57,423	57,423	47,423
<b>Borrowing Headroom (Debt Cap minus Debt)</b>	<b>9,430</b>	<b>9,430</b>	<b>9,430</b>	<b>9,430</b>	<b>9,430</b>	<b>19,430</b>

Interest Payable and Receivable	2016/17 £'000	2017/18 £'000	2018/19 £'000	2019/20 £'000	2020/21 £'000	2021/22 £'000
<b>General Fund</b>						
Interest Payable	0	0	0	0	0	0
Interest Received	46	19	19	19	19	19
<b>HRA</b>						
Interest Payable	1,680	1,772	1,822	1,822	1,822	1,823
Interest Received	-10	-5	-5	-5	-5	-5

## SCHEDULE A - DISTRICT COUNCIL TAX 2017/18

### Valuation Band and Proportion to Band D

<u>Part of Council's area:</u>	A	B	C	D	E	F	G	H
<u>Parish of</u>	6/9	7/9	8/9	1.00	11/9	13/9	15/9	18/9
	£:p	£:p	£:p	£:p	£:p	£:p	£:p	£:p

Aston-on-Trent	136.99	159.82	182.65	205.48	251.14	296.80	342.47	410.96
Barrow-on-Trent	133.13	155.31	177.50	199.69	244.06	288.44	332.82	399.38
Bretby	109.08	127.26	145.44	163.62	199.98	236.34	272.70	327.24
Burnaston	111.87	130.52	149.16	167.81	205.10	242.39	279.68	335.62
Castle Gresley	132.05	154.05	176.06	198.07	242.08	286.10	330.12	396.14
Church Broughton	123.97	144.63	165.30	185.96	227.28	268.61	309.93	371.92
Coton-in-the-Elms	120.47	140.55	160.63	180.71	220.87	261.02	301.18	361.42
Dalbury Lees	112.65	131.42	150.19	168.97	206.52	244.07	281.62	337.94
Egginton	131.56	153.49	175.41	197.34	241.19	285.05	328.90	394.68
Elvaston	112.97	131.80	150.63	169.46	207.12	244.77	282.43	338.92
Etwall	131.10	152.95	174.80	196.65	240.35	284.05	327.75	393.30
Findern	124.55	145.30	166.06	186.82	228.33	269.85	311.37	373.64
Foston & Scropton	127.81	149.11	170.42	191.72	234.32	276.93	319.53	383.44
Hartshorne	109.11	127.29	145.47	163.66	200.03	236.40	272.77	327.32
Hatton	142.51	166.26	190.02	213.77	261.27	308.78	356.28	427.54
Hilton	155.47	181.38	207.30	233.21	285.03	336.86	388.68	466.42
Linton	135.54	158.13	180.72	203.31	248.49	293.67	338.85	406.62
Melbourne	129.43	151.00	172.58	194.15	237.29	280.44	323.58	388.30
Netherseal	124.32	145.04	165.76	186.48	227.92	269.36	310.80	372.96
Newton Solney	114.51	133.60	152.68	171.77	209.94	248.11	286.28	343.54
Overseal	128.57	149.99	171.42	192.85	235.70	278.56	321.42	385.70
Repton	114.10	133.12	152.13	171.15	209.18	247.22	285.25	342.30
Rosliston	122.98	143.48	163.97	184.47	225.46	266.46	307.45	368.94
Shardlow & Great Wilne	126.39	147.46	168.52	189.59	231.72	273.85	315.98	379.18
Smisby	130.32	152.04	173.76	195.48	238.92	282.36	325.80	390.96

Stenson Fields	105.93	123.58	141.23	158.89	194.20	229.51	264.82	317.78
Ticknall	131.78	153.74	175.71	197.67	241.60	285.52	329.45	395.34
Walton-on-Trent	116.59	136.02	155.45	174.88	213.74	252.60	291.47	349.76
Weston-on-Trent	122.87	143.34	163.82	184.30	225.25	266.21	307.17	368.60
Willington	130.85	152.66	174.47	196.28	239.90	283.51	327.13	392.56
Woodville	125.98	146.98	167.97	188.97	230.96	272.96	314.95	377.94
All other parts of the Council's area	104.11	121.46	138.82	156.17	190.87	225.58	260.28	312.34

## SCHEDULE B - MAJOR PRECEPTING AUTHORITIES COUNCIL TAX 2017/18

<b>Precepting Authority</b>	<b><u>Valuation Band and Proportion to Band D</u></b>							
	A	B	C	D	E	F	G	H
	6/9 £:p	7/9 £:p	8/9 £:p	1.00 £:p	11/9 £:p	13/9 £:p	15/9 £:p	18/9 £:p
Derbyshire County Council	807.77	942.40	1,077.03	1,211.66	1,480.92	1,750.18	2,019.43	2,423.32
Police and Crime Commissioner for Derbyshire	120.40	140.47	160.53	180.60	220.73	260.87	301.00	361.20
Derbyshire Fire and Rescue Service	48.39	56.45	64.52	72.58	88.71	104.84	120.97	145.16

## SCHEDULE C - AGGREGATED COUNCIL TAX FOR SOUTH DERYSHIRE 2017/18

<u>Part of Council's area:</u> <u>Parish of</u>	<u>Valuation Band and Proportion to Band D</u>							
	A	B	C	D	E	F	G	H
	£:p	£:p	£:p	£:p	£:p	£:p	£:p	£:p
Aston - on - Trent	1,113.55	1,299.14	1,484.73	1,670.32	2,041.50	2,412.68	2,783.87	3,340.64
Barrow - on - Trent	1,109.69	1,294.63	1,479.58	1,664.53	2,034.42	2,404.32	2,774.22	3,329.06
Bretby	1,085.64	1,266.58	1,447.52	1,628.46	1,990.34	2,352.22	2,714.10	3,256.92
Burnaston	1,088.43	1,269.84	1,451.24	1,632.65	1,995.46	2,358.27	2,721.08	3,265.30
Castle Gresley	1,108.61	1,293.37	1,478.14	1,662.91	2,032.44	2,401.98	2,771.52	3,325.82
Church Broughton	1,100.53	1,283.95	1,467.38	1,650.80	2,017.64	2,384.49	2,751.33	3,301.60
Coton - in - the - Elms	1,097.03	1,279.87	1,462.71	1,645.55	2,011.23	2,376.90	2,742.58	3,291.10
Dalbury Lees	1,089.21	1,270.74	1,452.27	1,633.81	1,996.88	2,359.95	2,723.02	3,267.62
Egginton	1,108.12	1,292.81	1,477.49	1,662.18	2,031.55	2,400.93	2,770.30	3,324.36
Elvaston	1,089.53	1,271.12	1,452.71	1,634.30	1,997.48	2,360.65	2,723.83	3,268.60
Etwall	1,107.66	1,292.27	1,476.88	1,661.49	2,030.71	2,399.93	2,769.15	3,322.98
Findern	1,101.11	1,284.62	1,468.14	1,651.66	2,018.69	2,385.73	2,752.77	3,303.32
Foston and Scropton	1,104.37	1,288.43	1,472.50	1,656.56	2,024.68	2,392.81	2,760.93	3,313.12
Hartshorne	1,085.67	1,266.61	1,447.55	1,628.50	1,990.39	2,352.28	2,714.17	3,257.00
Hatton	1,119.07	1,305.58	1,492.10	1,678.61	2,051.63	2,424.66	2,797.68	3,357.22
Hilton	1,132.03	1,320.70	1,509.38	1,698.05	2,075.39	2,452.74	2,830.08	3,396.10
Linton	1,112.10	1,297.45	1,482.80	1,668.15	2,038.85	2,409.55	2,780.25	3,336.30
Melbourne	1,105.99	1,290.32	1,474.66	1,658.99	2,027.65	2,396.32	2,764.98	3,317.98
Netherseal	1,100.88	1,284.36	1,467.84	1,651.32	2,018.28	2,385.24	2,752.20	3,302.64
Newton Solney	1,091.07	1,272.92	1,454.76	1,636.61	2,000.30	2,363.99	2,727.68	3,273.22
Overseal	1,105.13	1,289.31	1,473.50	1,657.69	2,026.06	2,394.44	2,762.82	3,315.38
Repton	1,090.66	1,272.44	1,454.21	1,635.99	1,999.54	2,363.10	2,726.65	3,271.98
Rosliston	1,099.54	1,282.80	1,466.05	1,649.31	2,015.82	2,382.34	2,748.85	3,298.62

Shardlow and Great Wilne	1,102.95	1,286.78	1,470.60	1,654.43	2,022.08	2,389.73	2,757.38	3,308.86
Smisby	1,106.88	1,291.36	1,475.84	1,660.32	2,029.28	2,398.24	2,767.20	3,320.64
Stenson Fields	1,082.49	1,262.90	1,443.31	1,623.73	1,984.56	2,345.39	2,706.22	3,247.46
Ticknall	1,108.34	1,293.06	1,477.79	1,662.51	2,031.96	2,401.40	2,770.85	3,325.02
Walton - on - Trent	1,093.15	1,275.34	1,457.53	1,639.72	2,004.10	2,368.48	2,732.87	3,279.44
Weston - on - Trent	1,099.43	1,282.66	1,465.90	1,649.14	2,015.61	2,382.09	2,748.57	3,298.28
Willington	1,107.41	1,291.98	1,476.55	1,661.12	2,030.26	2,399.39	2,768.53	3,322.24
Woodville	1,102.54	1,286.30	1,470.05	1,653.81	2,021.32	2,388.84	2,756.35	3,307.62
All other parts of the Council's area	1,080.67	1,260.78	1,440.90	1,621.01	1,981.23	2,341.46	2,701.68	3,242.02