

Addendum to the 2018/19 budget funding - updated 1 February 2018.

Since the 2018/19 budget papers were compiled for the Cabinet meeting on 21 January 2018, two changes have been made affecting the funding and projected surpluses in 2018/19 and 2019/20. Changes made are highlighted in red below:

Table 1: MTFS	2017/18	2018/19	2019/20	2020/21	2021/22
	£000	£000	£000	£000	£000
Net expenditure	11,862	10,714	10,535	11,440	12,350
Funding: New homes bonus	700	0	0	0	0
Council Tax	8,661	9,144	9,305	9,470	9,630
Revenue Support Grant	149	0	0	0	0
Transitional / Negative RSG grant additional 'tariff' payment	134	0	(695)	0	0
Baseline Business Rates	1,916	1,899	1,980	400	400
Additional Business Rates	200	200	200	0	50
Payment to parishes	(10)	0	0	0	0
Collection Fund surplus / (deficit)	182	82	-	-	-
Total Funding	11,932	11,325	10,790	9,870	10,080
Net (Surplus) / Deficit	(70)	(611)	(255)	1,570	2,270
<i>Difference to net (surplus) / deficit from Cabinet paper</i>		(58)	40		

The Valuation Office Agency (VoA) released new valuation data mid-January that revises the data used in the provisional finance settlement affecting the top up and tariffs for 2017/18. These drive the 2018/19 and 2019/20 tariffs and top ups, seen as a net amount in the baseline business rates line in the table above.

The impact is a £75k reduction in funding in 2018/19 and £40k reduction in 2019/20.

The completion of the NDR1 business rates return at 31 January 2018 using the latest data available resulted in a slightly lower NDR deficit being brought forward into the collection fund surplus / deficit calculation from 2017/18 into 2018/19.

The Council tax element of the collection fund position remains unchanged as a surplus. Overall, the effect from the NDR1 return has changed the estimated collection fund deficit of £49k into a £82k surplus.

The net effect of these changes is to improve the budget surplus in 2018/19 by £58k and reduce the 2019/20 forecast budget surplus by £40k.