

## APPENDIX A

### Updated revenue budget breakdown 2017/18 – 2019/20

|   | Recommended<br>2017/18<br>£'000 | Indicative<br>2018/19<br>£'000 | Indicative<br>2019/20<br>£'000 |
|---|---------------------------------|--------------------------------|--------------------------------|
| <b>Base Budget</b>  | <b>137,884</b>                  | <b>136,462</b>                 | <b>140,142</b>                 |
| Add back reserves utilised in previous year                     | 1,803                           | 2,618                          | 1,359                          |
| <b>Other Corporate Commitments</b>                              |                                 |                                |                                |
| Local Enterprise Partnership - retained levy                    | 88                              | (87)                           | (327)                          |
| Levies  | (303)                           | (101)                          | 5                              |
| Treasury management - revenue required to support borrowing     | 531                             | 793                            | 445                            |
| <b>Pressures and Policy Developments</b>                        |                                 |                                |                                |
| Adult Social Care pressures                                     | 4,116                           | 2,565                          | 5,267                          |
| Adult Social Care one off investment fund                       | 1,500                           | (1,500)                        | 0                              |
| Adult Social Care additional one-off funds from precept 2017/18 | 906                             | 42                             | (948)                          |
| Birmingham airport dividends – base level                       | (182)                           | (271)                          | (16)                           |
| Inflation, pensions and national insurance                      | 1,689                           | 2,609                          | 2,362                          |
| Other service specific pressures                                | 1,449                           | 426                            | 918                            |
| <b>Government Grants</b>  |                                 |                                |                                |
| Adult social care support grant                                 | (874)                           | 874                            | 0                              |
| New Homes Bonus   | 827                             | 614                            | 159                            |
| Improved Better Care Fund                                       | 0                               | (2,033)                        | (2,127)                        |
| Transition grant  | (961)                           | 961                            | 0                              |
| <b>Savings – 2017/18 MTFS</b>                                   |                                 |                                |                                |
| Savings identified by Budget Strategy Group - ongoing           | 0                               | 0                              | (8,344)                        |
| Savings identified by Budget Strategy Group - one off           | (669)                           | (385)                          | (2,146)                        |
| Less savings included with the council tax base                 | 745                             | 0                              | 0                              |
| <b>Savings – previous years</b>                                 |                                 |                                |                                |
| Savings approved in 2016/17                                     | (771)                           | (5,676)                        | 300                            |
| Savings approved in 2015/16                                     | (11,443)                        | 3,315                          | 0                              |
| Savings approved in 2014/15                                     | 2,745                           | 275                            | 275                            |
| <b>Use of Reserves</b>  |                                 |                                |                                |
| Contribution from working balances                              | 0                               | 0                              | 0                              |
| Contribution from business rates reserve (timing differences)   | (1,222)                         | 0                              | 0                              |
| Contribution to/ (from) budget strategy reserve                 | (1,396)                         | (1,359)                        | 4,876                          |
| <b>Net Budget Requirement</b>                                   | <b>136,462</b>                  | <b>140,142</b>                 | <b>142,200</b>                 |
| <i>Business rates retained income</i>                           | <i>(49,067)</i>                 | <i>(45,186)</i>                | <i>(43,079)</i>                |
| <i>Anticipated contribution to "no detriment" principle</i>     | <i>4,632</i>                    | <i>4,565</i>                   | <i>4,530</i>                   |
| Net Business rates  | <b>(44,435)</b>                 | <b>(40,621)</b>                | <b>(38,549)</b>                |
| Council tax   | (95,148)                        | (99,521)                       | (103,651)                      |
| Collection fund (surplus)/deficit                               | 3,121                           | 0                              | 0                              |
| <b>Total Resources</b>  | <b>(136,462)</b>                | <b>(140,142)</b>               | <b>(142,200)</b>               |
| <b>Maximum Assumed Council Tax Increase</b>                     | <b>1.99%</b>                    | <b>1.99%</b>                   | <b>1.99%</b>                   |
| <b>Increase in Council Tax to fund Adult Social Care</b>        | <b>3.00%</b>                    | <b>to be decided</b>           | <b>to be decided</b>           |

## APPENDIX B

### Updated revenue budget summary table for 2017/18 – 2019/20

|  | 2017/18<br>£m    | 2018/19<br>£m    | 2019/20<br>£m    |
|--|------------------|------------------|------------------|
| <b>Base budget</b>   | <b>137.884</b>   | <b>136.462</b>   | <b>140.142</b>   |
| Funding commitments  | 9.794            | 4.476            | 7.706            |
| Ongoing savings – 2017/18 MTFS                                 | 0.000            | 0.000            | (8.344)          |
| One-off savings – 2017/18 MTFS                                 | (0.669)          | (0.385)          | (2.146)          |
| Less savings included with the council tax base - 2017/18 MTFS | 0.745            | 0.000            | 0.000            |
| Savings – 2016/17 MTFS   | (0.771)          | (5.676)          | 0.300            |
| Savings – 2015/16 MTFS   | (11.443)         | 3.315            | 0.000            |
| Savings – 2014/15 MTFS   | 2.745            | 0.275            | 0.275            |
| Government grants  | (1.008)          | 0.416            | (1.968)          |
| Use of working balances and reserves                           | 0.581            | 2.618            | 1.359            |
| Contribution to budget strategy reserve                        | (1.396)          | (1.359)          | 4.876            |
| <b>Recommended/ indicative budget</b>                          | <b>136.462</b>   | <b>140.142</b>   | <b>142.200</b>   |
| <b>Total funding</b>   | <b>(136.462)</b> | <b>(140.142)</b> | <b>(142.200)</b> |
| Maximum assumed council tax increase                           | 1.99%            | 1.99%            | 1.99%            |
| Increase in council tax to fund adult social care              | 3.00%            | to be decided    | to be decided    |