

| MEDIUM TERM FINANCIAL FORECAST - FEBRUARY 2010 | | | | | | | |
|--|---|------------------|-----------------|------------------|------------------|------------------|------------------|
| Line Ref | | 2009/10 | | 2010/11 | 2011/12 | 2012/13 | 2013/14 |
| | | Original £000 | Latest £000 | Proposed £000 | Forecast £000 | Forecast £000 | Forecast £000 |
| 1 | Net Council Budget | 13,385 | 13,385 | 13,650 | 14,180 | 14,536 | 15,151 |
| 2 | Forecast Resources: | | | | | | |
| | Central Government Grant | (7,152) | (7,152) | (7,279) | (6,478) | (6,478) | (6,478) |
| | Council Tax / Coll'n Fund | (100) | (100) | (5) | (5) | (5) | (5) |
| | Income From Council Tax | (6,105) | (6,105) | (6,318) | (6,539) | (6,768) | (7,004) |
| | Total Resources | (13,357) | (13,357) | (13,602) | (13,022) | (13,251) | (13,487) |
| 3 | Budget (Surplus) / Deficit | 28 | 28 | 48 | 1,158 | 1,285 | 1,664 |
| | Additional efficiencies required | 0 | 0 | 0 | (1,110) | (1,237) | (1,616) |
| 5 | Budget (Surplus) / Deficit | 28 | 28 | 48 | 48 | 48 | 48 |
| Council Tax Increase Applied | | 4.75% | 4.75% | 3.50% | 3.50% | 3.50% | 3.50% |

| GENERAL FUND WORKING BALANCE | | | | | | | |
|------------------------------|----------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | | 2009/10 | | 2010/11 | 2011/12 | 2012/13 | 2012/13 |
| | | £000 | £000 | £000 | £000 | £000 | £000 |
| 6 | Estimated Opening Balance | (1,361) | (1,361) | (1,333) | (1,285) | (1,238) | (1,189) |
| | Budget (Surplus) / Deficit | 28 | 28 | 48 | 48 | 48 | 48 |
| 7 | Estimated Closing Balance | (1,333) | (1,333) | (1,285) | (1,238) | (1,189) | (1,141) |

Notes

The same level of Council Tax, i.e. 3.5%, has been used in forecast years. This is solely for indicative purposes for the Medium Term Financial Forecast and does not represent a policy decision by the Executive.

It should be noted that achieving an ongoing efficiency saving reduces the requirement for savings in future year i.e. if ongoing savings of £1,110,000 are found for 2011/12 the requirement for 2012/13 would be £127,000.

The budget is a financial expression of the Councils policies and priorities - as resources decline priorities will need to be re-aligned.

Of the £1.110m of savings in the Model for 2011/12, £800,000 arises from the assumption that the levels of Central Government Core Grant drops by 10%. A further £230,000 arises from an assumed reduction in HPDG.