

RINGWOOD TOWN COUNCIL
BUDGET 2021/22 & REVISED BUDGET 2020/21

1	2	3	4	5	6	7
	Committee	Actual 2018/19 £	Actual 2019/20 £	Budget 2020/21 £	Revised Budget 20/21 £	Budget 2021/22 £
	Policy & Finance					
	Expenditure	424,760	442,866	436,579	393,504	442,395
	Income	-154,754	-156,471	-144,468	-118,638	-145,140
	Net Expenditure	270,006	286,395	292,111	274,866	297,255
	Transfers to Reserves	31,413	29,792	16,500	16,500	16,500
	Transfers from Reserves	-16,750	-26,168	-1,000	-1,000	-1,000
	Growth bids and adjustments (net of transfers from reserves and income)					0
	Committee net expenditure	284,669	290,019	307,611	290,366	312,755
	Recreation & Leisure					
	Expenditure	248,288	223,763	214,091	224,480	202,753
	Income	-34,422	-34,273	-35,407	-31,498	-31,657
	Net Expenditure	213,866	189,490	178,684	192,982	171,096
	Transfers to Reserves	16,900	19,900	17,900	17,900	17,900
	Transfers from Reserves	-66,189	-35,500	-11,000	-15,500	0
	Growth bids and adjustments (net of transfers from reserves and income)					750
	Committee net expenditure	164,577	173,890	185,584	195,382	189,746
	Cemeteries					
	Expenditure	48,218	43,687	45,863	44,417	46,733
	Income	-53,391	-34,073	-46,031	-41,932	-46,031
	Net Expenditure	-5,173	9,614	-168	2,485	702
	Transfers to Reserves	0	4,000	4,000	4,000	4,000
	Transfers from Reserves	-230	-230	-230	-230	-230
	Growth bids and adjustments (net of transfers from reserves and income)					0
	Committee net expenditure	-5,403	13,384	3,602	6,255	4,472
	Allotments					
	Expenditure	11,751	11,782	12,317	12,160	12,667
	Income	-4,901	-5,209	-5,306	-5,300	-5,306
	Net Expenditure	6,850	6,573	7,011	6,860	7,361
	Transfers to Reserves	0	0	0	0	0
	Transfers from Reserves	0	0	0	0	0
	Growth bids and adjustments (net of transfers from reserves and income)					0
	Committee net expenditure	6,850	6,573	7,011	6,860	7,361
	Planning, Town & Environment					
	Expenditure	19,849	20,985	19,482	26,233	18,743
	Income	-1,850	-1,100	-1,100	-4,525	-1,100
	Net Expenditure	17,999	19,885	18,382	21,708	17,643
	Transfers to Reserves	0	0	0	0	0
	Transfers from Reserves	-1,215	-5,170	-1,000	-6,454	-1,000
	Growth bids and adjustments (net of transfers from reserves and income)					4,950
	Committee net expenditure	16,784	14,715	17,382	15,254	21,593
	Total Base Expenditure	752,866	743,083	728,331	700,794	723,291
	Total Income	-249,318	-231,126	-232,312	-201,893	-229,234
	Total transfer to reserves	48,313	53,692	38,400	38,400	38,400
	Total Transfer from reserves	-84,384	-67,068	-13,230	-23,184	-2,230
	Total New Bids					63,200
	Less funded from earmarked reserves					-57,500
	Total Budget Requirement	467,477	498,581	521,190	514,117	535,927
	Precept	485,196	497,549	519,907	519,907	531,856
	Covid Relief grant					4,071
	Transfer to/-from General Reserve	17,719	-1,032	-1,283	5,790	0

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	Description	Actual 2018/19 £	Actual 2019/20 £	Budget 2020/21 £	Revised Budget 20/21 £	Budget 2021/22 £
Expenditure:						
	Policy & Finance	424,760	442,866	436,579	393,504	442,395
	Recreation & Leisure	248,288	223,763	214,091	224,480	202,753
	Cemeteries	48,218	43,687	45,863	44,417	46,733
	Allotments	11,751	11,782	12,317	12,160	12,667
	Planning, Town & Environment	19,849	20,985	19,482	26,233	18,743
Council Total Expenditure		752,866	743,083	728,331	700,794	723,291
Income:						
	Policy & Finance	-154,754	-156,471	-144,468	-118,638	-145,140
	Recreation & Leisure	-34,422	-34,273	-35,407	-31,498	-31,657
	Cemeteries	-53,391	-34,073	-46,031	-41,932	-46,031
	Allotments	-4,901	-5,209	-5,306	-5,300	-5,306
	Planning, Town & Environment	-1,850	-1,100	-1,100	-4,525	-1,100
Council Total Income		-249,318	-231,126	-232,312	-201,893	-229,234
Council Net Expenditure before transfers		503,548	511,957	496,020	498,901	494,057
Add Transfers to Provisions						
	Policy & Finance	31,413	29,792	16,500	16,500	16,500
	Recreation & Leisure	16,900	19,900	17,900	17,900	17,900
	Cemeteries	0	4,000	4,000	4,000	4,000
	Allotments	0	0	0	0	0
	Planning, Town & Environment	0	0	0	0	0
Total transfers to provisions		48,313	53,692	38,400	38,400	38,400
Less Transfers from Provisions						
	Policy & Finance	-16,750	-26,168	-1,000	-1,000	-1,000
	Recreation & Leisure	-66,189	-35,500	-11,000	-15,500	0
	Cemeteries	-230	-230	-230	-230	-230
	Allotments	0	0	0	0	0
	Planning, Town & Environment	-1,215	-5,170	-1,000	-6,454	-1,000
Total transfers from Provisions		-84,384	-67,068	-13,230	-23,184	-2,230
Total Budget Requirement before new bids		467,477	498,581	521,190	514,117	530,227
New Bids 2021/22 (net of income)						
	Policy & Finance					0
	Recreation & Leisure					25,250
	Cemeteries					30,000
	Allotments					0
	Planning, Town & Environment					7,950
Less Funded from Provisions						-57,500
Council's Net Budget		467,477	498,581	521,190	514,117	535,927
Transfers from(-) or to General Reserve		17,719	-1,032	-1,283	5,790	0
Covid Relief Grant						-4,071
Council Precept (to be met by Council Tax Payers)		485,196	497,549	519,907	519,907	531,856
Council Tax Base		5257.3	5285.2	5362	5362	5,404.3
Council Tax		92.29	94.14	96.96	96.96	98.41

Inflation (RPI) is currently running at 1.3% (for the year to October 2021). CPIH is 0.9% for the same period.

Note that some costs and expenditure are linked to inflation, whereas some "non contractual" expenditure is more discretionary and inflationary cost increases may be absorbed by reducing spend, although this may not be without consequence. Other expenditure may be fixed with no inflationary adjustment required. Each expenditure component in the budget has been allocated an inflation type (1-6) which may be modelled on this page.

The Band D equivalent Council Tax for 2020/21 is: **96.96**

1 Inflation

	%	Type
- Pay	0.5%	1
- Utilities	1.5%	2
- Other Expenditure	1.5%	3
- Non contractual expenditure	0.0%	4
- Income	0.0%	5
- Fixed expenditure (i.e. no inflation)	0.0%	6

A target Council Tax increase of : **1.5%**

would increase the Council Tax to: **98.41**

And require an additional transfer from reserves of: **£0**

which would reduce total reserves to £ 538,433 by March 2022 (given the assumptions in 1 - 3 on the left)

2 Council Tax Base increase

0.79%

Note, the Council Tax base for 2020/21 is

5,362.0

An increase of 0.79% (assumption 2) will increase the Council Tax base to:

5,404.3

3 Use of General Reserve

£

0

The General Reserve is expected to be £284,713 at April 1st 2021. This transfer will reduce it to £284,713 by the year end

Use of Covid relief grant

4,071

Net Budget Requirement and consequent Band D equivalent Council Tax

Based on the above assumptions together with any proposed new bids and adjustments:

	£
Base Budget 2021/2022	494,057
Net transfers to/from earmarked reserves	36,170
Growth Bids & Adjustments	77,750
- Less funded from earmarked reserves (inc. borrowing)	-57,500
- Less additional income generated	-14,550
Net Budget requirement	535,927
Less funded from general reserve/Covid relief Grant	-4,071
Sum to be funded from Council Tax Payers (Precept)	531,856

Summary movement on reserves:

	£
Opening reserves 1/4/2021:	
General Reserve	284,713
Earmarked Reserves & Provisions	271,015
Total Reserves 1/4/2021	555,728
Planned transfers in	38,400
Planned transfers out	-6,301
Plus Capital Receipts 21/22	8,106
Less Funding for growth	-57,500
Less use of general reserve	0
Predicted reserves 31/3/2022	

Band D equivalent Council Tax 2021/22

98.41

The budget requirement and resulting precept, as modelled, represents an increase of 1.50 % in the Council Tax

General Reserve	284,713
Earmarked Reserves	253,720
Predicted Reserves 31/3/2022	538,433

The Council Tax for 2020/21 is £96.96 per Band D Equivalent

An increase of one percent on the Council Tax will generate an increased precept of : £5,240
For each increase of £1,000 in the precept requirement, a further £0.185 will be added to the Band D Council Tax