

GENERAL FUND REVENUE SUMMARY

(1) Actual Spend 2019/20 £'000	(2) Original Estimate 2020/21 £'000	(3) Forecast 2020/21 £'000		(4) Gross Expend. 2021/22 £'000	(5) Gross Income 2021/22 £'000	(6) Original Estimate 2021/22 £'000
			Service Requirements			
0.0	0.0	0.8	Chief Executive's Office	849.9	(845.5)	4.4
3,284.7	2,183.0	6,107.3	Community & Leisure	5,931.7	(1,564.1)	4,367.6
5,996.0	5,374.5	5,487.7	Environmental Service	10,032.4	(4,345.8)	5,686.6
1,838.5	1,584.4	1,729.3	Finance & Revenues	3,902.4	(2,325.3)	1,577.1
2,650.7	3,919.6	3,195.9	Housing & Environmental Health	6,671.7	(2,591.2)	4,080.5
0.0	0.0	(0.4)	I.T.	1,518.4	(1,518.8)	(0.4)
3.7	0.0	3.2	Legal & Democratic	1,681.0	(1,617.0)	64.0
2,907.3	2,052.4	2,688.8	Planning & Building	3,953.2	(1,688.0)	2,265.2
1,071.5	1,079.8	1,428.8	Planning Policy & Economic Development	1,621.4	(60.7)	1,560.7
(3,965.8)	(6,073.4)	(4,448.2)	Property & Asset Management	10,720.9	(15,834.1)	(5,113.2)
0.0	0.0	(1.6)	Strategy & Innovation	758.1	(763.4)	(5.3)
13,786.6	10,120.3	16,191.6		47,641.1	(33,153.9)	14,487.2
			Other Requirements			
(208.2)	(200.0)	(123.6)	Net Cost of Benefit Payments	18,866.5	(19,066.5)	(200.0)
2,141.7	2,044.3	2,050.1	Corporate & Democratic Core	6,437.7	(4,313.8)	2,123.9
15,720.1	11,964.6	18,118.1	Net Cost of Services	72,945.3	(56,534.2)	16,411.1
			Corporate Requirements			
0.0	440.7	139.3	Contingency Provision	330.9	0.0	330.9
(6,315.6)	(5,250.0)	(5,088.8)	Depreciation Reversal and Deferred Charges	0.0	(5,057.5)	(5,057.5)
(758.2)	(636.4)	(405.9)	Investment Income	0.0	(242.2)	(242.2)
163.6	161.7	161.7	Borrowing Costs	156.5	0.0	156.5
187.0	191.2	191.2	Minimum revenue Provision	195.5	0.0	195.5
(2,126.5)	(2,130.0)	(9,003.7)	Small Business Rate Relief & other S31 grants	0.0	(1,868.0)	(1,868.0)
(94.6)	(53.4)	(4,194.0)	Other Government Grants	0.0	(1,700.3)	(1,700.3)
(3,788.2)	(3,560.8)	(3,560.8)	New Homes' Bonus	0.0	(2,567.9)	(2,567.9)
2,000.8	2,119.8	2,119.8	Provision for NDR surplus 'levy'	2,024.6	0.0	2,024.6
(8.0)	0.0	0.0	Levy surplus allocation	0.0	0.0	0.0
(437.2)	(419.6)	(419.6)	100% Retention of NDR from Renewable Energy	0.0	(397.5)	(397.5)
(0.3)	0.0	0.0	Year End Write Offs	0.0	0.0	0.0
4,542.9	2,827.8	(1,942.7)	Net General Fund Expenditure	75,652.8	(68,367.6)	7,285.2
3,960.3	3,990.0	8,696.1	Transfer to Earmarked Reserves	3,347.5	(8,461.9)	(5,114.4)
1,402.4	2,217.1	1,917.7	Transfer to Asset Management Reserve	1,600.1	0.0	1,600.1
3,087.9	2,502.9	2,866.7	Transfer to Capital Balances	2,116.2	0.0	2,116.2
(1,695.3)	0.0	0.0	Transfer to Pension Reserve	0.0	0.0	0.0
603.6	0.0	0.0	Transfer to / (from) General Reserves	0.0	0.0	0.0
11,901.8	11,537.8	11,537.8	General Fund Requirements	82,716.6	(76,829.5)	5,887.1
0.0	0.0	0.0	Revenue Support Grant	0.0	0.0	0.0
(4,576.4)	(4,897.2)	(4,897.2)	Business Rates Retained	17,150.6	(22,192.1)	(5,041.5)
1,597.6	1,716.8	1,716.8	Parish Precepts	1,747.8	0.0	1,747.8
(111.9)	(99.1)	(99.1)	Surplus on Previous Years' Collection Fund - Ctax	0.0	(101.1)	(101.1)
57.6	1,102.3	1,102.3	(Surplus)/Deficit on Previous Years' Collection Fund - NDR	7,081.4	0.0	7,081.4
8,868.7	9,360.6	9,360.6	Council Tax Requirement	108,696.4	(99,122.7)	9,573.7
(6,924.3)	(7,299.3)	(7,299.3)	Test Valley Borough Council precept	0.0	(7,492.6)	(7,492.6)
(1,597.6)	(1,716.8)	(1,716.8)	Parish Precepts	0.0	(1,747.8)	(1,747.8)
(346.8)	(344.5)	(344.5)	Andover Special Expenses Levy	0.0	(333.3)	(333.3)
(8,868.7)	(9,360.6)	(9,360.6)	Summary of Council Tax Requirement	0.0	(9,573.7)	(9,573.7)

SUMMARY OF SAVINGS OPTIONS

Service / Ref	Service	Function	Savings Option Proposed	2021/22 £	2022/23 £	2023/24 £
PAM01	Property & Asset Management	Beech Hurst	Savings in gas costs due to new boilers	7,800	7,800	7,800
PAM02	Property & Asset Management	Car Parking	Savings in collection fees	66,000	66,000	66,000
C&L01	Community & Leisure	The Lights	Sundry savings	6,900	6,900	6,900
IT01	IT	Telephony	Savings from SIP project	14,600	14,600	14,600
Total Savings Options in January Budget Update				95,300	95,300	95,300
Saving Options in this Update:						
CORP03	ALL	Employee Costs	Increase vacancy management provision from 4% to 4.5%	101,700	101,700	101,700
Total Savings Options in this Update				101,700	101,700	101,700
Total Savings Options				197,000	197,000	197,000

SUMMARY OF INCOME GENERATION PROPOSALS

Service / Ref	Service	Function	Savings Option Proposed	2021/22 £	2022/23 £	2023/24 £
ENV01	Environmental Services	Green Waste	Additional garden waste income (offsets cost of additional round)	84,500	84,500	84,500
ENV02	Environmental Services	Street Cleansing	Additional income from shopping trolley returns	10,000	10,000	10,000
ENV03	Environmental Services	Waste Collection	Net increase in income from bulky waste offset by small reduction in income from sales of bins	6,000	6,000	6,000
ENV04	Environmental Services	Technical	Recycling income	11,000	11,000	11,000
Total Income Generation Proposals				111,500	111,500	111,500

SUMMARY OF REVENUE PRESSURES

Service / Ref	Service	Item	2021/22 £	2022/23 £	2023/24 £
CORP01	ALL	Anticipated increase in insurance premiums	111,500	111,500	111,500
PAM03	Property & Asset Management	Increase in business rates liability due to vacancies	22,300	22,300	22,300
CORP02	Corporate & Democratic	Increases in supplies & services to align with actuals for postage, printing, software, bank charges & subscriptions	17,500	17,500	17,500
PPED01	Planning Policy & Economic Development	Increase in contribution for the Hampshire Economic Partnership	10,000	10,000	10,000
PPED02	Planning Policy & Economic Development	Project consultancy & staffing costs to be funded from the Local Development Reserve	221,700	0	0
PPED03	Planning Policy & Economic Development	Extend Independent Retailer Grants scheme to be funded from the New Homes Bonus Reserve	13,000	0	0
ENV01a	Environmental Services	Additional garden waste round (offset by additional income)	84,500	84,500	84,500
ENV05	Environmental Services	Increase in supplies & services	19,000	19,000	19,000
PAM04	Property & Asset Management	Net reduction in rental income from Corporate Properties	256,500	256,500	256,500
C&L02	Community & Leisure	Net reduction in cemeteries income to realign with actuals	18,000	18,000	18,000
HEH01	Housing & Environmental Health	Re-align insect call out income to actuals	9,700	9,700	9,700
IT02	IT	Net increases in annual maintenance and support costs and licenses	26,400	26,400	26,400
L&D01	Legal & Democratic	No government grant expected for register of electors	15,000	15,000	15,000
Total Pressures			825,100	590,400	590,400

Draw from reserves to offset pressures:

SUMMARY OF REVENUE PRESSURES

Service / Ref	Service	Item	2021/22 £	2022/23 £	2023/24 £
PPED02a	Planning Policy & Economic Development	Draw from LDF reserve to finance consultancy & staffing costs	(221,700)	0	0
PPED03a	Planning Policy & Economic Development	Draw from New Homes Bonus reserve to fund independent retailer grants	(13,000)	0	0
			(234,700)	0	0
Total Pressures Net of Transfers from Reserves in January Budget Update			590,400	590,400	590,400
Pressures in this Update:					
L&D01	Legal & Democratic	Increase in Members allowances agreed at Council 27/01/21	9,900	18,900	18,900
CORP01a	ALL	Reduce anticipated increase in insurance premiums	(60,800)	(60,800)	(60,800)
CORP04	Corporate & Democratic	Anticipated increase in external audit fees	21,000	21,000	21,000
CORP05	Corporate & Democratic	Extended support license for Finance Management System	26,100	26,100	26,100
PAM04a	Property & Asset Management	Reduce pressure from reduction in rental income from Corporate Properties and move to pressure from Covid	(47,900)	(47,900)	(47,900)
PAM04b	Property & Asset Management	Reduce pressure from reduction in rental income from Corporate Properties due to letting	(15,000)	(15,000)	(15,000)
PAM05	Property & Asset Management	Adjust net income from the Chantry Centre in line with the middle case per the report to Council on 13th March 2019	98,300	307,200	313,200
PAM06	Property & Asset Management	Net reduction in income from the Chantry Centre	99,100	0	0
Total Pressures in this Update			130,700	249,500	255,500

SUMMARY OF REVENUE PRESSURES

Service / Ref	Service	Item	2021/22 £	2022/23 £	2023/24 £
Draw from reserves to offset pressures:					
PAM06a	Property & Asset Management	Draw from Chantry Centre Planned Maintenance Reserve to partially fund reduction in income	(99,100)	0	0
			(99,100)	0	0
Total Pressures Net of Transfers from Reserves in this report			31,600	249,500	255,500
Total Pressures			622,000	839,900	845,900

SUMMARY OF COVID IMPACTS

Item	2021/22 £	2022/23 £	2023/24 £
Budget Pressure			
Housing & Environmental Health - B&B costs	26,500		
Community & Leisure including The Lights	1,608,900	0	0
Housing & Environmental Health	13,800	0	0
Legal & Democratic - land charges, licensing	69,300	0	0
Planning & Building - building control fees	139,500	0	0
Property & Asset Management including car parking	522,400	0	0
	2,380,400	0	0
Possible savings - premises, travel, supplies & services	(131,200)	0	0
Total COVID pressure	2,249,200	0	0
Offset by:			
Sales, Fees & Charges compensation Q1 estimate	(373,700)	0	0
COVID support grant (tranche 5)	(533,400)	0	0
Lower Tier Services grant	(573,700)	0	0
	(1,480,800)	0	0
Total Net COVID Pressure in January Update	768,400	0	0

COVID pressures in this update:

SUMMARY OF COVID IMPACTS

Item	2021/22 £	2022/23 £	2023/24 £
Additional Costs / loss of income			
Corporate - bad debt provision	200,000	0	0
Property & Asset Management Inc car parking & rental income	94,700	0	0
	294,700	0	0
Total additional COVID pressure	294,700	0	0
Offset by:			
Sales, Fees & Charges compensation Q1 estimate	(13,600)	0	0
	(13,600)	0	0
Total Net COVID Pressure in this Update	281,100	0	0
Total Net COVID Pressure	1,049,500	0	0

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(1) Actual Spend 2019/20 £'000	(2) Original Estimate 2020/21 £'000	(3) Forecast 2020/21 £'000		(4) Gross Expend. 2021/22 £'000	(5) Gross Income 2021/22 £'000	(6) Original Estimate 2021/22 £'000
<u>Service Requirements</u>						
(235.5)	0.0	0.8	Chief Executive's Office	849.9	(845.5)	4.4
1,656.5	961.0	4,624.5	Community & Leisure	4,624.8	(1,564.1)	3,060.7
4,612.6	4,569.3	4,768.9	Environmental Service	9,319.4	(4,345.8)	4,973.6
1,435.9	1,584.4	1,729.3	Finance & Revenues	3,902.4	(2,325.3)	1,577.1
2,580.4	2,629.0	2,656.5	Housing & Environmental Health	5,678.5	(2,591.2)	3,087.3
(208.7)	(58.8)	(91.5)	I.T.	1,427.0	(1,518.8)	(91.8)
(157.8)	0.0	3.2	Legal & Democratic	1,681.0	(1,617.0)	64.0
2,383.8	2,052.4	2,688.8	Planning & Building	3,953.2	(1,688.0)	2,265.2
992.0	1,079.8	1,428.8	Planning Policy & Economic Development	1,621.4	(60.7)	1,560.7
(7,128.2)	(6,937.1)	(5,327.7)	Property & Asset Management	9,777.6	(15,834.1)	(6,056.5)
0.0	0.0	(1.6)	Strategy & Innovation	758.1	(763.4)	(5.3)
5,931.0	5,880.0	12,480.0		43,593.3	(33,153.9)	10,439.4
<u>Other Requirements</u>						
(208.2)	(200.0)	(123.6)	Net Cost of Benefit Payments	18,866.5	(19,066.5)	(200.0)
3,198.7	2,034.6	2,040.4	Corporate & Democratic Core	6,428.0	(4,313.8)	2,114.2
8,921.5	7,714.6	14,396.8	Net Cost of Services	68,887.8	(56,534.2)	12,353.6
<u>Corporate Requirements</u>						
0.0	440.7	139.3	Contingency Provision	330.9	0.0	330.9
(758.2)	(636.4)	(405.9)	Investment Income	0.0	(242.2)	(242.2)
163.6	161.7	161.7	Borrowing Costs	156.5	0.0	156.5
187.0	191.2	191.2	Minimum revenue Provision	195.5	0.0	195.5
(2,126.5)	(2,130.0)	(9,003.7)	Small Business Rate Relief & other S31 grants	0.0	(1,868.0)	(1,868.0)
(94.6)	(53.4)	(4,194.0)	Other Government Grants	0.0	(1,700.3)	(1,700.3)
(3,788.2)	(3,560.8)	(3,560.8)	New Homes' Bonus	0.0	(2,567.9)	(2,567.9)
2,000.8	2,119.8	2,119.8	Provision for NDR surplus 'levy'	2,024.6	0.0	2,024.6
(8.0)	0.0	0.0	Levy surplus allocation	0.0	0.0	0.0
(437.2)	(419.6)	(419.6)	100% Retention of NDR from Renewable Energy	0.0	(397.5)	(397.5)
(0.3)	0.0	0.0	Year End Write Offs	0.0	0.0	0.0
4,059.9	3,827.8	(575.2)	Net General Fund Expenditure	71,595.3	(63,310.1)	8,285.2
3,960.3	3,990.0	8,696.1	Transfer to Earmarked Reserves	3,347.5	(8,461.9)	(5,114.4)
1,402.4	2,217.1	1,917.7	Transfer to Asset Management Reserve	1,600.1	0.0	1,600.1
1,875.6	1,502.9	1,499.2	Transfer to Capital Balances	1,116.2	0.0	1,116.2
603.6	0.0	0.0	Transfer to General Reserves	0.0	0.0	0.0
11,901.8	11,537.8	11,537.8	General Fund Requirements	77,659.1	(71,772.0)	5,887.1
0.0	0.0	0.0	Revenue Support Grant	0.0	0.0	0.0
(4,576.4)	(4,897.2)	(4,897.2)	Business Rates Retained	17,150.6	(22,192.1)	(5,041.5)
1,597.6	1,716.8	1,716.8	Parish Precepts	1,747.8	0.0	1,747.8
(111.9)	(99.1)	(99.1)	Surplus on Previous Years' Collection Fund - Ctax	0.0	(101.1)	(101.1)
57.6	1,102.3	1,102.3	Surplus on Previous Years' Collection Fund - NDR	7,081.4	0.0	7,081.4
8,868.7	9,360.6	9,360.6	Council Tax Requirement	103,638.9	(94,065.2)	9,573.7
(6,924.3)	(7,299.3)	(7,299.3)	Test Valley Borough Council precept	0.0	(7,492.6)	(7,492.6)
(1,597.6)	(1,716.8)	(1,716.8)	Parish Precepts	0.0	(1,747.8)	(1,747.8)
(346.8)	(344.5)	(344.5)	Andover Special Expenses Levy	0.0	(333.3)	(333.3)
(8,868.7)	(9,360.6)	(9,360.6)	Summary of Council Tax Requirement	0.0	(9,573.7)	(9,573.7)

MEDIUM TERM FINANCIAL PLAN

	Original Estimate 2021/22 £'000	Base Changes £'000	Budget Forecast 2022/23 £'000	Base Changes £'000	Budget Forecast 2023/24 £'000
<u>Service Requirements</u>					
Chief Executive's Office	4.4	0.0	4.4	0.0	4.4
Community & Leisure	3,060.7	(1,910.2)	1,150.5	36.8	1,187.3
Environmental Service	4,973.6	408.3	5,381.9	0.0	5,381.9
Finance & Revenues	1,577.1	0.0	1,577.1	0.0	1,577.1
Housing & Environmental Health	3,087.3	(412.1)	2,675.2	0.0	2,675.2
I.T.	(91.8)	0.0	(91.8)	0.0	(91.8)
Legal & Democratic	64.0	(60.8)	3.2	0.0	3.2
Planning & Building	2,265.2	(139.5)	2,125.7	0.0	2,125.7
Planning Policy & Economic Development	1,560.7	(245.3)	1,315.4	0.0	1,315.4
Property & Asset Management	(6,056.5)	(500.3)	(6,556.8)	6.0	(6,550.8)
Strategy & Innovation	(5.3)	0.0	(5.3)	0.0	(5.3)
Inflation	0.0	600.0	600.0	600.0	1,200.0
	10,439.4	(2,259.9)	8,179.5	642.8	8,822.3
<u>Other Requirements</u>					
Net Cost of Benefit Payments	(200.0)	0.0	(200.0)	0.0	(200.0)
Corporate & Democratic Core	2,114.2	(145.3)	1,968.9	744.6	2,713.5
Net Cost of Services	12,353.6	(2,405.2)	9,948.4	1,387.4	11,335.8
<u>Corporate Requirements</u>					
Contingency Provision	330.9	0.0	330.9	0.0	330.9
Investment Income	(242.2)	0.0	(242.2)	0.0	(242.2)
Borrowing Costs	156.5	(5.2)	151.3	(6.2)	145.1
Minimum Revenue Provision	195.5	4.4	199.9	4.5	204.4
Small Business Rate Relief & other S31 grants	(1,868.0)	1,868.0	0.0	0.0	0.0
Other Government Grants	(1,700.3)	1,589.2	(111.1)	0.0	(111.1)
New Homes' Bonus	(2,567.9)	1,767.3	(800.6)	800.6	0.0
Provision for NDR Levy	2,024.6	(2,024.6)	0.0	0.0	0.0
100% Retention of NDR from Renewable Energy	(397.5)	(16.9)	(414.4)	0.0	(414.4)
Net General Fund Expenditure	8,285.2	777.0	9,062.2	2,186.3	11,248.5
Transfer to Earmarked Reserves	(5,114.4)	6,456.4	1,342.0	(1,545.2)	(203.2)
Transfer to Asset Management Reserves	1,600.1	0.0	1,600.1	0.0	1,600.1
Transfer to Capital Reserves	1,116.2	0.0	1,116.2	0.0	1,116.2
Transfer to General Reserves	0.0	0.0	0.0	0.0	0.0
Total General Fund Expenditure	5,887.1	7,233.4	13,120.5	641.1	13,761.6
FURTHER SAVINGS TO BE IDENTIFIED	0.0	(2,561.1)	(2,561.1)	(307.6)	(2,868.7)
General Fund Requirements	5,887.1	4,672.3	10,559.4	333.5	10,892.9