

## **COUNCIL – 1ST MARCH 2010**

### **Supplementary Report of the Chief Executive**

#### **7.1 2010-11 GENERAL FUND AND HRA REVENUE BUDGETS AND COUNCIL TAX BASE 2010-11 AND SPECIAL EXPENSES**

##### Purpose of the Supplementary Report

To set out the full recommendations and reasons required in accordance with the Local Authorities (Calculation of Council Tax Base) Regulations 1992, in order that the Council can adopt a General Fund Revenue Budget, Housing Revenue Account Budget and, following receipt of all the precepts for the precepting authorities, adopt a Council Tax levy for 2010/2011.

##### Policy Context

The budget is essential to all policies of the Council and the setting of a Council Tax levy is a legal requirement of the Council and the rents need to be within specified parameters set by the CLG. In addition, the Corporate Plan aim Housing and Health is the context for the HRA budget and rent/charges setting.

##### Recommendations

1. that the expenses incurred by the Council in performing in Loughborough a function performed elsewhere in its area by a parish council or the chairman of a parish meeting be treated as special expenses for the purposes of Section 35 of the Local Government Finance Act 1992, to the extent provided in minute 72 (C) of Council February 2008;
2. that
  - a. the Original Budget for 2010/11 be £19,806,500,
  - b. the base Council Tax be set at £102.62 at Band D, and
  - c. the Loughborough Special Rate be set at £73.84;
3. that the amounts below be approved as the Council Tax Base for 2010/11 in accordance with regulations made under Section 33(5) of the Local Government Finance Act 1992:
  - a) 53,934.2 being the amount calculated by the Council, in accordance with regulation 3 of the Local Authorities (Calculation of Council Tax Base) Regulations 1992, as its council tax base for the year;

b)

Part of the Council's area

<u>Parish, etc</u>	<u>Council Tax Base 2010/11</u>
Anstey	2218.9
Barkby	146.2
Barkby Thorpe	16.3
Barrow-upon-Soar	2117.0
Beeby	34.1
Birstall	4074.2
Burton-on-the-Wolds	485.7
Cossington	220.2
Cotes	12.9
East Goscote	916.6
Hathern	728.1
Hoton	146.6
Mountsorrel	2791.6
Newtown Linford	507.2
Prestwold	32.9
Queniborough	944.6
Quorndon	2194.4
Ratcliffe-on-the-Wreake	86.2
Rearsby	434.8
Rothley	1690.6
Seagrave	261.6
Shepshed	4522.8
Sileby	2494.1
South Croxton	126.2
Swithland	152.6
Syston	4179.7
Thrussington	257.6
Thurcaston & Cropston	948.9
Thurmaston	2866.8
Ulverscroft	61.7
Walton-on-the-Wolds	132.2
Wanlip	82.9
Woodhouse	956.4
Wymeswold	583.8
Loughborough Special Expense Area	16507.8

being the amounts calculated by the Council, in accordance with Regulation 6 of the regulations, as the amounts of its council tax base for the year for dwellings in those parts of its area to which one or more special items relate;

4. that the following amounts be now calculated by the Council for the year 2010/11 in accordance with Sections 32 to 36 of the Local Government Finance Act 1992:

- (a) 70,538,723 being the aggregate of the amounts which the Council estimates for the items set out in Section 32(2) (a) to (e) of the Act
- (b) 48,680,500 being the aggregate of the amounts which the Council estimates for the items set out in Section 32(3) (a) to (c) of the Act
- (c) 21,858,223 being the amount by which the aggregate at 4(a) above exceeds the aggregate at 4(b) above, calculated by the Council, in accordance with Section 32(4) of the Act, as its budget requirement for the year
- (d) 12,513,727 being the aggregate of the sums which the Council estimates will be payable for the year into its general fund in respect of redistributed non-domestic rates, revenue support grant, additional grant or SSA Reduction Grant
- (e) 173.26 being the amount at 4(c) above less the amount at 4(d) above, all divided by the amount at 3(a) above, calculated by the Council, in accordance with Section 33(1) of the Act, as the basic amount of its council tax for the year
- (f) 3,809,708 being the aggregate amount of all special items referred to in Section 34(1) of the Act
- (g) 102.62 being the amount of 4(e) above less the result given by dividing the amount at 4(f) above by the amount at 3(a) above, calculated by the Council, in accordance with Section 34(2) of the Act, as the basic amount of its council tax for the year for dwellings in those parts of its area to which no special items relate.

(h) Part of the Council's area

Parish, etc  
Anstey

District  
Band D  
Charge  
172.05

Barkby and Barkby Thorpe	141.08
Barrow-upon-Soar	172.60
Beeby	102.62
Birstall	187.31
Burton-on-the-Wolds / Cotes / Prestwold	134.60
Cossington	148.03
East Goscote	162.95
Hathern	150.28
Hoton	141.84
Mountsorrel	164.28
Newtown Linford	177.54
Queniborough	139.67
Quorndon	175.21
Ratcliffe-on-the-Wreake	131.62
Rearsby	144.04
Rothley	158.81
Seagrave	160.72
Shepshed	171.83
Sileby	166.19
South Croxton	160.70
Swithland	125.56
System	197.00
Thrussington	120.09
Thurcaston & Cropston	136.34
Thurmaston	201.20
Ulverscroft	102.62
Walton-on-the-Wolds	132.88
Wanlip	126.75
Woodhouse	163.94
Wymeswold	134.65
Loughborough Special Expense Area	176.46

being the amounts given by adding to the amount at 4(g) above the amounts of the special item or items relating to dwellings in those parts of the Council's area mentioned above divided in each case by the amount at 3(b) above, calculated by the Council, in accordance with Section 34(3) of the Act, as the basic amounts of its council tax for the year for dwellings in those parts of its area to which one or more special items relate.

(i)

Part of the Council's area

<b><u>Parish</u></b>	<b><u>Valuation</u></b>							
	A £	B £	C £	D £	E £	F £	G £	H £
Anstey	114.70	133.82	152.94	172.05	210.28	248.52	286.75	344.10
Barkby and Barkby Thorpe	94.05	109.73	125.41	141.08	172.43	203.78	235.13	282.16
Barrow-upon-Soar	115.06	134.25	153.42	172.60	210.95	249.31	287.66	345.20
Beeby	68.41	79.82	91.22	102.62	125.42	148.23	171.03	205.24
Birstall	124.87	145.69	166.50	187.31	228.93	270.56	312.18	374.62
Burton-on-the-Wolds / Cotes / Prestwold	89.73	104.69	119.65	134.60	164.51	194.42	224.33	269.20
Cossington	98.68	115.14	131.58	148.03	180.92	213.82	246.71	296.06
East Goscote	108.63	126.74	144.85	162.95	199.16	235.37	271.58	325.90
Hathern	100.18	116.89	133.58	150.28	183.67	217.07	250.46	300.56
Hoton	94.56	110.32	126.08	141.84	173.36	204.88	236.40	283.68
Mountsorrel	109.52	127.78	146.03	164.28	200.78	237.29	273.80	328.56
Newtown Linford	118.36	138.09	157.82	177.54	216.99	256.45	295.90	355.08
Queniborough	93.11	108.64	124.15	139.67	170.70	201.75	232.78	279.34
Quorndon	116.80	136.28	155.74	175.21	214.14	253.08	292.01	350.42
Ratcliffe-on-the-Wreake	87.74	102.38	117.00	131.62	160.86	190.12	219.36	263.24
Rearsby	96.02	112.04	128.04	144.04	176.04	208.06	240.06	288.08
Rothley	105.87	123.52	141.17	158.81	194.10	229.39	264.68	317.62
Seagrave	107.14	125.01	142.86	160.72	196.43	232.15	267.86	321.44
Shepshed	114.55	133.65	152.74	171.83	210.01	248.20	286.38	343.66
Sileby	110.79	129.26	147.73	166.19	203.12	240.05	276.98	332.38
South Croxton	107.13	124.99	142.85	160.70	196.41	232.12	267.83	321.40
Swithland	83.70	97.66	111.61	125.56	153.46	181.37	209.26	251.12
Syston	131.33	153.23	175.11	197.00	240.77	284.56	328.33	394.00
Thrussington	80.06	93.41	106.75	120.09	146.77	173.46	200.15	240.18
Thurcaston & Cropston	90.89	106.05	121.19	136.34	166.63	196.94	227.23	272.68
Thurmaston	134.13	156.49	178.85	201.20	245.91	290.62	335.33	402.40
Ulverscroft	68.41	79.82	91.22	102.62	125.42	148.23	171.03	205.24
Walton-on-the-Wolds	88.58	103.36	118.12	132.88	162.40	191.94	221.46	265.76
Wanlip	84.50	98.59	112.67	126.75	154.91	183.08	211.25	253.50
Woodhouse	109.29	127.51	145.73	163.94	200.37	236.80	273.23	327.88
Wymeswold	89.76	104.73	119.69	134.65	164.57	194.50	224.41	269.30
Loughborough Special Expense Area	117.64	137.25	156.86	176.46	215.67	254.89	294.10	352.92

being the amounts given by multiplying the amounts at 4(h) above by the number which, in the proportion set out in Section 5(1) of the Act, is applicable to dwellings listed in a particular valuation band divided by the number which in that proportion is applicable to dwellings listed in the valuation band D, calculated by the Council, in accordance with Section 36(1) of the Act, as the amounts to be taken into account for the year in respect of categories of dwellings listed in different valuation bands.

5. that it be noted that for the year 2009/10 the major precepting authorities have stated the following amounts in precepts issued to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:

<u>Valuation Bands</u>							
A	B	C	D	E	F	G	H
<u>Leicestershire County Council</u>							
£	£	£	£	£	£	£	£
708.67	826.78	944.89	1063.00	1299.22	1535.44	1771.67	2126.00
<u>Leicestershire Police Authority</u>							
£	£	£	£	£	£	£	£
113.09	131.94	150.79	169.63	207.33	245.03	282.72	339.27
<u>Leicester, Leicestershire &amp; Rutland Combined Fire Authority</u>							
£	£	£	£	£	£	£	£
35.58	41.52	47.45	53.38	65.24	77.10	88.96	106.75

6. that having calculated the aggregate in each case of amounts of 4(i) and 5 above, the Council, in accordance with Section 30(2) of the Local Government Finance Act 1992, hereby sets the following amounts of council tax for the year 2009/10 for each of the categories of dwellings shown below:

	BAND A 6/9	BAND B 7/9	BAND C 8/9	BAND D I	BAND E 11/9	BAND F 13/9	BAND G 15/9	BAND H 18/9
ANSTEY	972.04	1134.0	1296.07	1458.06	1782.07	2106.0	2430.1	2916.12
BARKBY / BARKBY THORPE	951.39	1109.9	1268.54	1427.09	1744.22	2061.3	2378.4	2854.18
BARROW-UPON-SOAR	972.40	1134.4	1296.55	1458.61	1782.74	2106.8	2431.0	2917.22
BEEBY	925.75	1080.0	1234.35	1388.63	1697.21	2005.8	2314.3	2777.26
BIRSTALL	982.21	1145.9	1309.63	1473.32	1800.72	2128.1	2455.5	2946.64
BURTON-ON-THE-WOLDS, COTES & PRESTWOLD	947.07	1104.9 3	1262.78	1420.61	1736.30	2051.9 9	2367.6 8	2841.22
COSSINGTON	956.02	1115.3	1274.71	1434.04	1752.71	2071.3	2390.0	2868.08
EAST GOSCOTE	965.97	1126.9	1287.98	1448.96	1770.95	2092.9	2414.9	2897.92
HATHERN	957.52	1117.1	1276.71	1436.29	1755.46	2074.6	2393.8	2872.58
HOTON	951.90	1110.5	1269.21	1427.85	1745.15	2062.4	2379.7	2855.70
MOUNTSORREL	966.86	1128.0	1289.16	1450.29	1772.57	2094.8	2417.1	2900.58
NEWTOWN LINFORD	975.70	1138.3	1300.95	1463.55	1788.78	2114.0	2439.2	2927.10
QUENIBOROUGH	950.45	1108.8	1267.28	1425.68	1742.49	2059.3	2376.1	2851.36
QUORNDON	974.14	1136.5	1298.87	1461.22	1785.93	2110.6	2435.3	2922.44
RATCLIFFE-ON-THE-WREAKE	945.08	1102.6	1260.13	1417.63	1732.65	2047.6	2362.7	2835.26
REARSBY	953.36	1112.2	1271.17	1430.05	1747.83	2065.6	2383.4	2860.10
ROTHLEY	963.21	1123.7	1284.30	1444.82	1765.89	2086.9	2408.0	2889.64
SEAGRAVE	964.48	1125.2	1285.99	1446.73	1768.22	2089.7	2411.2	2893.46
SHEPSHED	971.89	1133.8	1295.87	1457.84	1781.80	2105.7	2429.7	2915.68
SILEBY	968.13	1129.5	1290.86	1452.20	1774.91	2097.6	2420.3	2904.40
SOUTH CROXTON	964.47	1125.2	1285.98	1446.71	1768.20	2089.6	2411.1	2893.42
SWITHLAND	941.04	1097.9	1254.74	1411.57	1725.25	2038.9	2352.6	2823.14
SYSTON	988.67	1153.4	1318.24	1483.01	1812.56	2142.1	2471.6	2966.02
THRUSSINGTON	937.40	1093.6	1249.88	1406.10	1718.56	2031.0	2343.5	2812.20
THURCASTON & CROPSTON	948.23	1106.2	1264.32	1422.35	1738.42	2054.5	2370.5	2844.70
THURMASTON	991.47	1156.7	1321.98	1487.21	1817.70	2148.1	2478.6	2974.42
ULVERSCROFT	925.75	1080.0	1234.35	1388.63	1697.21	2005.8	2314.3	2777.26
WALTON-ON-THE-WOLDS	945.92	1103.6	1261.25	1418.89	1734.19	2049.5	2364.8	2837.78
WANLIP	941.84	1098.8	1255.80	1412.76	1726.70	2040.6	2354.6	2825.52
WOODHOUSE	966.63	1127.7	1288.86	1449.95	1772.16	2094.3	2416.5	2899.90
WYMESWOLD	947.10	1104.9	1262.82	1420.66	1736.36	2052.0	2367.7	2841.32
LOUGHBOROUGH (SPECIAL EXPENSES)	974.98	1137.4 9	1299.99	1462.47	1787.46	2112.4 6	2437.4 5	2924.94

7. that the Original Housing Revenue Account Budget for 2010/11 as set out in Appendix 5 of the report of the Chief Executive be approved;
8. that the increases to weekly rents be approved in line with the Department of Communities and Local Government guidance on rent restructuring as based on the final housing subsidy determination;
9. that the service charges be approved in accordance with the Communities and Local Government guidance on rent restructuring regarding the de-pooling of service charges, inclusive of new charges where applicable as based on the final housing subsidy determination;
10. that shop and garage rents remain at the existing levels; and

11. that the Leasehold Management and Administration charge be increased to £99 per annum.

### Reasons

1. To set the definition of the Loughborough Special Expenses in accordance with Section 35 of the Local Government Finance Act 1992.
2. To ensure that the necessary finance would be available to carry out services in 2010/11 and to set the Council Tax and Loughborough Special Expenses in accordance with legal and statutory requirements.
3. To set the Council's 2010/11 Council Tax Base in accordance with the regulations made under Section 33(5) of the Local Government Finance Act 1992.
- 4-6. To set a Council Tax in accordance with legal and statutory requirements.
7. To ensure sufficient funding for the Housing Revenue Account in 2010/11.
8. To ensure sufficient resources would be made available to the Housing Revenue Account in 2010/11.
9. To ensure the correct alignment of costs and service charges for tenants in accordance with best practice.
10. In order that shop rents were in line with the evaluation made by the Head of Property Services and garage rents reflect current market conditions.
11. That there would be sufficient recovery of the costs associated with operating the leasehold flat and shop services.

### Background

A Report of the Chief Executive setting out the proposed General Fund and HRA Revenue Budgets for 2010/11 has been circulated with the Council Agenda for 1st March 2010. The budgets set out in that report represent the financial spending plans for all services of Council and it is a legal requirement to set a balanced budget each financial year.

Appendix 2 of the report of the Chief Executive identified Leicestershire County Council's precept as provisional, these figures have now been approved. Therefore,

following receipt of all the confirmed precepts, Council is requested to consider the full Council Tax Resolution, set out in the recommendations and reasons above, in order to set a Council Tax Levy and General Fund revenue budget and Housing Revenue Account for 2010-11.

#### Financial Implications

These are set out in the report of the Chief Executive, circulated with the agenda.

#### Risk Management

The risks are identified in the report of the Chief Executive, circulated with the agenda.

Key Decision: Yes

#### Officers to Contact:

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#### Background Papers:

1. Minute 413 P & F Committee 15th November 1983.
2. Minute 567 P & F Committee 23rd November 1999.
3. Banding Analysis Report 3rd December 2009.
4. Detailed working papers in Accountancy/Service Directorates
5. CLG Subsidy Determinations
6. 26 November 2009 Cabinet report on service Review Programme 2009/10 and 2010/11
7. 17 December 2009 Cabinet Reports on:
  - Draft 2010/11 General Fund and HRA Budgets
  - Response to Consultation on Concessionary Travel