

CUMBRIA POLICE AUTHORITY

15 February 2012
Agenda Item No 14(iii)

BUDGET 2012/13 AND FINANCIAL FORECASTS 2013/14 TO 2015/16

Report of the Treasurer

1 Purpose of the Report

The purpose of this report is to recommend to members for approval the revenue and capital budget for 2012/13 and the level of council tax to support the budget. The report also provides provisional estimates for the three years to 2015/16, ensuring budget decisions are taken in the context of the medium term financial forecast (MTFF).

2 Introduction

It is a legal requirement for the Police Authority to annually set a balanced budget. This report presents to members proposals for the revenue and capital budget to meet that requirement. In doing this the budget takes into account forecasts of the income anticipated to be available to the authority and the expenditure that is expected to be incurred in delivering the functions of the authority and the policing plan for Cumbria.

3 Local Government Financial Settlement 2011/12

The Authority considered at its December meeting a report on the Provisional Grant Settlement. The Final Grant Settlement received on 31st January made no changes to the provisional funding allocations. Formula Grant and Police Grant allocations do not differ from those published at the time of the 2011/12 settlement. Cumbria's allocation of the Formula Grant settlement is £65.4m of which Principle Police Grant comprises £30.5m. These allocations include the 2011/12 Council Tax freeze grant of £858.

There has been no new indicative information provided in respect of 2013/14 and 2014/15. The Government has however indicated that future formula grant allocations will be adjusted for the announced public sector pay increase cap of 1% in those years. This means that public sector bodies will receive an equivalent level of grant reduction to offset the funding benefit that would have been received from budgets with provision for pay increases above 1%. There is currently no information from Government in respect of assumptions on the level of budget provision public sector bodies are anticipated to have made or amounts by which funding totals will decrease. The Medium Term Financial Forecast places reliance on indicative allocations provided by the Home Office in January 2011 with an adjustment to reflect a loss of funding equivalent to 1.5% on pay. This makes an assumption that the Government has allowed for an average pay increase provision within budgets of 2.5%.

In addition to the formula grant the authority is expected to receive Home Office Specific grants of £15m in 2012/13. The key grants against which most funding is received are the Police Pensions Top-Up Grant (£11.5m), the Neighbourhood Policing Grant (£2.3m) and the PFI Grant (£688k). Spending on these areas is expected to be commensurate with the grant received.

In addition to revenue grants the Authority also receives a small amount of annual capital funding that supports the capital programme. For 2012/13 this is £0.9m, reducing to £0.8m in 2013/14 and returning to £0.9m in 2014/15. These allocations have been reduced by £170k in total across three years to support the National Police Air Support Service. Representations were made on behalf of the Constabulary and Authority and from the Police Authority Treasurer's Society against the reduction.

The settlement has also provided funding for a one off Council Tax grant for authorities who freeze precept increases. More information on the grant and its implications is provided in the section of the report on Council Tax.

Appendix 1 sets out the national settlement information in respect of policing for 2011/12 to 2014/15 provided as part of the 2011/12 settlement and comprehensive spending review. Also provided are actual figures for Cumbria to 2012/13 with indicative figures to 2014/15. Home office funding is based on notified actual or indicative information. DCLG funding is based on actual or estimated figures to 2014/15. Estimates are based on a pro-rata share of national formula funding. The appendix also sets out the potential further loss of resource to offset the pay cap.

Funding allocations after 2012/13 carry a high degree of risk. Significantly they will be subject to the local government resource review alongside consultations on the Localisation of Council Tax. The principle risks arise from the formula grant review, the allocation of PCSO funding through formula grant, the reduction in funding from the pay freeze and changes to Council Tax income due to local council tax schemes. More information on these issues is provided for members within the Section 151 Officer report on the robustness of the budget.

4 Council Tax and Council Tax Grant

The Authority's net budget requirement is funded by formula grant and a Council Tax precept, with the later providing around one third of the total financing requirement. The Police Authority precept is levied on each District Council in Cumbria. The total amount of income is dependent upon the amount at which the precept is set, the number of properties charged (tax base) and the Police Authority share of any surplus or deficit on District Collection Funds. The Council Tax Base takes account of expected collection levels and discounts. The surplus or deficit position on each District Collection Fund reflects the extent to which actual collection and discounts have varied from the budget. Each precepting authority takes a share of the deficit or surplus pro-rata to their share of the precepts.

Compared to 2011/12 there has been a small increase in the tax base of 265 Band D equivalent properties. The budget assumption was for a slightly larger increase of 442 which results in Council Tax income being slightly less than forecast by £35k. This is however more than offset by the net surplus on the position with regard to Collection Funds compared to the budget assumption of a £50k deficit. Collectively this provides for a small benefit to the budget of £17k.

The tax base for 2012/13 and position on the Collection Fund for each individual district is shown below.

Tax Base & Surplus/Deficit

Billing Authority	Tax Base 11/12	Tax Base 12/13	Surplus/ (Deficit)
Allerdale Borough	31,673.93	31,812.70	36,283
Barrow Borough	21,557.44	21,535.90	-22,946
Carlisle City	34,686.01	34,824.89	0
Copeland Borough	22,254.83	22,264.80	15,298
Eden District	20,585.78	20,583.05	0
South Lakeland District	46,210.79	46,212.39	-26,043
	176,968.78	177,233.73	2,592

Historic budget policy has provided for a 0.25% increase in tax base over the period of the MTFP and a share of the deficit on collection funds of £50k. These assumptions currently remain unchanged to 2015/16 but will need to be revised once more is understood about the impact of Council Tax Localisation.

Council tax income is paid in equal monthly instalments on dates agreed with Cumbria finance officers. Dates for the receipt of funds are reviewed to ensure they are in advance of the timing of the Authority's major cash outgoings. For 2012/13 these dates are:

27th April	27th July	26th Oct	25th January
25th May	24th August	27th Nov	27th Feb
27th June	27th Sept	21st Dec	27th March

The amount of the precept is subject to member decision making unless the increase is considered to be 'excessive' by the Government. In these cases the Localism Act introduces a power for residents to approve or veto the proposed Council Tax increases through a referendum. The Secretary of State has confirmed that for Police Authorities 2012/13 precept the Government would consider an increase above 4% as 'excessive' thereby requiring approval of the local electorate. In future years the Council Tax principles governing excessive increases will be announced annually as part of the Local Government Finance Settlement.

For 2012/13 the Authority has an offer of a one off Council Tax grant of just over £1m, the equivalent of a 3% increase in precept, subject to a freeze in Council Tax increases. If the authority chooses to accept the grant, residents will have no increase in the element of their council tax bill that relates to the Police Authority. The overall implications for residents will however also be dependent on the decision of the County and District Councils.

The Council Tax freeze grant is only available for 2012/13. This means from 2013/14 income from Council Tax will be less than it would have been had an increase been applied to the precept. Subsequent year's Council Tax income will also be reduced by the gearing effect of applying successive percentage increases on a smaller level of tax income. The amount of income forgone will depend on the level of Council Tax increase assumed for 2012/13 and future years.

The table below shows the impact over the next three years on income if the Authority accepts the council tax freeze grant followed by a 3.6% increase in precept. This is compared to levying a 3.6% increase in all years or a 3.9% increase in all years. Figures

NOT PROTECTIVELY MARKED

round up the tax base to the nearest whole number and figures for the grant option include the freeze grant.

Council Tax Income Forecasts

Year	2012/13	2013/14	2014/15	2015/16
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Yield Grant then 3.6%	35,393,900	35,675,782	37,047,445	38,473,956
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Yield 3.6% Increase	35,586,815	36,955,057	38,378,010	39,856,061
Increase in Yield	192,915	1,279,275	1,330,566	1,382,105

Yield 3.9% Increase	35,698,472	37,178,930	38,714,660	40,322,120
Increase in Yield	304,572	1,503,148	1,667,215	1,848,164

Differences in income levels will have a direct impact on the overall savings requirement within the medium term financial forecast. An estimate of grant followed by 3.9% has not been put forward as a result of the risk that future year settlements will place a lower limit on the amount of Council Tax increase before a referendum is required. Members are advised to consider this risk in decision making.

Appendix Two sets out for each band of Council Tax the annual and weekly amount of increase and the total amount of Council Tax under each option. Most households in Cumbria are in Band B where the weekly increase would be 11p at 3.6% or 12p at 3.9%.

Council and Inflation Tax Benchmarks

Cumbria Police Authority's 2011/12 precept at £193.89 remains very close to the top of the Shire Police authority range, ranking 4th behind North Yorkshire, Gloucestershire and Surrey. The range of across all Police Authorities is wide from £83.68 (Northumbria) to £209.34 for North Wales. The average is £162.49 excluding the City of London that set a precept of £857.31. Our Most Similar Forces average is £174.30. Significantly the 5 Authorities with whom Cumbria commissioned a review of formula grant in 2009 on the grounds of inequity rank between 1st and 13th with 4 Authorities including Cumbria being within the top 8 by rank. Cumbria's precept is most consistent with the average of these Authorities of £192.48.

Precept levels are influenced by historic decision making. Cumbria's position has been influenced by the policy decision in support of Local Policing and the exceptional cost to a rural force arising from the introduction of Airwave digital radio. Collectively the resource requirements of these initiatives contribute an estimated £23 to the current Council Tax bill without which the precept would be below the most similar forces average but £8.40 above the all forces average.

General inflation on measures of both the Consumer Prices Index (CPI) and Retail Prices Index (RPI) has held within a range of 4% to 5.6% during 2011. Forecasts over the period of the medium term forecast are for inflation to decrease to between 2.5% and 2% during 2012/13 and to then remain at this level. These figures should however be treated with a high degree of caution. Over the last two years actual inflation has more often than not been higher than market forecasts and the level of economic uncertainty will continue to make this a difficult area to predict.

Budget Decision Making

For the purposes of budget setting and the precept the Authority needs to determine whether or not it wishes to accept the Government Grant and should this be declined, the level of precept increase. Normally the basic amount of Council Tax would be set by reference to the budget requirement less external grants. In view of the options being considered and the grant offer, the budget requirement will be set on the basis of the Council Tax decision, with an adjustment made to the level of savings requirement. In making the decision members are referred to the report of the Community Engagement Officer.

5 The Revenue Budget 2012/13 to 2015/16

The table below sets out a summary of total budgeted expenditure and income for the four years to 2015/16 with the estimated net savings requirement based on a Council Tax increase of 3.6%.

Revenue Budget 2012/13 to 2015/16

Expenditure and Income	2012/13 £000	2013/14 £000	2014/15 £000	2015/16 £000
Expenditure				
Employment Costs	98,117	100,718	102,500	106,017
Supplies and Services	10,444	10,651	10,994	11,261
Premises & Transport	6,725	6,945	7,172	7,406
Capital Finance & Contributions	3,162	6,683	3,566	3,964
Police Authority*	887	910	933	957
Contingency and Reserves	301	-3188	-5	-536
Total Expenditure	119,636	122,719	125,160	129,069
Total Savings Requirements	310	-2,825	-5,966	-7,599
Income				
Fees and Charges	-3,041	-3,087	-3,162	-3,240
Ad-hoc Grants	-15,870	-14,692	-15,429	-17,033
Net Budget	101,035	102,115	100,603	101,197
Council Tax & Collection funds	-35,590	-36,905	-38,328	-39,806
Formula & Capital Grants	-65,445	-65,210	-62,275	-61,373
Total External Financing	-101,035	-102,115	-100,603	-101,179

* More detail on the Police Authority budget is set out in a report elsewhere on the agenda

In 2012/13 estimated income will support total budget expenditure of just under £120m. Applying the principles of a 'continuation budget' to these costs with current assumptions on inflation results in expenditure close to £130m by 2015/16 and a cumulative savings requirement of £7.6m over and above the £11.7m that has already been built into the budget.

The key driver in the level of savings requirements is cost pressures increasing whilst the level of total external financing by 2015/16 remains consistent with 2012/13 funding levels. Inflation on pay costs has been held at 0% to the end of 2012/13. This is followed by an increase of 1% per annum to the end of 2014/15 in line with government announcements and 2.5% in 2015/16. Pay rises are applied in September and as such the full year effect is not experienced until the following financial year. Formula grant has been reduced in 2013/14 and 2014/15 to reflect the pay cap mitigating the overall level of budget benefit that might otherwise have been realised.

General Price inflation is provided for at 1% in 2012/13 and 2.5% thereafter. The assumption for 2012/13 is below actual inflation forecasts but future year estimates are consistent with medium term predictions. A provision of 5% for energy cost and fuel inflation has been provided for the life of the forecast. This area of budget may also experience some pressure given previous year trends on energy inflation.

Appendix Three sets out the budget in more detail with the implications on savings requirements for each of the Council Tax options. The Constabulary report elsewhere on the agenda provides more detail in respect of the budget including further detail on the budget assumptions, inflationary costs and budget adjustments that derive the continuation budget.

The Constabulary report also provides a narrative with regard to the revised 2011/12 forecast outturn. Members should note that the forecast outturn is currently estimated to under spend by £476k against budget.

The budgeted financial position is highly resilient in the short term. The application of further savings and the outcome of the Windsor Review, both currently un-quantified, are likely to increase the level of budget surplus in the next financial year and facilitate a balanced budget position to 2013/14.

The outlook beyond the next 2 years however becomes quickly very much more difficult. The level of savings required to 2015/16, after the delivery of all planned savings, is estimated at between £6m and £7.4m depending on the decision in respect of Council Tax grant. A significant proportion of this budget pressure falls due in 2014/15. Proposals to close the budget gap will need to be ready for consultation and implementation during 2013 to achieve a full year affect for the 2014/15 budget.

Any further savings need to be delivered within the context of a significant number of budget areas already having been substantially reviewed and reduced. There are a number of risks inherent in the budget forecasts that increase in the medium term. The forecasts within this section of the report should be considered in the context of the Treasurers Report on the robustness of the budget.

6 Savings Proposals

The budget is balanced on the basis of the delivery of savings against the following areas of budget:

- Communications Centre: more efficient and effective ways of working (£352k)
- Fleet Services: improving the way vehicles are managed and maintained including better use of ICT (£486k)

- Forensic Services: changing the way the service is managed to deliver efficiencies including some changes to service provision to make better use of specialist skills/services (£697k)
- Leaner Support Services: delivering reducing costs by improving systems and processes with some reduction in service levels and capacity (£950k)
- Administration: developing more efficient systems and processes including better use of ICT and the centralisation of some services (£605k)

These savings have been developed in the context of the Change Management Programme launched in 2010/11. The programme aims to ensure that savings to support the budget are delivered ahead of the financial year to which they relate. The 2012/13 budget is supported by a total of £11.7m cumulative savings. The programme achieved cost reduction measures to the value of £5.6m in 2011/12 which have a full year effect of £8.6m by 2012/13. The further £3.1m of measures set out above are planned to be implemented ahead of the new financial year.

All decisions on savings proposals are made following consideration of a robust business case which is subject to scrutiny by the Finance and Policing Plan Working Group. The proposals are supported by the Change Programme Equality Impact Assessment (EIA) that is subject to regular review and update. Individual proposals where appropriate are identified for a specific EIA review. Professional Legal and HR advice is taken to ensure consultation is appropriate to the proposal and the impact on stakeholders.

7 Capital Budget

During the four years of the medium term forecast total capital expenditure amounts to £20.4m. Revenue contributions (£4.8m) and capital reserves (£4.9m) contribute a significant proportion of funding. The reserves are primarily revenue backed, having been established through former revenue contributions. The balance of resources is provided primarily through capital in the form of capital receipts and grants. There is a limited amount of new borrowing (£2m) linked to the Barrow scheme and undertaken on a notional basis. **Appendix Four** sets out a summary of the key areas of capital expenditure and financing between 2012/13 and 2015/16. £3.4m of total expenditure is on existing schemes with the budget providing for £17m of new schemes to 2015/16.

The significant proportion of the schemes (£15m) are programmed for delivery in the next two financial years with a significant level of investment both across the asset estate, including a new development at Barrow, and in ICT. All proposed schemes are based on indicative financial forecasts and are subject to the development of business cases that are submitted to the Authority for approval before schemes can commence.

Full detail on the proposed capital budget and financing is provided in the Capital Programme report elsewhere on the agenda. The full programme is presented on the basis of a 10 year forecast covering anticipated expenditure and resources. The decision to extend the programme was made with a view to the longer term cyclical nature of some areas of capital expenditure, particularly around ICT, that could present budget pressures if not anticipated significantly in advance of the need to spend.

The development of the programme on a long term basis has identified a sustainability issue after 2016/17. This arises from the level of annual expenditure exceeding the limited

amount of available capital resources. In the short to medium term this deficit is addressed through the use of reserves. This funding is fully committed by 2016/17. More consideration is given to the risk in the Treasurer's report on the robustness of the budget, in addition to other risks around the programme.

8 Reserves and Balances

The Authority considered a paper on the level of reserves and balances at its December meeting. A more detailed paper setting out the purpose of each reserve and the justification for the level at which it has been set is provided elsewhere on the agenda. General balances are recommended to be maintained at 5% of the budget in view of the medium term financial position and the level of funding uncertainty beyond the next financial year. The longer term aim is to return balances to 3%. This report does not recommend any further movement in reserves as part of the budget setting process other than those previously planned. The Authority is however advised to review the position in respect of the likely current year financial under spend once it has been possible to provide a calculation in respect of the impact of Windsor and the part year savings attributable to the 2013/14 savings proposals.

9 Consultation Feedback

A separate report on the agenda is made by the Authority's community engagement officer with regard to budget consultation feedback. The overall conclusions from the exercise are that the public was supportive of the Authority increasing the Council Tax precept. The consultation exercise has been highly successful in terms of the number of residents engaged in the process, particularly relative to the former Community Forum. Over 2000 leaflets have been distributed to residents with further information issued through communication media. Members should however also be mindful that the consultation does not provide a statistically significant sample of the Cumbria population and can provide no assurances as to the representative nature of those engaged. Future budget consultation exercises will consider the extent to which these issues can be addressed whilst recognising the financial constraints within which the activity is carried out.

10 Policing Plan & Value for Money

The budget is recommended to the Authority from the Finance and Policing Plan Working Group (F&PPWG). In making its recommendations, the group takes into account both the level of resources available to the Authority and the strategic priorities for policing in Cumbria. The priorities have been informed by an annual public consultation and engagement event. Collectively the process ensures resources are aligned to and support the achievement of the Policing Plan and that the plan is developed in the context of the medium term financial forecasts.

A performance framework is recommended by F&PPWG elsewhere on the agenda. The framework alongside the Plan supports the Authority in holding the Constabulary to account for delivering Policing Priorities. In developing the performance framework and targets consideration has been given to past performance, value for money benchmarking against most similar forces, the level of officer and staffing resources that can be supported by the budget and the impact of the continuing implementation of the change management programme.

The F&PPWG recommend to the Authority the Capital Programme alongside the Estates Strategy and business cases for ICT capital expenditure. The capital investment programme aims to improve the performance and value for money provided from assets and support more efficient and effective ways of working. The medium term financial forecast takes account of a rationalised asset Estate. Improvements in the condition, location and suitability of premises aim to support improved operational performance. The F&PPWG will continue to monitor the delivery of capital schemes financially and in respect of performance improvement over the course of the budget year.

11 Recommendations

Appendix Five sets out three budget resolutions for decision making by the authority in order to determine the level of Council Tax precept. In the context of the approved budget resolution it is recommended that:

- (a) The Authority notes the position with regard to the forecast 2011/12 outturn against budget of a £476k under spend**
- (b) The Authority considers the Report of the Community Engagement Officer when determining the budget and level of Council Tax increase**
- (b) The Authority considers the opinion and comments within the Treasurer's Local Government Act 2003 report when setting the budget for 2012/13**
- (c) That the 2012/13 proposed revenue budgets and capital budgets outlined in Appendix Three and Four be approved.**
- (d) That the Budget Requirement of for 2012/13 be set on the basis of the amount within the approved budget resolution at appendix five**
- (e) That a Council Tax for Band D properties be approved on the basis of the amount within the approved budget resolution at appendix five, with a corresponding adjustment to the level of savings requirements**

12 Acknowledgements

This budget is recommended to members of the authority with recognition for the hard work and support of the Constabulary finance team and the members of the Finance and Policing Plan Working Group.

Stuart Edwards
Acting Chief Executive

Ruth Hunter
Treasurer/Deputy Chief Executive

15 February 2012

Human Rights Implications

None identified

Race Equality / Diversity Implications

Budget savings proposals are supported by the Change Programme Equality Impact Assessment (EIA) that is subject to regular review and update. Individual proposals where appropriate are identified for a specific EIA review.

Risk Management Implications

There is a legal requirement to set a balanced budget. The Authority's strategic risk register recognises the importance of sound financial planning.

Financial Implications

The main financial impacts are described in the paper

Personnel Implications

As identified in the report

Contact points for additional information

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Ruth Hunter
Treasure/Deputy Chief Executive
15th February 2012

**Police National Grant Settlement - 2012/13
Final Settlement and Indicative Settlements
for 2013/14 & 2014/15**

Formula Grant	Actual		Indicative	
	2011/12	2012/13	2013/14	2014/15
Home Office Police Main Grant	4,579	4,251	4,515	4,429
MPA/MoPC Grants	200	189	185	183
DCLG General Grant*	3,420	3,213	3,168	3,126
WAG General Grant	161	151	149	147
Total Formula Grant	8,360	7,804	8,017	7,885
% Change in Formula Funding	-4.8%	-6.7%	2.7%	-1.6%

Specific Grants				
Welsh Top-up	13	13	20	20
Neighbourhood Policing Fund (NPF)	340	338	Now in Formula	
Counter Terrorism Specific Grant	567	564	563	562
PCC Elections		50		
PFI Grant	54	54	60	79
Total Specific Grants	974	1,019	643	661
Contingency	7	7	0	0

Total Government Funding	9,341	8,830	8,660	8,546
% Change in Funding	-3.6%	-5.5%	-1.9%	-1.3%

* includes Council Tax Freeze Grant of £75m

Cumbria Police Authority Grant Settlement 2011/12 to 2014/15

Formula Based Grants	Actual		Indicative	
	2011/12	2012/13	2013/14	2014/15
Home Office Police Main Grant	33,055	30,545	32,300	31,500
DCLG General Grant*	36,127	34,000	32,846	31,900
Neighbourhood Policing Fund (NPF)	2,347	2,347		
Total Formula and NPF Grants	71,529	66,892	65,146	63,400
Reductions In Grant	-4711	- 4,637	- 1,746	- 1,746
Reductions as a %	-6.18%	-6.48%	-2.61%	-2.68%
* Excludes Council Tax Freeze Grant	858	858	858	858

Potential Implications of Pay Freeze			
Revised Home Office Police Main Grant		31,564	29,475
Additional Estimated Funding Loss		- 736	- 2,025

Council Tax Grant then 3.6% Increase

0% Increase 2012/13	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£129.26	£129.26	£0.00	£0.00
	Band B	7/9	£150.80	£150.80	£0.00	£0.00
	Band C	8/9	£172.35	£172.35	£0.00	£0.00
	Band D	9/9	£193.89	£193.89	£0.00	£0.00
	Band E	11/9	£236.98	£236.98	£0.00	£0.00
	Band F	13/9	£280.06	£280.06	£0.00	£0.00
	Band G	15/9	£323.15	£323.15	£0.00	£0.00
	Band H	18/9	£387.78	£387.78	£0.00	£0.00

3.6% Increase 2013/14	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£129.26	£133.86	£4.60	£0.09
	Band B	7/9	£150.80	£156.17	£5.37	£0.11
	Band C	8/9	£172.35	£178.48	£6.13	£0.12
	Band D	9/9	£193.89	£200.79	£6.90	£0.14
	Band E	11/9	£236.98	£245.41	£8.43	£0.17
	Band F	13/9	£280.06	£290.03	£9.97	£0.20
	Band G	15/9	£323.15	£334.65	£11.50	£0.23
	Band H	18/9	£387.78	£401.58	£13.80	£0.27

3.6% Increase 2014/15	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£133.86	£138.66	£4.80	£0.10
	Band B	7/9	£156.17	£161.77	£5.60	£0.11
	Band C	8/9	£178.48	£184.88	£6.40	£0.13
	Band D	9/9	£200.79	£207.99	£7.20	£0.14
	Band E	11/9	£245.41	£254.21	£8.80	£0.17
	Band F	13/9	£290.03	£300.43	£10.40	£0.20
	Band G	15/9	£334.65	£346.65	£12.00	£0.24
	Band H	18/9	£401.58	£415.98	£14.40	£0.28

3.6% Increase 2015/16	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£138.66	£143.64	£4.98	£0.10
	Band B	7/9	£161.77	£167.58	£5.81	£0.12
	Band C	8/9	£184.88	£191.52	£6.64	£0.13
	Band D	9/9	£207.99	£215.46	£7.47	£0.15
	Band E	11/9	£254.21	£263.34	£9.13	£0.18
	Band F	13/9	£300.43	£311.22	£10.79	£0.21
	Band G	15/9	£346.65	£359.10	£12.45	£0.24
	Band H	18/9	£415.98	£430.92	£14.94	£0.29

Council Tax Grant then 3.6% Increase

0% Increase 2012/13	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£129.26	£129.26	£0.00	£0.00
	Band B	7/9	£150.80	£150.80	£0.00	£0.00
	Band C	8/9	£172.35	£172.35	£0.00	£0.00
	Band D	9/9	£193.89	£193.89	£0.00	£0.00
	Band E	11/9	£236.98	£236.98	£0.00	£0.00
	Band F	13/9	£280.06	£280.06	£0.00	£0.00
	Band G	15/9	£323.15	£323.15	£0.00	£0.00
	Band H	18/9	£387.78	£387.78	£0.00	£0.00

3.6% Increase 2013/14	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£129.26	£133.86	£4.60	£0.09
	Band B	7/9	£150.80	£156.17	£5.37	£0.11
	Band C	8/9	£172.35	£178.48	£6.13	£0.12
	Band D	9/9	£193.89	£200.79	£6.90	£0.14
	Band E	11/9	£236.98	£245.41	£8.43	£0.17
	Band F	13/9	£280.06	£290.03	£9.97	£0.20
	Band G	15/9	£323.15	£334.65	£11.50	£0.23
	Band H	18/9	£387.78	£401.58	£13.80	£0.27

3.6% Increase 2014/15	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£133.86	£138.66	£4.80	£0.10
	Band B	7/9	£156.17	£161.77	£5.60	£0.11
	Band C	8/9	£178.48	£184.88	£6.40	£0.13
	Band D	9/9	£200.79	£207.99	£7.20	£0.14
	Band E	11/9	£245.41	£254.21	£8.80	£0.17
	Band F	13/9	£290.03	£300.43	£10.40	£0.20
	Band G	15/9	£334.65	£346.65	£12.00	£0.24
	Band H	18/9	£401.58	£415.98	£14.40	£0.28

3.6% Increase 2015/16	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£138.66	£143.64	£4.98	£0.10
	Band B	7/9	£161.77	£167.58	£5.81	£0.12
	Band C	8/9	£184.88	£191.52	£6.64	£0.13
	Band D	9/9	£207.99	£215.46	£7.47	£0.15
	Band E	11/9	£254.21	£263.34	£9.13	£0.18
	Band F	13/9	£300.43	£311.22	£10.79	£0.21
	Band G	15/9	£346.65	£359.10	£12.45	£0.24
	Band H	18/9	£415.98	£430.92	£14.94	£0.29

Council Tax Increase 3.6%

3.6% Increase 2012/13	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£129.26	£133.86	£4.60	£0.09
	Band B	7/9	£150.80	£156.17	£5.37	£0.11
	Band C	8/9	£172.35	£178.48	£6.13	£0.12
	Band D	9/9	£193.89	£200.79	£6.90	£0.14
	Band E	11/9	£236.98	£245.41	£8.43	£0.17
	Band F	13/9	£280.06	£290.03	£9.97	£0.20
	Band G	15/9	£323.15	£334.65	£11.50	£0.23
	Band H	18/9	£387.78	£401.58	£13.80	£0.27

3.6% Increase 2013/14	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£133.86	£138.66	£4.80	£0.10
	Band B	7/9	£156.17	£161.77	£5.60	£0.11
	Band C	8/9	£178.48	£184.88	£6.40	£0.13
	Band D	9/9	£200.79	£207.99	£7.20	£0.14
	Band E	11/9	£245.41	£254.21	£8.80	£0.17
	Band F	13/9	£290.03	£300.43	£10.40	£0.20
	Band G	15/9	£334.65	£346.65	£12.00	£0.24
	Band H	18/9	£401.58	£415.98	£14.40	£0.28

3.6% Increase 2014/15	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£138.66	£143.64	£4.98	£0.10
	Band B	7/9	£161.77	£167.58	£5.81	£0.12
	Band C	8/9	£184.88	£191.52	£6.64	£0.13
	Band D	9/9	£207.99	£215.46	£7.47	£0.15
	Band E	11/9	£254.21	£263.34	£9.13	£0.18
	Band F	13/9	£300.43	£311.22	£10.79	£0.21
	Band G	15/9	£346.65	£359.10	£12.45	£0.24
	Band H	18/9	£415.98	£430.92	£14.94	£0.29

3.6% Increase 2015/16	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£143.64	£148.80	£5.16	£0.10
	Band B	7/9	£167.58	£173.60	£6.02	£0.12
	Band C	8/9	£191.52	£198.40	£6.88	£0.13
	Band D	9/9	£215.46	£223.20	£7.74	£0.15
	Band E	11/9	£263.34	£272.80	£9.46	£0.18
	Band F	13/9	£311.22	£322.40	£11.18	£0.21
	Band G	15/9	£359.10	£372.00	£12.90	£0.24
	Band H	18/9	£430.92	£446.40	£15.48	£0.29

Council Tax Grant then 3.6% Increase

0% Increase 2012/13	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£129.26	£129.26	£0.00	£0.00
	Band B	7/9	£150.80	£150.80	£0.00	£0.00
	Band C	8/9	£172.35	£172.35	£0.00	£0.00
	Band D	9/9	£193.89	£193.89	£0.00	£0.00
	Band E	11/9	£236.98	£236.98	£0.00	£0.00
	Band F	13/9	£280.06	£280.06	£0.00	£0.00
	Band G	15/9	£323.15	£323.15	£0.00	£0.00
	Band H	18/9	£387.78	£387.78	£0.00	£0.00

3.6% Increase 2013/14	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£129.26	£133.86	£4.60	£0.09
	Band B	7/9	£150.80	£156.17	£5.37	£0.11
	Band C	8/9	£172.35	£178.48	£6.13	£0.12
	Band D	9/9	£193.89	£200.79	£6.90	£0.14
	Band E	11/9	£236.98	£245.41	£8.43	£0.17
	Band F	13/9	£280.06	£290.03	£9.97	£0.20
	Band G	15/9	£323.15	£334.65	£11.50	£0.23
	Band H	18/9	£387.78	£401.58	£13.80	£0.27

3.6% Increase 2014/15	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£133.86	£138.66	£4.80	£0.10
	Band B	7/9	£156.17	£161.77	£5.60	£0.11
	Band C	8/9	£178.48	£184.88	£6.40	£0.13
	Band D	9/9	£200.79	£207.99	£7.20	£0.14
	Band E	11/9	£245.41	£254.21	£8.80	£0.17
	Band F	13/9	£290.03	£300.43	£10.40	£0.20
	Band G	15/9	£334.65	£346.65	£12.00	£0.24
	Band H	18/9	£401.58	£415.98	£14.40	£0.28

3.6% Increase 2015/16	Council Tax Band		Tax 2011/12	Tax 2012/13	Annual Increase	Weekly Increase
	Band A	6/9	£138.66	£143.64	£4.98	£0.10
	Band B	7/9	£161.77	£167.58	£5.81	£0.12
	Band C	8/9	£184.88	£191.52	£6.64	£0.13
	Band D	9/9	£207.99	£215.46	£7.47	£0.15
	Band E	11/9	£254.21	£263.34	£9.13	£0.18
	Band F	13/9	£300.43	£311.22	£10.79	£0.21
	Band G	15/9	£346.65	£359.10	£12.45	£0.24
	Band H	18/9	£415.98	£430.92	£14.94	£0.29

Medium Term Capital Budget	Budget 2012/13	Budget 2013/14	Budget 2014/15	Budget 2015/16	Total
Existing Schemes					
Fleet Schemes	400,640				400,640
Estates Schemes	48,004				48,004
ICT schemes	2,177,098	787,453			2,964,551
Total existing schemes	2,625,742	787,453	-	-	3,413,195
					0
Proposed Schemes					
					0
					0
Fleet Schemes	655,200	850,750	751,800	1,240,443	3,498,193
Estates Schemes	3,500,000	3,500,000	-	37,625	7,037,625
ICT schemes	1,464,300	1,592,287	1,770,248	1,623,304	6,450,139
Total Proposed schemes	5,619,500	5,943,037	2,522,048	2,901,372	16,985,957
					0
Total All Schemes	8,245,242	6,730,490	2,522,048	2,901,372	20,399,152
					0
Financed By					
					0
					0
Capital Receipts	2,815,000				2,815,000
Revenue Contributions	1,200,000	1,200,000	1,200,000	1,200,000	4,800,000
Capital Grants	2,212,238	1,889,104	900,000	900,000	5,901,342
Capital Reserves	18,004	3,641,386	422,048	801,372	4,882,810
Notional Borrowing	2,000,000				2,000,000
	8,245,242	6,730,490	2,522,048	2,901,372	20,399,152

Cumbria Police Authority – Draft Resolution: Revenue Budget, Precept and Capital Programme 2012/13 accepting the Council Tax freeze grant

Revised Revenue Estimate 2011/12: That the revised net 'budget requirement' for 2011/12 of £104,246 be noted.

Local Government Act 2003 Requirements: That the comments of the Treasurer on the robustness of the estimates and adequacy of balances and reserves be noted and reflected in the decisions made by the Authority in making the following budget determination for 2012/13.

Revenue Estimates 2012/13: That the Authority's net **Budget Requirement** of £99,768,830 be approved. This being the constabulary's net budget including a surplus of £117k, adjusted for the 2011/12 council tax freeze grant, 2012/13 capital grants and including the 2012/13 council tax freeze grant of £1,030,000.

Council Tax Base 2012/13: That it is noted that the Council Tax based has been calculated at the amount of 177,233.73 for 2012/13. This is the total of the tax bases calculated by the District Councils as required by regulation.

Budget Requirement: That the following amounts are calculated by the Authority for the 2012/13 financial year:

(a)	£121,823,830	being the total of gross expenditure
(b)	£22,055,000	being the total of income from specific grants, fees and charges and transfers from reserves
(c)	£99,768,830	being the Budget Requirement for the year to be met from Council Tax and External Finance
(d)	£65,402,390	being the total the Authority estimates will be received from external financing: revenue support grant (£662,858), redistributed business rates (£34,194,771) and principle formula police grant (£30,544,761)
(e)	£2,592	being the net surplus on district collection funds
(f)	£34,363,848	being the council tax requirement (the budget requirement less the collection fund surplus and external finance)
(g)	£193.89	being the basic amount of Council Tax for the year (the budget requirement divided by the tax base)

Valuation Bands and Calculation of the amount of Precept payable by each billing authority

Valuation Band	Proportion	Amount £.pp
Band A	6/9	£129.26
Band B	7/9	£150.80
Band C	8/9	£172.35
Band D	9/9	£193.89
Band E	11/9	£236.98
Band F	13/9	£280.06
Band G	15/9	£323.15
Band H	18/9	£387.78

District	Tax Base	Basic Tax Amount	Amount Payable
Allerdale	31,812.70	193.89	6,168,164
Barrow	21,535.90	193.89	4,175,596
Carlisle	34,824.89	193.89	6,752,198
Copeland	22,264.80	193.89	4,316,922
Eden	20,583.05	193.89	3,990,848
South Lakeland	46,212.39	193.89	8,960,120
Total	177,233.73	193.89	34,363,848

Cumbria Police Authority – Draft Resolution: Revenue Budget, Precept and Capital Programme 2012/13 at 3.6% Council Tax Increase

Revised Revenue Estimate 2011/12: That the revised net 'budget requirement' for 2011/12 of £104,246 be noted.

Local Government Act 2003 Requirements: That the comments of the Treasurer on the robustness of the estimates and adequacy of balances and reserves be noted and reflected in the decisions made by the Authority in making the following budget determination for 2012/13.

Revenue Estimates 2012/13: That the Authority's net **Budget Requirement** of £100,991,743 be approved. This being the constabulary's net budget, including a surplus of £310k, adjusted for the 2011/12 council tax freeze grant and 2012/13 capital grants.

Council Tax Base 2012/13: That it is noted that the Council Tax based has been calculated at the amount of 177,233.73 for 2012/13. This is the total of the tax bases calculated by the District Councils as required by regulation.

Budget Requirement: That the following amounts are calculated by the Authority for the 2012/13 financial year:

(a)	£122,016,743	being the total of gross expenditure
(b)	£21,025,000	being the total of income from specific grants, fees and charges and transfers from reserves
(c)	£100,991,743	being the Budget Requirement for the year to be met from Council Tax and External Finance
(d)	£65,402,390	being the total the Authority estimates will be received from external financing: revenue support grant (£662,858), redistributed business rates (£34,194,771) and principle formula police grant (£30,544,761)
(e)	£2,592	being the net surplus on district collection funds
(f)	£35,586,761	being the council tax requirement (the budget requirement less the collection fund surplus and external finance)
(g)	£200.79	being the basic amount of Council Tax for the year (the budget requirement divided by the tax base)

Valuation Bands and Calculation of the amount of Precept payable by each billing authority

Valuation Band	Proportion	Amount £.pp
Band A	6/9	£133.86
Band B	7/9	£156.17
Band C	8/9	£178.48
Band D	9/9	£200.79
Band E	11/9	£245.41
Band F	13/9	£290.03
Band G	15/9	£334.65
Band H	18/9	£401.58

District	Tax Base	Basic Tax Amount	Amount Payable
Allerdale	31,812.70	200.79	6,387,672
Barrow	21,535.90	200.79	4,324,193
Carlisle	34,824.89	200.79	6,992,490
Copeland	22,264.80	200.79	4,470,549
Eden	20,583.05	200.79	4,132,871
South Lakeland	46,212.39	200.79	9,278,986
Total	177,233.73	200.79	35,586,761

Cumbria Police Authority – Draft Resolution: Revenue Budget, Precept and Capital Programme 2012/13 at 3.9% Council Tax Increase

Revised Revenue Estimate 2011/12: That the revised net 'budget requirement' for 2011/12 of £104,246 be noted.

Local Government Act 2003 Requirements: That the comments of the Treasurer on the robustness of the estimates and adequacy of balances and reserves be noted and reflected in the decisions made by the Authority in making the following budget determination for 2012/13.

Revenue Estimates 2012/13: That the Authority's net **Budget Requirement** of £101,103,400 be approved. This being the constabulary's net budget, including a surplus of £421k adjusted for the 2011/12 council tax freeze grant and 2012/13 capital grants.

Council Tax Base 2012/13: That it is noted that the Council Tax based has been calculated at the amount of 177,233.73 for 2012/13. This is the total of the tax bases calculated by the District Councils as required by regulation.

Budget Requirement: That the following amounts are calculated by the Authority for the 2012/13 financial year:

(a)	£122,128,400	being the total of gross expenditure
(b)	£21,025,000	being the total of income from specific grants, fees and charges and transfers from reserves
(c)	£101,103,400	being the Budget Requirement for the year to be met from Council Tax and External Finance
(d)	£65,402,390	being the total the Authority estimates will be received from external financing: revenue support grant (£662,858), redistributed business rates (£34,194,771) and principle formula police grant (£30,544,761)
(e)	£2,592	being the net surplus on district collection funds
(f)	£35,698,418	being the council tax requirement (the budget requirement less the collection fund surplus and external finance)
(g)	£201.42	being the basic amount of Council Tax for the year (the budget requirement divided by the tax base)

Valuation Bands and Calculation of the amount of Precept payable by each billing authority

Valuation Band	Proportion	Amount £.pp
Band A	6/9	£134.28
Band B	7/9	£156.66
Band C	8/9	£179.04
Band D	9/9	£201.42
Band E	11/9	£246.18
Band F	13/9	£290.94
Band G	15/9	£335.70
Band H	18/9	£402.84

District	Tax Base	Basic Tax Amount	Amount Payable
Allerdale	31,812.70	201.42	6,407,714
Barrow	21,535.90	201.42	4,337,761
Carlisle	34,824.89	201.42	7,014,429
Copeland	22,264.80	201.42	4,484,576
Eden	20,583.05	201.42	4,145,838
South Lakeland	46,212.39	201.42	9,308,100
Total	177,233.73	201.42	35,698,418