

## Fire Authority Meeting – 9 February 2018

### Addendum to Item 9

#### Revenue Budget 2018/19 and Medium Term Financial Plan

In setting the budget and council tax Members need to take into account the latest information available. Since the report was written and circulated the following updates are available:

1. Following consultation the Government has confirmed that:
  - The funding for the Fire Authority in 2018/19 will be the same as set out in the provisional settlement
  - The referendum threshold is set at 3% in line with inflation.
2. Two of the unitary authorities, South Gloucestershire and Bath and North East Somerset, have revised their estimates in relation to their Collection Fund Positions and the income due from Business Rates. The net impact of these changes is that additional savings of £81,000 are required in 2018/19. Although specific savings have not been identified at this stage work is on-going with budget holders and the assumption is that they will be achieved.

Whilst overall these changes do not affect the bottom line they do change the necessary statutory calculation.

#### Page 50 – Recommendations – Paragraph 5 e)

<b>Summary of Statutory Calculations 2018/19</b>		
	<b>Option 1</b>	<b>Option 2</b>
	<b>£'000</b>	<b>£'000</b>
Gross Expenditure	44,733	44,733
Less : Income	-2,322	-2,322
<b>Net Revenue Budget before use of reserves</b>	<b>42,411</b>	<b>42,411</b>
Use of Reserves	-567	-816
<b>Net Budget Requirement</b>	<b>41,844</b>	<b>41,595</b>
Less: Share of locally retained Business Rates	-4,658	-4,658
Government Support	-11,553	-11,553
Share of Collection Fund Net Surpluses	111	111
<b>Amount met by Council Tax</b>	<b>25,744</b>	<b>25,495</b>
<b>Band D Council Tax</b>	<b>£71.35</b>	<b>£70.66</b>

## Statutory Calculations

### OPTION 1

#### Avon Fire Authority - Budget 2018/19 - Statutory Calculations

That the following amounts be now calculated by the Fire Authority for the year 2018/19 in accordance with section 43 of the Local Government Finance Act 1992 (as amended)

43 (2)	The aggregate of:	
(a)	The expenditure the Fire Authority estimates it will incur in the year in performing its functions and will charge to a revenue account for the year, other than expenditure which it estimates will be so incurred in pursuance of regulations under section 99(3) of the 1988 Act;	£44,731,695
(b)	Such allowance as the Fire Authority estimates will be appropriate for contingencies in relation to	£0
(c)	The financial reserves which the Fire Authority estimates it will be appropriate to raise in the year for meeting its estimated future expenditure; and	£0
(d)	Such financial reserves as are sufficient to meet so much of the amount estimated by the Fire Authority to be a revenue account deficit for any earlier financial year as has not already been provided for.	£0
43 (3)	The aggregate of:	
(a)	The sums which the Fire Authority estimates will be payable to it for the year and in respect of which amounts will be credited to a revenue account for the year, other than sums which it estimates will be so payable	£2,321,647
(i)	in respect of redistributed non-domestic rates, revenue support grant, additional grant, relevant special grant or police grant;	
(ii)	in respect of any precept issued by it; or	
(iii)	in pursuance of regulations under section 99(3) of the 1988 Act; and	
(b)	the amount of the financial reserves which the authority estimates that it will use in order to provide for the items mentioned in paragraphs (a) and (b) of subsection (2) above	£567,000
43 (4)	If the aggregate calculated under subsection (2) above exceeds that calculated under subsection (3) above, the Fire Authority must calculate the amount equal to the difference; and the amount so calculated shall be its budget requirement for the year.	41,843,048

That the following amount be now calculated by the Fire Authority for the year 2018/19 in accordance with section 44 of the Local Government Finance Act 1992 (as amended) as its basic amount of Council Tax

R	The amount calculated by the Fire Authority under section 43 (4) above as its Council Tax requirement for the year	£41,843,048
less P	The aggregate of the sums which the Fire Authority estimates will be payable to it for the year in respect of redistributed non-domestic rates, revenue support grant, additional grant, relevant special grant or police	£16,101,456
T	The aggregate of the amounts calculated by the billing authorities to which the Fire Authority issues precepts ("the billing authorities concerned") as their council tax bases for the year for their areas and are notified by them to the authority within the prescribed period.	360,779.14
	Basic Amount of Council Tax	£71.35

That the following amounts be now calculated by the Fire Authority for the year 2018/19 in accordance with section 47 of the Local Government Finance Act 1992 as the amounts of Council Tax for the different valuation bands

Council Tax for the different valuation bands:

Band A	£47.57	Band E	£87.21
Band B	£55.49	Band F	£103.06
Band C	£63.42	Band G	£118.92
Band D	£71.35	Band H	£142.70

That the following amounts be now calculated by the Fire Authority for the year 2018/19 in accordance with section 48 of the Local Government Finance Act 1992 as the amounts payable by each billing authority

<u>Unitary Authority</u>	<u>Tax Base</u>	<u>£</u>
Bath & North East Somerset	64,346.64	4,591,132.76
Bristol	125,798.00	8,975,687.30
North Somerset	78,003.50	5,565,549.73
South Gloucestershire	92,631.00	6,609,221.85
<b>Total</b>	<b>360,779.14</b>	<b>25,741,591.64</b>

## Statutory Calculations

### OPTION 2

#### Avon Fire Authority - Budget 2018/19 - Statutory Calculations

That the following amounts be now calculated by the Fire Authority for the year 2018/19 in accordance with section 43 of the Local Government Finance Act 1992 (as amended)

43 (2)	The aggregate of:		
(a)	The expenditure the Fire Authority estimates it will incur in the year in performing its functions and will charge to a revenue account for the year, other than expenditure which it estimates will be so incurred in pursuance of regulations under section 99(3) of the 1988 Act;	£44,731,695	
(b)	Such allowance as the Fire Authority estimates will be appropriate for contingencies in relation to	£0	
(c)	The financial reserves which the Fire Authority estimates it will be appropriate to raise in the year for meeting its estimated future expenditure; and	£0	
(d)	Such financial reserves as are sufficient to meet so much of the amount estimated by the Fire Authority to be a revenue account deficit for any earlier financial year as has not already been provided for.	£0	
43 (3)	The aggregate of:		
(a)	The sums which the Fire Authority estimates will be payable to it for the year and in respect of which amounts will be credited to a revenue account for the year, other than sums which it estimates will be so payable	£2,321,647	
(i)	in respect of redistributed non-domestic rates, revenue support grant, additional grant, relevant special grant or police grant;		
(ii)	in respect of any precept issued by it; or		
(iii)	in pursuance of regulations under section 99(3) of the 1988 Act; and		
(b)	the amount of the financial reserves which the authority estimates that it will use in order to provide for the items mentioned in paragraphs (a) and (b) of subsection (2) above	£815,938	
43 (4)	If the aggregate calculated under subsection (2) above exceeds that calculated under subsection (3) above, the Fire Authority must calculate the amount equal to the difference; and the amount so calculated shall be its budget requirement for the year.	41,594,110	

That the following amount be now calculated by the Fire Authority for the year 2018/19 in accordance with section 44 of the Local Government Finance Act 1992 (as amended) as its basic amount of Council Tax

R	The amount calculated by the Fire Authority under section 43 (4) above as its Council Tax requirement for the year	£41,594,110
less P	The aggregate of the sums which the Fire Authority estimates will be payable to it for the year in respect of redistributed non-domestic rates, revenue support grant, additional grant, relevant special grant or police	£16,101,456
T	The aggregate of the amounts calculated by the billing authorities to which the Fire Authority issues precepts ("the billing authorities concerned") as their council tax bases for the year for their areas and are notified by them to the authority within the prescribed period.	360,779.14
	Basic Amount of Council Tax	£70.66

That the following amounts be now calculated by the Fire Authority for the year 2018/19 in accordance with section 47 of the Local Government Finance Act 1992 as the amounts of Council Tax for the different valuation bands

Council Tax for the different valuation bands:

Band A	£47.11	Band E	£86.36
Band B	£54.96	Band F	£102.06
Band C	£62.81	Band G	£117.77
Band D	£70.66	Band H	£141.32

That the following amounts be now calculated by the Fire Authority for the year 2018/19 in accordance with section 48 of the Local Government Finance Act 1992 as the amounts payable by each billing authority

<u>Unitary Authority</u>	<u>Tax Base</u>	<u>£</u>
Bath & North East Somerset	64,346.64	4,546,733.58
Bristol	125,798.00	8,888,886.68
North Somerset	78,003.50	5,511,727.31
South Gloucestershire	92,631.00	6,545,306.46
<b>Total</b>	<b>360,779.14</b>	<b>25,492,654.03</b>