

LONDON BOROUGH OF WALTHAM FOREST

Budget 2007/08 and Medium Term Financial Strategy 2008-11

Revised version - July 2007	Budget 07/08	Plan 08/09		Plan 09/10		Plan 10/11		
		£	£'000	%	£'000	%	£'000	
Non-schools	189,263,000	191,472		195,282		197,371		
Schools	144,467,000	153,176		160,835		168,877		
LBWF expenditure at beginning of year	333,730,000	344,648		356,117		366,247		
Transfers of Government Funding:-								
Mainstreaming into FSS from specific grants	0	0		0		0		
New burdens	0	0		0		0		
Adjusted Base previous year	333,730,000	344,648		356,117		366,247		
Pay and prices	10,012,000	10,409	3.0%	10,684	3.0%	10,987	3.0%	
Schools growth and change in numbers	4,375,000	3,064	2.0%	3,217	2.0%	3,378	2.0%	
Above Inflationary & Statutory Pressures								
Additional Pension Fund 2% per annum	1,600,000	1,500		1,500		1,500		
Above-inflation NLWA levy, waste costs	255,000	250		250		250		
Financing supported/unsupported borrowing	300,000	200		200		200		
Write-back of premiums	300,000	(300)		(400)		0		
Data / legislation changes	50,000	300		300		300		
Above inflation increase in Concessionary Fares	18,000	200		200		200		
Other Adjustments								
Review of Members Allowances	350,000	0		0		0		
Building Consultancy overheads	400,000	0		0		0		
Provision for Municipal Elections	100,000	0		0		0		
Other changes	793,000	683		707		455		
Increase in balances	200,000	300		500		1,000		
Base budget position	352,483,000	361,253		373,274		384,517		
Business Priorities								
Growth proposed	2,323,000	335	} 1,500	110	} 1,500	0	} 1,500	
Growth still to be allocated	0	1,165		1,390		1,500		
Further investment required	0	5,000		0		0		
Efficiency : Cashable Savings & Policy Review								
Savings already agreed	(7,832,000)	(4,502)		(3,469)		0		
Shortfall of savings from 07/08 Policy Review	0	(998)	} (9,460)	(1,411)	} (5,058)	0	} (9,185)	
Further savings required	0	(3,462)		(3,647)		0		
Savings to fund further investment	0	(5,000)		0		0		
	346,974,000	353,791	2.7%	366,247	2.8%	376,832	2.9%	Total (23,703)
Transfer from reserves re Collection Fund	(2,326,500)	2,326		0		0		
Total Waltham Forest expenditure	344,647,500	356,117		366,247		376,832		
(Surplus) / deficit on the Collection Fund	2,326,500	0		0		0		
Formula Grant (RSG plus NNDR)	(111,606,000)	(111,606)	0.0%	(111,606)	0.0%	(111,606)	0.0%	
Dedicated Schools Grant (DSG)	(153,176,000)	(160,835)	5.0%	(168,877)	5.0%	(177,320)	5.0%	
Total Exchequer support	(262,455,500)	(272,441)	3.8%	(280,483)	3.0%	(288,926)	3.0%	
To be met from Council Tax	82,192,000	83,676		85,765		87,906		
Council Tax base	74,506	74,000		74,000		74,000		
Waltham Forest Council Tax	£ 1,103.16	£ 1,130.76	2.50%	£ 1,158.99	2.50%	£ 1,187.92	2.50%	
GLA precept	£ 303.88	£ 319.07	5.0%	£ 335.03	5.0%	£ 351.78	5.0%	
Total Council Tax	£ 1,407.04	£ 1,449.84		£ 1,494.01		£ 1,539.70		
Overall increase	3.09%	3.04%		3.05%		3.06%		
Gershon Efficiencies - illustrative only at this stage								
Cashable efficiency savings:-								
- Policy Review - assume 2/3 are applicable	5,221	9,308		5,685		6,123		
- Overachievement b/fwd from prior years *	2,000	2,290		4,598		3,283		
- Overachievement c/fwd to next year	(2,290)	(4,598)		(3,283)		(2,406)		
Total Efficiency Savings Target **	<u>4,931</u>	<u>7,000</u>		<u>7,000</u>		<u>7,000</u>		

* it is not yet confirmed whether surplus efficiencies can be carried forward from the 'old' system to the new - ie from 07/08 to 08/09

** note that the target from 2008/09 has not yet been notified - this is a best guess at this stage

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Budget 2007/08 and Medium Term Financial Strategy 2008-11

Version agreed by Council February 2007	Budget 07/08	Plan 08/09		Plan 09/10		Plan 10/11	
	£	£'000	%	£'000	%	£'000	%
Non-schools	189,263,000	191,472		198,086		202,467	
Schools	144,467,000	153,499		161,174		169,233	
LBWF expenditure at beginning of year	333,730,000	344,971		359,260		371,700	
Transfers of Government Funding:-							
Mainstreaming into FSS from specific grants	0	0		0		0	
New burdens	0	0		0		0	
Adjusted Base previous year	333,730,000	344,971		359,260		371,700	
Pay and prices	10,012,000	10,419	3.0%	10,778	3.0%	11,151	3.0%
Schools growth and change in numbers	4,698,000	3,070	2.0%	3,223	2.0%	3,385	2.0%
Above Inflationary & Statutory Pressures							
Additional Pension Fund 2% per annum	1,600,000	1,500		1,500		1,500	
Above-inflation NLWA levy, waste costs	255,000	250		250		250	
Financing supported/unsupported borrowing	300,000	200		200		200	
Write-back of premiums	300,000	(300)		(400)		0	
Data / legislation changes	50,000	300		300		300	
Above inflation increase in Concessionary Fares	18,000	200		200		200	
Other Adjustments							
Review of Members Allowances	350,000	0		0		0	
Building Consultancy overheads	400,000	0		0		0	
Provision for Municipal Elections	100,000	0		0		0	
Other changes	793,000	683		707		455	
Increase in balances	200,000	300		500		1,000	
Base budget position	352,806,000	361,592		376,519		390,140	
Business Priorities							
Growth proposed	2,323,000	335	} 1,500	110	} 1,500	0	} 1,500
Growth still to be allocated	0	1,165		1,390		1,500	
Further investment required	0	5,000		0		0	
Efficiency : Cashable Savings & Policy Review							
Savings already agreed	(7,832,000)	(4,502)	} (6,656)	(3,469)	} (2,850)	0	} (7,000)
Shortfall of savings from 07/08 Policy Review	0	(998)		(1,411)		0	
Further savings required	0	(658)		(1,439)		0	
Savings to fund further investment	0	(5,000)		0		0	
	347,297,000	356,934	3.5%	371,700	3.5%	384,640	3.5%
Transfer from reserves re Collection Fund	(2,326,500)	2,326		0		0	
Total Waltham Forest expenditure	344,970,500	359,260		371,700		384,640	
(Surplus) / deficit on the Collection Fund	2,326,500	0		0		0	
Formula Grant (RSG plus NNDR)	(111,606,000)	(113,838)	2.0%	(116,115)	2.0%	(118,437)	2.0%
Dedicated Schools Grant (DSG)	(153,499,000)	(161,174)	5.0%	(169,233)	5.0%	(177,694)	5.0%
Total Exchequer support	(262,778,500)	(275,012)	4.7%	(285,348)	3.8%	(296,131)	3.8%
To be met from Council Tax	82,192,000	84,248		86,352		88,509	
Council Tax base	74,506	74,506		74,506		74,506	
Waltham Forest Council Tax	£ 1,103.16	£ 1,130.76	2.50%	£ 1,159.00	2.50%	£ 1,187.94	2.50%
GLA precept	£ 303.88	£ 319.07	5.0%	£ 335.03	5.0%	£ 351.78	5.0%
Total Council Tax	£ 1,407.04	£ 1,449.83		£ 1,494.02		£ 1,539.72	
Overall increase	3.09%	3.04%		3.05%		3.06%	
Gershon Efficiencies - illustrative only at this stage							
Cashable efficiency savings:-							
- Policy Review - assume 2/3 are applicable	5,221	7,439		4,213		4,667	
- Other efficiency savings re-invested	0	1,000		1,000		1,000	
- Overachievement b/fwd from prior years *	2,000	2,290		3,729		1,942	
- Overachievement c/fwd to next year	(2,290)	(3,729)		(1,942)		(608)	
Total Efficiency Savings Target **	4,931	7,000		7,000		7,000	

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** note that the target from 2008/09 has not yet been notified - this is a best guess at this stage