

MEDIUM TERM FINANCIAL PLAN 2010/11 - 2013/14

	2010/11 £'000	2011/12 £'000	2012/13 £'000	2013/14 £'000
Initial Budget	297,926	310,369	300,957	290,309
Inflation and Other Contingencies	8,266			
Pay		714	714	2,641
Other inflation (Non-staffing budgets)		3,356	3,311	3,165
Committed Growth				
Approved to date	3,691	3,004	1,641	0
Growth 2011-12 onwards- -assume can be met from existing contingencies in 11/12		0	4,500	3,500
Savings				
Approved to date	-4,520	-180		
2010/11 savings target (Cabinet 7.7.2010)				
Reduction in Specific Grants	4,125			
One-off savings towards 2010/11 target	-545	545		
Ongoing savings towards 2010/11 target	-7,085			
Increase in budget contingency	3,505	-545		
Other Adjustments Required				
London Pensions Fund Authority Levy	353	235		
Capital Financing and Investment	2,365	777	-827	134
Pensions Fund (Estimate pending Valuation)		2,500	800	800
One off savings in previous years		419		
One off spending in 2008/09	-317			
Other Funding				
Prioritisation of Area Based Grant	-295	3,796		
Service Improvement Growth				
LAP Budgets		-2,380		
Contribution to Investment Reserve	2,900	-2,900		
Annual savings target		-18,753	-20,787	-17,992
Budget Requirement	310,369	300,957	290,309	282,557
Formula Grant (25% real terms reduction over 4 years)	-232,204	-221,523	-211,337	-201,611
Collection Fund Surplus / Deficit	-3,478	-2,011		
	<u>74,687</u>	<u>77,423</u>	<u>78,972</u>	<u>80,946</u>
Council Tax Base	84,343	87,432	89,181	91,410
Recommended Band D Council Tax - Tower Hamlets	£885.52	£885.52	£885.52	£885.52
Change in Council Tax (planning figure only)	0.00%	0.00%	0.00%	0.00%
Cumulative savings target (Three Year Budget)				-57,532

NB Forecasts are incremental year on year, not cumulative