

MEDIUM TERM FINANCIAL PLAN 2015/16

KEY BUDGET ASSUMPTION DATA

Item	NKDC Assumptions
Period covered by MTFP	3 Years
Government Grant - RSG	Varying scenarios.
New Homes Bonus	Linked with RSG.
Parish Grant for LCTS	Allocations phased out in line with reduction of RSG
Salary growth forecast	1.0% - 2015/16 2.0% - 2016/17 & 2017/18
Future increase in utilities and fuel costs	3% - Utilities 2015/16 onwards 3% - Fuel 2015/16 onwards
Forecast interest rate for investment income	Investment income is assumed to be static throughout the period
Council Tax increase	0.0% 2015/16 2.0% 2016/17 & 2017/18
Future growth in numbers of Band D equivalent properties	1.25% 2015/16 onwards
NNDR Base increase	3% - 2015/16 onwards
NNDR Renewable Energy income	£500,000 – 2015/16 £750,000 – 2016/17 £800,000 – 2017/18
Increase in Drainage	2.0% - 2015/16 onwards
Forecast HB Admin. Grant	Annual 10% reduction
Forecast homelessness grant	Assumes continues beyond 2015/16
Changes to fees and charges	5% - 2015/16 onwards on discretionary charges
Forecast pension contribution rate following triennial reviews	Cash increases inline without come from 2013/14 triennial revaluation 2015/16 - £52,000 2016/17 - £53,000 2016/17 - £56,000
Annual staff vacancy/turnover rate	1% assumed on establishment costs
Major income area	In line with current projections for 2014/15
Contribution to Reserves from G/F – Renewals Reserve	Current £100k base onwards
Contribution to Reserves from G/F – Capital Reserve	Current £200k base onwards
Contribution to Reserves from G/F – T-Gov Reserve	Current £75k base onwards
HRA – forecast rent increase	Follow Determination guidance (in full increase)
HRA – forecast increase in garage rents	3%
HRA – forecast increase in service charges	3%
GF working balance as % of net operating expenditure	10%
Minimum HRA working balance	£750,000
Capital Receipts	RTB sales as experienced during 2013/14
Policy on bids for growth and service investment	No growth assumed