

**Sensitivity Analysis of Major Budget Assumptions**

<b>Item</b>	<b>Budget Assumption</b>	<b>Sensitivity impact on 2015/16</b>	<b>Financial Impact 2015/16</b>	<b>Impact on Council Tax increase 2015/16</b>	<b>Sensitive</b>	<b>Budget Risk</b>
<b>Government Grant - RSG</b>	Reduction of grant	(+/-) 0.5%	£9,500	0.19%	No	Yes
		(+/-) 1%	£19,000	0.38%		
		(+/-) 2%	£38,000	0.76%		
<b>Salary growth forecast</b>	1% - 2015/16 2% - 2016/17 & 2017/18	(+/-) 0.5%	£37,000	0.75%	Yes	Yes
		(+/-) 1%	£73,000	1.5%		
		(+/-) 1.5%	£110,000	2.25%		
<b>Future increase in utilities and fuel costs</b>	3%	(+/-) 1%	£5,000	0.43%	No	No
		(+/-) 5%	£25,000	0.86%		
		(+/-) 10%	£50,000	2.15%		
<b>Major Income areas (Planning, Building Control, Land Charges &amp; Car parks)</b>	In line with 2013/14 levels	(+/-) 1%	£145,000	3.0%	Yes	Yes
		(+/-) 2%	£290,000	6.0%		
		(+/-) 3%	£435,000	9.0%		
<b>Future growth in numbers of Band D equivalent properties</b>	1.25%	(+/-) 0.5%	£25,000	0.5%	No	No
		(+) 1.5%	£75,000	1.5%		
		(+) 2%	£100,000	2.0%		
<b>Housing Benefit Admin grant</b>	Annual 10% reduction	(+/-) 0.5%	£2,300	0.05%	No	No
		(+/-) 1%	£4,500	0.11%		
		(+/-) 1.5%	£6,800	0.15%		

**Sensitivity Analysis of Major Funding Forecasts for the General Fund**

**Business Rates**

	<b>Assumption</b>	<b>2014/15</b>	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>
		<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
Lower			4.5	4.7	5.0
<b>Likely</b>		<b>3.8</b>	<b>4.8</b>	<b>5.3</b>	<b>5.8</b>
Upper			5.1	5.5	6.2

**Revenue Support Grant**

	<b>Assumption</b>	<b>2014/15</b>	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>
		<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
Lower			1.9	1.3	0.8
<b>Likely</b>		<b>2.9</b>	<b>1.9</b>	<b>1.3</b>	<b>0.8</b>
Upper			1.9	1.3	0.8

**Council Tax**

	<b>Assumption</b>	<b>2014/15</b>	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>
		<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
Lower			4.9	5.0	5.2
<b>Likely</b>		<b>4.8</b>	<b>4.9</b>	<b>5.1</b>	<b>5.2</b>
Upper			5.1	5.3	5.5