

Minutes of the Council meeting on 7 March 2014

Present: The Right Worshipful, The Lord Mayor Councillor Hassan – in the Chair

Adams, Akbar, A. Ali, N. Ali, Sameem Ali, Shaukat Ali, Andrews, Austin, Battle, Chamberlain, Chappell, Chohan, Clayton, Cookson, Cooley, Cooper, Cowell, Cox, Craig, Curley, Davies, Ellison, Evans, Fender, Flanagan, Fletcher-Hackwood, Gillard, Grimshaw, Hassan, Hennigan, Hewitson, Hitchen, Hughes, Hyde, Judge, Kamal, Karney, Keegan, Khan, Kirkpatrick, Lanchbury, Leese, Lewis, Longsdon, Loughman, Lone, Ludford, Lyons, Manco, Midgley, N. Murphy, P. Murphy, S. Murphy, E. Newman, S. Newman, Ollerhead, Brian O’Neil, Paul, Priest, Pritchard, Rahman, Raikes, Rawlins, Reeves, Reid, Richards, Royle, Siddiqi, Simcock, Smith, Smitheman, Stogia, Stone, Strong, Tavernor, Taylor, Trotman, Watson and Wheale

CC/14/15 Filming of the Proceedings

The Council gave permission for the proceedings to be filmed.

CC/14/16 Former Councillor Cecil Franks

The Lord Mayor reported the recent deaths of former councillor and Leader of the Opposition Cecil Franks, who passed away on 2nd February 2014. Cecil Franks served as a Manchester councillor between 1975 and 1983, sitting on the Council’s Finance, Housing and Policy committees before going on to become a Member of Parliament for Barrow and Furness.

The Council and those present at its meeting then observed a period of silence in their memory.

CC/14/17 Minutes

The minutes of the meeting of the Council on 29 January 2014 were approved as a correct record.

CC/14/18 Constitution of the Council – Council Procedure Rules – Minor amendments

The report of the City Solicitor was submitted which recommended that Council adopt minor amendments to the Council Procedure Rules at Part 4, Section A of the Council’s Constitution. The changes provided for mandatory named votes on certain resolutions at budget council meetings as required by the Local Authorities (Standing Orders) (England) (Amendment) Regulations 2014.

The key change introduced by the 2014 Regulations is the requirement for the Council to record in the minutes of the proceedings of “a budget decision meeting” of the Council, the names of the members who voted for or against a “budget decision” and the names of the members who abstained from voting. This will include votes on the main council tax resolution calculating the council tax requirement and the Council’s basic rate of council tax and on any amendments to that resolution.

In order to comply with the requirements of the 2014 Regulations, the Council is recommended to adopt the changes to Rule 22 of the Council's current procedure rules shown in the appendix to this report.

Decision

To adopt the following amendments to Rule 22 of the Council's at Part 4, Section A of the Council's Constitution:

22. Voting

22.1 **Subject to the provisions of any enactment and Rule 22.2 and 22.2A,** members will vote by voice or by show of hands, or by ballot, at the discretion of the Lord Mayor. Where there is a vote by show of hands, all members wishing to vote "for" the motion or amendment should vote before the votes "against" are taken, including the Lord Mayor using his/ her first (but not casting) vote.

22.2 At Council: -

- a) Ten members may demand before the vote is taken that the names of those voting be recorded in the minutes.
- b) Members may not vote unless they are in the meeting when the matter is put to the vote.

22.2A At a budget decision meeting of the Council:-

- a) **Immediately after any vote is taken at a budget decision meeting of the Council there must be recorded in the minutes of the proceedings of that meeting the names of the members who cast a vote for or against the decision or who abstained from voting.**
- b) **Reference to a "budget decision meeting" for the purposes of Rule 22.2B means a meeting of the Council at which it makes a calculation (whether originally or by way of substitute) in accordance with any of sections 31A, 31B, 34 to 36A, or 52ZJ of the Local Government Finance Act 1992 and includes a meeting where making the calculation was included as an item of business on the agenda for that meeting.**
- c) **Reference to a "vote" for the purposes of Rule 22.2B are references to a vote on any decision related to the meeting or the calculation as the case may be.**

22.3 ***A member may demand that his / her vote be recorded in the minutes.

22.4 ***Subject to the provisions of any enactment and Rule 22.7 all questions will be decided by a majority of members present and voting.

22.5 If there are more than two people nominated for any one position to be filled

and there is not a clear majority in favour of one person, then the name of the person with the least number of votes will be taken off the list and a new vote taken. The process will continue until there is a majority of votes for one person.

22.6 ***Where there is an equality of votes, the Lord Mayor may exercise a second or casting vote.

22.7 ***A decision to promote or oppose a local or personal Bill in Parliament under Section 239 of the Local Government Act 1972 or to [apply for or] oppose an order under the Transport and Works Act 1992 will require to be passed by a majority of the whole number of the Council (i.e. 49 affirmative votes are required).

CC/14/19 The Council's Revenue and Capital Budget 2014/15 to 2015

Submitted were the proceedings of the Art Galleries Committee on 12 February 2014 in relation to the Art Galleries budget for 2014/14, and the part proceedings of the Executive on 12 February 2014. This included estimates relating to the 2014/15 Revenue Budget, the Housing Revenue Account, and proposals in relation to treasury management, prudential indicators, affordable borrowing limits, annual investment strategy, minimum revenue provision strategy and the capital programme.

The Council also received the minutes of the Finance Scrutiny Committee on 24 February 2014. At this meeting, aspects of the budget, proposed amendments and responses to the public consultation were considered.

The Council also received the minutes of the meetings of the Finance Scrutiny Committee on 17 February, and the Young People and Children and Health scrutiny committees on 18 February all in relation to the scrutiny of the directorate business plans.

A joint report of the City Treasurer, the Chief Executive and the City Solicitor was submitted advising the Council of the recommended formal Council Tax resolution and Collection Fund Budget for 2014/15.

A report of the Assistant Chief Executive (Finance and Performance), the Assistant Chief Executive (Communications, Customer Service and ICT) and the Head of Intelligence and Performance on the response to consultation on the budget proposals was also considered.

Motion made and seconded:

To note the report of the Assistant Chief Executive (Finance and Performance), the Assistant Chief Executive (Communications, Customer Service and ICT) and the Head of Intelligence and Performance on the response to consultation on the budget proposals.

To approve the proceedings of the Art Galleries Committee on 12 February in relation to the Art Galleries Budget 2014/15; and the part proceedings of the

Executive on 12 February 2014 in relation to the 2014/15 to 2015/16 budgets, as amended by the recommendations in the joint report of the City Treasurer, the Chief Executive and the City Solicitor.

Amendment

An amendment was moved and seconded. The amendment is included as appendix 1 to these minutes.

For the amendment (7)

Councillors Chamberlain, Clayton, Hassan, Hennigan, Lewis, Taylor, and Wheale

Against the amendment (70)

Councillors Adams, Akbar, A. Ali, N. Ali, Sameem Ali, Shaukat Ali, Andrews, Austin, Battle, Brian O'Neil, Chappell, Chohan, Cookson, Cooley, Cooper, Cowell, Cox, Craig, Curley, Davies, Ellison, Evans, Fender, Flanagan, Fletcher-Hackwood, Gillard, Grimshaw, Hewitson, Hitchen, Hughes, Hyde, Judge, Kamal, Karney, Keegan, Khan, Kirkpatrick, Lanchbury, Leese, Lone, Longsdon, Loughman, Ludford, Manco, Midgely, N Murphy, P Murphy, S Murphy, E Newman, S Newman, Ollerhead, Paul, Priest, Pritchard, Rahman, Raikes, Rawlins, Reid, Richards, Royle, Siddiqi, Simcock, Smith, Smitheman, Stogia, Strong, Stone, Tavernor, Trotman, and Watson

Abstaining (0)

The Lord Mayor declared the amendment to be **LOST**.

The original motion was put to the Council and voted on.

For the motion (71)

Councillors Adams, Akbar, A. Ali, N. Ali, Sameem Ali, Shaukat Ali, Andrews, Austin, Battle, Brian O'Neil, Chappell, Chohan, Cookson, Cooley, Cooper, Cowell, Cox, Craig, Curley, Davies, Ellison, Evans, Fender, Flanagan, Fletcher-Hackwood, Gillard, Grimshaw, Hassan, Hewitson, Hitchen, Hughes, Hyde, Judge, Kamal, Karney, Keegan, Khan, Kirkpatrick, Lanchbury, Leese, Lone, Longsdon, Loughman, Ludford, Manco, Midgely, N Murphy, P Murphy, S Murphy, E Newman, S Newman, Ollerhead, Paul, Priest, Pritchard, Rahman, Raikes, Rawlins, Reid, Richards, Royle, Siddiqi, Simcock, Smith, Smitheman, Stogia, Strong, Stone, Tavernor, Trotman, and Watson

Against the motion (0)

Abstaining (6)

Councillors Chamberlain, Clayton, Hennigan, Lewis, Taylor, and Wheale

The Lord Mayor declared that the motion was **CARRIED**.

Decisions

1. To approve the proceedings of the Art Galleries Committee on 12 February 2014 in relation to the Art Galleries budget for 2014/15.
2. To approve the part proceedings of the Executive on 12 February 2014 which contained details of the following:
 - Budget 2015/17 – A Strategic Response
 - Children & Families Budget 2014/15
 - Better Care Fund
 - 2014/15 Corporate Core Budget
 - 2014/15 Growth and Neighbourhoods Budget
 - Revenue Budget 2014/15
 - Dedicated Schools Grant 2014/15
 - Housing Revenue Account 2014/15 to 2016/17
 - Capital Programme (Budget 2014/15 – 2016/17)
 - Treasury Management Strategy Statement & Borrowing Limits and Annual Investment Strategy 2014-15
 - Global Revenue Budget Monitoring Report to end of December 2013
3. To agree the recommendations within minute reference Exe/14/012 of those part proceedings: **Revenue Budget 2014/15**

To approve:

- a) a freeze on the city's element of the Council Tax for 2014/15 at 2013/14 level, having considered the implications of this as set out in the report;
 - b) the contingency sum of £2m in 2014/15 (as per paragraph 4.53 of the report);
 - c) the central budgets to be allocated sum of £11.219m in 2014/15 and to delegate authority to the City Treasurer to determine the final allocations of these budgets (as per paragraph 4.59 of the report);
 - d) corporate budget requirements to cover the cost of levies of £72.190m (as per paragraphs 4.48 to 4.52 of the report), capital financing costs of £51.982m (as per paragraph 4.54 ,of the report) and additional allowances and former teachers' and staff pension costs of £11.036m (as per paragraph 4.55 of the report);
 - e) the estimated utilisation in 2014/15 of £6.139m of the surplus from the on-street parking and bus lane enforcement reserves after determining that any surplus from these reserves is not required to provide additional off street parking in the authority (as per paragraphs 4.66 to 4. 69 of the report);
 - f) the position on reserves, including the transfers to reserves, as identified in the report and in Appendix 3 of the report, subject to the final call on reserves after any changes are required to account for final levies etc; and
 - g) that £10m be set aside from the Revenue Budget to contribute towards the business rates reserve required in 2014/15.
4. To agree the recommendations within minute reference Exe/14/015 of those part proceedings: **Capital Programme (Budget 2014/15 – 2016/17):**

To approve the capital programme as presented in Appendix 1 (for £289.734m in 2014/15 and £140.437m in 2015/16 and £76.374m in 2016/17) which will require prudential borrowing of £93.284m to fund non HRA schemes over the three year period. Provision has been made in the revenue budget for the associated financing costs within the limits previously agreed.

To delegate authority to:

- a) the Director of Growth and Neighbourhood Services in consultation with the Executive Member for Environment for the approval of the list of schemes to be undertaken under the Highways capital programme;
- b) the Director of Growth and Neighbourhood Services to implement these schemes in accordance with the Capital Gateway process and after consultation with the Executive Member for Environment on the final details and estimated costs;
- c) the City Treasurer in consultation with the Executive Member for Finance and Human Resources to add qualifying spend to save projects to the capital budget accordingly up to a maximum of £5,000,000 in 2014/15 and then £5,000,000 per year thereafter;
- d) the City Treasurer in consultation with the Executive Member for Finance and Human Resources is authorised to increase the capital budget by up to £500,000, subject to 100% external funding being available;
- e) the City Treasurer, in consultation with the Executive Member for Finance and Human Resources to accelerate spend when necessary within the programme subject to resource availability;
- f) the City Treasurer in consultation with Executive Member for Finance and Human Resources to agree and approve, where appropriate, the programme of schemes for the delivery of the corporate asset management programme and proposals relating to Corporate Compulsory Purchase Orders; and
- g) the City Treasurer in consultation with the Executive Member for Finance and Human Resources to make alterations to the schedules for the capital programme 2014/15 to 2016/17 prior to their submission to Council for approval, subject to no changes being made to the overall estimated total cost of each individual project.

5. To agree the recommendations within minute reference Exe/14/016 **Treasury Management Strategy Statement & Borrowing Limits and Annual Investment Strategy 2014-15:**

To approve the Treasury Management Strategy Statement, in particular:

- the Treasury Indicators,
- the MRP Strategy,
- the Treasury Management Policy Statement,
- the Treasury Management Scheme of Delegation,
- the Borrowing Requirements,
- the Borrowing Strategy, and
- the Annual Investment Strategy

as set out in the report and in the appendices to the report to the Executive.

6. To note the minutes of the Finance Scrutiny Committee held on 24 February 2014, in relation to the overall budget proposals.

7. To note the minutes of the Finance Scrutiny Committee on 17 February (to follow), the Young People and Children and the Health scrutiny committees on 18 February, all in relation to the scrutiny of the directorate business plans.
8. To approve proposals to ensure that the Housing Revenue Account for 2014/15 does not show a debit balance as set out in the report considered by the Executive.
9. To note the information on referenda in section 3 of the report of the City Treasurer, the Chief Executive and the City Solicitor.
10. To note the position on reserves, after their use to support the budget, in appendix 3 to the report of the City Treasurer, the Chief Executive and the City Solicitor.
11. To approve the affordable borrowing limits, prudential indicators, proposals in respect of treasury management, annual investment strategy and minimum revenue provision strategy as set out to appendix 4 to the report of the City Treasurer, the Chief Executive and the City Solicitor.
12. To approve the Council Tax determination as set out below, which
 - Calculates the Council tax requirement in accordance with Section 31A of the Local Government Finance Act 1992 as amended by the Localism Act 2011.
 - Calculates a basic amount of Council Tax and an amount of tax for each valuation band (the City Council element) in accordance with Sections 31B and 36 of the Local Government Finance Act, 1992, as amended.
 - Sets an amount of Council Tax for each category of dwellings in each valuation band in accordance with Section 30 of the Local Government Finance Act, 1992.
13. To approve the Collection Fund Budget for 2014/15 as set out in appendix 5 to the report of the City Treasurer, the Chief Executive and the City Solicitor.

Council Tax Resolution
Setting The Amount Of Council Tax For The Council's Area

Resolved

1. That the estimates prepared by the Executive at its meeting on 12 February 2014 be approved.
2. That it be noted that the City Treasurer acting under delegated powers has determined the amount of 98,188 as the Council Tax base for Manchester for the year 2014/2015 in accordance with Section 31A(3) of the Local Government Finance Act 1992 and regulations 3 to 5 of the Local Authorities (Calculation of Council Tax Base) (England) Regulations 2012.
3. That the following amounts be now calculated by the Council for the year 2014/2015 in accordance with Sections 31A to 36 of the Local Government Finance Act 1992:-

- | | |
|--------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| (a) £1,592,764,798 | being the aggregate of the amounts which the Council estimates for the items set out in the Section 31A(2)(a) to (f) of the Act. |
| (b) £1,477,662,000 | being the aggregate of the amounts which the Council estimates for the items set out in Section 31A(3)(a) to (d) of the Act. |
| (c) £115,102,798 | being the amount by which the aggregate at 3(a) above exceeds the aggregate at 3(b) above, calculated by the Council, in accordance with Sections 31A(4) of the Act, as its council tax requirement for the year. |
| (d) £1,172.27 | being the amount at 3(c) above divided by the amount at 2 above, calculated by the Council in accordance with Section 31B(1) of the Act, as the basic amount of its council tax for the year. |

(e) Valuation Bands

A	B	C	D	E	F	G	H
£781.51	£911.77	£1,042.02	£1,172.27	£1,432.77	£1,693.28	£1,953.78	£2,344.54

being the amount given multiplying the amount at 3(d) above by the number which, in the proportion set out in Section 5(1) of the Act, is applicable to dwellings listed in a particular valuation band divided by the number which in that proportion is applicable to dwellings listed in valuation band D, calculated by the Council, in accordance with Section 36(1) of the Act, as the amounts to be taken into account for the year in respect of categories of dwellings listed in different valuation bands.

4. That it be noted that for the year 2014/15 the major precepting authorities have stated the following amounts in precepts issued to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:-

Precepting Valuation bands

Authority

GM Police and Crime Commissioner

A	B	C	D	E	F	G	H
£101.53	£118.46	£135.38	£152.30	£186.15	£219.99	£253.84	£304.60

GM Fire and Rescue Authority

A	B	C	D	E	F	G	H
£38.43	£44.83	£51.24	£57.64	£70.45	£83.26	£96.07	£115.28

5. That, having calculated the aggregate in each case of the amounts at 3(e) and 4 above, the Council, in accordance with Section 30(2) of the Local Government Finance Act 1992, hereby sets the following amounts as the amounts of Council Tax for the year 2014/15 for each of the categories of dwellings shown below.

Valuation bands

A	B	C	D	E	F	G	H
£921.47	£1,075.06	£1,228.64	£1,382.21	£1,689.37	£1,996.53	£2,303.69	£2,764.42

Annex to the Council Tax Resolution

1. Calculating the Council Tax requirement

Section 31A Calculations

- 1.1 Section 31A of the Local Government Finance 1992 requires the Council to make three calculations:-
- (i) an estimate of the Council's required gross revenue expenditure -Section 31A(2)
 - (ii) an estimate of its anticipated income (excluding that from council tax) and of reserves to be used to aid the revenue account - Section 31A(3)
 - (iii) a calculation of the difference between (i) and (ii) above, (i.e. the Council Tax requirement) - Section 31A(4)
- 1.2 In its Section 31A(2) calculation the Council is required to allow for the following:-
- Section 31A(2)(a)** - the estimated revenue account expenditure it will incur during the year in performing its functions
- Section 31A(2)(b)** - an appropriate allowance for contingencies for the year, e.g. for unforeseen occurrences such as disasters, storm damage, higher than expected inflation etc.
- Section 31A(2)(c)** - any raising of financial reserves for future expenditure - examples of this include payments into a redemption fund, internal insurance etc,
- Section 31A(2)(d)** - any revenue account deficit for a previous financial year which has not yet been provided for;
- Section 31A(2)(da)** – any amount estimated to be transferred from the general fund to the collection fund in accordance with regulations by reference to sums received by the authority in respect of business rates.
- Section 31A(2)(e)** - any amount estimated to be transferred from the General Fund to the Collection Fund in accordance with Section 97(4) of the Local Government Finance Act 1992 - i.e. the Council's share of any collection fund deficit;
- Section 31A(2)(f)** - any amounts estimated to be transferred from the General Fund to the Collection Fund by direction of the Secretary of State under Section 98(5) of the Local Government Finance Act 1988 - including an estimate of the shortfall in the collection of Non-domestic Rates in excess of the allowance
- 1.3. In its Section 31A(3) calculation the Council must calculate the aggregate of sums to be put against gross expenditure, namely:-

Section 31A(3)(a) - estimated income from fees, charges, and government grants (including RSG) plus other sums payable into the general fund (but excluding council tax)

Section 31A(3)(aa) – Any amount estimated to be transferred from the collection fund to the general fund in accordance with regulations by reference to sums received by the authority in respect of business rates.

Section 31A(3)(b) - any amount estimated to be transferred from the Collection Fund to the General Fund in accordance with Section 97(3) of the Local Government Finance Act 1988 - i.e. the Council's share of any collection fund surplus;

Section 31A(3)(c) - sums to be transferred from the Collection Fund to the General Fund pursuant to a direction of the Secretary of State under Section 98(4) of the Local Government Finance Act 1988 - including allowances for costs of collection of business rates;

Section 31A(3)(d) - the amount of financial reserves/balances which the authority intends to use towards meeting its revenue expenditure

1.4 On the basis of current estimates, the calculations would be as follows: -

	HRA £	Other £	Total £
Expenditure			
Section 31A (2)(a)	£106,392,000	£1,445,652,384	£1,552,044,384
Section 31A (2)(b)	£0	£2,000,000	£2,000,000
Section 31A (2)(c)	£7,155,000	£17,990,612	£25,145,612
Section 31A (2)(d)	£0	£0	£0
Section 31A (2)(da)	£0	£0	£0
Section 31A (2)(e)	£0	£13,574,802	£13,574,802
Section 31A (2)(f)	£0	£0	£0
	£113,547,000	£1,479,217,798	£1,592,764,798
Income			
Section 31A (3)(a)	(£97,897,000)	(£1,129,643,339)	(£1,227,540,339)
Section 31A (3)(aa)	£0	(£151,865,145)	(£151,865,145)
Section 31A (3)(b)	£0	(£3,886,000)	(£3,886,000)
Section 31A (3)(c)	£0	(£1,109,516)	(£1,109,516)
Section 31A (3)(d)	(£15,650,000)	(£77,611,000)	(£93,261,000)
	(£113,547,000)	(£1,364,115,000)	(£1,477,662,000)

1.5 Council Tax Requirement under Section 31A(4) being the amount by which the aggregate under Section 31A(2) exceeds the aggregate under Section 31A(3)

is £115,102,798

2. Calculating The Basic Amount Of Council Tax

2.1. Section 31B of the Local Government Finance Act 1992 requires the Council to calculate the basic amount of its Council Tax - this is in effect the City Council element of the Band D Council tax.

2.2 This calculated by applying the following formula -

$$\frac{R}{T}$$

Where -

R is the Council Tax requirement, and

T is the approved Council Tax base

2.3 Calculating the Basic Amount of Council Tax

Council Tax Requirement £115,102,798

Divided by:
Council Tax Base – 98,188

Band D Basic Amount of Council Tax is: £1,172.27

Use of Reserves

	<i>Withdrawals</i>	<i>Withdrawals</i>	Purpose
	2013/ 14	2014/15	
	£	£	
General Fund Reserve			
Statutory Reserves	6,161,603	6,586,998	
Earmarked Reserves	41,277,837	71,024,433	
General Fund Reserve	1,933,000	0	
Total General Fund Use	49,372,440	77,611,431	
Housing Revenue Account Reserve			
HRA General Reserve	200,000	15,650,000	
Major Repairs Allowance	23,912,000	24,162,000	
Total HRA Use	24,112,000	39,812,000	
TOTAL USE OF RESERVES	73,484,440	117,423,431	
	<i>Withdrawals</i>	<i>Withdrawals</i>	Purpose
	2013/ 14	2014/15	
	£	£	
STATUTORY RESERVES			
Bus Lane Enforcement Reserve	964,000	884,000	Reserve from income arising from bus lane enforcement powers, which is set aside to support expenditure on transport and environmental improvements
On Street Parking	5,100,000	5,255,000	Reserve from On-Street Parking surplus year on year, which is set aside to support expenditure on transport and environmental improvements
Taxi Licensing Reserve	0	369,998	This is a smoothing reserve to equalise the income and expenditure of running the function over financial years. Income ringfenced by statute.
Art Fund	19,603	0	Money received historically from contributions and donations to fund purchases of Art Work. The Art funds committee are required to approve purchases of Art above £20k.

	<i>Withdrawals</i>	<i>Withdrawals</i>	Purpose
	2013/ 14	2014/15	
	£	£	
Ancoats Square Reserve	78,000	78,000	Commuted sum received from the Homes and Communities Agency to fund maintenance in future years.
TOTAL	6,161,603	6,586,998	
EARMARKED RESERVES			
BALANCES HELD FOR PFIS			
These are Used to smooth the unitary Charge over the lives of the various PFI contracts			
Street Lighting PFI	1,060,000	1,060,000	Established to fund the requirements over 25 years re. the PFI contract for Street Lighting service via our external contractors
TOTAL	1,060,000	1,060,000	
SMALL SPECIFIC RESERVES			
Catering R&M insurance	219,000	0	Reserve established to meet refurbishment costs of school kitchens. The balance at March 2014 will be subject to no further critical failures before the end of the financial year.
Climate Innovation Fund	30,000	0	To support the emerging investment model on Green Deal for Manchester and schemes which contribute towards carbon reduction
New Islington Dowry Reserve	50,000	50,000	Funding from NWDA to fund the management of the Marina Development. To be drawn down over eight years
TOTAL	299,000	50,000	
RESERVES FOR SPECIFIC RISKS OR TO SMOOTH COSTS			
Manchester International Festival	500,000	0	To give certainty to the cost to the council of supporting the festival as timescales do not readily fit with the Councils annual budget process.
Fleet Maintenance Reserve	63,000	138,000	This relates to a seven year contract for which the amount received annually is fixed however the costs are lower in the 1st three years and expected to increase in the final 4 years.
Business Rates - Safety Net & Small Business Rates Relief Carry Forwards	0	12,627,000	These receipts will be accounted for in 2013/14 but required in 2014/15 to offset the Collection Fund Business Rates deficit.
TOTAL	563,000	12,765,000	
RESERVES HELD TO FUND PLANNED CAPITAL SPEND			

	Withdrawals		Purpose
	2013/ 14	2014/15	
	£	£	
Capital Fund Revenue Reserve	21,494,000	24,355,000	Contribution to schemes which are being brought forward to support employment and growth a part of the Council's Capital programme
Town Hall Reserve	3,273,000	978,542	To meet revenue decant costs etc. associated with refurbishing the town hall extension and central library
Service Improvement Fund	240,000	592,322	To fund improvements in Council Services - this is committed to funding the costs of the upgrade to the Council's Finance System (SAP) and the development of the Customer Relationship Manager System (CRM)
Eastlands Reserve	0	340,779	Annual surplus from Eastlands Stadium funded from stadium rent to support implementation of the Community Plan. This can only be used in agreement with Sport England. Includes £340.8k to be used in 2014/15 for replacement public realm
TOTAL	25,007,000	26,266,643	
RESERVES TO SUPPORT GROWTH AND REFORM			
MIF Reserve (Targeted and Specialist)	0	10,000,000	To support delivery of savings for Targeted and Specialist in 2015/16 and accelerate the savings from reducing demand so that a more sustainable way to reduce spend can be achieved.
Work Programme leavers reserve	0	116,340	The full costs of the Work Programme leavers scheme to the council is £358k spread over a 4 year period. The reserve has been established from this year's core underspend to cover the costs for the next three years.
Soccerex	0	395,000	Per the May 2012 report to Executive this is fully committed to funding the Council's contribution to Soccerex until 2017/18
Youth Unemployment Reduction Fund	475,965	0	
Clean and Green Reserve	2,000,000	12,500,000	The funding will be invested in largely one-off funding in strategic interventions to improve the quality of the environment and which are linked to delivering behaviour change.
TOTAL	2,475,965	23,011,340	
GRANTS USED OVER ONE YEAR -NOW HAVE TO BE SHOWN AS RESERVE DUE TO CHANGE IN ACCOUNTANCY RULES			
Grants fully spent in 2013/14			
Winter Pressures Grant	1,475,050	0	

	<i>Withdrawals</i>	<i>Withdrawals</i>	Purpose
	2013/ 14	2014/15	
	£	£	
Reserve			
Homelessness	742,147	0	
Supporting People	43,587	0	
Adults Other Grants and Contributions	27,220	0	
Asylum Seekers	679,349	0	
Right to Control Grant Reserve	196,000	0	
Department of Health Reserve	166,098	0	
Grants given for over 1 year for capital spend			
New Homes Bonus Grant Reserve	5,587,144	0	Grant to be spent over financial years on Collyhurst land acquisition and capital investment on future schemes
English Partnership (HCA)	900,000	400,000	Balance of Funding received from the HCA to fund regeneration projects in East Manchester
Other Grants and Contributions - (Section 278 Commuted Sums)	57,286	0	Money received from private developers and set aside for repairs and maintenance liabilities over an agreed period of time for adopted roads.
Grants to support reform or specific revenue budget priorities			
Troubled Families Unit Grant	130,000	4,333,770	To support the scaling up of the Community Budgets work for troubled families and complex dependency.
Dedicated Schools Grant	723,227	1,400,000	Recommended in latest budget monitoring that £1.4m be c/f to support the LAC budget risks in 2014/15
Public Health Reserve	0	500,000	It was agreed this would fund extension 20mph schemes
Grants with agreed spend profile over 1 year			
Workforce Development and Learning	500,000	489,360	To provide for continuous workforce development and learning including providing training for social workers.

	<i>Withdrawals</i>	<i>Withdrawals</i>	Purpose
	2013/ 14	2014/15	
	£	£	
NW Construction Hub Reserve	90,000	150,000	MCC currently operate the NW construction Hub, this is on behalf of Partner organisations across the North West and allows them to access framework agreements. The Hub is funded by these organisations, and the reserve is made up of an element of these contributions
Contributions Other Local Authorities	150,000	0	Contribution from other local authorities for future activities to be undertaken by AGMA and GMRF
DEFRA	0	222,208	Reservoir Inundation 3 Year Grant
Communities and Cultural Services Other Grants and Contributions	167,084	134,018	Small schemes where spend is spread over financial year including ZEST, Civil Contingency, Joint Health Initiative, ACE Northwest Partnership and SPAA Back to Sport
Regen Other Grants and Contributions	114,823	92,000	Grant to be spent over financial years
Neighbourhood Delivery Teams - Other Grants and Contributions	40,000	150,095	Grant to be spent over financial years
Economic Growth and Worklessness	6,500	0	
Probation	54,685	0	
Contributions Manchester PCT	6,204	0	
Corporate Services Other Grants and Contributions	16,469	0	
TOTAL	11,872,872	7,871,450	
TOTAL EARMARKED RESERVES	41,277,837	71,024,433	

Reserves position

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
General Fund Reserve	24,078,593	0	24,078,593	
Housing Revenue Account Reserve				
HRA General Reserve	24,256,501	7,157,000	31,413,501	The reform of the HRA and the move to self financing, which allows Local Authorities to retain rents locally, has created capacity to enable additional capital investment.
HRA PFI reserve	10,000,000	0	10,000,000	Used to smooth the unitary charge over the lives of the various PFI contracts.
HRA Residual liabilities fund	24,000,000	0	24,000,000	Provision for environmental warranties in relation to previous stock transfers
Major Repairs Allowance	0	5,962,518	5,962,518	Provides resources needed to maintain value of housing stock
Total HRA	58,256,501	13,119,518	71,376,019	
SCHOOLS RESERVE				
LMS Reserve	29,872,535	0	29,872,535	Schools balances held on the balance sheet. The Local Authority can not use these funds. When a school transfers to an academy any surplus goes with them.
STATUTORY RESERVES				
Bus Lane Enforcement Reserve	464,168	863,000	1,327,168	Reserve from income arising from bus lane enforcement powers, which is set aside to support expenditure on transport and environmental improvements
On Street Parking	0	2,709,925	2,709,925	Reserve from On-Street Parking surplus year on year, which is set aside to support expenditure on transport and environmental improvements
Taxi Licensing Reserve	424,809	0	424,809	This is a smoothing reserve to equalise the income and expenditure of running the function over financial years. Income ringfenced by statute.

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
Art Fund	71,406	0	71,406	Money received historically from contributions and donations to fund purchases of Art Work. The Art funds committee are required to approve purchases of Art above £20k.
New Smithfield Market Initiative Fund	6,857	0	6,857	Legal requirement. Set up as a condition of grant aid to build market. To be used for minor renewals, repairs and to meet deficiencies on the revenue account. Any spend has to be agreed by Market Traders and Members
Great Northern Square Maintenance Fund	329,672	0	329,672	Set up in accordance with the agreement with the developers of the site. It will be used for upgrading of the square. Plans for a scheme of repairs and maintenance are currently been drawn up.
Ancoats Square Reserve	1,780,926	0	1,780,926	Commutated sum received from the Homes and Communities Agency to fund maintenance in future years.
St Johns Gardens Contingency	438,563	32,500	471,063	Contributions from St Johns Gardens tenants for maintenance works
Education Endowments	16,723	0	16,723	
TOTAL STATUTORY RESERVE	3,533,124	3,605,425	7,138,549	
EARMARKED RESERVES				
BALANCES HELD FOR PFIS				
These are Used to smooth the unitary Charge over the lives of the various PFI contracts				
Street Lighting PFI	2,599,455	0	2,599,455	Established to fund the requirements over 25 years re. the PFI contract for Street Lighting service via our external contractors
Temple Schools PFI	596,341	7,598	603,939	Established to fund the requirements re. PFI contract for the Temple school via our external contractors.
Wright Robinson PFI	652,499	32,158	684,657	Established to fund the requirements re. PFI contract for the Wright Robinson school via our external contractors.
TOTAL	3,848,295	39,756	3,888,051	
SMALL SPECIFIC RESERVES				

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
Cemeteries Replacement	200,625	40,000	240,625	Money set aside for the future purchase, and or development of land for grave space. The current estimate is that the land available at the North cemetery 'Blackley' and the Southern cemetery 'Southern' will run out within 30 years and that the cremators will need replacing within 5 years.
Housing Loans	578,134	12,000	590,134	Relates to historic mortgages. The forecast interest from the operation of the scheme has been added to the reserve.
Investment from Surpluses	150,608	0	150,608	Balance of additional catering surpluses over the Business Plan target from previous years used to fund service improvements in school kitchens which are payable by schools. This Reserve is ring fenced schools funding. Major kitchen updates are expected
Catering R&M insurance	74,570	0	74,570	Reserve established to meet refurbishment costs of school kitchens. The £74,570 balance at March 2014 will be subject to no further critical failures before the end of the financial year.
Primary School Catering Reserve	222,000	14,740	236,740	Reserve established to support the Service's competitiveness by smoothing school meal prices during the 3 year price planning period. The latest planning assumptions anticipate the Reserve balance will be fully utilised in 15/16.
Climate Innovation Fund	789,423	0	789,423	To support the emerging investment model on Green Deal for Manchester and schemes which contribute towards carbon reduction
NSM – Car Boot	222,930	10,000	232,930	To fund initiatives that will benefit the development of New Smithfield wholesale market (can be drawn down by traders in settlement of service charge)
MCFC Partnership Platt Lane Complex	126,503	0	126,503	
New Islington Dowry Reserve	261,681	0	261,681	Funding from NWDA to fund the management of the Marina Development. To be drawn down over eight years
Newton Heath Market Reserve	21,334	0	21,334	Rental income receipts ring fenced for re investment in East Manchester
Other Small Reserves not Listed above	95,418	0	95,418	A number of small reserves with balances under £100k such as Graves and Memorials.

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
TOTAL	2,743,227	76,740	2,819,967	
RESERVES FOR SPECIFIC RISKS OR TO SMOOTH COSTS				
Risks				
Insurance Fund	18,358,184	0	18,358,184	To meet future uninsured losses and self insured costs.
Cleopatra Reserve	4,362,000	0	4,362,000	There is a provision in place to meet the known claims. This balance is for potential claims over and above the known claims.
Pension Risk Fund - MWL	2,417,588	0	2,417,588	This relates to potential pension liabilities for Manchester Working employees.
Compensation Reserve	92,850	0	92,850	Money set aside to meet possible future claims for compensation from former owners in Manchester Methodist CPO 2007.
Land charges litigation reserve	125,000	0	125,000	The reserve was set up to cover potential liability for restitution of local land charge fees wrongly charged in the past. This is a national issue.
Land Charges Fees Reserve	55,861	0	55,861	
Stepping Stones	342,701	0	342,701	For outstanding claims not yet settled.
Business Rates Reserve	0	10,000,000	10,000,000	
Smooth Costs				
Manchester International Festival	1,500,000	0	1,500,000	To give certainty to the cost to the council of supporting the festival as timescales do not readily fit with the Councils annual budget process. Expenditure on the Festival was agreed at 16 February 2011 Executive
Fleet Maintenance Reserve	404,744	0	404,744	This relates to a seven year contract for which the amount received annually is fixed however the costs are lower in the 1st three years and expected to increase in the final 4 years.
To Support Future Service Changes				
Transformation reserve	9,883,858	0	9,883,858	Remaining balance of VER/VS reserve held to fund final VER/VS claims from the 2013/15 scheme and to support costs of future service change
For Directorate Risks				

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
Looked After Children	1,000,000	0	1,000,000	To smooth the effects of LAC numbers which can be extremely volatile. Some LAC placements are significant in terms of costs (some placements can cost £260k pa) and therefore a small change in LAC numbers can cause a significant change to the LAC projection
Community Care Reserve	1,500,000	0	1,500,000	To be used to smooth volatility in adult social care placements largely as a result of winter pressures.
Children's Services Reserve - Academies	1,000,000	0	1,000,000	This is to offset the potential financial risk from schools transferring to academy status. A deficit could potentially remain with the local Authority.
TOTAL	41,042,786	10,000,000	51,042,786	
RESERVES HELD TO FUND PLANNED CAPITAL SPEND				
Capital Fund Revenue Reserve	0	11,362,691	11,362,691	Contribution to schemes which are being brought forward to support employment and growth a part of the Council's Capital programme
Housing Regeneration Reserve	15,000,000	0	15,000,000	To deliver strategic housing related regeneration projects. This is the transfer from HRA reserves. Profile not known yet.
Eastlands Reserve	3,709,503	1,025,000	4,734,503	Annual surplus from Eastlands Stadium funded from stadium rent to support implementation of the Community Plan. This can only be used in agreement with Sport England. Includes £340.8k to be used in 2014/15 for replacement public realm
TOTAL	18,709,503	12,387,691	31,097,193	
RESERVES TO SUPPORT GROWTH AND REFORM				
Work Programme leavers reserve	60,381	0	60,381	The full costs of the Work Programme leavers scheme to the council is £358k spread over a 4 year period. The reserve has been established from they core underspend in 2013/14 to cover the costs for the next three years.
Soccerex	1,185,000	0	1,185,000	Per the May 2012 report to Executive this is fully committed to funding the Council's contribution to Soccerex until 2017/18
TOTAL	1,245,381	0	1,245,381	
GRANTS USED OVER ONE YEAR -NOW HAVE TO BE SHOWN AS RESERVE DUE TO CHANGE IN ACCOUNTANCY RULES				
Grants given for over 1 year for capital spend				

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
Other Grants and Contributions - (Section 278 Commuted Sums)	1,189,437	0	1,189,437	Money received from private developers and set aside for repairs and maintenance liabilities over an agreed period of time for adopted roads.
DFT Grants	106,620	0	106,620	Grant to be spent over financial years
Grants to support reform or specific revenue budget priorities				
Local Welfare Provision	1,531,000	1,531,000	3,062,000	To continue the Welfare Provision Scheme from 2015/16 to support residents who are suffering financial hardship.
Grants with agreed spend profile over 1 year				
NW Construction Hub Reserve	124,161	0	124,161	MCC currently operate the NW construction Hub, this is on behalf of Partner organisations across the North West and allows them to access framework agreements. The Hub is funded by these organisations, and the reserve is made up of an element of these contributions.
Contributions Other Local Authorities	178,271	0	178,271	Contribution from other local authorities for future activities to be undertaken by AGMA and GMRF
TOTAL	3,172,258	1,881,000	5,053,258	
TOTAL EARMARKED RESERVES				
	70,761,449	24,385,187	95,146,635	

CC/14/19 Motion - Manchester: European City of Culture 2023

This item was withdrawn from the agenda under procedural rule 19.1 (e), part

Annex 1 - Amendment to the Council Tax Resolution in the report of the City Treasurer and Chief Executive to Council entitled Council Tax Resolution for 2014/15

Proposed by: Councillor Simon Wheale
Seconded by: Councillor Mark Clayton

Delete resolution 1 to the report of the City Treasurer and Chief Executive and substitute:

That the City Council be recommended to adopt the following resolution:

“Manchester is a great city. Manchester Liberal Democrats are proud of and strongly support the ambitions and achievements of Manchester people across many spheres of activity.

We are determined to contribute as much as possible to making Manchester a better city to live in for our residents.

Manchester’s Liberal Democrat City Council Group are forward-looking and constructive in calling for and backing the key developments that our city needs to progress.

In recent years we have argued for and consistently supported the creation and major expansion of the Metrolink tram system, the construction of the Bridgewater Concert Hall, the staging of the Commonwealth Games and the establishment and staging of the successful Manchester International Festivals as well as the building of HOME – the First Street Cultural Complex.

In the current very tough climate for public spending, following ten years of overspending by the last Labour Government, Manchester’s Liberal Democrat Group have remained resolute in identifying and supporting projects that move the city forward.

On the national stage we have successfully campaigned for:-

- High Speed 2
- the Northern Hub rail upgrade including improving Victoria and Piccadilly Stations
- the electrification of northern rail lines
- the Airport City Enterprise Zone including the Medi Park
- the Manchester Cancer Research Centre
- the High Beam Proton Therapy Unit at the Christie Hospital
- the £1.2 billion City Deal for Manchester
- the Green Deal for Manchester
- the National Grapheme Institute
- improved Broadband for Manchester
- investment in new schools and classrooms in Manchester
- rising school funding for Manchester schools in particular through the Pupil Premium

- the Government’s advantageous rescheduling of Manchester City Council’s Housing Revenue Account
- increasing funding for apprenticeships in Greater Manchester
- increasing funding for Public Health in Manchester
- the raising of the tax threshold for Income Tax to help many low and middle income earners in Manchester
- the regular increasing of the state pension to help Manchester pensioners
- low interest rates to help capital borrowing for projects such as the National BMX Centre, HOME and the refurbishment of the Town Hall and Central Library Complex as well as the building of new swimming pools and Leisure Centres

Within the Council Budget we propose to push for further savings in procurement, sickness cover, pay rises, allowances and through more shared services with other Greater Manchester in areas such as banking.

We also believe that the City Council can bring in more income from an expanded landlord licensing scheme to improve private sector housing standards from hiring out some of our art works, from opening a Town Hall Souvenir Shop, through improving Council Tax collection and by better application of Public Health Funding.

These savings and increased income would allow vital funding to go back to frontline services, saving facilities such as Chorlton Library, supporting community groups looking to run Leisure Centres and Libraries such as Withington Baths and Burnage Libraries, investing in our roads, pavement, gullies, community safety, local cleansing and crucially our economic development – investing in initiatives that directly link Manchester residents to job opportunities, apprenticeships and training.

This budget resolution gets more money to where it is most needed to support our economy and vital services.

We will also strongly support improvements in road safety through the expansion of our ‘20s Plenty’ policy using the ‘Clean and Green’ Fund established using dividends from the ownership of Stansted Airport.

The detailed financial costings are set out below. A revised Council Tax resolution and a revised schedule of reserves, taking account of the above proposals are also attached.

Proposed Budget Amendment 2014/15

	2014/15 £000
Further Efficiencies:	
AGMA – rapid progress to share more services across Greater Manchester Councils on banking, payroll, HR, training and other services	(750)
Manchester Day – to be run at scale of private sponsorship	(160)
Reduction of spend on consultants	(250)
Further reduction in sickness cover costs in line with new policy to move towards ‘best practice’ levels – joint working with GM Fire Service	(750)

Reduction in use of taxis	(225)
Removal of Assistant Executive Members Allowances and removal of a Deputy Leader post and Allowances	(65)
No further increase in Coroner's pay costs	(15)
Absorption of Coroner's pay increase of £10k in 2013/14 to be covered by reduction in other Coroner's costs	(10)
Reduction in procurement costs to absorb inflation in line with best practice	(500)
Total Further efficiencies	(2,725)
Increased Income:	
Private Sector Housing – additional licensing income	(100)
Art Collection – increased income from an expanded loan/hire scheme for the collection	(75)
Application of part of the Public Health Funding to Support a mass participation programme in Manchester pools and gyms	(674)
Let out/franchise out a Town Hall souvenir shop	(40)
Increase Council Tax Collection rate to 95%	(2,200)
Use regular Stanstead dividend in 2014/15	(3,000)
Total Increased Income	(6,089)
Savings Added back:	
Grant funding to support leisure centres and libraries being run by volunteer community groups	1,688
Contribution to supporting activities in and maintenance of the Mersey Valley	150
Funding added back to CASH Grants	160
Total Savings added back	1,998
Growth proposals:	
Add back one bin collection round for areas which need it	150
Establish a 24 hour noise nuisance team	200
Fund Manchester Council for Community Relations	50
Additional spend on roads, pavements and gullie	1,000
Additional spend on roads, pavements and gullie on a one off basis in 2014/15	3,000
Additional funding through CASH Grants – including for alley gating, passageway litter sweeps	1,000
Additional funding for helping economic development across the city – eg part time travel ticket scheme development, Graphene awareness, Christmas lights and markets in district centres	1,000
Total Growth Proposals	6,400
Balance of proposals – (to) / from GF reserve	(416)

APPENDIX 1
COUNCIL TAX
DRAFT RESOLUTION
SETTING THE AMOUNT OF COUNCIL TAX FOR THE COUNCIL'S AREA

RESOLVED

1. That the estimates prepared by the Executive at its meeting on 12 February 2014 be approved.
2. That it be noted that the City Treasurer acting under delegated powers has determined the amount of 98,188 as the Council Tax base for Manchester for the year 2014/2015 in accordance with Section 31A(3) of the Local Government Finance Act 1992 and regulations 3 to 5 of the Local Authorities (Calculation of Council Tax Base) (England) Regulations 2012.
3. That the following amounts be now calculated by the Council for the year 2014/2015 in accordance with Sections 31A to 36 of the Local Government Finance Act 1992:-

- (a) £1,598,854,517 being the aggregate of the amounts which the Council estimates for the items set out in the Section 31A(2)(a) to (f) of the Act.
- (b) £1,481,551,000 being the aggregate of the amounts which the Council estimates for the items set out in Section 31A(3)(a) to (d) of the Act.
- (c) £117,303,517 being the amount by which the aggregate at 3(a) above exceeds the aggregate at 3(b) above, calculated by the Council, in accordance with Sections 31A(4) of the Act, as its council tax requirement for the year.
- (d) £1,172.27 being the amount at 3(c) above divided by the amount at 2 above, calculated by the Council in accordance with Section 31B(1) of the Act, as the basic amount of its council tax for the year.

(e) Valuation Bands

A	B	C	D	E	F	G	H
£781.51	£911.77	£1,042.02	£1,172.27	£1,432.77	£1,693.28	£1,953.78	£2,344.54

being the amount given multiplying the amount at 3(d) above by the number which, in the proportion set out in Section 5(1) of the Act, is applicable to dwellings listed in a particular valuation band divided by the number which in that proportion is applicable

to dwellings listed in valuation band D, calculated by the Council, in accordance with Section 36(1) of the Act, as the amounts to be taken into account for the year in respect of categories of dwellings listed in different valuation bands.

4. That it be noted that for the year 2014/15 the major precepting authorities have stated the following amounts in precepts issued to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:-

Precepting Valuation bands
Authority

GM Police and Crime Commissioner

A	B	C	D	E	F	G	H
£101.53	£118.46	£135.38	£152.30	£186.15	£219.99	£253.84	£304.60

GM Fire and Rescue Authority

A	B	C	D	E	F	G	H
£38.43	£44.83	£51.24	£57.64	£70.45	£83.26	£96.07	£115.28

5. That, having calculated the aggregate in each case of the amounts at 3(e) and 4 above, the Council, in accordance with Section 30(2) of the Local Government Finance Act 1992, hereby sets the following amounts as the amounts of Council Tax for the year 2014/15 for each of the categories of dwellings shown below.

Valuation bands

A	B	C	D	E	F	G	H
£921.47	£1,075.06	£1,228.64	£1,382.21	£1,689.37	£1,996.53	£2,303.69	£2,764.42

1. CALCULATING THE COUNCIL TAX REQUIREMENT

Section 31A Calculations

1.1 Section 31A of the Local Government Finance 1992 requires the Council to make three calculations:-

(i) an estimate of the Council's required gross revenue expenditure -Section 31A(2)

(ii) an estimate of its anticipated income (excluding that from council tax) and of reserves to be used to aid the revenue account - Section 31A(3)

(iii) a calculation of the difference between (i) and (ii) above, (i.e. the Council Tax requirement) - Section 31A(4)

1.2 In its Section 31A(2) calculation the Council is required to allow for the following:-

Section 31A(2)(a) - the estimated revenue account expenditure it will incur during the year in performing its functions

Section 31A(2)(b) - an appropriate allowance for contingencies for the year, e.g. for unforeseen occurrences such as disasters, storm damage, higher than expected inflation etc.

Section 31A(2)(c) - any raising of financial reserves for future expenditure - examples of this include payments into a redemption fund, internal insurance etc,

Section 31A(2)(d) - any revenue account deficit for a previous financial year which has not yet been provided for;

Section 31A(2)(da) – any amount estimated to be transferred from the general fund to the collection fund in accordance with regulations by reference to sums received by the authority in respect of business rates.

Section 31A(2)(e) - any amount estimated to be transferred from the General Fund to the Collection Fund in accordance with Section 97(4) of the Local Government Finance Act 1992 - i.e. the Council's share of any collection fund deficit;

Section 31A(2)(f) - any amounts estimated to be transferred from the General Fund to the Collection Fund by direction of the Secretary of State under Section 98(5) of the Local Government Finance Act 1988 - including an estimate of the shortfall in the collection of Non-domestic Rates in excess of the allowance

1.3. In its Section 31A(3) calculation the Council must calculate the aggregate of sums to be put against gross expenditure, namely:-

Section 31A(3)(a) - estimated income from fees, charges, and government grants (including RSG) plus other sums payable into the general fund (but excluding council tax)

Section 31A(3)(aa) – Any amount estimated to be transferred from the collection fund to the general fund in accordance with regulations by reference to sums received by the authority in respect of business rates.

Section 31A(3)(b) - any amount estimated to be transferred from the Collection Fund to the General Fund in accordance with Section 97(3) of the Local Government Finance Act 1988 - i.e. the Council's share of any collection fund surplus;

Section 31A(3)(c) - sums to be transferred from the Collection Fund to the General Fund pursuant to a direction of the Secretary of State under Section 98(4) of the Local Government Finance Act 1988 - including allowances for costs of collection of business rates;

Section 31A(3)(d) - the amount of financial reserves/balances which the authority intends to use towards meeting its revenue expenditure

1.4 On the basis of current estimates, the calculations would be as follows: -

	HRA £	Other £	Total £
Expenditure			
Section 31A (2)(a)	£106,392,000	£1,451,742,103	£1,558,134,103
Section 31A (2)(b)	£0	£2,000,000	£2,000,000
Section 31A (2)(c)		£17,990,612	£17,990,612
Section 31A (2)(d)	£7,155,000	£0	£7,155,000
Section 31A (2)(da)		£0	£0
Section 31A (2)(e)	£0	£13,574,802	£13,574,802
Section 31A (2)(f)	£0	£0	£0
	£113,547,000	£1,485,307,517	£1,598,854,517
Income			
Section 31A (3)(a)	(£97,897,000)	(£1,133,532,339)	(£1,231,429,339)
Section 31A (3)(aa)		(£151,865,145)	(£151,865,145)
Section 31A (3)(b)	£0	(£3,886,000)	(£3,886,000)
Section 31A (3)(c)	£0	(£1,109,516)	(£1,109,516)
Section 31A (3)(d)	(£15,650,000)	(£77,611,000)	(£93,261,000)
	(£113,547,000)	(£1,368,004,000)	(£1,481,551,000)

1.5 Council Tax Requirement under Section 31A(4) being the amount by which the aggregate under Section 31A(2) exceeds the aggregate under Section 31A(3)

is £117,303,517

2. CALCULATING THE BASIC AMOUNT OF COUNCIL TAX

2.1. Section 31B of the Local Government Finance Act 1992 requires the Council to calculate the basic amount of its Council Tax - this is in effect the City Council element of the Band D Council tax.

2.2 This calculated by applying the following formula -

$$\frac{R}{T}$$

Where -

R is the Council Tax requirement, and

T is the approved Council Tax base

2.3 Calculating the Basic Amount of Council Tax

Council Tax Requirement £117,303,517

Divided by:
Council Tax Base – 100,065

Band D Basic Amount of Council Tax is: £1,172.27

APPENDIX 2 Proposed Use of Reserves

	<i>Withdrawals</i>		Purpose
	2013/ 14	2014/15	
	£	£	
General Fund Reserve			
Statutory Reserves	6,161,603	6,586,998	
Earmarked Reserves	41,277,837	71,024,433	
General Fund Reserve	1,933,000	0	
Total General Fund Use	49,372,440	77,611,431	
Housing Revenue Account Reserve			
HRA General Reserve	200,000	15,650,000	
Major Repairs Allowance	23,912,000	24,162,000	
Total HRA Use	24,112,000	39,812,000	
TOTAL USE OF RESERVES	73,484,440	117,423,431	
	<i>Withdrawals</i>		Purpose
	2013/ 14	2014/15	
	£	£	
STATUTORY RESERVES			
Bus Lane Enforcement Reserve	964,000	884,000	Reserve from income arising from bus lane enforcement powers, which is set aside to support expenditure on transport and environmental improvements
On Street Parking	5,100,000	5,255,000	Reserve from On-Street Parking surplus year on year, which is set aside to support expenditure on transport and environmental improvements
Taxi Licensing Reserve	0	369,998	This is a smoothing reserve to equalise the income and expenditure of running the function over financial years. Income ringfenced by statute.
Art Fund	19,603	0	Money received historically from contributions and donations to fund purchases of Art Work. The Art funds committee are required to approve purchases of Art above £20k.

	<i>Withdrawals</i>		Purpose
	2013/ 14	2014/15	
	£	£	
Ancoats Square Reserve	78,000	78,000	Commuted sum received from the Homes and Communities Agency to fund maintenance in future years.
TOTAL	6,161,603	6,586,998	
EARMARKED RESERVES			
BALANCES HELD FOR PFIS			
These are Used to smooth the unitary Charge over the lives of the various PFI contracts			
Street Lighting PFI	1,060,000	1,060,000	Established to fund the requirements over 25 years re. the PFI contract for Street Lighting service via our external contractors
TOTAL	1,060,000	1,060,000	
SMALL SPECIFIC RESERVES			
Catering R&M insurance	219,000	0	Reserve established to meet refurbishment costs of school kitchens. The balance at March 2014 will be subject to no further critical failures before the end of the financial year.
Climate Innovation Fund	30,000	0	To support the emerging investment model on Green Deal for Manchester and schemes which contribute towards carbon reduction
New Islington Dowry Reserve	50,000	50,000	Funding from NWDA to fund the management of the Marina Development. To be drawn down over eight years
TOTAL	299,000	50,000	
RESERVES FOR SPECIFIC RISKS OR TO SMOOTH COSTS			
Manchester International Festival	500,000	0	To give certainty to the cost to the council of supporting the festival as timescales do not readily fit with the Councils annual budget process.
Fleet Maintenance Reserve	63,000	138,000	This relates to a seven year contract for which the amount received annually is fixed however the costs are lower in the 1st three years and expected to increase in the final 4 years.
Business Rates - Safety Net & Small Business Rates Relief Carry Forwards	0	12,627,000	These receipts will be accounted for in 2013/14 but required in 2014/15 to offset the Collection Fund Business Rates deficit.
TOTAL	563,000	12,765,000	
RESERVES HELD TO FUND PLANNED CAPITAL SPEND			

	<i>Withdrawals</i>	<i>Withdrawals</i>	Purpose
	2013/ 14	2014/15	
	£	£	
Capital Fund Revenue Reserve	21,494,000	24,355,000	Contribution to schemes which are being brought forward to support employment and growth a part of the Council's Capital programme
Town Hall Reserve	3,273,000	978,542	To meet revenue decant costs etc. associated with refurbishing the town hall extension and central library
Service Improvement Fund	240,000	592,322	To fund improvements in Council Services - this is committed to funding the costs of the upgrade to the Council's Finance System (SAP) and the development of the Customer Relationship Manager System (CRM)
Eastlands Reserve	0	340,779	Annual surplus from Eastlands Stadium funded from stadium rent to support implementation of the Community Plan. This can only be used in agreement with Sport England. Includes £340.8k to be used in 2014/15 for replacement public realm
TOTAL	25,007,000	26,266,643	
RESERVES TO SUPPORT GROWTH AND REFORM			
MIF Reserve (Targeted and Specialist)	0	10,000,000	To support delivery of savings for Targeted and Specialist in 2015/16 and accelerate the savings from reducing demand so that a more sustainable way to reduce spend can be achieved.
Work Programme leavers reserve	0	116,340	The full costs of the Work Programme leavers scheme to the council is £358k spread over a 4 year period. The reserve has been established from this year's core underspend to cover the costs for the next three years.
Soccerex	0	395,000	Per the May 2012 report to Executive this is fully committed to funding the Council's contribution to Soccerex until 2017/18
Youth Unemployment Reduction Fund	475,965	0	
Clean and Green Reserve	2,000,000	12,500,000	The funding will be invested in largely one-off funding in strategic interventions to improve the quality of the environment and which are linked to delivering behaviour change.
TOTAL	2,475,965	23,011,340	
GRANTS USED OVER ONE YEAR -NOW HAVE TO BE SHOWN AS RESERVE DUE TO CHANGE IN ACCOUNTANCY RULES			
Grants fully spent in 2013/14			
Winter Pressures Grant	1,475,050	0	

	<i>Withdrawals</i>	<i>Withdrawals</i>	Purpose
	2013/ 14	2014/15	
	£	£	
Reserve			
Homelessness	742,147	0	
Supporting People	43,587	0	
Adults Other Grants and Contributions	27,220	0	
Asylum Seekers	679,349	0	
Right to Control Grant Reserve	196,000	0	
Department of Health Reserve	166,098	0	
Grants given for over 1 year for capital spend			
New Homes Bonus Grant Reserve	5,587,144	0	Grant to be spent over financial years on Collyhurst land acquisition and capital investment on future schemes
English Partnership (HCA)	900,000	400,000	Balance of Funding received from the HCA to fund regeneration projects in East Manchester
Other Grants and Contributions - (Section 278 Commuted Sums)	57,286	0	Money received from private developers and set aside for repairs and maintenance liabilities over an agreed period of time for adopted roads.
Grants to support reform or specific revenue budget priorities			
Troubled Families Unit Grant	130,000	4,333,770	To support the scaling up of the Community Budgets work for troubled families and complex dependency.
Dedicated Schools Grant	723,227	1,400,000	Recommended in latest budget monitoring that £1.4m be c/f to support the LAC budget risks in 2014/15
Public Health Reserve	0	500,000	It was agreed this would fund extension 20mph schemes
Grants with agreed spend profile over 1 year			
Workforce Development and Learning	500,000	489,360	To provide for continuous workforce development and learning including providing training for social workers.

	<i>Withdrawals</i>	<i>Withdrawals</i>	Purpose
	2013/ 14	2014/15	
	£	£	
NW Construction Hub Reserve	90,000	150,000	MCC currently operate the NW construction Hub, this is on behalf of Partner organisations across the North West and allows them to access framework agreements. The Hub is funded by these organisations, and the reserve is made up of an element of these contributions
Contributions Other Local Authorities	150,000	0	Contribution from other local authorities for future activities to be undertaken by AGMA and GMRF
DEFRA	0	222,208	Reservoir Inundation 3 Year Grant
Communities and Cultural Services Other Grants and Contributions	167,084	134,018	Small schemes where spend is spread over financial year including ZEST, Civil Contingency, Joint Health Initiative, ACE Northwest Partnership and SPAA Back to Sport
Regen Other Grants and Contributions	114,823	92,000	Grant to be spent over financial years
Neighbourhood Delivery Teams - Other Grants and Contributions	40,000	150,095	Grant to be spent over financial years
Economic Growth and Worklessness	6,500	0	
Probation	54,685	0	
Contributions Manchester PCT	6,204	0	
Corporate Services Other Grants and Contributions	16,469	0	
TOTAL	11,872,872	7,871,450	
TOTAL EARMARKED RESERVES	41,277,837	71,024,433	

APPENDIX 3 Reserves position assuming proposed use is agreed

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
General Fund Reserve	24,078,593	0	24,078,593	

Housing Revenue Account Reserve				
HRA General Reserve	24,256,501	7,157,000	31,413,501	The reform of the HRA and the move to self financing, which allows Local Authorities to retain rents locally, has created capacity to enable additional capital investment.
HRA PFI reserve	10,000,000	0	10,000,000	Used to smooth the unitary charge over the lives of the various PFI contracts.
HRA Residual liabilities fund	24,000,000	0	24,000,000	Provision for environmental warranties in relation to previous stock transfers
Major Repairs Allowance	0	5,962,518	5,962,518	Provides resources needed to maintain value of housing stock
Total HRA	58,256,501	13,119,518	71,376,019	

SCHOOLS RESERVE				
LMS Reserve	29,872,535	0	29,872,535	Schools balances held on the balance sheet. The Local Authority can not use these funds. When a school transfers to an academy any surplus goes with them.

STATUTORY RESERVES				
Bus Lane Enforcement Reserve	464,168	863,000	1,327,168	Reserve from income arising from bus lane enforcement powers, which is set aside to support expenditure on transport and environmental improvements
On Street Parking	0	2,709,925	2,709,925	Reserve from On-Street Parking surplus year on year, which is set aside to support expenditure on transport and environmental improvements
Taxi Licensing Reserve	424,809	0	424,809	This is a smoothing reserve to equalise the income and expenditure of running the function over financial years. Income ringfenced by statute.

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
Art Fund	71,406	0	71,406	Money received historically from contributions and donations to fund purchases of Art Work. The Art funds committee are required to approve purchases of Art above £20k.
New Smithfield Market Initiative Fund	6,857	0	6,857	Legal requirement. Set up as a condition of grant aid to build market. To be used for minor renewals, repairs and to meet deficiencies on the revenue account. Any spend has to be agreed by Market Traders and Members
Great Northern Square Maintenance Fund	329,672	0	329,672	Set up in accordance with the agreement with the developers of the site. It will be used for upgrading of the square. Plans for a scheme of repairs and maintenance are currently been drawn up.
Ancoats Square Reserve	1,780,926	0	1,780,926	Commutated sum received from the Homes and Communities Agency to fund maintenance in future years.
St Johns Gardens Contingency	438,563	32,500	471,063	Contributions from St Johns Gardens tenants for maintenance works
Education Endowments	16,723	0	16,723	
TOTAL STATUTORY RESERVE	3,533,124	3,605,425	7,138,549	
EARMARKED RESERVES				
BALANCES HELD FOR PFIS				
These are Used to smooth the unitary Charge over the lives of the various PFI contracts				
Street Lighting PFI	2,599,455	0	2,599,455	Established to fund the requirements over 25 years re. the PFI contract for Street Lighting service via our external contractors
Temple Schools PFI	596,341	7,598	603,939	Established to fund the requirements re. PFI contract for the Temple school via our external contractors.
Wright Robinson PFI	652,499	32,158	684,657	Established to fund the requirements re. PFI contract for the Wright Robinson school via our external contractors.
TOTAL	3,848,295	39,756	3,888,051	
SMALL SPECIFIC RESERVES				

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
Cemeteries Replacement	200,625	40,000	240,625	Money set aside for the future purchase, and or development of land for grave space. The current estimate is that the land available at the North cemetery 'Blackley' and the Southern cemetery 'Southern' will run out within 30 years and that the cremators will need replacing within 5 years.
Housing Loans	578,134	12,000	590,134	Relates to historic mortgages. The forecast interest from the operation of the scheme has been added to the reserve.
Investment from Surpluses	150,608	0	150,608	Balance of additional catering surpluses over the Business Plan target from previous years used to fund service improvements in school kitchens which are payable by schools. This Reserve is ring fenced schools funding. Major kitchen updates are expected
Catering R&M insurance	74,570	0	74,570	Reserve established to meet refurbishment costs of school kitchens. The £74,570 balance at March 2014 will be subject to no further critical failures before the end of the financial year.
Primary School Catering Reserve	222,000	14,740	236,740	Reserve established to support the Service's competitiveness by smoothing school meal prices during the 3 year price planning period. The latest planning assumptions anticipate the Reserve balance will be fully utilised in 15/16.
Climate Innovation Fund	789,423	0	789,423	To support the emerging investment model on Green Deal for Manchester and schemes which contribute towards carbon reduction
NSM – Car Boot	222,930	10,000	232,930	To fund initiatives that will benefit the development of New Smithfield wholesale market (can be drawn down by traders in settlement of service charge)
MCFC Partnership Platt Lane Complex	126,503	0	126,503	
New Islington Dowry Reserve	261,681	0	261,681	Funding from NWDA to fund the management of the Marina Development. To be drawn down over eight years
Newton Heath Market Reserve	21,334	0	21,334	Rental income receipts ring fenced for re investment in East Manchester
Other Small Reserves not Listed above	95,418	0	95,418	A number of small reserves with balances under £100k such as Graves and Memorials.

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
TOTAL	2,743,227	76,740	2,819,967	
RESERVES FOR SPECIFIC RISKS OR TO SMOOTH COSTS				
Risks				
Insurance Fund	18,358,184	0	18,358,184	To meet future uninsured losses and self insured costs.
Cleopatra Reserve	4,362,000	0	4,362,000	There is a provision in place to meet the known claims. This balance is for potential claims over and above the known claims.
Pension Risk Fund - MWL	2,417,588	0	2,417,588	This relates to potential pension liabilities for Manchester Working employees.
Compensation Reserve	92,850	0	92,850	Money set aside to meet possible future claims for compensation from former owners in Manchester Methodist CPO 2007.
Land charges litigation reserve	125,000	0	125,000	The reserve was set up to cover potential liability for restitution of local land charge fees wrongly charged in the past. This is a national issue.
Land Charges Fees Reserve	55,861	0	55,861	
Stepping Stones	342,701	0	342,701	For outstanding claims not yet settled.
Business Rates Reserve	0	10,000,000	10,000,000	
Smooth Costs				
Manchester International Festival	1,500,000	0	1,500,000	To give certainty to the cost to the council of supporting the festival as timescales do not readily fit with the Councils annual budget process. Expenditure on the Festival was agreed at 16 February 2011 Executive
Fleet Maintenance Reserve	404,744	0	404,744	This relates to a seven year contract for which the amount received annually is fixed however the costs are lower in the 1st three years and expected to increase in the final 4 years.
To Support Future Service Changes				
Transformation reserve	9,883,858	0	9,883,858	Remaining balance of VER/VS reserve held to fund final VER/VS claims from the 2013/15 scheme and to support costs of future service change
For Directorate Risks				

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
Looked After Children	1,000,000	0	1,000,000	To smooth the effects of LAC numbers which can be extremely volatile. Some LAC placements are significant in terms of costs (some placements can cost £260k pa) and therefore a small change in LAC numbers can cause a significant change to the LAC projection
Community Care Reserve	1,500,000	0	1,500,000	To be used to smooth volatility in adult social care placements largely as a result of winter pressures.
Children's Services Reserve - Academies	1,000,000	0	1,000,000	This is to offset the potential financial risk from schools transferring to academy status. A deficit could potentially remain with the local Authority.
TOTAL	41,042,786	10,000,000	51,042,786	
RESERVES HELD TO FUND PLANNED CAPITAL SPEND				
Capital Fund Revenue Reserve	0	8,362,691	8,362,691	Contribution to schemes which are being brought forward to support employment and growth a part of the Council's Capital programme
Housing Regeneration Reserve	15,000,000	0	15,000,000	To deliver strategic housing related regeneration projects. This is the transfer from HRA reserves. Profile not known yet.
Eastlands Reserve	3,709,503	1,025,000	4,734,503	Annual surplus from Eastlands Stadium funded from stadium rent to support implementation of the Community Plan. This can only be used in agreement with Sport England. Includes £340.8k to be used in 2014/15 for replacement public realm
TOTAL	18,709,503	9,387,691	28,097,193	
RESERVES TO SUPPORT GROWTH AND REFORM				
Work Programme leavers reserve	60,381	0	60,381	The full costs of the Work Programme leavers scheme to the council is £358k spread over a 4 year period. The reserve has been established from they core underspend in 2013/14 to cover the costs for the next three years.
Soccerex	1,185,000	0	1,185,000	Per the May 2012 report to Executive this is fully committed to funding the Council's contribution to Soccerex until 2017/18
TOTAL	1,245,381	0	1,245,381	
GRANTS USED OVER ONE YEAR -NOW HAVE TO BE SHOWN AS RESERVE DUE TO CHANGE IN ACCOUNTANCY RULES				
Grants given for over 1 year for capital spend				

	Opening Balance 01/04/14 £	Change £	Opening Balance 01/04/15 £	Purpose
Other Grants and Contributions - (Section 278 Commuted Sums)	1,189,437	0	1,189,437	Money received from private developers and set aside for repairs and maintenance liabilities over an agreed period of time for adopted roads.
DFT Grants	106,620	0	106,620	Grant to be spent over financial years
Grants to support reform or specific revenue budget priorities				
Local Welfare Provision	1,531,000	1,531,000	3,062,000	To continue the Welfare Provision Scheme from 2015/16 to support residents who are suffering financial hardship.
Grants with agreed spend profile over 1 year				
NW Construction Hub Reserve	124,161	0	124,161	MCC currently operate the NW construction Hub, this is on behalf of Partner organisations across the North West and allows them to access framework agreements. The Hub is funded by these organisations, and the reserve is made up of an element of these contributions.
Contributions Other Local Authorities	178,271	0	178,271	Contribution from other local authorities for future activities to be undertaken by AGMA and GMRF
TOTAL	3,172,258	1,881,000	5,053,258	
TOTAL EARMARKED RESERVES				
	70,761,449	21,385,187	92,146,635	

APPENDIX 4

Prudential Indicators 2014/15 to 2016/17

Last years approved figures are shown in brackets.

	2014/15		2015/16		2016/17
Ratio of Financing Costs to Net Revenue Stream					
Non – HRA	9%	(9%)	10%	(9%)	11%
HRA	4%	(5%)	4%	(5%)	4%
Incremental impact of Capital Investments on					
Council Tax (Band D, per annum)	£1.80p		£17.71p		£52.64p
Housing Rent per week	£0.00p		£0.00p		£0.00p
Capital Expenditure	£m	£m	£m	£m	£m
Non – HRA	263	(78)	110	(78)	23
HRA	41	(39)	37	(39)	58
TOTAL	304	(117)	147	(117)	81
Capital Financing Requirements (as at 31 March)	£m	£m	£m	£m	£m
Non – HRA	920	(804)	900	(804)	880
HRA	220	(125)	220	(125)	220
TOTAL	1,140	(929)	1,120	(929)	1,100
Authorised Limit for external debt -	£m	£m	£m	£m	£m
borrowing	987	(857)	987	(857)	1,002
other long term liabilities	216	(150)	216	(150)	216
TOTAL	1,203	(1,007)	1,203	(1,007)	1,218
Operational Boundary for external debt -	£m	£m	£m	£m	£m
borrowing	807	(776)	861	(776)	919
other long term liabilities	216	(150)	216	(150)	216
TOTAL	1,023	(926)	1,077	(926)	1,135
Actual external debt	£m		£m		£m
	657		729		786
Upper limit for total principal sums invested for over 364 days	0	(0)	0	(0)	0

	2014/15		2015/16		2016/17
Upper limit for fixed interest rate exposure Net borrowing at fixed rates as a % of total net borrowing	95%	(100%)	100%	(100%)	100%
Upper limit for variable rate exposure Net borrowing at Variable rates as a % of total net borrowing	77%	(76%)	89%	(89%)	94%
Gross Debt as a proportion of CFR	60%		70%		80%

Maturity structure of new fixed rate borrowing during 2014/15	Upper Limit		Lower limit	
	under 12 months	60%	(60%)	0%
12 months and within 24 months	90%	(90%)	0%	(0%)
24 months and within 5 years	80%	(90%)	10%	(10%)
5 years and within 10 years	60%	(70%)	0%	(0%)
10 years and above	60%	(60%)	0%	(0%)

APPENDIX 5

COLLECTION FUND BUDGET 2014/2015	Budget Estimate
	£'000
<u>EXPENDITURE</u>	
<u>COUNCIL TAX</u> (Surplus) / Deficit B/fwd	(4,572)
Precepts : -	
- Greater Manchester Fire and Rescue Authority	5,659
- Police and Crime Commissioner	14,954
- City of Manchester	115,103
Total Precepts	135,716
Council Tax Total Expenditure	131,144
<u>BUSINESS RATES</u> Surplus) / Deficit B/fwd	27,704
Payments/Transfers :-	
- Greater Manchester Fire and Rescue Authority	3,099
- Central Government	154,964
- City of Manchester	152,975
Total Payments/transfers	311,038
Business Rates Total Expenditure	338,742
Collection Fund Total Expenditure	469,886
<u>INCOME</u>	
<u>COUNCIL TAX</u> Council Tax Income	149,373
Write Off of uncollectable amounts	(3,500)
Allowance for Impairment	(10,157)
<u>Council tax receivable</u>	135,716
<u>Contribution of Council Tax (surplus) / deficit :-</u> - Greater Manchester Fire and Rescue Authority	(191)

- Police and Crime Commissioner	(495)
- City of Manchester	(3,886)
Total Contribution to Council Tax (surplus) / deficit	(4,572)
Council Tax Total Income	131,144
COLLECTION FUND BUDGET 2014/15	Budget Estimate
	£'000
Non Domestic Business Rates Income	339,157
Enterprise Zone Discounts	(372)
Cost of Collection Allowance	(1,109)
Losses in Collection)	(7,001)
Increase in Provision for Appeals	(19,637)
<u>Business rates receivable</u>	311,038
<u>Contribution of Business Rates (surplus)/deficit:-</u>	
- Greater Manchester Fire and Rescue Authority	277
- Central Government	13,852
- City of Manchester	13,575
Total Contribution to Business Rates (surplus)/deficit :-	27,704
Business Rates Total Income	338,742
Collection Fund Total Income	469,886
MOVEMENT ON FUND BALANCE	
Council Tax (Surplus) / Deficit C/fwd	0
Business Rates (Surplus) / Deficit C/fwd	0
Collection Fund (Surplus) / Deficit	0