

Manchester City Council Report for Resolution

Report to: Council – 8 March 2019

Subject: Council Tax Resolution for 2019/20

Report of: Deputy Chief Executive and City Treasurer, Chief Executive and City Solicitor

Summary

To advise the Council of the recommended Council Tax resolution and Collection Fund budget for 2019/20.

Recommendations

The Council is recommended to:

1. Adopt the part proceedings of the Executive on 13 February 2019 which contain details of the following:
 - Medium Term Financial Strategy 2018/19 to 2019/20
 - Capital Programme Budget 2018/19 to 2023/24
 - Children and Education Services Budget 2018/20
 - Adult Social Care Budget 2018/20
 - Health and Social Care budget 2018/20
 - Neighbourhoods Budget 2018/20
 - Strategic Development Budget 2018/20
 - Corporate Core Budget 2018/20
 - Housing Revenue Account 2018/19 to 2020/21
 - Schools Funding (Dedicated Schools Grant 2019/20)
2. Note the position on reserves as detailed in Appendix 2 to this report
3. Note that the budget has been prepared on the basis that the amendment to establish a Crime and Disorder Reserve of £1.5m is approved. Should Council not support these proposals to note that the Crime and Disorder reserve and planned drawdown of £420k will be removed and the General Fund Reserve increased back to £22.779m
4. Note that the Council tax resolution included at Appendix 3A reflects the budget position including the amendment reported at recommendation 3. Should the amendment not be accepted the revised position is set out in the Council Tax resolution at Appendix 3B.
5. To note the amendment of £400k to support groups as part of the Our Manchester programme in paragraph 2.4 will be accommodated from within the existing Budget and if this requires any changes to the planned

draw down of the Our Manchester Reserve in 2019/20 this will be reported through the Global Monitoring report.

6. Note the information on referenda as detailed in Section 3 of this report.
7. Approve the Council Tax determination attached as Appendix 3A or Appendix 3B subject to whether the proposal outlined at recommendation 3 is accepted to this report. The Council Tax determination:
 - 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.
8. Determine affordable borrowing limits, prudential indicators, proposals in respect of treasury management, annual investment strategy and minimum revenue provision strategy. The prudential indicators are listed in Appendix 4 to this report, and
9. Approve the Collection Fund Budget for 2019/20 as set out in Appendix 5 to this report.

Wards Affected: All

Our Manchester Strategy Outcomes	Summary of the contribution to the strategy
A thriving and sustainable city: supporting a diverse and distinctive economy that creates jobs and opportunities.	This report presents to council the proposed Revenue Budget and consequent Council Tax for the City. Whilst this has no direct implications for the Our Manchester Strategy outcomes a balanced budget is a pre-requisite to the provision of the council services that support the outcomes and includes some transfer of resources to support key council objectives.
A highly skilled city: world class and home grown talent sustaining the city's economic success.	
A progressive and equitable city: making a positive contribution by unlocking the potential of our communities.	
A liveable and low carbon city: a destination of choice to live, visit and work.	

Our Manchester Strategy Outcomes	Summary of the contribution to the strategy
A connected city: world class infrastructure and connectivity to drive growth.	

Full details are in the body of the report, along with any implications for:

- Equal Opportunities Policy
- Risk Management
- Legal Considerations

Financial Consequences – Revenue

The approval sought above is a pre-requisite to setting a revenue budget for 2019/20. The revenue budget incorporates provision for financing of borrowing undertaken to fund capital expenditure.

Financial Consequences – Capital

Details of the proposed Capital Programme for the next five years were approved at Executive on 13 February 2019 and any financial implications are contained within the body of the report and attached schedules.

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Background documents (available for public inspection):

The following documents disclose important facts on which the report is based and have been relied upon in preparing the report. Copies of the background documents are available up to 4 years after the date of the meeting. If you would like a copy please contact one of the contact officers above.

1. Provisional and final Local Government Finance Settlement papers,
2. Final Levy and Precept notifications from the Greater Manchester Mayoral

Police and Crime Commissioner Precept and Greater Manchester Mayoral General Precept (including Fire Services),

3. Reports to the Executive on 13 February 2019 entitled:

- Medium Term Financial Strategy 2018/19 to 2019/20
- Capital Programme Budget 2018/19 to 2023/24
- Children's and Education Services Budget 2018/20
- Adult Social Care Budget 2018/20
- Health and Social Care budget 2018/20
- Neighbourhoods Budget 2018/20
- Strategic Development Budget 2018/20
- Corporate Core Budget 2018/20
- Housing Revenue Account 2018/19 to 2020/21
- Schools Funding (Dedicated Schools Grant 2019/20)

1. Introduction

1.1 At its meeting on 13 February 2019 the Executive received a series of reports which outlined the position for 2019/20 as the final year of the three-year budget strategy. This also reflected the budget position of the Council after the announcement of the final Local Government Finance Settlement on 29 January 2019. These reports included:

- (i) A covering report which set out the framework for the final year of the budget strategy, the implications for the Council from: the Finance Settlement; additional funding announced as part of the Autumn Statement; the Greater Manchester Combined Authority budget setting process; and the in-year financial position Recovery Plan. The report also proposed changes to 2019/20 budget and set out the issues and legal requirements members need to consider prior to Council finalising the budget and setting the Council Tax for 2019/20.
- (ii) The updated Medium Term Financial Plan for 2019/20 and a detailed report from each Directorate on proposals for service change to ensure they continue to meet the Council's objectives whilst managing within the available resource envelope.

1.2 Resources and Governance Scrutiny Committee met on 25 February to consider the full suite of budget reports. The Committee also considered the issues arising from individual Business Plans that the chairs of the scrutiny committees wished to draw their attention to. The proceedings of the meeting and the recommendations made are set out in the minutes elsewhere on this agenda.

1.3 The full suite of budget reports are listed as background documents. Members should take their contents of these into account when considering the recommendations in this report.

2 The Revenue Budget

2.1 The financial considerations contained within this report are based on the Provisional Local Government Finance Settlement issued on 13 December 2018 which covered the final year of the four-year finance settlement. The final settlement was published on 29 January 2019 and there were no changes affecting Manchester.

2.2 The 2018/19 budget process identified £9.022m of savings and budget reductions to be delivered in 2019/20. As part of the 2019/20 budget process a further £5.776m of recovery plan savings have been agreed bringing the total required to £14.798m. These are summarised in the table below and set out in full in Appendix 1.

Table 1: Total Saving proposals

	2019/20			FTE Impact (Indicative)
	Approved Savings £000	Recovery Savings Proposals £000	Total £000	
Adult Services	18	1,975	1,993	0.0
Homelessness	0	440	440	0.0
Children and Education Services	2,269	776	3,045	8.0
Corporate Core (including Highways)	2,160	1,189	3,349	13.0
Neighbourhoods	4,575	376	4,951	0.0
Strategic Development	0	1,020	1,020	0.0
Total Savings identified	9,022	5,776	14,798	21.0

- 2.3 The Medium Term Financial Strategy for 2019/20 also provided details of proposed movements to and from reserves including those being used to support the revenue budget. The detailed schedule of reserves is attached at Appendix 2.
- 2.4 At the Executive meeting on 13 February 2019 a proposal was put forward that £300k of the Our Manchester Fund be set aside specifically to support groups who were not currently funded through the Voluntary and Community Sector grants process but have been supported by development money and have make significant progress with their agreed development plan. Also that a further £100k be set aside to support new and existing groups, particularly where they need support to help reduce demand on services. This funding can be accommodated from within the Our Manchester Budget. If this requires any changes to the planned draw down of the Our Manchester Reserve in 2019/20 this will be reported through the Global Monitoring report.
- 2.5 The Resources and Governance Budget Scrutiny meeting of 25 February supported an amendment to allocate a budget of £1.5m over three years, to be phased £420k in the first year and £540k in both subsequent years, to increase the capacity of the City Council to tackle anti-social behaviour in our neighbourhoods. If approved this is to be funded out of the proposed reimbursement of £1.5m to the general fund reserve budgeted for in 2018/19. The budget has been prepared on the basis that Council will support this amendment. The reserves schedule has been updated to include a new Crime and Disorder Reserve of which £420k will be required in 2019/20. The planned top up to the General Fund of £1.5m has also been removed leaving a budgeted General Fund of £21.279m for 2019/20. The Deputy Chief Executive and City Treasurer has assessed that this remains a prudent level for the risks

the Council is facing. This revised reserves schedule is included at Appendix 2. Should Council not support these proposals the Crime and Disorder reserve and planned drawdown of £420k will be removed and the General Fund Reserve increased back to £22.779m.

- 2.6 The Executive delegated authority to the Deputy Chief Executive and City Treasurer and Chief Executive in consultation with the Executive Member for Finance and Human Resources and the Leader of the Council to draft the recommended budget resolution in accordance with the legal requirements and to take into account the decisions of the Executive and any final changes and other technical adjustments.
- 2.7 There has been one change to the financial position since the report to February Executive. This relates to district contributions to the Greater Manchester Combined Authority (GMCA) in respect of waste disposal following notification of the final levy. The overall impact is a reduction of 100k.
- 2.8 The updated position is set out in Table 2 below.

Table 2: Summary of Resources Available and Budget Requirement for 2018/19 to 2019/20

	2018 / 19 £000	2019 / 20 £000
Resources Available		
Business Rates related funding	324,753	314,653
Council Tax	154,070	166,507
Other non ring fenced Grants / Contributions	38,735	54,426
Dividends and Use of Airport Reserve	53,342	62,390
Use of Reserves to support the budget	8,743	12,859
Total Resources Available	579,643	610,835
Resources Required		
<i>Corporate Costs:</i>		
Levies/Charges	68,655	69,990
Contingency	3,103	1,600
Capital Financing	44,507	44,507
Transfer to Reserves	7,286	6,902
<i>Sub Total Corporate Costs</i>	<i>123,551</i>	<i>122,999</i>
<i>Directorate Costs:</i>		
Additional Allowances and other pension costs	10,030	10,030
Insurance Costs	2,004	2,004
Directorate Budgets	439,919	465,692
Inflationary Pressures and budgets to be allocated	4,139	9,945
<i>Total Directorate Costs</i>	<i>456,092</i>	<i>487,671</i>

	2018 / 19 £000	2019 / 20 £000
Total Resources Required	579,643	610,670
Transfer (to) General Fund Reserve	0	(165)

3 **Setting the Council Tax for 2019/20**

- 3.1 The Localism Act abolished council tax capping powers and replaced them with a requirement for an authority to hold a council tax referendum if it increases its council tax by an amount exceeding the limit set out in principles determined by the Secretary of State and approved by the House of Commons.
- 3.2 On 5 February 2019, the House of Commons approved the council tax referendum principles for 2019/20 alongside the Local Government Finance Settlement. For 2019/20, local authorities will be able to increase their relevant basic amount of council tax (average Band D council tax, excluding local precepts) by up to 3% without having to hold a referendum.
- 3.3 A number of additional flexibilities also apply to different categories of authority. Local authorities with responsibility for Adult Social Care can increase their council tax by up to 2% on top of the 3% core principle, on condition that the use of the precept does not exceed 6% during the three year period ending in 2019/20.
- 3.4 The Council Tax bill and the information that accompanies it, must highlight the part of the increase that is being used to fund adult social care. Further Information about spending on adult social care must be provided with the demand notice.
- 3.5 This report is prepared on the basis that Manchester's Council Tax will increase by 3.49% in 2019/20; 1.99% attributable to the Council element and 1.5% for the Adult Social care precept. This equates in a Band D charge of £1,370.77.
- 3.6 The Greater Manchester Mayoral General Precept has been confirmed at £76.95 for a Band D property, comprising of £59.95 for functions previously covered by the Fire and Rescue Authority (no increase from 2018/19) and £17.00 for other Mayoral General functions including bus reform (an additional £9 for 2019/20 on the current £8).
- 3.7 The Greater Manchester Mayoral Police and Crime Commissioner Precept will increase by £24.00 to £198.30 for a Band D property which is in line with the increased flexibility provided by Government to all Police and Crime Commissioners.
- 3.8 The Council Tax resolution is attached as Appendix 3.

4 **Prudential indicators**

4.1 The proposed Prudential Indicators for 2019/20 to 2021/22 are shown in Appendix 4.

5 Collection Fund Budget

5.1 Attached for approval at Appendix 5 is the proposed collection fund budget for 2019/20. The collection fund budget includes income and expenditure relating to both council tax and business rates.

6 Robustness of the Budget

6.1 The budget report to Executive sets out the Council's legal duties to which members must have regard in formulating the budget and setting Council Tax. The report referred not only to the need for the Council to continue to meet its statutory duties but also to any remaining requirements for consultation, legal processes and equality impact assessments before a final decision can be taken.

6.2 The Deputy Chief Executive and City Treasurer has a duty to report on the robustness of the estimates made for the purposes of the calculation of Council Tax and the adequacy of the financial reserves. As reported to the Executive the Deputy Chief Executive and City Treasurer remains satisfied that the assumptions on which the budget has been proposed are manageable within the flexibility allowed by the General Fund balance. This and the fact that the Council holds other reserves that can be called on if necessary means that the Deputy Chief Executive and City Treasurer is confident that overall the budget position of the Council can be sustained within the overall level of resources available. However, to the degree that the budget savings are not achieved in a timely manner and reserves are called on to achieve a balanced position, the future year's savings will be prejudiced and further savings will need to be identified and implemented, including to replace reserve drawn downs, in order to ensure these are sufficient for future years.

APPENDIX 1

Proposed Savings

Children's Services

Service Area	Description	RAG Deliverability	2019/20 £000
Original 2018-20 savings	Demand Management and Practice Efficiencies	Amber	500
	Travel Co-ordination	Amber	90
	Review of Commissions	Green	100
New savings proposals	Reduction in Use of Agency	Green	186
	Legal Compensation budget underspend	Green	50
	Information and governance existing underspend	Green	40
	Review of further commissions	Green	100
	Market management for placement costs	Red	400
Savings to manage existing pressures			
	Supported Accommodation - Leaving Care	Amber	309
	Adoption Allowances	Amber	145
	Home to School Transport	Amber	733
			2,653
	Investment Adjustment		392
Children's Services - Total Saving Proposals			3,045

Adults Social Care

Service Area	Description	RAG Deliverability	2019/20 £000
New Care Models Gross Savings:	Assistive Technology	Red	1,162
	Reablement Core / Complex	Red	3,218
	High Impact Primary Care	Red	153
Gross NCM savings			4,533
	New Care Models Investment:		
	Extra Care		(734)
	Reablement		(2,679)
	Use of Adult Social Care Grant		1,568
	Contribution to Reablement		
	Total Investment		(1,845)
	Sub-total New Care Models - Net Savings		2,688
Other ASC Savings			
	High Cost Placements (Learning Disability)	Amber	500
	Strengths Based Support Planning - Mental Health	Red	775
	Homecare: Implement outcomes based commissioning	Amber	750
	Contract Review	Red	500
	Prepaid Cards for Cash Individual Budgets	Amber	200

Service Area	Description	RAG Deliverability	2019/20 £000
	Strengths Based Support Planning - All ASC Packages	Red	500
	Shared Lives (net of £150k investment)	Red	150
Sub-total other Adult Social Care Savings			3,375
Total Net Savings to be achieved			6,063
	Contribution to 2018/19 Unachieved Savings		(2,502)
Total Net 2019/20 Savings to be achieved			3,561
	Recovery - Use of Adult Social Care Grant		(1,568)
Total Net Savings Contributing towards 2019/20 position			1,993

Homelessness

Service Area	Description	RAG Deliverability	2019/20 £000
Recovery proposals:			
	Savings relating to additional capacity within unsupported accommodation spend	Amber	440
Homelessness Services - Total			440

Neighbourhoods Directorate

Service Area	Description	RAG Deliverability	2019/20 £000
Savings approved in Medium Term Financial plan:			
Parks, Leisure and Events	Reduce costs of indoor leisure through recommissioning of contracts	Green	150
	Energy improvements on leisure buildings	Green	50
	Wythenshawe Forum Trust - efficiencies from sharing back office functions	Green	50
	Co-commissioning leisure services across Greater Manchester	Green	50
	Business Units - Increasing bereavement services offer	Green	60
Waste Management			
	Planned Service change through increasing levels of recycling	Green	900
	Other service changes - apartment blocks	Amber	250
	Reviewing waste disposal costs	Green	3,000
Highways			
	Highways - Manchester Contracts off hire under used vehicles	Amber	20

Service Area	Description	RAG Deliverability	2019/20 £000
	Highways - Design Team - Implement webforms to ensure staff efficiencies, introduce re-modelled fee structure, reduce consultancy usage and review team capacity.	Amber	45

Service Area	Description	RAG Deliverability	2019/20 £000
Total MTFP Savings			4,575
New Saving proposals:			
	Neighbourhoods Service Increase in income from fees and charges	Green	156
	The replacement of agency staff with permanent staff	Green	40
	Review of plant, equipment and vehicles expenditure at Manchester Contracts	Green	5
	Highways additional fee income by reviewing the capital fee income rates charged, permits, skips and licenses.	Green	75
	Reduced spend on supplies and services across the directorate	Green	100
Total New Saving proposals			376
Neighbourhoods Directorate - Total Saving Proposals			4,951

Corporate Core

Service Area	Description	RAG Deliverability	2019/20 £000	FTE Impact (Indicative)
Savings approved in Medium Term Financial plan:				
	ICT - Revenue savings through reduced maintenance/ licensing costs following capital investment	Amber	170	
	Legal and Democratic Services - Staffing reduction in legal services following planned reduction in Children's caseload	Amber	100	2.0
	Financial Management - Lean systems - Service review and improved efficiency through ICT development and changes to finance processes	Amber	390	11.0
	Cross Cutting HR Policies and processes - Purchase of annual leave	Green	150	
	Cross Cutting HR policies and processes - Car allowance scheme and funded vacancies	Amber	100	
	Cross Cutting HR policies and processes - Rationalisation of Senior structure	Green	540	
	Cross cutting HR Policies and processes - new AVC scheme	Amber	150	
	Cross cutting HR Policies and Processes - Review existing HR policies and Processes. Identify further funded vacancies	Red	560	
Total MTFP Savings			2,160	13.0
New Saving proposals:				

Service Area	Description	RAG Deliverability	2019/20 £000	FTE Impact (Indicative)
	Review of budgeted expenditure on supplies and services:			
	- City Policy - Special Projects	Green	100	
	- Performance Reform and Innovation	Green	4	
	- Central Communications budget	Green	25	
	- Commissioning	Green	15	
Service Area	Description	RAG Deliverability	2019/20 £000	FTE Impact (Indicative)
	- Human Resources	Green	50	
	Reduced cost of the Data Governance improvement programme	Green	60	
	Reduced expenditure against resources allocated for ICT investment	Green	435	
	Review of the Core Transformation work	Red	500	
Total New Saving proposals			1,189	0
Corporate Core Directorate - Total Savings proposals			3,349	13.0

Strategic Development

Service Area	Description	RAG Deliverability	2019/20 £000
New Saving proposals:			
	An increased recharge for Building Control to the Housing Revenue Account, for work on the Council property stock	Green	20
	The Investment Estate income budget will be increased by £1m relating to additional lease income from the renegotiation of the Manchester Airport car park leases.	Green	1,000
Strategic Development - Total			1,020

Summary

Service Area	2019/20 £000	FTE Impact (Indicative)
Total Savings Proposals 2019/20	14,798	13

Recovery Proposals

Service Area	Description	2019/20 £000
Recovery proposals:		
Children's	Additional funding built into the Looked After Children Investment Fund to further support the position over the next three to five years	3,000
Adults	Application of 2019/20 Adult Social Care Reform Grant	1,568
Adults	Risk share contribution from the pooled budget	4,000
Homelessness	Resource has been identified to support homelessness from corporate inflationary budgets	1,400
Neighbourhoods	Proposed revised utilisation of the bus lane reserve to include to enable of savings to be generated by the service.	300
Total		10,268

APPENDIX 2
Proposed Use of Reserves

Reserve	Closing Balance 31/03/2019 £000	Withdrawals £000	Additions £000	Closing Balance 31/03/2020 £000	Closing Balance 31/03/2021 £000	Closing Balance 31/03/2022 £000	Closing Balance 31/03/2023 £000	Purpose
Schools Reserve	20,000	(259)	0	19,741	19,482	19,223	18,964	
General Fund Reserves								
Statutory Reserves	19,133	(10,000)	11,352	20,485	21,945	22,486	22,012	
Earmarked Reserves	240,923	(99,086)	99,732	241,569	224,180	202,735	188,807	
General Fund Reserve	21,279	0	165	21,444	21,444	21,444	21,444	
Total General Fund	281,335	(109,086)	111,249	283,498	267,569	246,665	232,263	
Housing Revenue Account Reserves:								
Housing Revenue Account General Reserve	67,335	(10,353)	0	56,982	35,471	27,308	27,048	
HRA PFI reserve	10,000	0	0	10,000	10,000	10,000	10,000	
HRA Residual liabilities fund	24,000	0	0	24,000	24,000	24,000	24,000	
Housing Insurance reserve	1,570	0	200	1,770	1,970	2,170	2,370	
Total HRA	102,905	(10,353)	200	92,752	71,441	63,478	63,418	
TOTAL RESERVES	404,240	(119,698)	111,449	395,991	358,492	329,366	314,645	
<u>SCHOOLS RESERVE</u>								
LMS Reserve	20,000	(259)	0	19,741	19,482	19,223	18,964	School balances - These are not MCC resource and so cannot be used by MCC
Sub Total Schools	20,000	(259)	0	19,741	19,482	19,223	18,964	
<u>STATUTORY RESERVES</u>								
Bus Lane Enforcement Reserve	11,636	(4,242)	5,000	12,394	12,902	12,910	12,418	Ringfenced reserve which can only be applied to specific transport and

Reserve	Closing Balance 31/03/2019 £000	Withdrawals £000	Additions £000	Closing Balance 31/03/2020 £000	Closing Balance 31/03/2021 £000	Closing Balance 31/03/2022 £000	Closing Balance 31/03/2023 £000	Purpose
								highways related activity.
On Street Parking	2,863	(5,611)	5,049	2,301	3,615	5,024	6,433	Ringfenced reserve which can only be applied to specific transport and highways related activity.
Ancoats Square Reserve	1,878	(118)	0	1,760	1,642	1,524	1,406	Received from the HCA to cover the revenue costs of maintaining Ancoats Square for a period of at least 25 years.
Spinningfields Commuted Sum	969	(9)	0	960	951	942	933	Funds received as part of an agreement to cover maintenance costs.
New Smithfield Market	349	0	20	369	369	369	369	To contribute towards funding the development plans for the market
Great Northern Square Maintenance Fund	303	(20)	0	283	263	243	223	Set up in accordance with the agreement with the developers of the site. It will be used for upgrading of the square.
Education Endowments	17	0	0	17	17	17	17	Kept as part of future payments for school prizes
Landlord Licensing Reserve	319	0	1,283	1,602	1,387	658	(586)	Smoothing reserve
Art Fund Reserve	35	0	0	35	35	35	35	For art purchases
St Johns Gardens Contingency	764	0	0	764	764	764	764	Contribution from St Johns Gardens tenants for maintenance works
Sub Total Statutory	19,133	(10,000)	11,352	20,485	21,945	22,486	22,012	
<u>EARMARKED RESERVES</u>								
<u>BALANCES HELD FOR PFI'S</u>								
Street Lighting PFI	567	(37)	0	530	425	255	15	Established to fund the requirements over 25 years re: the PFI contract for Street Lighting service via external contractors
Temple PFI	665	0	12	677	564	441	295	Established to fund the requirements of the PFI scheme over 25 years

Reserve	Closing Balance 31/03/2019 £000	Withdrawals £000	Additions £000	Closing Balance 31/03/2020 £000	Closing Balance 31/03/2021 £000	Closing Balance 31/03/2022 £000	Closing Balance 31/03/2023 £000	Purpose
Wright Robinson PFI Reserve	1,312	0	40	1,352	1,392	1,432	1,472	PFI Scheme 25 year contract drawdown will be in future years as expenditure exceeds grant.
Total held for PFI's	2,544	(37)	52	2,559	2,381	2,128	1,782	
<u>Reserves directly supporting the revenue budget</u>								
Adult Social Care	3,060	(3,643)	4,493	3,910	1,760	0	0	To support Adult and Social Care Improvement Plan
Social Care Reserve	16,597	(7,677)	2,904	11,824	5,609	31	31	To address pressures in social care, in particular the need to invest in early help and prevention in Children's Services and continued pressures on LAC budgets
Crime and Disorder	1,500	(420)	0	1,080	540	0	0	To fund Anti-Social Behaviour Team
Budget smoothing reserve	2,500	(2,500)	0	0	0	0	0	To address pressures in social care, in particular the need to invest in early help and prevention in Children's Services and continued pressures on LAC budgets
Total held to support the revenue budget	23,657	(14,240)	7,397	16,814	7,909	31	31	
<u>RESERVES HELD TO SMOOTH RISK / ASSURANCE</u>								
<u>Risks</u>								
Historic Abuse Claims Reserve	600	0	0	600	600	600	600	For potential future legal cases
Planning Reserve	1,975	(300)	0	1,675	1,375	1,075	775	Reserve to be used to fund costs of staff and studies required to meet our statutory obligations to bring forward a

Reserve	Closing Balance 31/03/2019 £000	Withdrawals £000	Additions £000	Closing Balance 31/03/2020 £000	Closing Balance 31/03/2021 £000	Closing Balance 31/03/2022 £000	Closing Balance 31/03/2023 £000	Purpose
								Local Plan
Transformation Reserve	8,953	0	0	8,953	8,953	8,953	8,953	To support costs of future service change.
Airport Dividend reserve	45,413	(45,413)	45,413	45,413	45,413	45,413	45,413	The additional airport dividend will be used to support future years budget
Land Charges Fees Reserve	373	0	0	373	373	373	373	To mitigate risk across financial years
Pension Risk Fund - MWL	514	0	10	524	0	0	0	To fund wind up costs in 2020/21
Manchester International Festival	1,508	(500)	0	1,008	508	0	0	To fund the additional costs of the Manchester International Festival Fund and Factory.
Highways reserve	702	(28)	0	674	646	618	590	Committed sums received that will be utilised for highways schemes in future years
Insurance Fund	12,124	(500)	0	11,624	11,124	10,624	10,124	The insurance fund has been established to fund risks that are self-insured.
Fleet Maintenance Reserve	21	(21)	0	0	0	0	0	Reserve created for smoothing the impact of vehicle repair and maintenance costs.
Children's Services Reserve	15	(15)	0	0	0	0	0	The reserve is being held for any unexpected issues arising from Academy transfers given the level of uncertainty around any costs falling to the LA within a short timescale.
Taxi Licensing Reserve	280	0	266	546	546	546	546	This is a smoothing reserve to equalise the income and expenditure of running the function over financial years. Income ringfenced by statute.
Newton Heath Market Reserve	22	0	0	22	22	22	22	To fund future markets expenditure

Reserve	Closing Balance 31/03/2019 £000	Withdrawals £000	Additions £000	Closing Balance 31/03/2020 £000	Closing Balance 31/03/2021 £000	Closing Balance 31/03/2022 £000	Closing Balance 31/03/2023 £000	Purpose
Rogue Landlord reserve	0	0	100	100	100	100	100	This reserve holds the funding for investigation into poor property conditions in the private rented sector in Manchester with the purpose of improving housing conditions for tenants by enforcing compliance with statutory regulations and standards.
Selective Licensing reserve	300	0	235	535	535	535	535	Costs for administering the reputable landlord initiative and ensure compliance
Investment Estate smoothing reserve	1,000	(700)	0	300	300	300	300	To manage budget pressures due to the volatility in investment income.
Business Rates Reserve	18,416	(2,490)	9,403	25,329	22,839	20,349	19,859	To mitigate Business Rates income risk
TOTAL Risk/Smooth	92,216	(49,967)	55,427	97,676	93,334	89,508	88,190	
RESERVES HELD TO FUND CAPITAL SCHEMES AND OTHER SPECIFIC PROJECT RELATED COSTS								
Regeneration reserve	13,521	(2,325)	0	11,196	8,871	7,296	6,096	To deliver regeneration projects.
Enterprise zone reserve	893	(75)	563	1,381	1,313	0	0	To fund the borrowing costs of projects
Capital Fund Reserve	48,008	(13,435)	22,405	56,978	56,805	48,178	34,115	Contribution to schemes which are being brought forward to support employment and growth as part of the Council's Capital Programme. Used to fund high priority strategic development opportunities in the city for those that do not attract external funding. This can also be used for revenue.

Reserve	Closing Balance 31/03/2019 £000	Withdrawals £000	Additions £000	Closing Balance 31/03/2020 £000	Closing Balance 31/03/2021 £000	Closing Balance 31/03/2022 £000	Closing Balance 31/03/2023 £000	Purpose
Capital Financing Reserve	29,730	0	5,000	34,730	39,730	44,730	49,730	To reflect increase in borrowing costs due to the Council's capital investment
Eastlands Reserve	4,218	(6,463)	5,118	2,873	2,309	2,179	2,380	English Institute of Sport - Sport England MCFC income
Total to fund capital scheme and other specific relates costs	96,370	(22,298)	33,086	107,158	109,028	102,383	92,321	
RESERVES TO SUPPORT GROWTH AND REFORM								
Better Care	3,303	(1,955)	0	1,348	75	75	75	Contributions received from CCG's
Town Hall Reserve	10,820	(2,889)	2,400	10,331	7,943	5,732	3,504	To fund revenue expenditure on the Town Hall Complex Programme
Clean City	412	(412)	0	0	0	0	0	To support green initiatives
NW Construction Hub Reserve	11	(11)	0	0	0	0	0	The capital programme section manages the NWCH, other LA's pay a fee to use the service and the income is used to cover the cost of retendering every three years.
Our Manchester reserve	5,092	(4,685)	1,100	1,507	7	7	7	Additional investment made available as part of the 2017-2020 budget process to drive forward the delivery of Our Manchester
TOTAL	19,638	(9,952)	3,500	13,186	8,025	5,814	3,586	
GRANTS USED OVER ONE YEAR								
English Partnership (HCA)	1,562	(500)	0	1,062	562	0	0	HCA approval required to Fund Development appraisal and Eastlands Project team

Reserve	Closing Balance 31/03/2019 £000	Withdrawals £000	Additions £000	Closing Balance 31/03/2020 £000	Closing Balance 31/03/2021 £000	Closing Balance 31/03/2022 £000	Closing Balance 31/03/2023 £000	Purpose
Other Grants and Contributions	443	(451)	90	82	82	82	82	Various local Environment scheme and initiatives i.e. 'clean up campaigns'
Contributions Other Local Authorities	358	(71)	35	322	322	322	322	Relates to various ongoing Civil Contingencies schemes.
Other Grants and Contributions Regeneration	116	(26)	0	90	90	90	90	Unspent grant received in previous year
Fraud Fund	136	(70)	0	66	0	0	0	Unspent grant received in previous year
Supporting People	418	(418)	0	0	0	0	0	Unspent grant received in previous year
Asylum Seekers	358	0	0	358	287	191	191	£482k will be drawn down from the Asylum Seekers reserve that was originally set aside from The Target Asylum Contracts, earned by the NW consortium team. This will fund the Local Authority Asylum Support Officer (LAASLO) project. Remaining balance is to fund residual costs to be incurred by the local authority
Collection Initiatives Reserve	839	(197)	0	642	580	580	580	Small reserves on Corporate Core
Flood management reserve	74	0	0	74	74	74	74	Unspent grant received in previous year
TOTAL	4,304	(1,733)	125	2,696	1,997	1,339	1,339	
<u>SMALL SPECIFIC RESERVES</u>								
Investment Reserve from Surpluses	151	(151)	0	0	0	0	0	Funding belonging to schools which the Council holds on their behalf. The purpose is to fund repairs and improvements to school kitchens.
Nuclear Free Zone	51	0	0	51	51	51	51	General reserve

Reserve	Closing Balance 31/03/2019 £000	Withdrawals £000	Additions £000	Closing Balance 31/03/2020 £000	Closing Balance 31/03/2021 £000	Closing Balance 31/03/2022 £000	Closing Balance 31/03/2023 £000	Purpose
Highways Commuted Sum	599	(14)	0	585	571	557	543	Funds received as part of developer agreements
NSM - Car Boot	263	(45)	0	218	228	238	248	Used to fund repairs and maintenance of facilities for traders.
Cemeteries Replacement	401	0	40	441	481	521	561	To purchase land for burials
Primary School Catering Reserve	127	(127)	0	0	0	0	0	Reserve established to support the Service's competitiveness by smoothing school meal prices during the 3 year price planning period.
Catering R & M Insurance Account	166	(166)	0	0	0	0	0	Reserve established to meet refurbishment cost of school kitchens.
Brexit Reserve	241	(346)	105	0	0	0	0	To fund BREXIT related costs that fall across more than one year
Councils with ALMOs Group (CWAG) Reserve	70	(10)	0	60	50	40	30	Held in relation to the running costs of CWAG which is administered by MCC
Graves And Memorials	97	0	0	97	97	97	97	Money held in trust for repair and development costs for gravestones
Other Small Specific reserves	28	0	0	28	28	28	28	Small specific reserves
Total Small Specific Reserves	2,194	(859)	145	1,480	1,506	1,532	1,558	
TOTAL EARMARKED RESERVES	240,923	(99,086)	99,732	241,569	224,180	202,735	188,807	
Total General Fund Reserves	281,335	(109,086)	111,249	283,498	267,569	246,665	232,263	

**APPENDIX 3A
COUNCIL TAX**

SETTING THE AMOUNT OF COUNCIL TAX FOR THE COUNCIL'S AREA

RESOLVED

1. That the estimates prepared by the Executive at its meeting on 13 February 2019 be approved.
2. That it be noted that the Deputy Chief Executive and City Treasurer acting under delegated powers has determined the amount of 116,015 as the Council Tax base for Manchester for the year 2019/20 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 2019/20 in accordance with Sections 31A to 36 of the Local Government Finance Act 1992:-

- (a) £1,517,525,607 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) £1,358,496,000 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) £159,029,607 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) £1,370.77 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
£913.85	£1,066.15	£1,218.46	£1,370.77	£1,675.39	£1,980.00	£2,284.62	£2,741.54

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 2019/20 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

Greater Manchester Mayoral Police and Crime Commissioner Precept

A	B	C	D	E	F	G	H
£132.20	£154.23	£176.27	£198.30	£242.37	£286.43	£330.50	£396.60

Greater Manchester Mayoral General Precept (including Fire Services)

A	B	C	D	E	F	G	H
£51.29	£59.84	£68.39	£76.95	£94.05	£111.15	£128.24	£153.90

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 2019/20 for each of the categories of dwellings shown below.

Valuation bands

A	B	C	D	E	F	G	H
£1,097.34	£1,280.22	£1,463.12	£1,646.02	£2,011.81	£2,377.58	£2,743.36	£3,292.04

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 1988 - 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)	£95,752,000	£1,308,924,607	£1,404,676,607
Section 31A(2)(b)	£0	£1,600,000	£1,600,000
Section 31A(2)(c)	£0	£111,249,000	£111,249,000
Section 31A(2)(d)	£0	£0	£0
Section 31A(2)(da)	£0	£0	£0
Section 31A(2)(e)	£0	£0	£0
Section 31A(2)(f)	£0	£0	£0
	£95,752,000	£1,421,773,607	£1,517,525,607
Income			
Section 31A(3)(a)	(£85,399,000)	(£812,060,971)	(£897,459,971)
Section 31A(3)(aa)	£0	(£321,465,500)	(£321,465,500)
Section 31A(3)(b)	£0	(£18,749,000)	(£18,749,000)
Section 31A(3)(c)	£0	(£1,123,529)	(£1,123,529)
Section 31A(3)(d)	(£10,353,000)	(£109,345,000)	(£119,698,000)
	(£95,752,000)	(£1,262,744,000)	(£1,358,496,000)

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 £159,029,607

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 -

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	£159,029,607
Divided by:	
Council Tax Base	116,015

Band D Basic Amount of Council Tax is: £1,370.77

**APPENDIX 3B
COUNCIL TAX**

SETTING THE AMOUNT OF COUNCIL TAX FOR THE COUNCIL'S AREA

RESOLVED

1. That the estimates prepared by the Executive at its meeting on 13 February 2019 be approved.
2. That it be noted that the Deputy Chief Executive and City Treasurer acting under delegated powers has determined the amount of 116,015 as the Council Tax base for Manchester for the year 2019/20 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 2019/20 in accordance with Sections 31A to 36 of the Local Government Finance Act 1992:-

- (a) £1,517,105,607 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) £1,358,076,000 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) £159,029,607 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) £1,370.77 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
£913.85	£1,066.15	£1,218.46	£1,370.77	£1,675.39	£1,980.00	£2,284.62	£2,741.54

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 2019/20 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

Greater Manchester Mayoral Police and Crime Commissioner Precept

A	B	C	D	E	F	G	H
£132.20	£154.23	£176.27	£198.30	£242.37	£286.43	£330.50	£396.60

Greater Manchester Mayoral General Precept (including Fire Services)

A	B	C	D	E	F	G	H
£51.29	£59.84	£68.39	£76.95	£94.05	£111.15	£128.24	£153.90

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 2019/20 for each of the categories of dwellings shown below.

Valuation bands

A	B	C	D	E	F	G	H
£1,097.34	£1,280.22	£1,463.12	£1,646.02	£2,011.81	£2,377.58	£2,743.36	£3,292.04

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 1988 - 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)	£95,752,000	£1,308,504,607	£1,404,256,607
Section 31A(2)(b)	£0	£1,600,000	£1,600,000
Section 31A(2)(c)	£0	£111,249,000	£111,249,000
Section 31A(2)(d)	£0	£0	£0
Section 31A(2)(da)	£0	£0	£0
Section 31A(2)(e)	£0	£0	£0
Section 31A(2)(f)	£0	£0	£0
	£95,752,000	£1,421,353,607	£1,517,105,607
Income			
Section 31A(3)(a)	(£85,399,000)	(£812,060,971)	(£897,459,971)
Section 31A(3)(aa)	£0	(£321,465,500)	(£321,465,500)
Section 31A(3)(b)	£0	(£18,749,000)	(£18,749,000)
Section 31A(3)(c)	£0	(£1,123,529)	(£1,123,529)
Section 31A(3)(d)	(£10,353,000)	(£108,925,000)	(£119,278,000)
	(£95,752,000)	(£1,262,324,000)	(£1,358,076,000)

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 £159,029,607

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 -

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	£159,029,607
Divided by:	
Council Tax Base	116,015

Band D Basic Amount of Council Tax is: £1,370.77

APPENDIX 4

Prudential Indicators 2019/20 to 2021/22

Last years approved figures are shown in brackets.

Treasury Management Indicators	2019-20		2020-21		2021-22
	£m		£m		£m
Authorised Limit - external debt					
Borrowing	1,351.4	(1,672.7)	1,412.7	(1,684.5)	1,412.9
other long term liabilities	170.0	(216.0)	170.0	(216.0)	170.0
TOTAL	1,521.4	(1,888.7)	1,582.7	(1,900.5)	1,582.9
Operational Boundary - external debt					
Borrowing	940.8	(1,381.4)	1,151.7	(1,435.0)	1,275.0
other long term liabilities	170.0	(216.0)	170.0	(216.0)	170.0
TOTAL	1,110.8	(1,597.4)	1,321.7	(1,651.0)	1,445.0
Actual external debt	716.5	(1,192.0)	977.4	(1,259.6)	1,141.5
Upper limit for total principal sums invested for over 364 days	0	(0)	0	(0)	0
Capital Expenditure					
Non - HRA	475.5	(455.5)	370.3	(160.1)	207.4
HRA	30.1	(41.9)	48.7	(44.3)	36.6
TOTAL	505.6	(497.4)	419.0	(204.4)	244.0
Capital Financing Requirement (as at 31 March)					
Non – HRA	1,331.9	(1,664.4)	1,477.1	(1,730.5)	1,611.1
HRA	298.1	(298.1)	299.2	(299.3)	300.0
TOTAL	1,630.0	(1,962.5)	1,776.3	(2,029.8)	1,911.1

Maturity structure of borrowing during 2019/20	Upper Limit		Lower Limit	
	Under 12 months	80%	(70%)	0%
12 months and within 24 months	70%	(100%)	0%	(0%)
24 months and within 5 years	50%	(80%)	0%	(0%)
5 years and within 10 years	50%	(70%)	0%	(0%)
10 years and above	80%	(80%)	40%	(0%)

APPENDIX 5

COLLECTION FUND BUDGET 2019/20	Budget Estimate
	£'000
<u>EXPENDITURE</u>	
<u>COUNCIL TAX</u>	
(Surplus) / Deficit B/fwd	(6,480)
Precepts:	
- Mayoral General (including Fire Services)	8,927
- Mayoral Police & Crime Commissioner	23,006
- City of Manchester	159,029
Total Precepts	190,962
Council Tax Total Expenditure	184,482
<u>BUSINESS RATES</u>	
(Surplus) / Deficit B/fwd	(13,405)
Payments/Transfers:	
- Mayoral General (including Fire Services)	3,329
- City of Manchester	329,567
Total Payments/transfers	332,896
Business Rates Total Expenditure	319,491
Collection Fund Total Expenditure	503,973
<u>INCOME</u>	
<u>COUNCIL TAX</u>	
Council Tax Income	198,359
Write Off of uncollectable amounts	(834)
Allowance for Impairment	(6,563)
<u>Council tax receivable</u>	190,962
<u>Contribution of Council Tax (surplus) / deficit:</u>	
- Mayoral General (including Fire Services)	(5,478)
- Mayoral Police & Crime Commissioner	(721)
- City of Manchester	(281)
Total Contribution to Council Tax (surplus) / deficit	(6,480)
Council Tax Total Income	184,482

COLLECTION FUND BUDGET 2019/20	Budget Estimate
	£'000
<u>BUSINESS RATES</u>	
Non Domestic Business Rates Income	372,823
Enterprise Zone Relief	(1,034)
Cost of Collection Allowance	(1,124)
Losses in Collection	(10,823)
Increase in Provision for Appeals	(26,946)
<u>Business rates receivable</u>	332,896
<u>Contribution of Business Rates (surplus) / deficit:</u>	
- Mayoral General (including Fire Services)	(134)
- City of Manchester	(13,271)
Total Contribution to Business Rates (surplus)/deficit	(13,405)
Business Rates Total Income	319,491
Collection Fund Total Income	503,973
<u>MOVEMENT ON FUND BALANCE</u>	
Council Tax (Surplus) / Deficit C/fwd	0
Business Rates (Surplus) / Deficit Cfwd	0
Collection Fund (Surplus) / Deficit	0