

Budget Book

2018/19

April 2018

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INTRODUCTION

Introduction

Rother District Council set its budget for 2018/19 at a meeting of all Members on 26 February 2018. This book shows the agreed revenue budget for each Council Service and the Council's Capital Programme. Additional information relating to the Council's financial position in 2018/19 and the Council Tax for each area in Rother is also included.

Revenue Budget

Government Funding

One of the key financial drivers remains the continued decline in Government Funding, first announced as part of the last spending review. The Government announced its final grant settlement figures for 2018/19 in December 2017 and provided draft figures up to 2019/20.

Rother					
Illustrative Core Spending Power of Local Government;					
	2015-16	2016-17	2017-18	2018-19	2019-20
	£ millions	£ millions	£ millions	£ millions	£ millions
Settlement Funding Assessment ²	4.0	3.2	2.7	2.4	2.0
Compensation for under-indexing the business rates multiplier	0.0	0.0	0.0	0.0	0.1
<i>Council Tax Requirement excluding parish precepts (including base and levels growth)</i>	6.5	6.8	7.0	7.3	7.6
New Homes Bonus ³	1.3	1.7	1.1	0.7	0.5
Rural Services Delivery Grant	0.0	0.1	0.0	0.0	0.0
Transition Grant	0.0	0.1	0.1	0.0	0.0
Core Spending Power	11.8	11.8	11.0	10.5	10.3
Change over the Spending Review period (£ millions)					-1.5
Change over the Spending Review period (% change)					-12.8%

Business Rates and Council Tax Collection

The Business Rate element of the Collection Fund is estimated to be in deficit for the 2017/18 financial. Rother will have to meet 40% of this deficit which equates to £67,322 and this will be recovered during 2018/19.

The Business Rate baseline assessment set by the Government for 2018/19 has been set at £2.3m. The estimated retention of business rates included in the revenue budget is £2.9m including compensatory grants in relation to additional reliefs previously granted by the Government. This estimate has been updated to take account of the financial effect of the national business rate revaluation and for any changes to the additional reliefs such as increasing Rural Rate Relief from 50% to 100%. Nationally the expectation is that overall rateable values will reduce by 4.7% as a result of settling appeals and this has been factored into the forecast income. The calculation is as follows:

Total Estimated 2018/19 Business Rate Income	£'000
Rother's 40% Share of Business Rate income	-7,141
Section 31 Grants (SBRR, Government Reliefs)	-1,350
Estimated Levy Payment to Business Rate Pool	617
Tariff payment to Government	4,926
Net Business Rates Retained	-2,948

INTRODUCTION

The Council's ability to grow our Business Rate income over the next three years is very much dependent on commercial developments in North East Bexhill and bringing proposals forward for the regeneration of Beeching Road.

For Council Tax collection, a surplus of £562,204 is predicted for 2018/19 and the Council's share is estimated to be £72,645.

New Homes Bonus

The Government announced the provisional amounts of New Homes Bonus grant to be awarded to each Council. For Rother the amount of grant will be £714,000. It is expected that this grant will be phased out and no new grant will be awarded from 2019/20.

Council Tax and Referendum Limit

The Government confirmed in December the Council Tax referendum limits for 2018/19. For District Councils the maximum increase is 3% or £5 whichever is the greatest. The Council's Revenue Budget includes a £5 increase in Council Tax which based on the taxbase will generate an additional £189,000 of income.

Other Factors affecting the Revenue Budget

Savings: The revenue budget has been balanced for 2018/19. To achieve this savings, additional income of £460,000 have been identified as part of a comprehensive review of income and expenditure during the 2018/19 budget process. The financial outturn from the last two financial years suggests this will be achievable but they will still need to be delivered. Some of those savings relate to removing previous contingency sums held in budgets (such as waste collection). Their removal inevitably has reduced some of the flexibility in the base budget to react to changing circumstances. However reserves remain at good levels and will mean that should unexpected costs be incurred the Council is likely to be able to meet these from existing resources.

Overall Revenue Position

The Council has set out its plan to deliver £1.8m of savings/additional income from Rother 2020 programme which is based on the Council's sustainability and efficiency plan. The profiling of achieving these savings assumes additional income will be generated first and that service based savings will be delivered in the latter part of the financial plan. This is to ensure that the Council retains sufficient staff capacity to deliver the programme. There are a number of workstreams within the programme. Around £1m of the target is expected to be delivered through increased income primarily through property based investments in support of the Councils regeneration ambitions. Proposals are currently being developed including the creation of special purpose investment companies. Other workstreams include reviewing all the main business processes to ensure they are as streamlined as possible. This work supports the Council's investment in a document image processing and workflow computer system. Work on reducing and better management of demand has also started. Work continues to devolve services and assets where appropriate and Officers are reviewing service priorities over the medium term.

Capital Programme and Asset Management

The latest Capital Programme (2018/19 to 2022/23) totals £43.071m and is fully funded. The Programme includes £35m of borrowing to support the recently adopted Property Investment Strategy. This Strategy focuses on supporting the Councils regeneration ambitions in Bexhill and rural Rother. In addition the Capital Programme includes spending on redeveloping the Councils sports and swimming centres in Bexhill, supporting the disabled facilities scheme, community grants scheme and investment of £900,000 over two financial years to improve the Councils ICT capability.

Further Information

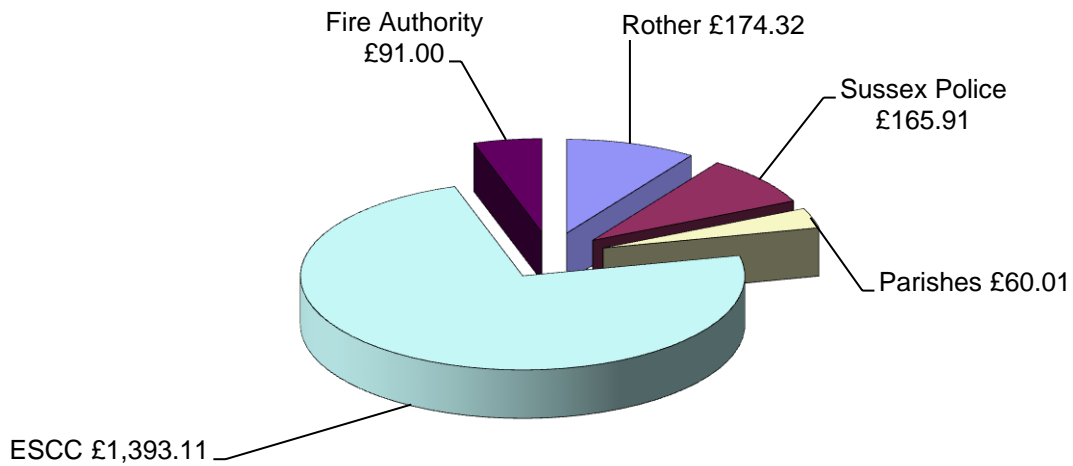
It is hoped that this introduction combined with the detailed information that follows provides sufficient information for the reader to understand the Council's finances and its future financial prospects. Should you however require further information please contact:

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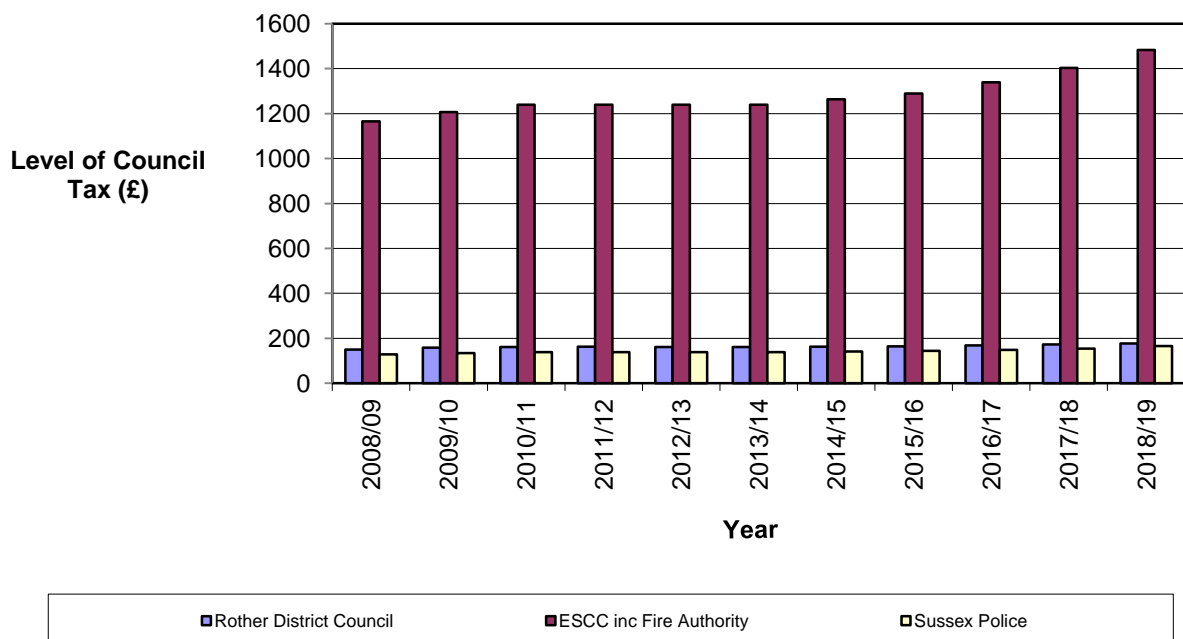
e-mail: finance@rother.gov.uk
Telephone: 01424 787711

GRAPHS

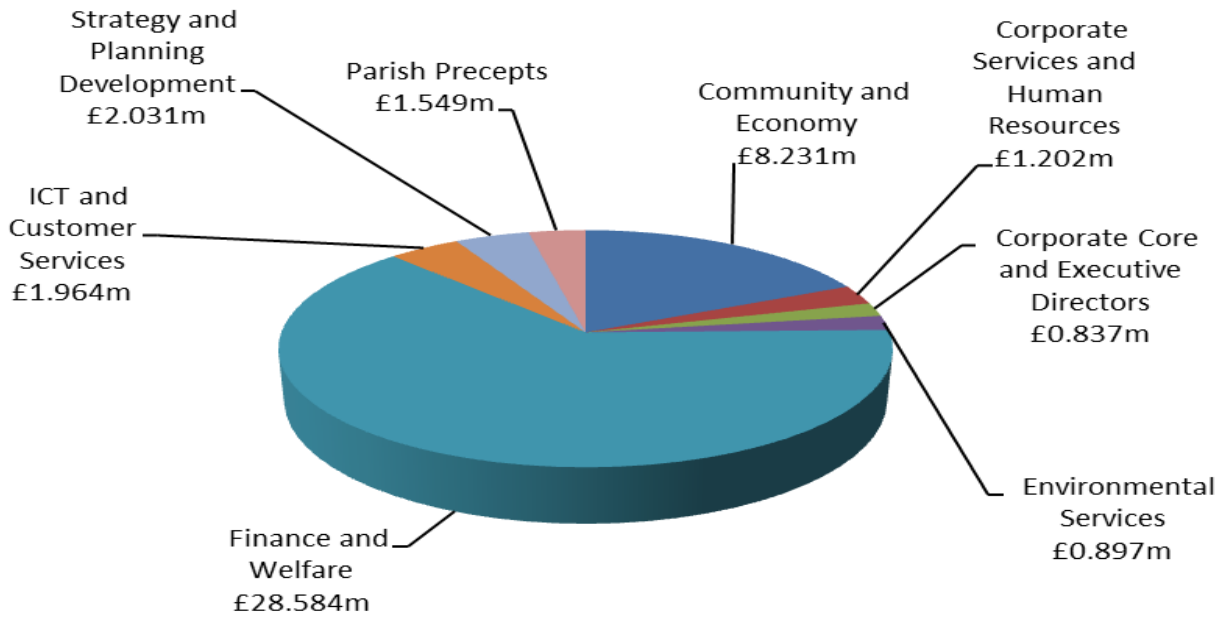
Share of Band D Council Tax 2018/2019



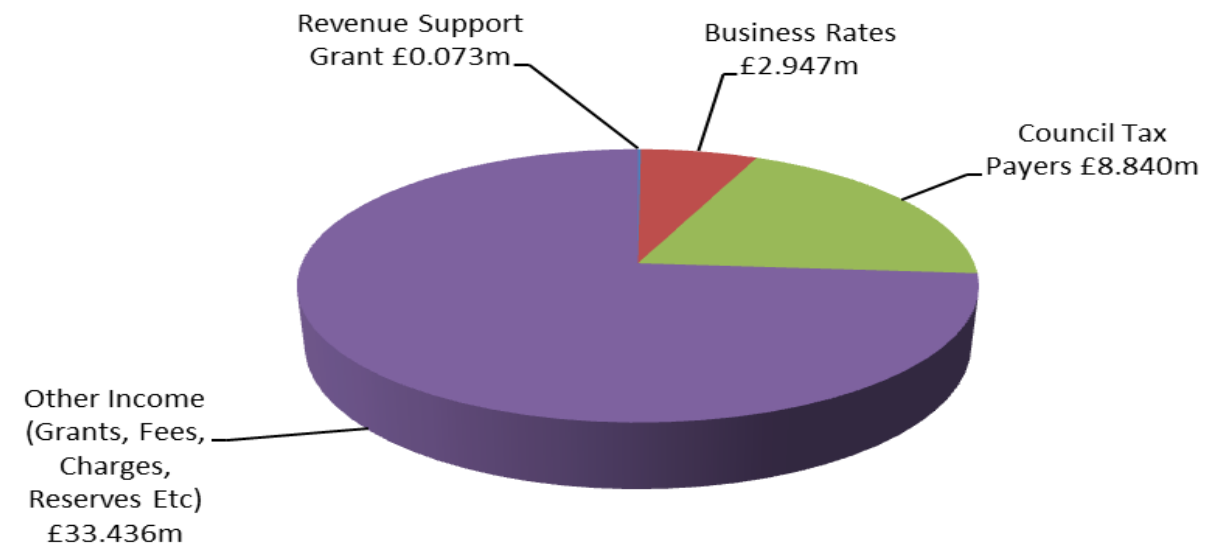
Band D By Authority 2008/09 - 2018/19



Gross Expenditure £45.30m 2018/19



Gross Income £45.30m 2018/19



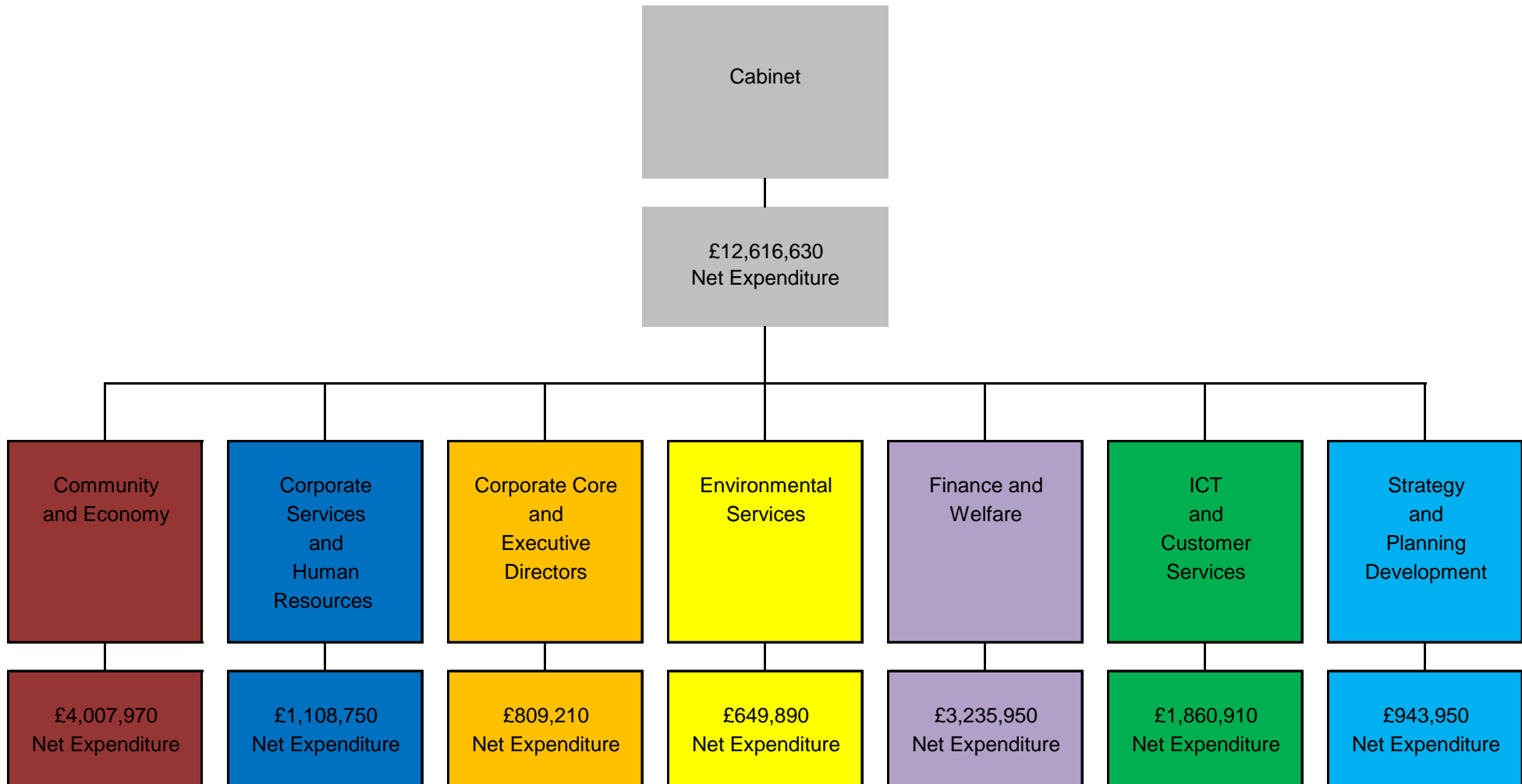
GENERAL FUND REVENUE BUDGET AND COUNCIL TAX 2018/2019

EXPENDITURE	£
Community and Economy	4,007,970
Corporate Services and Human Resources	1,108,750
Corporate Core and Executive Directors	809,210
Environmental Services	649,890
Finance and Welfare	3,235,950
ICT and Customer Services	1,860,910
Strategy and Planning Development	943,950
	<hr/>
Total Cost of Services 2018/2019	12,616,630
	<hr/>
Savings from 2020	(296,726)
Interest and Investment Income	(362,000)
Capital Expenditure Charged to Revenue	2,360,000
	<hr/>
Net Cost of Services 2018/2019	14,317,904
	<hr/> <hr/>

CALCULATION OF ROTHER DISTRICT COUNCIL TAX

Expenditure shown above	14,317,904
<i>less</i> Special Expenses charged to area of Bexhill	(665,000)
charged to area of Rye	(50,000)
<i>less</i> Collection Fund (Surplus)/Deficit	(5,323)
<i>less</i> New Homes Bonus	(714,306)
<i>less</i> Revenue Support Grant from Central Government	(72,506)
<i>less</i> Business Rate Retention	(2,947,402)
<i>less</i> Non Specific Revenue Grants	(614,800)
<i>less</i> Contribution from Earmarked Reserve	(2,672,000)
	<hr/>
Total Amount to be Raised from Council Tax	6,576,567
	<hr/>
<i>divided by</i> Council Tax Base, in terms of Band D Equivalent	37,726.98
	<hr/>
<i>gives</i> Rother District Council Tax 2018/2019	£174.32
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SUMMARY OF NET SERVICE EXPENDITURE



COMMUNITY AND ECONOMY

Service	2017/18 Net Expenditure £	2018/19 Operational Expenditure £	2018/19 Income £	2018/19 Net Expenditure £
Arts Development	23,460	23,340	-	23,340
Rother Museum Services	25,980	32,460	(7,450)	25,010
De La Warr Pavilion Client	503,390	502,750	-	502,750
Ancient Monuments and Gazebo	5,590	5,460	-	5,460
Bexhill Allotments	(430)	4,520	(1,800)	2,720
Rye Allotments	1,030	-	-	-
Camber Beach and Foreshore Management	112,260	127,520	(26,660)	100,860
Bexhill Promenade and Foreshore	62,460	101,720	(77,200)	24,520
Sports Development	5,710	40,600	(40,610)	(10)
Battle Sports Centre	6,000	6,000	-	6,000
Rye Sports Centre and Swimming Pool	4,400	9,620	(5,250)	4,370
Bexhill Leisure Centre	7,140	9,270	(2,000)	7,270
Bexhill Leisure Pool	8,420	35,160	(26,960)	8,200
Bexhill Parks and Open Spaces	769,390	825,520	(55,210)	770,310
Rye Area Parks and Open Spaces	90,600	97,030	(8,650)	88,380
Rural Open Spaces and Amenity Areas	27,760	32,680	(90)	32,590
Cultural Services Administration Account	6,630	2,050	(50)	2,000
Tourism	127,850	127,850	-	127,850
Service Manager - Community and Economy	85,170	86,020	-	86,020
Neighbourhood Services	632,040	647,010	-	647,010
Programme and Policy Office	232,660	204,530	-	204,530
Economic Development	600,810	668,470	-	668,470
Cemeteries	(44,620)	136,980	(180,000)	(43,020)
Churchyards	8,870	9,670	-	9,670
Coast Protection	39,400	42,470	(2,500)	39,970
Sub Standard Housing	300	230	-	230
Houses in Multiple Occupation	40	-	(1,000)	(1,000)
Public Conveniences	409,130	404,500	-	404,500
Street Sweeping and Beach Cleansing	986,000	1,040,250	(24,000)	1,016,250
Refuse Collection	1,456,260	2,259,230	(790,000)	1,469,230
Recycling	(555,140)	4,920	(611,670)	(606,750)
Regeneration	54,640	57,240	(2,800)	54,440
Car Parks	(877,650)	395,380	(1,350,400)	(955,020)
Residual Highway Services	21,130	23,530	(3,000)	20,530
Abandoned Vehicles	3,110	2,730	-	2,730
Housing Policy, Strategy and Development	67,470	30,310	-	30,310
Private Sector Housing	2,480	1,700	-	1,700
Performance Management	19,230	15,390	-	15,390
Community Strategy	8,880	8,570	-	8,570
Property Management	12,400	12,850	-	12,850
Maintenance Services	38,450	35,350	-	35,350
West Trading Estate-Bexhill	(386,040)	18,920	(423,850)	(404,930)
Sub Total Community and Economy	4,602,660	8,089,800	(3,641,150)	4,448,650

COMMUNITY AND ECONOMY

	2017/18 Net Expenditure £	2018/19 Operational Expenditure £	2018/19 Income £	2018/19 Net Expenditure £
Service				
St. Martins-Battle	(19,030)	-	-	-
Miscellaneous Land and Buildings	(10,550)	2,660	(19,180)	(16,520)
Residual Housing Land	(1,000)	-	(530)	(530)
Peasmarsh Workshops	(7,600)	12,790	(17,900)	(5,110)
Udimore Workshops	(3,500)	4,600	(6,340)	(1,740)
Watch Oak Estate	(32,000)	500	(40,000)	(39,500)
Elva Business Centre	(135,600)	73,750	(224,340)	(150,590)
Committee Property Account	(216,250)	33,150	(66,120)	(32,970)
Investment Properties	-	14,110	(207,830)	(193,720)
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Total Community and Economy	4,196,160	8,231,360	(4,223,390)	4,007,970
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CORPORATE SERVICES AND HUMAN RESOURCES

Service	2017/18 Net Expenditure £	2018/19 Operational Expenditure £	2018/19 Income £	2018/19 Net Expenditure £
Representing Local Interest	251,580	260,210	(100)	260,110
Service Manager - Corporate and Human Resources	85,530	86,260	-	86,260
Committee Services	143,250	144,670	-	144,670
Corporate Policy Making	4,640	4,640	-	4,640
Public Accountability Chief Executive	190	-	-	-
Electoral Registration	139,250	142,750	(1,500)	141,250
District Council Elections	7,420	7,220	-	7,220
Communications-Postages	80,330	80,220	-	80,220
Human Resources	141,180	139,940	(90)	139,850
Facilities Administration	112,840	108,110	-	108,110
Administrative Offices	187,820	232,180	(62,510)	169,670
Sussex Training Partnership	(250)	-3,850	(4,400)	(8,250)
Individual Electoral Registration	(25,000)	-	(25,000)	(25,000)
Total Corporate Services and Human Resources	1,128,780	1,202,350	(93,600)	1,108,750

CORPORATE CORE AND EXECUTIVE DIRECTORS

	2017/18	2018/19	2018/19	2018/19
	Net	Operational	Income	Net
	Expenditure	Expenditure	Income	Expenditure
	£	£	£	£
Service				
Communications	57,000	50,810	-	50,810
Emergency Planning	31,750	32,240	-	32,240
Internal Audit	139,800	143,620	-	143,620
Legal Services	265,790	265,600	-	265,600
Strategic Management Team	343,660	347,580	(130)	347,450
Joint Waste Procurement	36,600	41,790	(27,870)	13,920
Joint Waste Contract Client Unit	(58,100)	(44,430)	-	(44,430)
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Total Corporate Core and Executive Directors	816,500	837,210	(28,000)	809,210
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ENVIRONMENTAL SERVICES

Service	2017/18 Net Expenditure £	2018/19 Operational Expenditure £	2018/19 Income £	2018/19 Net Expenditure £
Community Safety	16,510	16,070	-	16,070
Crime and Disorder Initiatives	21,880	31,750	(23,450)	8,300
Food Hygiene/Water Purity/IDC	10,510	136,220	(900)	135,320
Pollution	149,520	308,650	(8,000)	300,650
Pest and Canine Control	13,560	61,490	(10,000)	51,490
Animal Welfare	60	1,180	-	1,180
Health and Safety/Swimming Pools	3,980	90,320	-	90,320
Alcohol Licensing	(82,690)	63,500	(87,000)	(23,500)
Taxi and Private Hire Licences	(68,720)	59,440	(83,000)	(23,560)
Licences and Registration	(29,300)	69,400	(35,000)	34,400
Caravan Licences and Travellers	16,210	29,460	-	29,460
Environmental Administration Account	24,580	17,190	-	17,190
Service Manager - Environmental Services	44,060	8,610	-	8,610
Licensing Team	166,880	-	-	-
Food and Safety Team	297,460	-	-	-
Watercourses, Ditches and Drains	3,970	3,960	-	3,960
Total Environmental Services	550,080	897,240	(247,350)	649,890

FINANCE AND WELFARE

	2017/18 Net Expenditure £	2018/19 Operational Expenditure £	2018/19 Income £	2018/19 Net Expenditure £
Service				
Housing Needs - Housing Benefit	181,940	420,340	(226,950)	193,390
Homelessness and Prevention	1,310	-	-	-
Housing Needs - Universal Credit	-	155,000	(40,000)	115,000
Housing Administration Account	371,810	375,550	-	375,550
Housing Loans Account	-	25,000	(25,000)	-
Reliefs and Benefits - Housing Benefit	(419,770)	24,167,650	(24,502,020)	(334,370)
Care in the Community	5,250	5,100	-	5,100
Other Apportionable Overheads	125,550	111,000	-	111,000
Treasury Management	8,500	8,500	-	8,500
Public Accountability - Resources	3,590	6,000	-	6,000
Risk Management and Self Insurance	4,500	210,030	(210,030)	-
Procurement Strategy	25,010	25,000	-	25,000
Unapportionable Central Overheads	616,300	667,740	-	667,740
Revenue and Benefits	1,217,990	1,300,020	-	1,300,020
Cost of Collection	(246,240)	179,470	(319,000)	(139,530)
Reliefs and Benefits - Council Tax	84,080	95,800	(12,580)	83,220
Grants and Subscriptions	219,320	140,300	-	140,300
Benefit Fraud Investigation	(12,150)	-	(12,290)	(12,290)
Financial Services	312,440	337,690	(200)	337,490
Service Manager - Finance and Welfare	96,730	97,510	-	97,510
Internal Drainage Board Levies	122,000	122,000	-	122,000
Temporary Homeless Accommodation	-	134,320	-	134,320
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Total Finance and Welfare	2,718,160	28,584,020	(25,348,070)	3,235,950
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ICT AND CUSTOMER SERVICES

	2017/18 Net Expenditure £	2018/19 Operational Expenditure £	2018/19 Income £	2018/19 Net Expenditure £
Service				
E-Government	21,670	21,500	-	21,500
NLPG E-Government	(7,880)	-	(11,000)	(11,000)
Bexhill Help and Advice Centre	3,930	-	-	-
Battle Help and Advice Centre	19,000	19,550	-	19,550
Rye Help and Advice Centre	11,590	11,350	-	11,350
Customer Services and Development Contact Centre	471,260 1,470	485,000 -	- -	485,000 -
Service Manager - ICT and Customer Services	108,910	132,250	(22,000)	110,250
Computer Services	846,420	844,330	(5,000)	839,330
Printing Services	(9,550)	87,720	(65,200)	22,520
Stationery	(5,860)	-	-	-
Communications - Telephones	139,060	110,000	-	110,000
Business Improvement	256,280	252,410	-	252,410
Total ICT and Customer Services	1,856,300	1,964,110	(103,200)	1,860,910

STRATEGY AND PLANNING DEVELOPMENT

Service	2017/18 Net Expenditure £	2018/19 Operational Expenditure £	2018/19 Income £	2018/19 Net Expenditure £
General Planning Expenses	4,730	8,230	-	8,230
Planning Business Support	232,740	220,490	-	220,490
Planning Applications	66,750	840,050	(785,500)	54,550
Service Manager - Strategy and Planning	85,470	86,310	-	86,310
Planning Complaints, Compliance and Enforcement	128,160	134,260	-	134,260
Planning Appeals	4,360	4,500	-	4,500
Planning Policy	303,110	366,600	-	366,600
Planning Enquiries	(48,380)	8,000	(60,000)	(52,000)
Conservation and Preservation	10,170	11,200	-	11,200
Planning E-Government	6,130	4,000	-	4,000
Local Development Framework	150,000	150,000	-	150,000
Building Control Dangerous Structures	49,000	51,530	-	51,530
Local Land Charges	(93,560)	146,280	(242,000)	(95,720)
Total Strategy and Planning Development	898,680	2,031,450	(1,087,500)	943,950

CAPITAL PROGRAMME 2018/2019 TO 2021/2022

Project	2018/2019 Estimate £	2019/2020 Estimate £	2020/2021 Estimate £
COMMUNITY AND ECONOMY			
Community Grants	130,000	130,000	130,000
De La Warr Pavilion - Capital Grant	52,000	0	0
Land Swap re Former High School Site	1,085,000	0	0
Bexhill Leisure Centre	2,190,000	0	0
New Bins	13,000	13,000	0
Beach Huts	95,000	0	0
Property Investment Strategy	4,000,000	10,000,000	20,000,000
Community Lead Housing Schemes	390,000	0	0
Sidley Sports and Recreation	300,000	0	0
East Parade - Project A	295,000	0	0
East Parade - Project D	8,000	0	0
Total - Community and Economy	8,558,000	10,143,000	20,130,000
CORPORATE SERVICE AND HUMAN RESOURCES			
Corporate Document Image Processing System	50,000	0	0
Total - Corporate Services and Human Resources	50,000	0	0
CORPORATE CORE AND EXECUTIVE DIRECTORS			
Corporate Document Image Processing System	203,000	0	0
Total - Corporate Core and Executive Directors	203,000	0	0
FINANCE AND WELFARE			
Disabled Facilities Grants	791,000	0	0
Enterprise Resource Planning System Upgrade	36,000	0	0
Total - Finance and Welfare	827,000	0	0
ICT AND CUSTOMER SERVICES			
IT Essential Maintenance Programme	166,000	0	0
Rother 20/20 ICT Investment	458,000	0	0
Total - ICT and Customer Services	624,000	0	0
Total Capital Programme	10,262,000	10,143,000	20,130,000

CAPITAL PROGRAMME 2018/2019 TO 2021/2022

	2018/2019 Estimate £	2019/2020 Estimate £	2020/2021 Estimate £
FINANCED BY:			
Capital Receipts	3,057,000	0	0
Borrowing	4,845,000	10,000,000	20,000,000
Capital Expenditure Charged to Revenue	2,360,000	143,000	130,000
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Total Financing	10,262,000	10,143,000	20,130,000
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ADDITIONAL INFORMATION 2018/2019: RESERVES

Reserve	Balance as at 31 March 2018	Transfers Out	Balance as at 31 March 2019
Community and Economy			
Economic Development Reserve	29,656		29,656
Repairs and Renewals Reserve	1,416,771	(23,000)	1,393,771
Grants Reserve	1,539,680	(1,206,000)	333,680
Strategy and Planning			
Planning Improvement and LDF Reserve	70,636		70,636
Finance and Welfare			
Affordable Housing Reserve	920,537		920,537
Homelessness Reserve	126,929		126,929
Housing Benefit Subsidy Reserve	54,990		54,990
Corporate Reserve			
Risk Management Reserve	146,678		146,678
Interest Equalisation Reserve	922,493		922,493
Corporate Plan Projects Reserve	539,806		539,806
Resetting Reserve (Invest to Save)	217,618		217,618
Corporate Development Reserve	1,429,985		1,429,985
New Homes Bonus Scheme Reserve	1,049,746		1,049,746
Business Rates Equalisation	1,121,000		1,121,000
Medium Term Financial Strategy	5,614,924	(1,443,000)	4,171,924
General Fund Balance	1,000,000		1,000,000
Estimated Balance as at 31 March 2018	16,201,449	(2,672,000)	13,529,449

ADDITIONAL INFORMATION 2018/2019: RESERVES

Explanation of Reserves

Reserve	Purpose
Medium Term Financial Strategy	A reserve created to help the Council meet our agreed objectives not just now but moving into the future. It is primarily aligned with the Council's Corporate Plan but can also be used to respond to pressures and uncertainties of the current financial climate.
Economic Development	A reserve created to fund one off research, investigation and projects that relate to the economic development of the Rother area.
Risk Management	A reserve to meet expenditure under excess arising from insurance claims.
Interest Equalisation	A reserve created in advance of the financial crisis to deal with unexpected falls in investment income.
Repair and Renewals	A reserve to fund expected repairs and renewals of the Council's assets.
Corporate Plan Projects	A reserve to fund projects outlined in the Council's Corporate Plan.
Affordable Housing	A reserve to subsidise social housing providers capital projects relating to the provision of new affordable housing.
Corporate Development	A reserve funding a variety of Council provided services supporting among others Tourism, Economic Development, Democratic Engagement, Staff and Member Training etc.
Planning Improvement and LDF	A reserve supporting the development and maintenance of the Council's long term Planning Strategy.
Housing Benefit Subsidy Reserve	A reserve for meeting fluctuations in housing benefit subsidy recovered.
Homelessness	A reserve to support the prevention of homelessness.
New Homes Bonus Scheme Reserve	A reserve created to help the council manage the expected decline in NHB from 2018/19.
Business Rates Equalisation	A reserve created to address the volatility in business rate income year to year. The Council needs to build a substantial reserve to protect the General Fund for the possible impact of the business rate revaluation in 2017 where it is predicted that rating appeals could be substantial.
Resetting Reserve (Invest to Save)	As part of the Council's service resetting programme a number of reserves have been released to meet one-off costs in securing on-going savings.

ADDITIONAL INFORMATION 2018/2019: GROSS AND NET REVENUE EXPENDITURE

	2018/2019 Gross Expenditure £	2018/2019 Gross Income £	2018/2019 Net Expenditure £
CABINET APPROVED REVENUE BUDGETS			
Community and Economy	8,231,360	4,223,390	4,007,970
Corporate Services and Human Resources	1,202,350	93,600	1,108,750
Corporate Core and Executive Directors	837,210	28,000	809,210
Environmental Services	897,240	247,350	649,890
Finance and Welfare	28,584,020	25,348,070	3,235,950
ICT and Customer Services	1,964,110	103,200	1,860,910
Strategy and Planning Development	2,031,450	1,087,500	943,950
	<hr/>	<hr/>	<hr/>
Total Service Spending and Income	43,747,740	31,131,110	12,616,630
Savings 2020 exercise	-	296,726	(296,726)
Interest and Investment Income	-	362,000	(362,000)
Capital Expenditure Charged to Revenue	2,360,000	-	2,360,000
	<hr/>	<hr/>	<hr/>
Total Budgets Approved by Cabinet	46,107,740	31,789,836	14,317,904
Add: Parish Council Precepts	-	-	1,548,817
	<hr/>	<hr/>	<hr/>
Total Council Revenue Budget Requirement 2018/2019	46,107,740	31,789,836	15,866,721
Amounts to be taken into Account Under Local Government Act 1998 Section 97(4)			
Less: Collection Fund (Surplus)/Deficit			(5,323)
Less: New Homes Bonus			(714,306)
Less: Revenue Support Grant			(72,506)
Less: Business Rate Retention			(2,947,402)
Less: Non Specific Revenue Grants			(614,800)
Less: Contribution from Earmarked Reserves			(2,672,000)
			<hr/>
Council Tax Requirement 2018/2019 (Rother & Parishes)			8,840,384
			<hr/> <hr/>

ADDITIONAL INFORMATION 2018/2019: SPECIAL EXPENSES

Rother has decided that the costs of the functions shown below are special expenses to be charged only on the areas of Bexhill and Rye. These functions are provided elsewhere in the District by a Parish or Town Council. The costs are added to the local precept of each area for the calculation of Council Tax.

Heading	£
Bexhill	
Bexhill Parks and Games	673,110
Bexhill Allotments	2,720
Christmas Lighting	15,000
Bexhill Museum	9,540
Bus Shelters	14,660
Bexhill Town Forum	4,270
Less: Savings Target	(54,300)
	665,000
Rye	
Rye Parks and Games	50,680
Christmas Lighting	1,500
Rye Museum	640
Bus Shelters	340
Less: Savings Target	(3,160)
	50,000
	715,000

Notes:

1. Capital charges attributed to the above services are not charged as special expenses
2. All Parish Council precepts on the General Fund are Special Expenses chargeable only on the originating Parish

ADDITIONAL INFORMATION 2018/2019: CALCULATION OF COUNCIL TAX BY AREA

LOCAL TAX AREA	LOCAL PRECEPT £	LOCAL TAX BASE no.	LOCAL COUNCIL TAX £	ROTHER COUNCIL TAX £	SX POLICE COUNCIL TAX £	FIRE BRIGADE COUNCIL TAX £	ESCC COUNCIL TAX £	TOTAL COUNCIL TAX £
Bexhill (note 1)	679,125	16,421.43	41.36	174.32	165.91	91.00	1,393.11	1,865.70
Ashburnham & Penhurst	12,000	196.02	61.22	174.32	165.91	91.00	1,393.11	1,885.56
Battle	349,000	2,704.96	129.02	174.32	165.91	91.00	1,393.11	1,953.36
Beckley	23,000	538.98	42.67	174.32	165.91	91.00	1,393.11	1,867.01
Bodiam	9,300	159.09	58.46	174.32	165.91	91.00	1,393.11	1,882.80
Brede	31,116	859.32	36.21	174.32	165.91	91.00	1,393.11	1,860.55
Brightling	7,160	203.03	35.27	174.32	165.91	91.00	1,393.11	1,859.61
Burwash	40,462	1,274.67	31.74	174.32	165.91	91.00	1,393.11	1,856.08
Camber	66,930	682.76	98.03	174.32	165.91	91.00	1,393.11	1,922.37
Catsfield	22,500	351.45	64.02	174.32	165.91	91.00	1,393.11	1,888.36
Crowhurst	27,919	363.99	76.70	174.32	165.91	91.00	1,393.11	1,901.04
Dallington	8,435	174.20	48.42	174.32	165.91	91.00	1,393.11	1,872.76
East Guldeford	0	31.90	0.00	174.32	165.91	91.00	1,393.11	1,824.34
Etchingham	46,000	410.11	112.17	174.32	165.91	91.00	1,393.11	1,936.51
Ewhurst	64,623	539.08	119.88	174.32	165.91	91.00	1,393.11	1,944.22
Fairlight	47,000	896.16	52.45	174.32	165.91	91.00	1,393.11	1,876.79
Guestling	8,096	607.12	13.33	174.32	165.91	91.00	1,393.11	1,837.67
Hurst Green	43,135	589.14	73.22	174.32	165.91	91.00	1,393.11	1,897.56
Icklesham	108,051	1,227.86	88.00	174.32	165.91	91.00	1,393.11	1,912.34
Iden	14,000	241.84	57.89	174.32	165.91	91.00	1,393.11	1,882.23
Mountfield	13,100	202.24	64.77	174.32	165.91	91.00	1,393.11	1,889.11
Northiam	50,000	1,010.02	49.50	174.32	165.91	91.00	1,393.11	1,873.84
Peasmarsh	30,800	507.08	60.74	174.32	165.91	91.00	1,393.11	1,885.08
Pett	23,000	469.46	48.99	174.32	165.91	91.00	1,393.11	1,873.33
Playden	5,000	159.88	31.27	174.32	165.91	91.00	1,393.11	1,855.61
Rye Foreign	2,000	171.33	11.67	174.32	165.91	91.00	1,393.11	1,836.01
Salehurst	95,560	1,028.98	92.87	174.32	165.91	91.00	1,393.11	1,917.21
Sedlescombe	47,734	659.85	72.34	174.32	165.91	91.00	1,393.11	1,896.68
Ticehurst	138,050	1,654.36	83.45	174.32	165.91	91.00	1,393.11	1,907.79
Udimore	4,200	183.08	22.94	174.32	165.91	91.00	1,393.11	1,847.28
Westfield	36,000	1,107.58	32.50	174.32	165.91	91.00	1,393.11	1,856.84
Whatlington	7,600	162.44	46.79	174.32	165.91	91.00	1,393.11	1,871.13
Rye (note 2)	202,921	1,937.57	104.73	174.32	165.91	91.00	1,393.11	1,929.07

Note 1

Bexhill local precept shown above comprises

Bexhill Charter Trustees Precept	14,125
Bexhill Special Expenses	665,000
	679,125
	679,125

Note 2

Rye local precept shown above comprises

Rye Town Council Precept	152,921
Rye Special Expenses	50,000
	202,921
	202,921

ADDITIONAL INFORMATION 2018/2019: COUNCIL TAX BY AREA AND BAND

Band D Tax multiplied by LOCAL TAX AREA	6/9 gives	7/9 gives	8/9 gives		11/9 gives	13/9 gives	15/9 gives	18/9 gives
	BAND A COUNCIL TAX £	BAND B COUNCIL TAX £	BAND C COUNCIL TAX £	BAND D COUNCIL TAX £	BAND E COUNCIL TAX £	BAND F COUNCIL TAX £	BAND G COUNCIL TAX £	BAND H COUNCIL TAX £
Bexhill	1,243.80	1,451.10	1,658.40	1,865.70	2,280.30	2,694.90	3,109.50	3,731.40
Ashburnham & Penhurst	1,257.04	1,466.55	1,676.06	1,885.56	2,304.57	2,723.59	3,142.60	3,771.12
Battle	1,302.24	1,519.28	1,736.32	1,953.36	2,387.44	2,821.52	3,255.60	3,906.72
Beckley	1,244.68	1,452.12	1,659.57	1,867.01	2,281.90	2,696.79	3,111.69	3,734.02
Bodiam	1,255.20	1,464.40	1,673.60	1,882.80	2,301.20	2,719.60	3,138.00	3,765.60
Brede	1,240.37	1,447.09	1,653.83	1,860.55	2,274.01	2,687.46	3,100.92	3,721.10
Brightling	1,239.74	1,446.36	1,652.99	1,859.61	2,272.86	2,686.11	3,099.35	3,719.22
Burwash	1,237.39	1,443.62	1,649.85	1,856.08	2,268.54	2,681.01	3,093.47	3,712.16
Camber	1,281.58	1,495.18	1,708.78	1,922.37	2,349.56	2,776.76	3,203.95	3,844.74
Catsfield	1,258.91	1,468.72	1,678.55	1,888.36	2,308.00	2,727.63	3,147.27	3,776.72
Crowhurst	1,267.36	1,478.59	1,689.82	1,901.04	2,323.49	2,745.95	3,168.40	3,802.08
Dallington	1,248.51	1,456.59	1,664.68	1,872.76	2,288.93	2,705.10	3,121.27	3,745.52
East Guldeford	1,216.23	1,418.93	1,621.64	1,824.34	2,229.75	2,635.16	3,040.57	3,648.68
Etchingham	1,291.01	1,506.17	1,721.35	1,936.51	2,366.85	2,797.18	3,227.52	3,873.02
Ewhurst	1,296.15	1,512.17	1,728.20	1,944.22	2,376.27	2,808.32	3,240.37	3,888.44
Fairlight	1,251.20	1,459.72	1,668.26	1,876.79	2,293.86	2,710.92	3,127.99	3,753.58
Guestling	1,225.12	1,429.30	1,633.49	1,837.67	2,246.04	2,654.41	3,062.79	3,675.34
Hurst Green	1,265.04	1,475.88	1,686.72	1,897.56	2,319.24	2,740.92	3,162.60	3,795.12
Icklesham	1,274.90	1,487.37	1,699.86	1,912.34	2,337.31	2,762.27	3,187.24	3,824.68
Iden	1,254.82	1,463.96	1,673.10	1,882.23	2,300.50	2,718.78	3,137.05	3,764.46
Mountfield	1,259.41	1,469.31	1,679.21	1,889.11	2,308.91	2,728.72	3,148.52	3,778.22
Northiam	1,249.23	1,457.43	1,665.64	1,873.84	2,290.25	2,706.66	3,123.07	3,747.68
Peasmarsh	1,256.72	1,466.17	1,675.63	1,885.08	2,303.99	2,722.90	3,141.80	3,770.16
Pett	1,248.89	1,457.03	1,665.19	1,873.33	2,289.63	2,705.92	3,122.22	3,746.66
Playden	1,237.08	1,443.25	1,649.44	1,855.61	2,267.97	2,680.33	3,092.69	3,711.22
Rye Foreign	1,224.01	1,428.01	1,632.01	1,836.01	2,244.01	2,652.02	3,060.02	3,672.02
Salehurst	1,278.14	1,491.16	1,704.19	1,917.21	2,343.26	2,769.31	3,195.35	3,834.42
Sedlescombe	1,264.46	1,475.19	1,685.94	1,896.68	2,318.17	2,739.65	3,161.14	3,793.36
Ticehurst	1,271.86	1,483.84	1,695.82	1,907.79	2,331.74	2,755.70	3,179.65	3,815.58
Udimore	1,231.52	1,436.77	1,642.03	1,847.28	2,257.79	2,668.30	3,078.80	3,694.56
Westfield	1,237.90	1,444.21	1,650.53	1,856.84	2,269.47	2,682.10	3,094.74	3,713.68
Whatlington	1,247.42	1,455.32	1,663.23	1,871.13	2,286.94	2,702.75	3,118.55	3,742.26
Rye	1,286.05	1,500.38	1,714.73	1,929.07	2,357.76	2,786.44	3,215.12	3,858.14

Audit

The formal review of activities by people or agencies not otherwise responsible for those activities. Originally used for the periodic review of financial transactions but now increasingly used also for any independent review, usually ad hoc, of any activities.

Band "D" Equivalentents

This term relates to one of the Council Tax valuation bands (see Council Tax). The bands "A" to "C" and E to "H" are weighted to the equivalent of Band "D". This derived Band "D" equivalent is used as a basis for calculating the Council Tax.

Best Value

This is the duty (implied but may be made statutory) which local authorities owe to their stakeholders to provide relevant, cost effective services.

Billing Authority

This is an authority such as Rother which is responsible for collecting the Council Tax and the Non Domestic Rates.

Budget

A statement of Rother's plans for revenue or capital expenditure over a specified period of time. The annual budget is prepared as part of the Council's annual Council Tax setting process.

Capital Charges

This is a depreciation charge for the use of tangible and intangible fixed assets. Capital charges are borne by the service revenue accounts, but reversed out to ensure they have no impact on the level of Council Tax.

Capital Expenditure

This is expenditure on the acquisition of assets, or expenditure which adds to and not merely maintains the value of an existing asset. The Local Government Act 2003 defines capital expenditure as 'expenditure that falls to be capitalised under proper practices'. In practice the Council follows the various regulations issued by the Government and the Accounting Code of Practice. Expenditure outside this definition must be charged to the Revenue Account. A fixed asset is one which generally yields benefits to the local authority for a period exceeding one year.

Capital Finance

This is the raising of money to pay for capital expenditure, for example by borrowing, leasing, capital receipts, revenue or grants.

Capital Programme

This outlines the capital schemes that the Authority proposes to undertake over a set time; Rother has a three year capital programme.

Capital Receipts

These are monies received from the sale of fixed assets.

Centrally Managed Costs

These are made up of administrative buildings and office services

Collection Fund

This fund is administered by each billing authority and all proceeds from the Council Tax are paid into the fund to meet the net budget requirements of the County Council, Police Authority, District and Parish Councils for the area.

Council Tax

Council Tax is paid on most residential properties in a local authority's area. Properties are valued within eight valuation bands (A-H).

Council Tax Reduction Scheme

Introduced in April 2013, this locally defined scheme helps those on low incomes to meet their Council Tax. It replaced the Council Tax Benefit scheme.

External Interest

External Interest consists of payments to financial institutions in respect of interest incurred on borrowing undertaken to fund the activities of the authority.

Non Current Assets

These are tangible, intangible and infrastructure assets that yield benefit to local authorities and the services it provides for more than one year.

Growth

An increase in expenditure not due to inflation.

Housing Benefits

An allowance to persons on low or no income to meet either the whole or part of their rent. Benefit is allowed or paid by local authorities but Central Government refunds part of the cost of the benefits and contributes to the administrative costs of the service.

National Non Domestic Rates

These are paid on commercial, business and non residential properties. The Government determines the level, although the Council is responsible for its billing and collection. From 2013/14 the Council will retain part of the business rates it collects based on a formula set by Government. The balance is part to the Government, East Sussex County Council and East Sussex Fire and Rescue Authority.

Other Apportionable Overheads

These are costs which are of a necessity and/or benefit to most services and include bank charges, Audit Commission fees, pre-printed cheques and the costs associated with the Data Protection Act. Where it is not possible to identify the main beneficiary of the cost then a pro rata basis of apportionment is made.

Precept

This is the levy made by precepting authorities (such as East Sussex County Council, Sussex Police and Crime Commissioner and the Fire Authority) on a billing authority (Rother District Council), requiring the latter to collect.

Provisions, Reserves and Balances

These are amounts set aside in one year to cover expenditure in the future. Provisions are for liabilities or losses which are likely or certain to be incurred, but the amounts or the dates on which they will arise are uncertain. Reserves are amounts set aside which do not fall within the definition of provisions and include general balances which every authority must maintain as a matter of prudence.

Recharges

The local authority accounting code of practice requires that all support costs be fully recharged to services.

Revenue Expenditure

This is expenditure on the day to day running of the authority, for example staff costs, premises related expenditure, transport and supplies and services.

Revenue Support Grant (RSG)

This is a grant paid by Central Government in support of general net revenue expenditure. The amount is calculated to make up the difference between an area's formula spending share and the sum of resources obtained from National Non Domestic Rates and the Council Tax.

Service Level Agreement (SLA)

An agreement made between the Council and an external service provider e.g. Citizens Advice Bureau, in addition to agreements made between services within the Council, which state the price and specifications of the support service by one to another.

Supplies and Services

Equipment and materials, protective clothing, office furniture, advertising and publications, fees for professional services.

Support Services

Computer services, financial services, legal services, personnel services, property management, office services, and office accommodation.

Total Costs

The principle that all unit costs and other comparable costs should include apportionments of all overheads and support service costs.

Virement

This is the permission to spend more on one budget head when this is matched by a corresponding reduction on some other budget head. Virements must be properly authorised by the appropriate Committee or by officers under delegated powers.

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