

# **BUDGET BOOK**

## **2019/2020**



GENERAL FUND  
HOUSING REVENUE ACCOUNT  
CAPITAL PROGRAMME

**GENERAL FUND REVENUE ACCOUNT BUDGET SUMMARY 2019/2020**

|                                                    | <b>2018/2019</b>     |                  | <b>2019/2020</b>     |
|----------------------------------------------------|----------------------|------------------|----------------------|
|                                                    | <b>Annual Budget</b> | <b>Movement</b>  | <b>Annual Budget</b> |
|                                                    | <b>£</b>             | <b>£</b>         | <b>£</b>             |
| Cabinet                                            | 4,455,903            | 408,127          | 4,864,030            |
| Community                                          | 2,927,657            | 598,401          | 3,526,058            |
| Economy                                            | (637,410)            | 171,330          | (466,080)            |
| Environment                                        | 2,400,680            | 334,370          | 2,735,050            |
| Homes                                              | 979,890              | 189,190          | 1,169,080            |
| <b>TOTAL NET DIRECT COST OF SERVICES</b>           | <b>10,126,720</b>    | <b>1,701,418</b> | <b>11,828,138</b>    |
| Net recharge to HRA                                | (1,447,160)          | (123,950)        | (1,571,110)          |
| Provision for the financing of capital spending    | 395,570              | (62,290)         | 333,280              |
| <b>NET COST OF SERVICES</b>                        | <b>9,075,130</b>     | <b>1,515,178</b> | <b>10,590,308</b>    |
| PWLB Bank Loan Interest Payable                    |                      |                  |                      |
| Finance Lease Interest Payable                     | 41,370               | 3,050            | 44,420               |
| Interest from Funding provided for HRA             | (49,000)             | -                | (49,000)             |
| Interest Receivable / Payable on Other Activities  | 147,000              | 20,580           | 167,580              |
| Interest Received on Investments                   | (305,540)            | (137,000)        | (442,540)            |
| Transfers into Earmarked Reserves                  | 2,188,020            | 79,343           | 2,267,363            |
| Transfers from Earmarked Reserves                  | (886,100)            | (1,259,950)      | (2,146,050)          |
| Proposed Contribution from New Homes Bonus Reserve | (221,850)            | (31,500)         | (253,350)            |
| <b>TOTAL BUDGETED EXPENDITURE</b>                  | <b>9,989,030</b>     | <b>189,701</b>   | <b>10,178,731</b>    |
| <b>Funded by: -</b>                                |                      |                  |                      |
| Revenue Support Grant                              | (179,260)            | 179,260          | -                    |
| Rural Services Delivery Grant                      | (374,510)            | (92,185)         | (466,695)            |
| New Homes Bonus                                    | (1,121,250)          | (122,253)        | (1,243,503)          |
| BR Levy Re-distribution                            | -                    | (33,408)         | (33,408)             |
| Retained Business Rates                            | (2,744,437)          | (469,160)        | (3,213,597)          |
| Business Rates Deficit                             | 64,437               | 714,469          | 778,906              |
| Business Rates Pooling Dividend                    | -                    | (100,000)        | (100,000)            |
| CTS Funding Parishes                               | 16,920               | (16,920)         | -                    |
| Collection Fund Surplus                            | (50,520)             | (20,810)         | (71,330)             |
| Council Tax (28,596.50 x £203.84)                  | (5,600,410)          | (228,694)        | (5,829,104)          |
| <b>TOTAL FUNDING</b>                               | <b>(9,989,030)</b>   | <b>(189,701)</b> | <b>(10,178,731)</b>  |
| <b>REQUIREMENT TO BALANCE THE BUDGET</b>           | <b>-</b>             | <b>-</b>         | <b>-</b>             |

**GENERAL FUND REVENUE ACCOUNT BUDGET SUMMARY**  
**2019/2020**

|                                          | Code | 2018/2019         |                  | 2019/2020         |
|------------------------------------------|------|-------------------|------------------|-------------------|
|                                          |      | Annual Budget     | Movement         | Annual Budget     |
|                                          |      | £                 | £                | £                 |
| Employee Cost                            | 1000 | 13,191,560        | 785,998          | 13,977,558        |
| Premises                                 | 2000 | 1,968,280         | 472,370          | 2,440,650         |
| Transport                                | 3000 | 1,000,780         | 22,250           | 1,023,030         |
| Cost Of Goods And Services               | 4000 | 22,146,390        | (1,250,130)      | 20,896,260        |
| Income                                   | 7000 | (28,180,290)      | 1,670,930        | (26,509,360)      |
| <b>TOTAL NET DIRECT COST OF SERVICES</b> |      | <b>10,126,720</b> | <b>1,701,418</b> | <b>11,828,138</b> |

**GENERAL FUND REVENUE ACCOUNT BUDGET SUMMARY 2019/2020**

**PDG SERVICE UNIT MOVEMENTS**

| <b>Direct Costs Detail</b>  |                               | <b>2018/2019</b> | <b>2019/2020</b> | <b>Movement</b> | <b>+/- %</b> |
|-----------------------------|-------------------------------|------------------|------------------|-----------------|--------------|
|                             |                               | <b>Annual</b>    | <b>Annual</b>    |                 |              |
|                             |                               | <b>Budget</b>    | <b>Budget</b>    |                 |              |
|                             |                               | <b>£</b>         | <b>£</b>         | <b>£</b>        |              |
| <b><u>Cabinet</u></b>       |                               |                  |                  |                 |              |
| SCM01                       | Leadership Team               | 469,370          | 485,280          | 15,910          | 3.4%         |
| SCM02                       | Corporate Functions           | 83,550           | 83,810           | 260             | 0.3%         |
| SCM03                       | Corporate Fees/Charges        | 207,340          | 217,990          | 10,650          | 5.1%         |
| SCM06                       | Pension Backfunding           | 890,060          | 909,440          | 19,380          | 2.2%         |
| SFP01                       | Accountancy Services          | 361,230          | 411,470          | 50,240          | 13.9%        |
| SFP02                       | Internal Audit                | 89,100           | 92,100           | 3,000           | 3.4%         |
| SFP03                       | Procurement                   | 74,330           | 111,400          | 37,070          | 49.9%        |
| SFP04                       | Purchase Ledger               | 46,210           | 46,990           | 780             | 1.7%         |
| SFP05                       | Sales Ledger                  | 44,550           | 45,360           | 810             | 1.8%         |
| SHR01                       | Human Resources               | 284,600          | 329,580          | 44,980          | 15.8%        |
| SHR02                       | MDDC Staff Training           | 33,380           | 33,040           | (340)           | -1.0%        |
| SHR03                       | Payroll                       | 58,890           | 56,300           | (2,590)         | -4.4%        |
| SHR04                       | Learning And Development      | 62,760           | 46,170           | (16,590)        | -26.4%       |
| SIT01                       | IT Gazetteer Management       | 70,310           | 70,580           | 270             | 0.4%         |
| SIT03                       | IT Information Technology     | 796,943          | 902,030          | 105,087         | 13.2%        |
| SLD01                       | Electoral Registration        | 146,260          | 197,020          | 50,760          | 34.7%        |
| SLD02                       | Democratic Rep And Management | 466,240          | 477,680          | 11,440          | 2.5%         |
| SLD04                       | Legal Services                | 270,780          | 347,790          | 77,010          | 28.4%        |
|                             |                               | <b>4,455,903</b> | <b>4,864,030</b> | <b>408,127</b>  | <b>9.2%</b>  |
| <b><u>Community PDG</u></b> |                               |                  |                  |                 |              |
| SCD01                       | Community Development         | 87,530           | 87,500           | (30)            | 0.0%         |
| SCS20                       | Customer Services Admin       | 107,230          | 110,360          | 3,130           | 2.9%         |
| SCS22                       | Customer First                | 671,157          | 660,150          | (11,007)        | -1.6%        |
| SES01                       | Emergency Planning            | 7,880            | 8,280            | 400             | 5.1%         |
| SES04                       | Public Health                 | 4,090            | 4,090            | 0               | 0.0%         |
| SES11                       | Pool Cara                     | (590)            | 0                | 590             | -100.0%      |
| SES16                       | ES Staff Units/Recharges      | 681,610          | 760,700          | 79,090          | 11.6%        |
| SES17                       | Community Safety              | 520              | 6,350            | 5,830           | 1121.2%      |
| SES18                       | Food Safety                   | (17,870)         | (21,140)         | (3,270)         | 18.3%        |
| SES21                       | Licensing                     | (7,340)          | (3,250)          | 4,090           | -55.7%       |
| SES22                       | Pest Control                  | 4,000            | 5,000            | 1,000           | 25.0%        |
| SES23                       | Pollution Reduction           | 550              | (720)            | (1,270)         | -230.9%      |
| SPR01                       | Building Regulations          | (8,790)          | 3,400            | 12,190          | -138.7%      |
| SPR02                       | Enforcement                   | 101,650          | 105,820          | 4,170           | 4.1%         |
| SPR03                       | Development Control           | 44,230           | 330,710          | 286,480         | 647.7%       |
| SPR04                       | Local Land Charges            | (30,200)         | (20,530)         | 9,670           | -32.0%       |
| SPR09                       | Forward Planning              | 249,340          | 252,520          | 3,180           | 1.3%         |
| SPR11                       | Regional Planning             | 348,940          | 116,000          | (232,940)       | -66.8%       |
| SRB01                       | Collection Of Council Tax     | 238,470          | 294,730          | 56,260          | 23.6%        |
| SRB02                       | Collection Of Business Rates  | (100,870)        | (102,250)        | (1,380)         | 1.4%         |
| SRB03                       | Housing Benefit Admin & Fraud | 171,920          | 177,740          | 5,820           | 3.4%         |
| SRB04                       | Housing Benefit Subsidy       | (45,000)         | (45,000)         | 0               | 0.0%         |
| SRB06                       | Debt Recovery                 | 98,380           | 105,180          | 6,800           | 6.9%         |
| SRS01                       | Recreation And Sport          | 320,820          | 690,418          | 369,598         | 115.2%       |
|                             |                               | <b>2,927,657</b> | <b>3,526,058</b> | <b>598,401</b>  | <b>20.4%</b> |

| <b>Direct Costs Detail</b>    |                                | <b>2018/2019</b>     | <b>2019/2020</b>     | <b>Movement</b>  | <b>+/- %</b>  |
|-------------------------------|--------------------------------|----------------------|----------------------|------------------|---------------|
|                               |                                | <b>Annual Budget</b> | <b>Annual Budget</b> |                  |               |
|                               |                                | <b>£</b>             | <b>£</b>             | <b>£</b>         |               |
| <b><u>Economy PDG</u></b>     |                                |                      |                      |                  |               |
| SCD02                         | Economic Development - Markets | 53,760               | 50,180               | (3,580)          | -6.7%         |
| SCP01                         | Parking Services               | (561,200)            | (531,710)            | 29,490           | -5.3%         |
| SES03                         | Community Safety - C.C.T.V.    | (1,950)              | 2,310                | 4,260            | -218.5%       |
| SPR06                         | Economic Development           | 421,930              | 444,000              | 22,070           | 5.2%          |
| SPS12                         | GF Properties Shops / Flats    | (549,950)            | (430,860)            | 119,090          | -21.7%        |
|                               |                                | <b>(637,410)</b>     | <b>(466,080)</b>     | <b>171,330</b>   | <b>-26.9%</b> |
| <b><u>Environment PDG</u></b> |                                |                      |                      |                  |               |
| SES02                         | Cemeteries                     | (74,060)             | (86,540)             | (12,480)         | 16.9%         |
| SES05                         | Open Spaces                    | 103,920              | 91,800               | (12,120)         | -11.7%        |
| SGM01                         | Grounds Maintenance            | 576,870              | 633,740              | 56,870           | 9.9%          |
| SPS01                         | Asset Management               | 0                    | 30,000               | 30,000           | N/A           |
| SPS03                         | Flood Defence And Land Drain   | 26,430               | 26,430               | 0                | 0.0%          |
| SPS04                         | Street Naming & Numbering      | 7,420                | 7,560                | 140              | 1.9%          |
| SPS07                         | Public Transport               | (13,220)             | (13,220)             | 0                | 0.0%          |
| SPS11                         | Public Conveniences            | 51,630               | 61,800               | 10,170           | 19.7%         |
| SWS01                         | Street Cleansing               | 385,160              | 483,130              | 97,970           | 25.4%         |
| SWS02                         | Waste Collection               | 370,210              | 369,210              | (1,000)          | -0.3%         |
| SWS03                         | Recycling                      | 689,880              | 824,550              | 134,670          | 19.5%         |
| SWS04                         | Waste Management               | 276,440              | 306,590              | 30,150           | 10.9%         |
|                               |                                | <b>2,400,680</b>     | <b>2,735,050</b>     | <b>334,370</b>   | <b>13.9%</b>  |
| <b><u>Homes PDG</u></b>       |                                |                      |                      |                  |               |
| SES15                         | Private Sector Housing Grants  | (22,610)             | (6,070)              | 16,540           | -73.2%        |
| SHG03                         | Homelessness Accommodation     | 195,400              | 212,630              | 17,230           | 8.8%          |
| SPS05                         | Administration Buildings       | 229,360              | 257,790              | 28,430           | 12.4%         |
| SPS06                         | MDDC Depots                    | 58,120               | 38,040               | (20,080)         | -34.5%        |
| SPS08                         | Office Building Cleaning       | 63,990               | 65,980               | 1,990            | 3.1%          |
| SPS09                         | Property Services Staff Unit   | 455,630              | 600,710              | 145,080          | 31.8%         |
|                               |                                | <b>979,890</b>       | <b>1,169,080</b>     | <b>189,190</b>   | <b>19.3%</b>  |
| <b>GRAND TOTAL</b>            |                                | <b>10,126,720</b>    | <b>11,828,138</b>    | <b>1,701,418</b> | <b>16.80%</b> |

**HOUSING REVENUE ACCOUNT BUDGET SUMMARY 2019/2020**

| Description                              | Code | 2018/2019          |                  | 2019/2020          |
|------------------------------------------|------|--------------------|------------------|--------------------|
|                                          |      | Annual Budget      | Movement         | Annual Budget      |
|                                          |      | £                  | £                | £                  |
| Employee Cost                            | 1000 | 2,409,300          | 212,250          | 2,621,550          |
| Premises                                 | 2000 | 187,970            | 6,800            | 194,770            |
| Transport                                | 3000 | 224,840            | 41,670           | 266,510            |
| Cost Of Goods And Services               | 4000 | 7,891,170          | (532,990)        | 7,358,180          |
| Income                                   | 7000 | (13,151,700)       | 162,330          | (12,989,370)       |
| <b>TOTAL NET DIRECT COST OF SERVICES</b> |      | <b>(2,438,420)</b> | <b>(109,940)</b> | <b>(2,548,360)</b> |
| Net recharge to HRA                      | 5000 | 1,447,160          | 123,950          | 1,571,110          |
| Capital Charges                          | 6000 | 991,260            | (14,010)         | 977,250            |
| <b>NET BUDGET</b>                        |      | -                  | -                | -                  |

| <b><u>Direct Costs Detail</u></b>               |                               | <b>2018/2019</b>     | <b>2019/2020</b>     | <b>Movement</b>  | <b>+/- %</b> |
|-------------------------------------------------|-------------------------------|----------------------|----------------------|------------------|--------------|
|                                                 |                               | <b>Annual Budget</b> | <b>Annual Budget</b> |                  |              |
|                                                 |                               | <b>£</b>             | <b>£</b>             | <b>£</b>         |              |
| <b><u>Income</u></b>                            |                               |                      |                      |                  |              |
| SHO01                                           | Dwelling Rents Inc            | (12,118,490)         | (11,977,170)         | 141,320          | -1.2%        |
| SHO04                                           | Non Dwelling Rents Inc        | (584,130)            | (564,870)            | 19,260           | -3.3%        |
| SHO07                                           | Leaseholders' Ch For Serv     | (21,640)             | (21,640)             | -                | 0.0%         |
| SHO08                                           | Contributions Towards Exp     | (41,470)             | (27,720)             | 13,750           | -33.2%       |
| SHO10                                           | H.R.A. Investment Income      | (59,000)             | (83,000)             | (24,000)         | 40.7%        |
| SHO11                                           | Misc. Income                  | (19,350)             | (7,350)              | 12,000           | -62.0%       |
| <b><u>Services</u></b>                          |                               |                      |                      |                  |              |
| SHO13A                                          | Repairs & Maintenance         | 3,120,450            | 3,174,000            | 53,550           | 1.7%         |
| SHO17A                                          | Housing & Tenancy Services    | 1,415,540            | 1,732,360            | 316,820          | 22.4%        |
| <b><u>Accounting entries below the line</u></b> |                               |                      |                      |                  |              |
| SHO29                                           | Bad Debt Provision            | 25,000               | 53,000               | 28,000           | 112.0%       |
| SHO30                                           | Share Of Corp And Dem         | 194,590              | 199,100              | 4,510            | 2.3%         |
| SHO32                                           | H.R.A. Interest Payable       | 1,165,610            | 1,178,580            | 12,970           | 1.1%         |
| SHO34                                           | H.R.A. Trf To/From EMR        | 2,448,470            | 1,676,350            | (772,120)        | -31.5%       |
| SHO36                                           | H.R.A. R.C.C.O.               | 130,000              | -                    | (130,000)        | -100.0%      |
| SHO37                                           | Capital Receipts Res Adj      | (26,000)             | (26,000)             | -                | 0.0%         |
| SHO38                                           | Major Repairs Allowance       | 2,101,000            | 2,285,000            | 184,000          | 8.8%         |
| SHO45                                           | Renewable Energy Transactions | (169,000)            | (139,000)            | 30,000           | -17.8%       |
| <b>NET DIRECT TOTAL</b>                         |                               | <b>(2,438,420)</b>   | <b>(2,548,360)</b>   | <b>(109,940)</b> | <b>4.5%</b>  |

## CAPITAL PROGRAMME 2019/2020

**Budgeted  
Capital  
Programme  
2019/2020  
£k**

### **Estates Management**

#### **Leisure - Site Specific**

##### **Exe Valley Leisure Centre**

|                                               |    |
|-----------------------------------------------|----|
| Spinning Room - New window - improve light    | 20 |
| Leisure Spinning Bike Replacement - all sites | 60 |

##### **Culm Valley Sports Centre**

|                             |     |
|-----------------------------|-----|
| Fitness Gym Kit Replacement | 185 |
|-----------------------------|-----|

**Total** 265

### **Other MDDC Buildings**

#### **MSCP Improvements**

|                           |    |
|---------------------------|----|
| MSCP - Top Deck surfacing | 70 |
|---------------------------|----|

#### **MDDC Depot sites**

|                                      |    |
|--------------------------------------|----|
| Carlu Close - Air Conditioning Units | 25 |
| Carlu Close - Interceptor Upgrade    | 30 |
| Carlu Close - Solar PV Options       | 20 |

#### **Cemeteries**

|                                              |    |
|----------------------------------------------|----|
| Tiverton Cemetery - Infrastructure Extension | 80 |
|----------------------------------------------|----|

#### **Other Projects**

|                                                  |     |
|--------------------------------------------------|-----|
| Land Drainage Flood Defence Schemes              | 25  |
| Homeless Emergency Shelter Options Project       | 75  |
| Tiverton Town Centre - Street Scene Improvements | 100 |



**\* General Fund Development Schemes**

|                                |              |
|--------------------------------|--------------|
| Tiverton Redevelopment Project | 1,200        |
| <b>Total</b>                   | <b>1,625</b> |

\* All developments schemes are subject to acceptable business case

**Economic Development Schemes**

|                                   |            |
|-----------------------------------|------------|
| * Hydro Mills Electricity Project | <b>680</b> |
|-----------------------------------|------------|

\* All Economic Development schemes are subject to acceptable business case

**ICT Projects**

|                                                                                                                        |            |
|------------------------------------------------------------------------------------------------------------------------|------------|
| UPS Power supplies refresh                                                                                             | 25         |
| Continuous replacement/Upgrade of WAN/LAN (networking hardware switches)                                               | 100        |
| Replacement of servers and storage hardware that provide the VMWare Virtual Server environment and associated systems. |            |
| Licensing System replacement                                                                                           | 80         |
| Replacement Access Database - Property Services                                                                        | 100        |
| <b>Total</b>                                                                                                           | <b>305</b> |

**Affordable Housing Projects**

|                                                                             |            |
|-----------------------------------------------------------------------------|------------|
| Grants to housing associations to provide houses (covered by Commuted Sums) | 117        |
| <b>Total</b>                                                                | <b>117</b> |

**Private Sector Housing Grants**

|                                     |            |
|-------------------------------------|------------|
| Empty homes and enforcement         | 108        |
| Disabled Facilities Grants—P/Sector | 562        |
| <b>Total</b>                        | <b>670</b> |

|                                    |              |
|------------------------------------|--------------|
| <b>Total General Fund Projects</b> | <b>3,662</b> |
|------------------------------------|--------------|

## Other General Fund Development Projects

### Housing Schemes

|                                                |              |
|------------------------------------------------|--------------|
| Waddeton Park - 75 Affordable Homes            | 2,000        |
| Land acquisition for operational needs         | 600          |
| <b>Total Other General Fund Projects</b>       | <b>2,600</b> |
| <b>Grand Total Other General Fund Projects</b> | <b>6,262</b> |

### HRA Projects

#### Existing Housing Stock

|                                        |       |
|----------------------------------------|-------|
| Major repairs to Housing Stock         | 2,285 |
| Renewable Energy Fund                  | 250   |
| Home Adaptations - Disabled Facilities | 300   |

#### \* Housing Development Schemes

|                                                                                        |       |
|----------------------------------------------------------------------------------------|-------|
| Replace end of life HRA Assets                                                         | 2,000 |
| Council Housing building schemes to be identified                                      | 2,000 |
| * Proposed Council house building / industrial units schemes subject to full appraisal |       |

**Total HRA Projects** **6,835**

#### Other HRA Development Projects

##### Housing Schemes

|                            |       |
|----------------------------|-------|
| Round Hill Tiverton - Site | 1,500 |
|----------------------------|-------|

**Grand Total HRA Projects** **8,335**

**Grand Total of General Fund and HRA Projects** **14,597**

## FUNDING

### GENERAL FUND

2019/2020  
£k

#### EXISTING FUNDS

|                                     |                     |
|-------------------------------------|---------------------|
| Capital Grants Unapplied Reserve    | 951                 |
| Capital Receipts Reserve            | 31                  |
| New Homes Bonus (NHB) Funding       | 592                 |
| Other Earmarked Reserves            | 288                 |
| Other Funding                       | 600                 |
| <b>Sub Total for Existing Funds</b> | <b><u>2,462</u></b> |

#### NEW FUNDS

|                                        |                     |
|----------------------------------------|---------------------|
| Borrowing from Public Works Loan Board | 3,800               |
| <b>Sub Total Borrowing</b>             | <b><u>3,800</u></b> |

**TOTAL GENERAL FUND FUNDING** **6,262**

### HOUSING REVENUE ACCOUNT

2019/2020  
£k

#### EXISTING FUNDS

|                                                  |                     |
|--------------------------------------------------|---------------------|
| Capital Receipts Reserve                         | 1,065               |
| New Homes Bonus (NHB) Funding                    | 21                  |
| Housing Revenue Account Housing Maintenance Fund | 2,000               |
| Other Housing Earmarked Reserves                 | 2,607               |
| <b>Sub Total for Existing Funds</b>              | <b><u>5,693</u></b> |

#### NEW FUNDS

|                                        |                     |
|----------------------------------------|---------------------|
| Borrowing from Public Works Loan Board | 2,642               |
| <b>Sub Total Borrowing</b>             | <b><u>2,642</u></b> |

**TOTAL HOUSING REVENUE ACCOUNT FUNDING** **8,335**

**MDDC GRAND TOTAL FUNDING** **14,597**