



# 2020/21 BUDGET & PRECEPT

TOWN COUNCIL MEETING

REPORT 10/20

10 FEBRUARY 2020

The purpose of this report is to summarise the Town Council's anticipated expenditure for the financial year 2020/21 and provide the basis for the formal adoption of a Budget for that year and the setting of the related Precept.

## No. DETAIL

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### 1) BACKGROUND

- a) A letter from the Isle of Wight Council's Director of Finance and Section 151 Officer Chris Ward of 17 January 2020 requests the Island's 33 Town and Parish Councils to submit their Precept requirement for 2020/21 by 21 February 2020.
  - b) The letter also sets out the calculations for the Local Council Tax Support Scheme (LCTS) grant due to the Town Council for 2020-21 of £2,587 (the same as the current year) that is in addition to the Precept the Town Council sets for the year.
  - c) The letter also sets the Town's Council Tax Base for 2020/21 at 2,563.7, a slight reduction from the current year's 2,563.9.
  - d) The tax base is the calculated number of Band D rate households from which Council Tax is predicted to be collected and is the number by which the total precept is divided to show the cost to the Band D tax payer.
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### 3) DRAFT BUDGET FOR FINANCIAL YEAR 2020/21

- a) The draft Budget attached to this Report indicates a total anticipated expenditure for the financial year 2020/21 of £489,391.
  - b) Income from activities totalling £126,565 together with the grant from the Isle of Wight Council through the LCTS and the decrease in the Council Tax Base mean that the amount needed from the Precept is £360,589 compared with £340,294 in the current year.
  - c) This additional £20,295 represents an increase of 5.97% and increases the cost to Band D households by £7.93 for the year.
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### 4) RECOMMENDATION

The Town Council is recommended to:

- i) adopt the Draft Budget as presented with this Report;
  - ii) confirm its Precept-related Budget for 2020/21 to be £489,391;
  - iii) set the Precept income to fund it at £360,589 together with the LCTS grant of £2,587 from the Isle of Wight Council;
  - iv) authorise the Town Clerk to inform the Isle of Wight Council accordingly.
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# Draft Budget 2020/21 Version 4

	1	2	3	4	5	6	7	8	9	10
	2019/20 budget	Predicted outcome	Variance	2019/20 Precept Budget	Predicted 2020/21 costs	Income	Precept Budget 2020/21	+/- 2019/20 Precept Budget	Decrease on 2019/20	Increase on 2019/20
Administration salaries	79,974	79,974	-	79,974	82,409	-	82,409	2,435	-	2,435
<b>Overheads</b>										
4 Office stationery	1,000	650	350	1,000	600		600	- 400	- 400	-
5 Office equipment	250	250	-	250	250		250	-	-	-
6 Photocopier costs	3,500	3,500	-	3,500	3,000		3,000	- 500	- 500	-
7 Affiliation Fees	1,250	1,000	250	1,250	1,250		1,100	- 150	- 150	-
8 Insurance	7,000	7,500	- 500	5,250	7,500		7,500	2,250	-	2,250
9 Telecomms	1,000	1,000	-	1,000	1,100		1,100	100	-	100
10 Audit Fee	1,350	1,350	-	1,350	1,700		1,700	350	-	350
11 Bank Charges	500	430	70	500	500		500	-	-	-
12 Newsletter and Website	1,250	1,200	50	1,250	1,250		1,250	-	-	-
13 Legal & Professional Fees	1,000	1,000	-	1,000	1,000		1,000	-	-	-
14 Member Training	200	75	125	200	200		200	-	-	-
15 Cleaning	1,500	1,500	-	1,500	1,600		1,600	100	-	100
16 Maintenance	3,000	4,250	- 1,250	3,000	4,000		4,000	1,000	-	1,000
17 Van	3,500	4,000	- 500	3,500	4,000		4,000	500	-	500
18 Office + Room Rent	10,750	10,750	-	10,750	10,750		10,750	-	-	-
19 Miscellaneous	2,000	5,000	- 3,000	2,000	2,500		2,500	500	-	500
<b>Overheads total</b>	<b>39,050</b>	<b>43,455</b>	<b>- 4,405</b>	<b>37,300</b>	<b>41,200</b>	<b>0</b>	<b>41,050</b>	<b>3,750</b>	<b>- 1,050</b>	<b>4,800</b>
<b>Infrastructure</b>										
20 Town Clocks	-	-	-	-	100		100	100	-	100
21 Metrological Honorarium	600	600	-	600	600		600	-	-	-
22 Spring Hill Gardens	1,550	1,000	550	1,550	1,900		1,900	350	-	350
23 Cascde Garden water supply							500	500	-	500
24 Putting Green Kiosk Costs	3,000	3,500	- 500			3,500	- 3,500	- 3,500	- 3,500	-
25 Floral Ventnor	2,000	-	2,000	2,000	1,000		1,000	- 1,000	- 1,000	-
26 Public Toilets	40,000	40,081	- 81	40,000	40,000		40,000	-	-	-
27 Shore Road Toilets Refub	13,000	13,125	- 125	6,500			-	- 6,500	- 6,500	-
28 Paddling Pool	5,500	5,149	351	5,500	5,500		5,500	-	-	-
29 Outfit	750	750	-	750	750		750	-	-	-
30 Sea Breeze Park	750	750	-	750	750		750	-	-	-
31 Grounds Maintenance	26,965	26,935	30	26,965	26,965		26,965	-	-	-
32 Ventnor Library	18,000	18,000	-	18,000	18,000		18,000	-	-	-
33 Ventnor Central	2,500	7,000	- 4,500	2,000	2,500		2,500	500	-	500
34 Beach Cleaning	6,500	6,867	- 367	4,770	6,500	1,730	4,770	-	-	-
35 Car Parks	24,900	24,900	-		28,900	28,900	-	-	-	-
<b>Infrastructure total</b>	<b>146,015</b>	<b>148,657</b>	<b>- 2,642</b>	<b>109,385</b>	<b>133,465</b>	<b>34,130</b>	<b>99,835</b>	<b>- 9,550</b>	<b>- 11,000</b>	<b>1,450</b>
<b>Projects</b>										
36 Beach Safety	8,000	8,900	- 900	8,000	8,000		8,000	-	-	-
37 No 31 Bus	20,000	21,000	- 1,000	8,000	9,360	6,560	2,800	- 5,200	- 5,200	-
38 Ventnor Flags					3,000		3,000	3,000	-	3,000
39 Warmer Ventnor Project	2,500	3,800	- 1,300	2,500	2,500		2,500	-	-	-
40 Economic Development	25,000	26,000	- 1,000	25,000	26,000		26,000	1,000	-	1,000
41 Community Development	32,500	37,000	- 4,500	32,500	35,000		35,000	2,500	-	2,500
42 Youth Service	27,500	28,000	- 500	22,500	27,500	5,000	22,500	-	-	-
43 Boniface Fields	20,000	20,000	-	12,000	7,500	10,000	- 2,500	- 14,500	- 14,500	-
44 Family Voice	3,000	-	3,000	3,000	3,000		3,000	-	-	-
45 Ventnor Park	7,500	7,000	500	7,500	31,000	2,000	29,000	21,500	-	21,500
46 Salisbury Gardens	51,622	51,051	571	16,778	53,422	68,875	- 15,453	1,325	-	1,325
47 New Public Toilet					9,035		9,035	9,035	-	9,035
48 Town Centre Improvement					5,000		5,000	5,000	-	5,000
<b>Total Projects</b>	<b>197,622</b>	<b>202,751</b>	<b>- 5,129</b>	<b>104,222</b>	<b>220,317</b>	<b>92,435</b>	<b>127,882</b>	<b>23,660</b>	<b>- 19,700</b>	<b>43,360</b>
50 Contingency	12,000	7,500	4,500	12,000	12,000		12,000	-	-	-
<b>Totals</b>	<b>474,661</b>	<b>482,337</b>	<b>- 7,676</b>	<b>342,881</b>	<b>489,391</b>	<b>126,565</b>	<b>363,176</b>	<b>20,295</b>	<b>- 31,750</b>	<b>52,045</b>
<b>Expenditure Budget 2019/20</b>	<b>474,661</b>						<b>489,391</b>			<b>14,730</b>
<b>Precept Budget 2019/20</b>	<b>342,881</b>						<b>363,176</b>			<b>20,295</b>
<b>Less Grant</b>	<b>2,587</b>						<b>2,587</b>			<b>-</b>
<b>Precept Requirement</b>	<b>340,294</b>						<b>360,589</b>			<b>20,295</b>
<b>Council Tax Base</b>	<b>2,563.9</b>						<b>2,563.7</b>			<b>- 0.2</b>
<b>Per Band D household</b>	<b>£ 132.73</b>						<b>£ 140.65</b>			<b>£ 7.93</b>
										<b>% increase 5.97%</b>