

THE EXECUTIVE'S FINAL BUDGET PROPOSALS 2013-14

The Executive's final budget proposals are contained in:

- Table A - Medium Term Revenue Budget Strategy;
- Table B - Revenue Budget 2013-14 And Change From 2012-13;
- Table C - Capital Budget 2013-14;
- Table Ch - Prudential and Treasury Indicators.

The following details follow the requirements of the Budget Procedure Rules:-

(i) **if the Council has adopted a budget strategy, whether the proposed annual budget conforms to that strategy, and details of any departures**

The proposed budget has been developed within the Executive's Budget Statement and Strategy presented at Executive meeting 3 December 2012. This is now updated for the Medium Term Revenue Budget Strategy at Table A.

(ii) **the proposed Council Tax for the year**

The proposed Council Tax is a figure of £939.15 at Band D, an increase of 5% on 2012-13. The Police and Crime Commissioner North Wales has agreed an increase of 4.0% in its precept. The precept of the Town or Community Council brings the total increase to taxpayers to 4.8%.

(iii) **any proposed transfers to or from financial reserves**

An amount of £500k is to be transferred into general balances to ensure that balances remain at an adequate level following a projected reduction in general balances as a result of an overspend in 2012-13.

(iv) **a summary of proposed expenditure by service**

This is given in Table B for the revenue budget and Table C for the capital budget.

(v) **details of significant changes to service delivery implied by the budget**

Significant changes are expected in 2013-14. The budget has been set in line with the Corporate Plan and the Improvement Priorities. Money has also been set aside for investment in Energy Island to assist in preparing for the changes.

Given the scale of savings required, there will be an expectation across a number of services that the way they are delivered will change.

Resources for schools have been protected in line with Welsh Government expectations and additional capacity has been prioritised for children's services which will give the function the ability to respond in accordance with statutory responsibilities and the additional pressures on the service.

During 2013-14, to deliver efficiency savings, Education, Adult Social Care, Leisure and Libraries will be undergoing a service redesign and reconfiguration, which will result in a change to the way services are delivered. This will potentially have an impact on both current and new service users.

Building up capacity within the corporate centre in 2013-14 ensured that sufficient and relevant support was given to the organisation to aid in the provision of value for money services. This has created a more flexible structure, able to provide timely advice and guidance to service areas, to help achieve their objectives. However, the introduction of new systems and the use of better technology and assets, should deliver efficiency savings in this area during 2013-14.

(vi) the extent to which the proposals take account of reports of Committees

The final proposals were drawn up after consultation with Scrutiny Committees and take account of their response. They also take account of decisions of the Appointments and Pay and Grading Panel.

(vii) the extent to which the proposals take account of any consultation that has been undertaken

The proposals follow consultation on the budget proposals as follows:-

- Commissioners, Shadow Executive and Executive throughout the budget process;
- Elected members and Commissioners, through three separate workshop sessions in August and December 2012 and January 2013;
- Scrutiny Committees at their January/February 2013 meetings;
- Schools Forum on 3 December 2012 and 4 February 2013;
- Voluntary Sector Liaison Committee - 19 January 2013;
- Town and Community Councils - 29 January 2013;
- Economic Regeneration Partnership – 7 February 2013.

(viii) details of any other significant differences between the initial and final proposals

The main differences between initial and final proposals are:

- the adoption of £2.860m savings proposals from a total of £3.977m;
- the adoption of £384k of growth proposals from a total of £863k.

1	The Process Contingency of £500k has been allocated to cover the following: a) a reduction of £250k in savings previously programmed in the Affordable Priorities Programme for 2013-14, in respect of residential care home fees, and b) an increase of £250k in the amount allowed for the forecast pressures for Looked After Children, from £600k to 850k.
2	Following the late changes that have been made to the implementation of Welfare Reform, the amount estimated to be required to cover the cost of increased service demand resulting from the changes, in Social Care and in Housing, has been reduced by £150k.
3	One of the service specific contingencies has been reduced by £50k.
4	There is a minor change to the Levies line, which has reduced by £3k.
5	Also, as a result of the late changes to the implementation of Welfare Reform, it is estimated that the Council will benefit by a net increase in the amount of Council Tax collectable of £156k.
6	The Improvement Contingency is to be used to fund expenditure on the Education Improvement Board and other spending related directly to the improvement of services, and the description shown has been amended to clarify this.
7	A reduction of £125k in the savings previously programmed in the Affordable Priorities Programme in respect of staff car allowances.
8	Adjustments within Corporate and Democratic Costs, reducing the total by £135k.

(ix) **the Executive's proposals for virement provisions during the year**

These are detailed formally in the proposed budget resolution.

(x) **proposals for borrowing**

The proposals for borrowing and investment are contained in the separate report by the Head of Function (Resources) and Prudential Indicators as in Table Ch.

(xi) **any other statutory matters to be decided by the full Council**

See the report of the Head of Function (Resources).

TABLE A

PROPOSED MEDIUM TERM REVENUE BUDGET STRATEGY

	2013-14 £m	2014-15 £m	2015-16 £m
Previous Year Budget	125.6	128.2	130.4
Schools Inflation and Protection	0.8	0.5	0.5
Cost Increases	1.5	2.6	2.6
Demographic Changes	0.6	0.5	0.5
Capital financing and Interest	0.1	0.1	0.1
Financing unsupported borrowing	0.0	0.2	0.4
Salary & Grading Review	-0.4	1.3	0.7
Investing in change	1.5	-0.1	-0.3
Contribution to balances	0.5	-0.5	0.0
Identified Pressures	1.0	-	-
New Priorities	0.4	0.7	1.0
Savings	-2.9	-	-
Funding Gap	-	-3.1	-4.0
Total	128.2	130.4	131.9
Funded by WAG funding	100.2	101.0	101.0
Council Tax	28.0	29.4	30.9
	128.2	130.4	131.9

TABLE B

**ISLE OF ANGLESEY COUNTY COUNCIL
REVENUE BUDGET 2013/14
EXECUTIVE'S FINAL PROPOSALS**

DEPARTMENT	FINAL PROPOSED BUDGET 2013/14 £'000
Lifelong Learning	47,678
Education Service	47,060
Youth Services	618
Communities	31,804
Social Services (including Mòn Care Services)	27,976
Housing Service	924
Leisure & Culture Services	2,904
Deputy Chief Executive	8,106
Senior Management	925
Finance Service	2,425
Information Communication Technology Service	1,685
Audit Service	230
Policy Service	622
HR Service (including central & professional training)	705
Committee and Legal Services	1,514
Sustainable Development	21,366
Economic Development Service	1,555
Planning and Public Protection Service	2,519
Property Service	1,840
Highways and Transportation Service	8,030
Waste Service	7,422
DEPARTMENTAL TOTAL	108,954
Corporate and Democratic Costs	2,034
Council Tax Support Scheme	5,283
Levies	3,220
Capital Financing and Interest	7,185
Contributions from Outside Accounts	-358
Outcome Agreement	-355
Outcome Agreement Grant	-545
Improvement and Education Recovery Board Contingency	190
Earmarked Funding	2,550
Investing in the Cost of Change	500
Salary and Grading Review	450
Senior Management Arrangements contingency	0
Severance Contingency	1,000
Specific Contingency	600
Unallocated contingency	-521
Unallocated contingencies	
Increased income targets	-166
Unallocated savings	-355
Contributions to/ (from) Balances and Reserves	500
General Balances	500
Reserves	
BUDGET REQUIREMENT	128,492
Discretionary Rate Relief	50
GRAND TOTAL	128,542
FUNDED BY	
Revenue Support Grant	78,203
National Non Domestic Rate Pool	22,024
Special Grant	458
Council Tax	27,857
TOTAL	128,542

Tabl C

Cyllideb Cyfalaf 2013/14 gydag ymrwymadau hyd at 2015/16
Cynigion Terfynol y Pwllgor Gwaith

Table C

Capital Budget 2013/14 with Commitments to 2015/16
Executive's Final Proposals

Mae'r cynlluniau sy'n ymddangos mewn print italig ar sail dros dro ac yn amodol ar gadarnhad

Projects shown in italics are included on a provisional basis and are subject to confirmation

	Llithro Slippage 2012/13 £'000	Cyllideb Budget 2013/14 £'000	Ymrwymadau Commitments 2014/15 £'000	Ymrwymadau Commitments 2015/16 £'000	
GWASANAETH					SERVICE
Addysg					Education
Ysgolion - Adnewyddu		700	400		Schools - Refurbishment
Ysgol Gynradd Newydd - Caergybi	llg	545	4,500	2,500	wg New Primary School - Holyhead
Ysgol y Bont - adleoli	llg 1,900	4,500			wg Relocation of School - Ysgol Y Bont
Dechrau'n Deg Ehangu Rhaglen Gyfalaf	llg	550	750		wg Flying Start Capital Expansion Programme
Is-gyfanswm		6,295	5,650	2,500	Sub-Total
Cynllunio					Planning
Grant PEG	llg	455			wg PEG standalone grant
Is-gyfanswm		455	0	0	Sub-Total
Gwastraff					Waste
Safle Ailgyrchu Gwastraff Domestig (Arall)		500	500		Household Waste Recycling Centre (Other)
Is-gyfanswm		500	500	0	Sub-Total
Datblygu Economaidd					Economic Development
Astudiaethau Dichonolrwydd Cyfalaf	200				Capital Feasibility Studies
Cyllido Partneriaeth	200	70			Partnership Funding
Cydgyllido cynllun Cyfenter	170	70			Matchfunding Cyfenter Scheme
Isadeiledd Strategol ar Ynys Môn - Safleoedd ac Adeiladau	scec	300	1,700		wefo Strategic Infrastructure on Anglesey - Sites and Premises
Is-gyfanswm		440	1,700	0	Sub-Total
Priffyrdd a Thrafnidiaeth					Highways and Transportation
Ffyrdd (gan gynnwys grant)		200			Roads (including grant)
Priffyrdd -arall		300			Highways - other
Menter Benthycu Llywodraeth Leol	llg	1,800	1,800		wg Local Government Borrowing Initiative
Cerbydau	100	150			Vehicles
Is-gyfanswm		2,450	1,800	0	Sub-Total

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Eiddo					Property
Mynediad i'r Anabl i Adeiladau Cyhoeddus	100	200	200		Disabled Access to Public Buildings
Rheoli Risg Adeiladau a Chynnal Strwythurol	100	450			Buildings Risk Management & Structural Maintenance
Māddaliadau (rhaglen wedi ei hamgáu)	dc	250			<i>cr Smallholdings (Ringfenced programme)</i>
Is-gyfanswm		900	200	0	Sub-Total
Corfforaethol					Corporate
Offer / TGCh		150			Equipment / ICT
Is-gyfanswm		150	0	0	Sub-Total
I'w Ddyrannu					To be allocated
Cyllid Cyfatebol/Adfywio	735				Match funding/ Regeneration
Cronfa wrth gefn – Gwelliannau Hamdden	195				Leisure Improvements Reserve
Offer / TGCh heb ei ddyrannu	100				Unallocated Equipment / ICT
Astudiaethau Dichonolrwydd - Cyffredinol	466				Feasibility Studies - General
Rhaglen Rhesymoli Asedau	1,270	850			Asset Rationalisation Programme
Heb ei ddyrannu	1,000				Unallocated
Darpariaeth benthyca digefnogaeth		1,000			Unsupported borrowing contingency
Adfywio Ffisegol (Cydyfeiriant)		2,000	900		Physical Regeneration (Convergence)
Is-gyfanswm		3,850	900	0	Sub-Total
Cyfanswm - Cyffredinol		15,040	10,750	2,500	Total - General
Adnoddau Cyffredinol					General Resources
Cyllid Cyfalaf Cyffredinol		2,540	1,005		General Capital Funding
Benthyca digefnogaeth		1,000			Unsupported Borrowing
Benthyca digefnogaeth (derbyniadau cyfalaf gohiriedig) - Ysgol y Bont		1,300			Unsupported Borrowing (delayed capital receipts) Ysgol y Bont
Benthyca digefnogaeth (derbyniadau cyfalaf gohiriedig) - Ysgol newydd Caerbybi		248	2,250		Unsupported Borrowing (delayed capital receipts) New School Holyhead
Menter Benthyca Llywodraeth Leol		1,800	1,800		Local Government Borrowing Initiative
Grantiau Ewrop		2,000	2,195		European Grants
Grantiau/Cyfraniadau Eraill		4,802	3,000	1,250	Other Grants / Contributions
Derbyniadau Cyfalaf		850		1,250	Capital Receipts
Refeniw/Cronfeydd wrth Gefn		500	500		Revenue / Reserves
Cyfanswm Adnoddau Cyffredinol		15,040	10,750	2,500	Total General Resources

Tabl C

Cyllideb Cyfalaf 2013/14 gydag ymrwymiadau hyd at 2015/16
Cynigion Terfynol y Pwllgor Gwaith

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	Llithro Slippage 2012/13 £'000	Cyllideb Budget 2013/14 £'000	Ymrwymiadau Commitments 2014/15 £'000	Ymrwymiadau Commitments 2015/16 £'000	
Tai					Housing
Tai Sector Gyhoeddus : Rhaglen Gyfalaf y Gronfa Refeniw Tai		4,948	500		Public Sector Housing : Housing Revenue Account Capital Programme
Cynlluniau Tai Sector Preifat: Grantiau Tai Sector Preifat a Chynlluniau Benthycu Cynlluniau Tai Fforddiadwy		900	400		Private Sector Housing Schemes : Private Sector Housing Grants and Loans Schemes Affordable Housing Schemes
Cyfanswm Tai		5,848	900	0	Total Housing
Adnoddau Tai					Housing Resources
Cyllid Cyfalaf Cyffredinol		900	400		General Capital Funding
Lwfans Trwsio Sylweddol		2,600	500		Major Repairs Allowance
Derbyniadau Cyfalaf		575			Capital Receipts
Refeniw/Balansau		1,773			Revenue / Balances
Cyfanswm Adnoddau Tai		5,848	900	0	Total Housing Resources
CYFANSWM CYLLIDEB		20,888	11,650	2,500	TOTAL BUDGET

Cymryd yn ganiataol bydd yr holl gyllidebau derbyniadau cyfalaf 2012/13 ar gael

Assume all 2012/13 budgeted capital receipts become available

PRUDENTIAL & TREASURY INDICATORS
BUDGET SETTING 2013/14 - THE EXECUTIVE'S FINAL PROPOSALS - FEBRUARY 2013
Table Ch
No. Indicator

		2011/12	2012/13	2013/14	2014/15	2015/16
		out-turn	estimate	proposal	proposal	proposal
Affordability						
1,2	Estimates of [or actual] ratio of financing costs to net revenue stream:					
	Council Fund	5.16%	5.98%	5.19%	5.48%	5.51%
	Housing Revenue Account	14.28%	17.42%	17.68%	16.31%	14.79%
	Total	5.90%	7.08%	6.32%	6.49%	6.41%
3	Estimates of incremental impact of capital investment decisions on the Council Tax <i>for the Band D Council Tax</i>			£6.01	£31.24	£51.26
4	Estimates of incremental impact of capital investment decisions on housing rents <i>on average weekly rents</i>			£8.98	£7.83	£8.25
Prudence						
5	Net debt and the Capital Financing Requirement (CFR)	YES	✓	✓	✓	✓
	<i>Is the gross external debt < the CFR for the preceding year plus the estimates of any additional CFR for the current and the next two financial years?</i>					
Capital Expenditure		£000	£000	£000	£000	£000
6,7	Estimates of [or actual] capital expenditure					
	Council Fund	12,382	17,609	19,000	23,000	11,900
	Housing Revenue Account	9,237	8,000	4,900	4,200	4,300
	Total	21,619	25,609	23,900	27,200	16,200
8,9	Estimates of [or actual] Capital Financing Requirement					
	Council Fund	78,855	80,810	88,500	93,900	98,000
	Housing Revenue Account	21,811	24,954	23,700	22,500	21,300
	Total	100,666	105,764	112,200	116,400	119,300
External Debt		£000	£000	£000	£000	£000
10	Authorised Limit : Borrowing	115,000	123,000	122,000	126,000	129,000
	: Other long term liabilities	2,000	2,000	2,000	2,000	2,000
	: Total	117,000	125,000	124,000	128,000	131,000
11	Operational Boundary : Borrowing	110,000	118,000	117,000	121,000	124,000
	: Other long term liabilities	2,000	2,000	2,000	2,000	2,000
	: Total	112,000	120,000	119,000	123,000	126,000
12	Actual External Debt	96,103				

PRUDENTIAL & TREASURY INDICATORS
BUDGET SETTING 2013/14 - THE EXECUTIVE'S FINAL PROPOSALS - FEBRUARY 2013
Table Ch
No. Indicator
Treasury Management

		2011/12 out-turn	2012/13 estimate	2013/14 proposal	2014/15 proposal	2015/16 proposal
13	The Local Authority has adopted the CIPFA Code of Practice for Treasury Management in the Public Services	YES	✓	✓	✓	✓
		£000	£000	£000	£000	£000
14	The upper limit on fixed rate exposures: (<i>net principal outstanding</i>)	105,000	105,000	110,000	110,000	115,000
15	The upper limit on variable rate exposures: (<i>net principal outstanding</i>)	20,000	20,000	20,000	20,000	20,000
17	The limit for total principal sums invested for periods longer than 364 days					
	• to 2014/15	15,000	15,000	15,000	15,000	15,000
	• to 2016/17 within above limit	8,000	8,000	8,000	8,000	8,000
				2013/14 upper limit	2013/14 lower limit	
16	The upper and lower limits for the maturity structure of fixed rate borrowing					
	• under 12 months			20%	0%	
	• 12 months and within 24 months			20%	0%	
	• 24 months and within 5 years			50%	0%	
	• 5 years and within 10 years			75%	0%	
	• 10 years and above			100%	0%	
				no change	no change	

DANGOSYDDION PWYLLLOG A THRYSORLYS

GOSOD Y GYLLIDEB 2012/13 – CYNIGION TERFYNOL Y PWYLLGOR GWAITH - CHWEFROR 2013

Tabl Ch

Rhif Dangosydd		2011/12 Alldro	2012/13 Amcangyfrif	2013/14 Cynnig	2014/15 Cynnig	2015/16 Cynnig
Fforddiadwyaeth						
1,2	Amcangyfrif o [neu wir] gymhareb costau dyled i ffrwd refeniw net:					
	Cronfa'r Cyngor	5.16%	5.98%	5.19%	5.48%	5.51%
	Cyfrif Refeniw Tai	14.28%	17.42%	17.68%	16.31%	14.79%
	Cyfanswm	5.90%	7.08%	6.32%	6.49%	6.41%
3	Amcangyfrifon o effaith ymylol penderfyniadau buddsoddi cyfalaf ar y Dreth Gyngor			£6.01	£31.24	£51.26
	<i>y Dreth Gyngor ar fand D</i>					
4	Amcangyfrifon o effaith ymylol penderfyniadau buddsoddi cyfalaf ar Renti Tai			£8.98	£7.83	£8.25
	<i>ar gyfartaledd rhent wythnosol</i>					
Pwyll						
5	Dyled gros a'r Angen Cyllido Cyfalaf (CFR)	YDY	✓	✓	✓	✓
	<i>Ydy dyled allanol gros yn llai na'r CFR am y flwyddyn blaenorol ynghyd ag amcangyfrifon unrhyw gynnydd am y flwyddyn gyfredol a'r ddwy flynedd dilynol?</i>					
Gwariant Cyfalaf		£000	£000	£000	£000	£000
6,7	Amcangyfrif o [neu wir] Wariant Cyfalaf					
	Cronfa'r Cyngor	12,382	17,609	19,000	23,000	11,900
	Cyfrif Refeniw Tai	9,237	8,000	4,900	4,200	4,300
	Cyfanswm	21,619	25,609	23,900	27,200	16,200
8,9	Amcangyfrif o [neu wir] Angen Cyllido Cyfalaf					
	Cronfa'r Cyngor	78,855	80,810	88,500	93,900	98,000
	Cyfrif Refeniw Tai	21,811	24,954	23,700	22,500	21,300
	Cyfanswm	100,666	105,764	112,200	116,400	119,300
Dyled Allanol		£000	£000	£000	£000	£000
10	Terfyn Awdurdodedig : Benthycia	115,000	123,000	122,000	126,000	129,000
	: Ymrwymadau tymor hir eraill	2,000	2,000	2,000	2,000	2,000
	: Cyfanswm	117,000	125,000	124,000	128,000	131,000
11	Ffin Ymarferol : Benthycia	110,000	118,000	117,000	121,000	124,000
	: Ymrwymadau tymor hir eraill	2,000	2,000	2,000	2,000	2,000
	: Cyfanswm	112,000	120,000	119,000	123,000	126,000
12	Gwir Dyled Allanol	96,103				

DANGOSYDDION PWYLLLOG A THRYSORLYS
GOSOD Y GYLLIDEB 2012/13 – CYNIGION TERFYNOL Y PWYLLGOR GWAITH - CHWFROR 2013
Tabl Ch

Rhif Dangosydd		2011/12	2012/13	2013/14	2014/15	2015/16
Rheoli'r Trysorlys		Alldro	Amcangyfrif	Cynnig	Cynnig	Cynnig
13	Fod yr Awdurdod Lleol wedi mabwysiadu Cod Ymarfer Cipfa ar Reoli'r Trysorlys yn y Gwasanaethau Cyhoeddus.	YDY	✓	✓	✓	✓
		£000	£000	£000	£000	£000
14	Y terfyn uchaf ar raddfeydd sefydlog : (<i>prif-swm net neilltuol</i>)	105,000	105,000	110,000	110,000	115,000
15	Y terfyn uchaf ar raddfeydd amrywiol: (<i>prif-swm net neilltuol</i>)	20,000	20,000	20,000	20,000	20,000
17	Terfyn cyfanswm y prif-symiau a fuddsoddir am gyfnodau dros 364 diwrnod:					
	• at 2014/15	15,000	15,000	15,000	15,000	15,000
	• at 2016/17 o fewn y terfyn uchod	8,000	8,000	8,000	8,000	8,000
			2013/14 terfyn uchaf		2013/14 terfyn isaf	
16	Terfyn uchaf ac isaf ar gyfer strwythur aeddfedu y benthyca graddfa sefydlog					
	• dan 12 mis		20%	0%		
	• 12 mis ac o fewn 24 mis		20%	0%		
	• 24 mis ac o fewn 5 mlynedd		50%	0%		
	• 5 mlynedd ac o fewn 10 mlynedd		75%	0%		
	• 10 mlynedd a throsodd		100%	0%		
			dim newid	dim newid		