



LICHFIELD CITY COUNCIL DRAFT BUDGET 2022/23

The budget report is based on Council Tax level of £68.76 (for an average Band D property), an increase of £1.35 per year.

The report shows:

- Actual net expenditure 2020/21 (last year)
- Original budget for 2021/22 (current year)
- Year-end estimate for 2021/22
- Draft budget estimates 2022/23
- Balances and reserves for 2020/21, 2021/22 and 2022/23
- The Council Tax analysis for the three years

Following the report there is a detailed draft budget analysis to provide further background to members on the headline figures supplied.

Note 1: *Small reduction in overall budget despite significant inflationary pressure results from extensive work completed in 2021/22.*

Note 2/3: *Anticipated return towards normal income levels, but allowance still made for a degree of disruption due to COVID19*

Note 4: *Assumes all 2022/23 Civic events will go ahead as normal*

Note 5: *Includes £5,000 set aside for refurbishment of ageing Christmas Lights fixtures*

Note 6: *Total cost of **£192,508** To be funded from the **CAPITAL reserve** – the draft Repairs and Renewals programme is detailed at **APPENDIX 6**.*

Note 7: *Contribution to **CIL** reserve of **£93,030** – CIL income based on LDC forecast*

Note 8: *includes funding from capital reserve (note 6) and to CIL reserve (note 7) to generate overall figure*

The draft budget includes an assumed inflationary figure of 4% where applicable for expenditure, no increase in Guildhall lettings fees and a 2.5% increase in Market pitch fees (excluding Service Charge).

Also Includes 1.75% provision for 2021/22 pay award to be backdated to April 2021 on settlement at national level, and a further 2.0% provision for 2022/23. Also includes provision for employer's National Insurance increase of 1.25% for health and social care, principal councils receive government support to mitigate this increase, parish councils do not.

RECOMMENDED: *That the Council approve the Budget Estimates and Report for the 2022/23 financial year totalling **£934,928**; and that the precept for 2022/23 be set at **£835,450**.*

<u>Net Expenditure</u> SERVICE AREAS	ACTUAL 2020/21 £	BUDGET 2021/22 £	YEAR END ESTIMATE 2021/22 £	BUDGET 2022/23 £	Note
Parks and Footpaths	219,972	243,614	270,469	243,202	1
Guildhall	117,400	141,179	123,460	131,416	2
Community Centres	12,379	16,273	16,270	19,038	
Markets	55,003	33,757	11,119	6,833	3
Civic	59,810	96,189	80,970	98,003	4
Grant Aid/Partnerships	48,132	51,428	44,104	51,926	
Arts/Tourism/Twinning	54,424	67,609	77,807	74,825	5
Johnson Birthplace Museum	106,040	120,148	120,149	123,773	
Democratic Services	128,423	101,041	99,401	101,962	
Investment Interest	-8,267	-3,600	-2,050	-2,050	
Loan Charges	0	0	0	0	
Agency	-25,871	-13,604	-16,102	-13,478	
Total Service Cost	£767,445	£854,034	£825,597	£835,450	
Repairs and Renewals	127,855	156,777	179,995	192,508	6
Community Infrastructure Levy (CIL)	-10,518	0	-68,003	-93,030	7
SUB TOTALS	£884,782	£1,010,811	£937,589	£934,928	
PRECEPT	£817,890	£816,400	£816,400	£835,450	
To/(From) Balances	(£66,892)	(£194,411)	(£121,189)	(£99,478)	8

<u>Balances and Reserves</u>	ACTUAL 2020/21 £	BUDGET 2021/22 £	YEAR END ESTIMATE 2021/22 £	BUDGET 2022/23 £	
Opening Balance (1 April)	2,627,488	2,470,848	2,560,596	£2,439,407	
To/(From) balances	(66,892)	(194,411)	(121,189)	(99,478)	
Closing Balance	£2,560,596	£2,276,437	£2,439,407	£2,339,929	
<u>Closing balance held as:</u>					
Capital Reserve -Repairs/Renewals	1,730,698	1,569,674	1,550,703	1,358,195	
Grant Aid Reserve	4,240	0	11,570	11,570	
Parish Election Reserve	47,500	34,048	55,000	55,000	
CIL Reserve	35,078	43,078	103,081	196,111	
General Revenue Reserves	743,080	629,605	719,053	719,053	
TOTAL BALANCES AND RESERVES	£2,560,596	£2,276,437	£2,439,407	£2,339,929	

<u>Council Tax Analysis</u>	ACTUAL 2020/21	BUDGET 2021/22	ACTUAL 2021/22	BUDGET 2022/23	
Precept	£817,890	£816,400	£816,400	£835,450	
Apportioned Tax Base	£12,133.0	£12,110.3	£12,110.3	£12,150.2	
RESULTANT BAND D TAX	£67.41	£67.41	£67.41	£68.76	

DRAFT BUDGET 2022/23 ANALYSIS

<u>Net Expenditure</u>	ACTUAL 2020/21	BUDGET 2021/22	ESTIMATE 2021/22 YEAR END	BUDGET 2022/23
	£	£	£	£
SERVICE AREAS				
Parks and Footpaths				
Employee costs	29,027	31,254	31,263	31,838
Central administration	18,581	22,440	22,440	23,634
Contract repair/maintenance	130,597	133,555	132,355	138,975
Other repair/maintenance	38,508	52,830	82,310	45,440
Energy	5,204	5,135	4,890	5,745
Contributions	0	0	0	0
Miscellaneous income	-8	0	-1,189	-830
Burial fees income	-837	-500	-500	-500
Allotment rents	-1,100	-1,100	-1,100	-1,100
Total	219,972	243,614	270,469	243,202
Guildhall				
Employee costs	71,483	76,983	76,976	78,439
Central administration	17,940	21,666	21,666	22,819
Repair/maintenance	9,859	17,680	17,680	17,718
Energy	7,659	10,060	9,830	12,060
Rates	6,954	7,530	7,350	7,350
Supplies and Services	9,278	21,760	19,420	23,030
Lettings	-5,773	-14,500	-29,462	-30,000
Total	117,400	141,179	123,460	131,416
Community Centres				
Employee costs	5,480	5,902	5,899	6,014
Central administration	1,922	2,321	2,321	2,444
Boley Hall	1,055	2,210	2,210	2,645
Curborough	2,127	2,210	2,210	2,645
Cruck House	0	1,420	1,420	2,645
Darwin Hall	1,795	2,210	2,210	2,645
Total	12,379	16,273	16,270	19,038
Markets				
Employee costs	45,387	48,879	34,691	49,803
Central administration	11,533	13,928	13,928	14,670
Repair/Maintenance	900	2,310	3,500	2,310
Energy	1,509	1,430	1,430	1,710
Rates and Water	20,614	21,320	20,820	20,820
Supplies & Services	16,410	18,650	31,420	12,230
Misc. lettings	-6,484	-5,000	-16,200	-12,960
Friday market income	-10,048	-20,000	-26,120	-27,800
Saturday market income	-12,640	-23,000	-27,410	-27,990
Producers market income	-2,030	-2,760	-2,520	-2,960
Tuesday market income	-10,148	-22,000	-22,420	-23,000

Total	55,003	33,757	11,119	6,833
<u>Net Expenditure</u>	ACTUAL 2020/21 £	BUDGET 2021/22 £	ESTIMATE 2021/22 YEAR END £	BUDGET 2022/23 £
Civic				
<i>Employee costs</i>	42,567	45,842	45,850	46,709
<i>Central administration</i>	14,737	17,797	17,797	18,744
<i>Mayor's allowance</i>	289	3,650	3,650	3,650
<i>Sheriff's allowance</i>	10	3,150	3,150	3,150
<i>Supplies and services</i>	1,746	4,280	4,280	4,280
<i>Events</i>	454	7,210	6,210	7,210
<i>Mayor's Banquet</i>	0	1,580	0	1,580
<i>Sheriff's Ride</i>	7	12,680	33	12,680
Total	59,810	96,189	80,970	98,003
Grant Aid/Partnerships				
<i>Employee costs</i>	4,225	4,550	4,556	4,636
<i>Central administration</i>	6,407	7,738	7,738	8,150
<i>Grants to outside bodies</i>	30,360	32,000	24,670	32,000
<i>Grants for open Churchyards</i>	7,140	7,140	7,140	7,140
Total	48,132	51,428	44,104	51,926
Arts/Tourism/Twinning				
<i>Employee costs</i>	30,484	32,830	32,853	33,451
<i>Central administration</i>	8,329	10,059	10,059	10,594
<i>Arts/Culture/Tourism</i>	332	3,030	2,205	3,030
<i>Christmas Lights</i>	15,279	22,060	32,740	30,120
<i>income</i>	0	-370	-50	-370
Total	54,424	67,609	77,807	74,825
Johnson Birthplace Museum				
<i>Employee costs</i>	86,707	93,378	93,378	95,144
<i>Central administration</i>	10,252	12,380	12,380	13,039
<i>Repair/Maintenance</i>	6,064	8,030	8,030	8,130
<i>Energy</i>	2,746	3,420	2,820	4,100
<i>Rates and Water</i>	246	690	370	380
<i>Supplies and Services</i>	5,862	17,970	16,480	18,700
<i>HLF Match Funding</i>	11,173	0	0	0
<i>Promotion</i>	661	2,000	2,000	2,000
<i>Restoration</i>	-1,615	0	0	0
<i>Stock for sale</i>	361	3,000	3,000	3,000
<i>Sales income</i>	-2,112	-9,710	-7300	-9,710
<i>Contribution from Birthplace Trust</i>	-14,305	-11,010	-11,010	-11,010
Total	106,040	120,148	120,149	123,773

<u>Net Expenditure</u>	ACTUAL 2020/21 £	BUDGET 2021/22 £	ESTIMATE 2021/22 YEAR END £	BUDGET 2022/23 £
Democratic Services				
Employee costs	54,828	59,047	59,039	60,164
Central administration	29,473	35,594	35,594	37,488
Election costs	40,919	0	0	0
Supplies and Services	1,743	1,840	2,210	1,910
Newsletter	1,460	4,260	2,260	2,100
Member allowances/travel etc.	0	300	300	300
Total	128,423	101,041	99,403	100,962
Investment Interest	-8,267	-3,600	-2,050	-2,050
Agency				
Employee costs	2,181	2,348	2,350	2,392
Central administration	1,281	1,548	1,548	1,630
SCC Verge Income	-29,333	-17,500	-20,000	-17,500
Total	-25,871	-13,604	-16,102	-13,478
Total Service Costs	£767,445	£854,034	£825,597	£835,450
Repairs and Renewals				
Employee costs	11,600	12,492	12,470	12,728
Central administration	7,689	9,285	9,285	9,780
Guildhall/Donegal House	65,207	6,000	6,000	13,000
Samuel Johnson Birthplace	0	75,000	60,000	75,000
Parks and Open spaces	9,776	4,000	4,000	40,000
Community Centres	26,203	50,000	88,240	30,000
Friary Clock Tower	0	0	0	12,000
Dr Johnson Railings	7,380	0	0	0
Total	127,855	156,777	179,995	192,508
Capital Contribution				
Receipts	0	0	0	0
Total	0	0	0	0
Community Infrastructure Levy (CIL)				
Expenditure	13,473	0	31,415	0
Receipts	-23,991	0	-99,418	-93,030
Total	-10,518	0	-68,003	-93,030
Johnson Birthplace Charitable Trust				
Grant/Donations	-14,208	-7,730	-10,884	-7,730
Admissions income	-97	-3,280	-126	-3,280
Funding to LCC	14,305	11,010	11,010	11,010
Total	0	0	0	0
TOTAL	£884,782	£1,010,811	£937,589	£934,928
PRECEPT	-817,890	-816,400	-816,400	-835,450
Total Precept Requirement	-£817,890	-£816,400	-£816,400	-£835,450
TOTAL (To)/From balances	£66,892	£194,411	£121,189	£99,478

<u>Net Expenditure</u>	ACTUAL 2020/21 £	BUDGET 2021/22 £	ESTIMATE 2021/22 YEAR END £	BUDGET 2022/23 £
NOTE-Internal Recharges				
Employee Cost				
Employee costs	445,336	479,600	465,420	488,670
Recharge to Services	-445,336	-479,600	-465,420	-488,670
Total	0	0	0	0
Central Administration				
Employee costs	61,367	66,096	66,096	67,353
Central administration	0	0	0	0
Mileage Allowance	363	1,500	500	500
Professional Fees/Audit Fees	5,819	12,300	10,210	10,800
Office Rates/Water	9,568	10,010	9,530	9,540
Office Energy	4,123	5,020	5,170	6,010
Supplies & Services	20,858	27,930	32,920	36,570
Telephone/Postage	3,493	5,760	4,190	4,740
Subscriptions, Courses/Training	2,768	4,590	4,590	4,590
Insurance	25,334	27,100	27,100	28,440
Office Rent	-5,540	-5,540	-5,540	-5,540
Miscellaneous Receipts	-8	-10	-10	-10
Recharge to Services	-128,145	-154,756	-154,756	-162,993
Total	0	0	0	0
Balances & Reserves				
Opening Balance	2,627,488	2,470,848	2,560,596	2,439,407
to/-from reserve	-66,892	-194,411	-121,189	-99,478
Closing Balance	2,560,596	£2,276,437	£2,439,407	£2,339,929
Breakdown of Reserve				
Capital Reserve -Repairs/Renewals Reserve-Building	1,730,698	1,569,674	1,550,703	1,358,195
Repairs/Renewals Reserve-Street Lighting	0	0	0	0
Repairs/Renewals Reserve-Open spaces	0	0	0	0
Grant Aid Reserve	4,240	0	11,570	11,570
Election Reserve	47,500	34,080	55,000	55,000
CIL Reserve	35,078	43,078	103,081	196,111
General Revenue Reserves	743,080	629,605	719,053	719,053
Closing Balance	£2,560,596	£2,276,437	£2,439,407	£2,339,929
Total Expenditure	1,019,037	1,141,861	1,211,636	1,204,308
Total income	-134,255	-131,050	-274,047	-269,380
Net Expenditure	884,782	1,010,811	937,589	934,928
Precept	-817,890	-816,400	-816,400	-835,450
TOTAL (To)/From balances	£66,892	£194,411	£121,189	£99,478