

# APPENDIX A

## ISLE OF WIGHT UNITARY COUNCIL Overall Projected Budget position 2016/17 – 2019/20

	2016/17 £'000	2017/18 £'000	2018/19 £'000	2019/20 £'000	TOTAL £'000
<b>A. Increased Costs</b>					
1. Adult Social Care					
• Care package costs	500	1000	1500	2,000	5,000
• National Living Wage impact	1,800	3,600	5,400	7,200	18,000
• Increased need	1,800	3,600	5,400	7,200	18,000
• <u>Care Act</u>	1,088	1,292	1,305	1,869	5,554
Total ASC	<b>5,188</b>	<b>9,492</b>	<b>13,605</b>	<b>18,269</b>	<b>46,554</b>
Less 2 % Council Tax Increase	1,355	2,770	4,250	5,800	14,175
Less estimated share of £1.5bn	0	100	2,200	4,200	6,500
<i>Net cost of ASC</i>	<b>3,833</b>	<b>6,622</b>	<b>7,155</b>	<b>8,269</b>	<b>25,879</b>
2. children's social care	0	0	0	0	0
3. contract cost increases	530	1,060	1,590	2,120	5,300
4. pay awards and pension costs	1,200	2,200	3,200	4,200	10,800
5. national insurance changes	1,000	1,000	1,000	1,000	4,000
6. other costs including cap financing	1,000	2,000	3,000	4,000	10,000
<b>Total Increased Costs</b>	<b>7,563</b>	<b>12,882</b>	<b>15,945</b>	<b>19,589</b>	<b>55,979</b>
<b>B. Grant Losses</b>					
1. Revenue Support Grant	8,021	14,675	18,858	23,182	64,736
2. Care Act - BCF	(1,088)	(1,292)	(1,305)	(1,869)	(5,554)
3. Education Services Grant	132	800	800	800	2,532
4. New Homes Bonus	(864)	(864)	1,500	1,600	1,372
5. <u>Other grants</u>	?	?	?	?	?
<b>Total Grant Losses exc. Public Health</b>	<b>6,201</b>	<b>13,319</b>	<b>19,853</b>	<b>23,713</b>	<b>63,086</b>
<b>Ringfenced budget</b>					
<b>Budget Gap A+ B</b>					
<b>C. Increased income</b>					
1. Business Rates including Top up Grant	247	837	1,737	2,747	5,568
2. Council tax increases at 1.99% plus increase in base	2,600	4,360	6,200	8,100	21,260
3. General Fees and charges	300	500	750	1,000	2,550
<b>Total increased Income</b>	<b>3,147</b>	<b>5,697</b>	<b>8,687</b>	<b>11,847</b>	<b>29,378</b>
<b>Net Budget gap to be met by savings</b>	<b>10,617</b>	<b>20,504</b>	<b>27,111</b>	<b>31,455</b>	<b>89,687</b>
<b>Use of reserves/ gap brought forward</b>	<u>6,769</u>	<u>4,000</u>	<u>1,000</u>		
<b>Savings Target</b>	<b>17,386</b>	<b>24,504</b>	<b>28,111</b>		
<b>Use of reserves 2016/17</b>	<u>(4,000)</u>	(1,000)			
<b>Savings 2016/17</b>	<b>13,386</b>	<u>13,386</u>	13,386	13,386	53,544
<b>Savings 2017/18</b>		<b>10,118</b>	<u>10,118</u>	10,118	30,354
<b>Savings 2018/19</b>			<b>4,607</b>	<u>4,607</u>	9,214
<b>Savings 2019/20</b>				<b>3,344</b>	3,344
<b>Public Health grant reductions</b>					