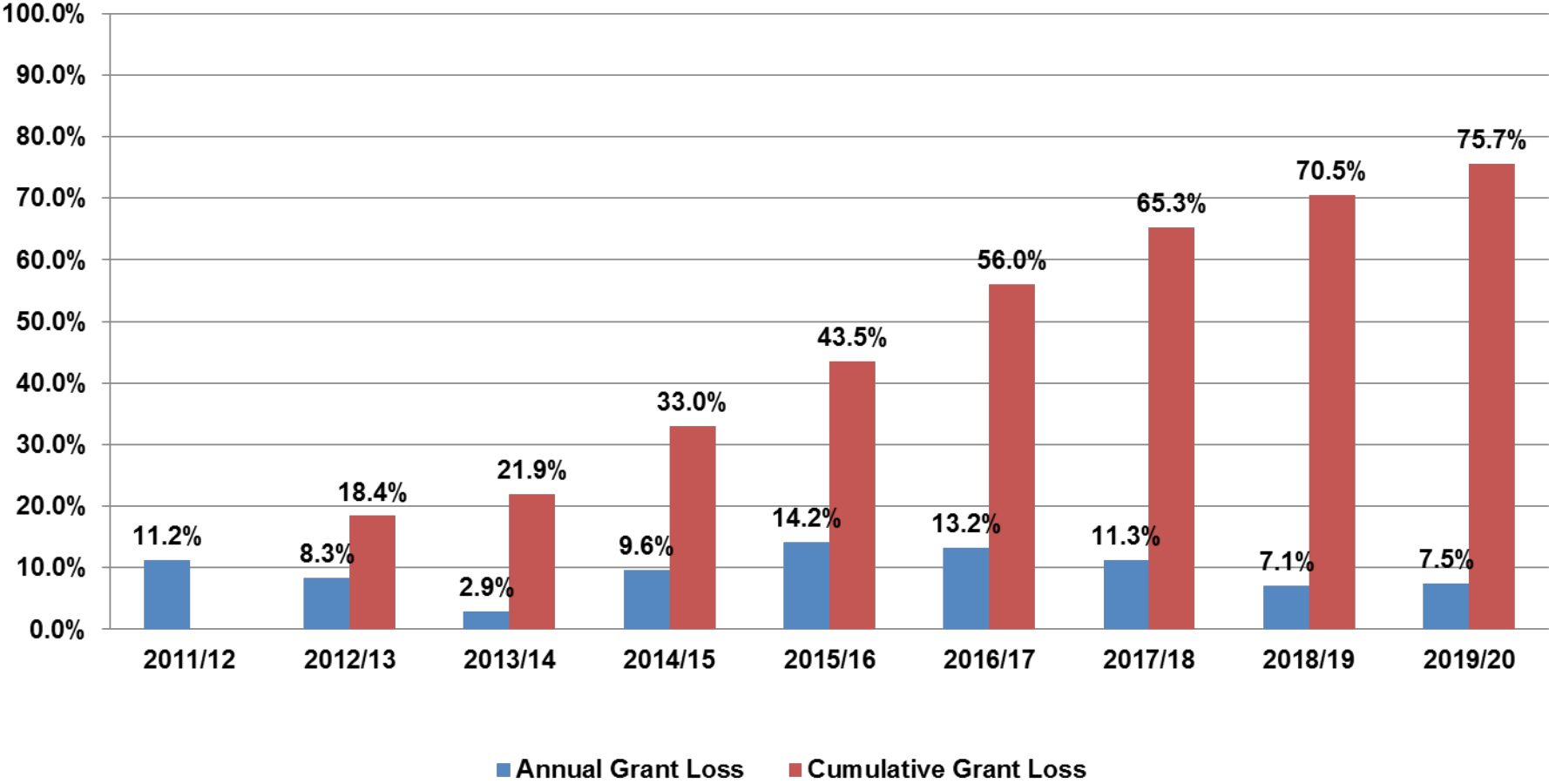


General Fund and HRA Budget 2017/20

Cabinet – 20/02/17

Croydon's Grant Reductions 2011/20.



Provisional Settlement 2017/18

- Loss of £1.9m grant – National transfer from NHB to social care
- More flexibility of Adult Social Care precept – 6% over 3 years with maximum of 3% in any one year
- £10m loss to London
- 1/3 of all social care authorities with less money
- No Final settlement yet – 20th February

SFA by London Borough

Authority	Population	Settlement Funding assessment - per head					Rank
	2015	2015/16	2016/17	2017/18	2018/19	2019/20	2015/20
		£	£	£	£	£	Average
City of London	8,760	3,187.32	2,956.32	2,785.91	2,695.62	2,605.03	1
Hackney	269,009	696.32	634.77	589.56	565.09	541.36	2
Westminster	242,299	636.04	580.14	538.88	516.79	494.66	3
Southwark	308,901	640.71	581.16	537.38	513.66	490.53	4
Tower Hamlets	295,236	636.37	578.28	535.52	512.45	489.78	5
Wandsworth	314,544	401.26	364.33	337.11	322.46	307.92	18
Enfield	328,433	394.46	348.40	314.55	296.01	278.05	19
Ealing	343,059	393.93	346.69	311.94	292.92	274.39	20
Croydon	379,031	348.30	302.26	268.38	249.78	231.67	21
Sutton	200,145	339.30	290.19	254.01	234.12	214.65	22
Richmond upon Thames	194,730	227.24	169.43	125.99	111.74	77.36	33

Spending Power for Croydon

	2015/16 £m's	2016/17 £m's	2017/18 £m's	2018/19 £m's	2019/20 £m's
Settlement Funding Assessment	132.0	114.6	101.7	94.7	87.8
Council tax	133.4	140.7	147.9	155.5	163.5
Adult Social care council tax precept	0.0	2.8	5.9	9.3	13.2
Improved Better Care Fund	0.0	0.0	0.0	3.1	6.3
Transition Grant	0.0	0.4	0.4	0.0	0.0
The 2017/18 Adult Social Care Support Grant	0.0	0.0	1.4	0.0	0.0
NHB	9.9	11.9	8.7	6.5	6.2
Core Spending Power	275.3	270.4	266.0	269.1	277.0
Population	380,368				399,552
Core funding per Head	£723.77				£693.28
Core spending power real terms		265.5	252.8	246.9	246.7
Core funding per Head - real terms	£723.77				£617.36

Financial Strategy 2017/20

	2017/18	2018/19	2019/20	2017/20
	£m	£m	£m	£m
Cut in Grant	11.08	9.44	6.24	26.76
Inflation	2.90	2.90	2.90	8.70
Removal of Council Tax surplus	0.60	3.10	0.00	3.70
Departmental & Corporate Growth	16.43	2.21	2.69	21.33
Gross Budget Gap	31.01	17.65	11.83	60.49
Council tax	-7.33	-2.90	-1.47	-11.70
CT Base Increases	-4.20	-2.90	-2.50	-9.60
Savings Options	-19.48	-11.85	-7.87	-39.20
Net Budget Gap	0.00	0.00	0.00	0.00

Efficiency Strategy

Efficiency Strategy	17/18 £m	18/19 £m	19/20 £m	Total £m
Getting the most out of our assets	-1.000	0.000	0.000	-1.000
Better commissioning and contract management	-2.576	-1.535	-0.143	-4.254
Managing Demand	-3.161	-2.395	-3.428	-8.984
Prevention and early intervention	-0.222	0.000	0.000	-0.222
Integration of health and social care	-0.333	-0.300	0.000	-0.633
Delivering growth	-0.650	0.000	0.000	-0.650
Commercial approach	-5.250	-4.800	-3.670	-13.720
Digital	-0.836	-0.390	-0.200	-1.426
Efficiency	-5.456	-2.427	-0.427	-8.310
Total	-19.484	-11.847	-7.868	-39.199

Key capital investments -2017/20

• Fairfield	£33m
• Brick by Brick	£329m
• Onside Youth Zone	£3m
• New Addington	£24m
• School places	£76m
• Growth zone – total programme	£309m

Risks

- Welfare reform
- Demographic Pressures
- Demand Growth
- UASC and Immigration Act – rates
- Temporary Accommodation
- Possible additional responsibilities
- Funding changes (Business rates/DSG)
- Brexit and economy
- Delivery of savings programme

Council Tax - Recommendation

- 1.99% increase for local service - 47p per week on a Band D
- 3% increase for Adult Social Care Precept - 70p a week