

# **Shropshire Council Budget Briefing**

**Bayston Hill**

**Local Joint Committee**

**Thursday 3 February 2011**

# The Financial Picture for Shropshire

## How Shropshire Council is Funded (2010/11):

– Council Tax	£130m
– Dedicated Schools Grant	£151m
– Specific Grants	£172m
– Income (e.g. Fees and Charges)	£85m
– Formula Grant	£93m
– Total	£630m

# Overall Impact on Shropshire of the Comprehensive Spending Review and Draft Settlement

	2011/12 £m	2012/13 £m	2013/14 £m	2014/15 £m
<b>Savings Targets</b>	<b>19.863</b>	<b>20.171</b>	<b>17.834</b>	<b>9.220</b>

Savings we need to find amount to £66 million over 4 years

- plus £10m in year cuts in 2010/11 already dealt with
- plus budget pressures and growth identified
- plus further loss of grants?

# Shropshire's Savings Target

- 2011-12 Revenue Budget
  - Original Savings Target £15.776m
  - CSR 20 October added £3.425m
  - Draft Settlement Dec 13 added £0.662m
  - Revised Savings Target £19.863m
  - Plus (See Council Report 13 January 2011)
    - Budget Pressures/Growth £4.192m
    - Contribution to Balances £1.963m
    - Loss of Grants £4.785m
  - Total Savings Required for 2011/12 £30.803m

Note £1m added to Winter Maintenance, funded from reduction in contribution to balances.

# Meeting Our Savings Target

- Agreed Savings 2011/12
  - Council 30 September 2010
    - Revenue Budget/MTFP 2011/12 – 2014/15    £8.173m
  - Council 9 December 2010
    - Revenue Budget 2011/12    £4.990m
    - Fees and Charges Income 2011/12    £1.433m
  - Council 13 January 2011
    - Draft MTFP 2011/12 to 2013/14    £16.207m
  - Total Savings    £30.803m

# Next Steps...

- Final Settlement due Jan/Feb 2011
- Outstanding information on Specific Grants due Jan 2011
- Any further savings required will be drawn up in early February 2011
- Council will set the 2011/12 Budget on 24 February 2011
- And Council will consider the framework for delivering a further £38m savings between 2012/13 and 2013/14
- Capital Strategy is being reviewed and reduced to make it more affordable in current economic climate
- Council will agree a new Capital Strategy for 2011/12 to 2014/15 on 24 February 2011

# In Summary

	<b>2011/12 £m</b>	<b>2012/13 £m</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>
<b>Revised Savings Target</b>	<b>30.803</b>	<b>20.171</b>	<b>17.834</b>	<b>9.220</b>
<b>Savings Agreed</b>	<b>30.803</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Savings to Find</b>	<b>0</b>	<b>20.171</b>	<b>17.834</b>	<b>9.220</b>

£31m savings have been found (plus £10m in 2010/11)

£47m savings to find over the following three years