

# Budget Process - 2002/03 Update



**Hertfordshire**  
COUNTY COUNCIL

*Corporate Services*

# Budget Timetable

**October**

- **Promises / Budget Consultation**

**17 December**

- **Cabinet budget recommendations**

**January**

- **Select Committees review proposed budgets**
- **Cabinet recommends budget in light of Select Committee Reviews**
- **Final SSA**

**Feb**

- **County Council sets budget and Council Tax and approves final BVPP**



**Hertfordshire**  
COUNTY COUNCIL

*Corporate Services*

# Assumptions

- **Inflation - 3.0% pay and 2.4% non pay**
- **SSA increases as CSR**
- **Changes in ACA data - £1.4 million**
- **Increase in Education SSA passed on**
- **New Social Services Grants may be applied to support pressures for ACS and CSF**
- **No use of reserves**



**Hertfordshire**  
COUNTY COUNCIL

*Corporate Services*

# Uncertainties

- **SSA data changes and transfers of function (-£1m to +£3m)**
- **International Events**
- **Inflation  $\pm 0.5\%$  on pay = £2.4m**
- **Social Services Grants**
- **County Council/District Council service funding**
- **Fridges/Cars - £0 to £2m**



**Hertfordshire**  
COUNTY COUNCIL

*Corporate Services*

## 2002/03 Budget Summary

*Increase*

**Forecast SSA**

**£847m**

**5%**

**£m**

**Base Budget**

**872.1**

**Efficiency Savings**

**(1.8)**

**FYE of Previous Efficiencies**

**(1.0)**

**Pressures for Change**

**19.3**

**(net of Social Services Grants)**

**Education Growth**

**2.0**

**Budget for 2002/03**

**890.6**

**6%**

**Council Tax - Upto**

**10%**



**Hertfordshire  
COUNTY COUNCIL**

Corporate Services

# Pressures for Change

	£m	£m
<b>Education</b>		<b>10.3</b>
<b>Children &amp; Families</b>	<b>4.4</b>	
<b>Adult Care Services</b>	<b>6.4</b>	
	<b>10.8</b>	
<b>Grants</b>	<b>(7.2)</b>	
		<b>3.6</b>
<b>Environment Demography</b>	<b>0.9</b>	
<b>Legislative Changes</b>	<b>0.5</b>	
<b>Single Status</b>	<b>0.4</b>	
<b>Employer's Pension Contributions</b>	<b>0.3</b>	
<b>Increments</b>	<b>0.3</b>	
<b>Revenue Effects of Capital Programme, Capital Financing &amp; Interest on Balances</b>	<b>1.4</b>	
<b>Other</b>	<b>1.6</b>	
		<b>5.4</b>
		<b>19.3</b>



**Hertfordshire**  
COUNTY COUNCIL

# Council Tax

**For every £2.5 million change in expenditure the  
Council Tax will change by 1.0%.**



**Hertfordshire**  
COUNTY COUNCIL

*Corporate Services*

# Council Tax Comparisons

	HCC	County Council Average
2001/02	6.0%	6.3%
2000/01	6.5%	6.7%



Hertfordshire  
COUNTY COUNCIL

Corporate Services

# Efficiency Savings

£m

**Cashable**

**(1.8)**

**FYE of Previous Efficiencies**

**(1.0)**

**Non-Cashable**

**(3.7 )**

**(6.5)**

**Efficiency Savings Over**

**Last 5 Years (1997/98 to 2001/02)**

**42.1**



**Hertfordshire**  
COUNTY COUNCIL

*Corporate Services*



*Corporate Services*

