

Summary of Savings and Additional Income from the 2020/21 Budget Setting Process

APPENDIX B

The table below summarises the savings and additional income that were included in the 2020/21 Budget Setting process and indicates whether the saving/additional income is on track to be delivered.

	Savings and Additional Income for the 2020/21 Budget	Income/Savings Target for 2020/21 (£)	Latest Projection for 2020/21 (£)	Narrative
1	Income from investments in commercial property	80,000	60,000	This additional income could be impacted by tenants' ability to pay during the Covid 19 pandemic. A reduction of 25% has been modelled across the rental income portfolio.
2	Re-procurement of contracts (e.g. savings from Leisure contract)	80,000	TBA	Unlikely to achieve this saving in full due to Covid 19. This situation will be closely monitored over the coming months.
3	Reduction in Pension Employer secondary rate contributions (due to a reduction in the actuarial deficit at 31.3.2019 - based on 17 year deficit recovery period)	175,000	175,000	Saving has already been achieved and is reflected within the Council's contribution letter from the Devon Pensions Fund.
4	Additional treasury management income (invest an extra £0.5m in CCLA)	15,000	Nil	This additional income is unlikely to be achieved in 2020/21 due to the current historic low level of interest rates. The extra £0.5m investment in the CCLA has not yet been made due to the need to keep investments short term due to Covid19.
5	Senior Leadership Team (SLT) - Interim arrangement	60,000	60,000	On target to achieve this saving - the SLT and ELT (Extended Leadership Team) restructure was completed in 2019/20.
6	Additional Employments estates income	25,000	19,000	This additional income could be impacted by tenants' ability to pay during the Covid 19 pandemic. A reduction of 25% has been modelled across the rental income portfolio.
7	Income from Street Naming and Numbering	15,000	11,000	There is likely to be a reduction in income for street naming and numbering due to the Covid 19 pandemic. A shortfall of 25% is currently anticipated.
8	Reduction in Partnership funding	2,000	2,000	On target to achieve this reduction.
9	Corporate consultancy income	10,000	10,000	The Council is currently processing Disabled Facilities Grants on behalf of Torridge District Council which will contribute to this income target in 2020/21 (total corporate consultancy income budget is £30,000). This income target will be kept under close review during the year to assess the impact of Covid 19.
10	Council Tax Support Grant	59,000	59,000	All Town and Parish Councils were notified of their 2020/21 grant levels as part of their 2020/21 precept setting process.
11	Reduction in ICT contracts	8,000	8,000	On target to achieve this saving.
12	Implement e-billing in council tax	1,200	1,200	To be implemented during 2020/21.
	<b>TOTAL</b>	<b>£530,200</b>	<b>£405,200</b>	