		Calcul	ation of	the Cou	ıncil Ta	xbase fo	r 2018-	2019		Apı	endix 10
_ine	Band	-	Α	В	С	D	E	F	G	Н	Total
1	Actual current properties Dwellings on database @ 11.01.2018	0	7,999	18,966	33,831	26,274	10,911	5,377	4,638	708	108,704
					,						
2	Exemptions @ 11.01.18	0	-200	-372	-528	-454	-181	-47	-32	-16	-1830
_	Disabled Reductions of Band:		1	10	40	111	70	24	27	0	224
3	Add to Lower Bands Take from Higher Bands	0 -1	-16	16 -42	42 -114		78 -34	34 -27	27 -9	9	32 ²
4	3										
5	Line 1-2+3-4 = <i>H</i>	-1	7,784	18,568	33,231	25,856	10,774	5,337	4,624	701	106,874
6	Number in H above Entitled to										
	One 25% Discount		-4,397	-9,527	-11,871	-6,490	-2,207	-847	-527	-60	-35,926
7	Line 6 x 25%		-1099.25	-2381.75	-2967.75	-1622.50	-551.75	-211.75	-131.75	-15.00	-8981.50
8	Number in <i>H</i> above Entitled to										
	two 25% (50%) Discount	0	0	-1	-14	-20	-20	-15	-15	-6	-91
9	Line 8 X 50%		0.00	-0.50	-7.00	-10.00	-10.00	-7.50	-7.50	-3.00	-45.50
			0.00	0.50	7.00	10.00	10.00	7.50	7.50	5.00	-40.00
10	No in H above entitled to 10% discount		0	0	0	0	0	0	0	0	(
	1070 discount		Ū	U	J	J	Ü	Ū	U	J	
	10% of above		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	No in H above entitled to										
	0% discount		0	0	0	0	0	0	0	0	O
	0% of above		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	No in H above entitled to 100% discount (4 weeks or less)		-3	-12	-7	-10	-6	-2	0	0	-40
	(assessed based on total award / amount per band)										
12	Total Discounts = Q		-1102.25	-2394.25	-2981.75	-1642.50	-567.75	-221.25	-139.25	-18.00	-9067.00
13	Line 5+ Line 12	-1.00	6,681.75	16,173.75	30,249.25	24,213.50	10,206.25	5,115.75	4,484.75	683.00	97,807.00
	Estimated shares										
14	Estimated changes Properties Awaiting Banding										
	Properties Awaiting Banding		0	0	0	0	0	0	0	0	
14			0	0	0	0	0	0	0	0	O
16 17	Properties Awaiting Banding Line 14 Properties to be Deleted										
16	Properties Awaiting Banding Line 14		0	0	0	0	0	0	0	0	0
16 17	Properties Awaiting Banding Line 14 Properties to be Deleted	0	0		0	0			0		0
16 17 18	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List	0	0	0	0	0	0	0	0	0	C
16 17 18	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18		0	0	0	0	0	0	0	0	C
16 17 18 19 20	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium		0.00	0 0 0.00	0 0.00	0 0 0.00	0 0 0.00	0 0.00	0 0.00	0 0 0.00	0.00 0.00
16 17 18 19 20	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J)		0.00	0.00	0.00	0 0 0.00	0 0.00	0.00	0 0.00	0 0 0.00	0.00 0.00
16 17 18 19 20	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium		0.00	0 0 0.00	0 0.00	0 0.00 34 17	0 0 0.00	0 0.00	0 0.00	0 0 0.00	0.00 0.00 159 79.5
16 17 18 19 20 21	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E)		0 0.00 30 15	0 0.00 42 21	0 0.00 29 14.5	0 0.00 0.00 34 17	0 0.00 12 6	0 0 0.00 4 2	0.00	0 0.00 4 2	0.00 0.00 159 79.5
16 17 18 19 20 21	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total	0	0 0.00 30 15	0 0.00 42 21	0 0.00 29 14.5	0 0.00 0.00 34 17	0 0.00 12 6	0 0.00 0.00 4 2 0.00	0 0.00 0.00 4 2	0 0.00 4 2	0.00 0.00 159 79.5
16 17 18 19 20 21	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J)	0	0 0.00 30 15 0.00	0 0.00 42 21 0.00 21.00	0 0.00 29 14.5 0.00	0 0.00 0.00 34 17	0 0.00 12 6 0.00	0 0.00 4 2 0.00	0 0.00 0.00 4 2	0 0.00 4 2 0.00	0.000 159 79.5 0.00
16 17 18 19 20 21	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount	0	0 0.00 30 15 0.00	0 0.00 42 21 0.00 21.00	0 0.00 29 14.5 0.00	0 0.00 34 17 0.00 17.00	0 0.00 12 6 0.00	0 0.00 4 2 0.00	0 0.00 0.00 4 2 0.00	0 0.00 4 2 0.00	
16 17 18 19 20 21	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award	0	0 0.00 30 15 0.00 15.00	0 0.00 42 21 0.00 21.00	0 0.00 29 14.5 0.00 14.50	0 0.00 34 17 0.00 17.00	0 0.00 12 6 0.00 6.00	0 0.000 4 2 0.00 2.000	0 0.00 4 2 0.00 2.00	0 0.00 4 2 0.00 2.00	0.000 159 79.5 0.00 79.50
16 17 18 19 20 21 22 23	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award Expected in year changes	-0.90	0 0.00 30 15 0.00 15.00 -2,360.00 0.00	0 0.00 42 21 0.00 21.00 -4,473.00 0.00	0 0.00 29 14.5 0.00 14.50 -5,860.00 -5,860.00	0 0.00 34 17 0.00 17.00	0 0.00 12 6 0.00 6.00 -1,337.00 0.00	0 0.00 4 2 0.00 2.00 -373.00 -373.00	0 0.00 4 2 0.00 2.00	0 0.00 4 2 0.00 2.00 -4.00 -4.00	0.000 159 79.5 0.00 79.50
16 17 18 19 20 21 22 23	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award Expected in year changes Total CTR Band Equivalent Z total CTR Discount	-0.90 -0.90	0 0.00 30 15 0.00 15.00 -2,360.00 -2,360.00	0 0.00 42 21 0.00 21.00 -4,473.00 -4,473.00	0 0.00 29 14.5 0.00 14.50 -5,860.00 -5,860.00	0 0.00 34 17 0.00 17.00 -4,239.00 0.00 -4,239.00	0 0.00 12 6 0.00 -1,337.00 0.00 -1,337.00	0 0.00 4 2 0.00 2.00 -373.00 -373.00	0 0.00 4 2 0.00 2.00 -82.00 0.00	0 0.00 4 2 0.00 2.00 -4.00 -4.00	79.50 -18,728.00 -18,728.00
16 17 18 19 20 21 22 23 24	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award Expected in year changes Total CTR Band Equivalent Z total CTR Discount H - Q + J - Z	-0.90 -0.90	0 0.00 30 15 0.00 15.00 -2,360.00 -2,360.00 -2,360.00 4,336.75	0 0.00 42 21 0.00 21.00 -4,473.00 -4,473.00 -4,473.00	0 0.00 29 14.5 0.00 14.50 -5,860.00 -5,860.00 -5,860.00	0 0.00 34 17 0.00 17.00 -4,239.00 0.00 -4,239.00 -4,239.00	0 0.00 12 6 0.00 -1,337.00 0.00 -1,337.00 -1,337.00 8,875.25	0 0.00 4 2 0.00 2.00 -373.00 0.00 -373.00 4,744.75	0 0.00 4 2 0.00 2.00 -82.00 0.00 -82.00 4,404.75	0 0.00 4 2 0.00 2.00 -4.00 -4.00 -4.00 681.00	79.50 -18,728.00
16 17 18 19 20 21 22 23	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award Expected in year changes Total CTR Band Equivalent Z total CTR Discount	-0.90 -0.90	0 0.00 30 15 0.00 15.00 -2,360.00 -2,360.00	0 0.00 42 21 0.00 21.00 -4,473.00 -4,473.00	0 0.00 29 14.5 0.00 14.50 -5,860.00 -5,860.00	0 0.00 34 17 0.00 17.00 -4,239.00 0.00 -4,239.00 -4,239.00	0 0.00 12 6 0.00 -1,337.00 0.00 -1,337.00	0 0.00 4 2 0.00 2.00 -373.00 -373.00	0 0.00 4 2 0.00 2.00 -82.00 0.00	0 0.00 4 2 0.00 2.00 -4.00 -4.00	79.50 -18,728.00 -18,728.00
16 17 18 19 20 21 22 23 24	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award Expected in year changes Total CTR Band Equivalent Z total CTR Discount H - Q + J - Z	-0.9 -0.90 -0.90	0 0.00 30 15 0.00 15.00 -2,360.00 -2,360.00 -2,360.00 4,336.75	0 0.00 42 21 0.00 21.00 -4,473.00 -4,473.00 11,721.75 0.78	0 0.00 29 14.5 0.00 14.50 -5,860.00 -5,860.00 24,403.75 0.89	0 0.00 34 17 0.00 17.00 -4,239.00 0.00 -4,239.00 -4,239.00	0 0.00 12 6 0.00 -1,337.00 -1,337.00 -1,337.00 8,875.25	0 0.000 4 2 0.00 2.00 -373.00 0.00 -373.00 4,744.75 1.44	0 0.00 4 2 0.00 -82.00 -82.00 -82.00 4,404.75	0 0.00 4 2.00 -4.00 -4.00 -4.00 681.00 2.00	79.50 -18,728.00 -18,728.00 -79,158.50
16 17 18 19 20 21 22 23 24 25 26	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award Expected in year changes Total CTR Band Equivalent Z total CTR Discount H - Q + J - Z To calculate band equivalents	-0.9 -0.90 -0.90	0 0.00 30 15 0.00 15.00 -2,360.00 -2,360.00 -2,360.00 4,336.75	0 0.00 42 21 0.00 21.00 -4,473.00 -4,473.00 11,721.75 0.78	0 0.00 29 14.5 0.00 14.50 -5,860.00 -5,860.00 24,403.75 0.89	0 0.00 34 17 0.00 17.00 -4,239.00 -4,239.00 -4,239.00 19,991.50	0 0.00 12 6 0.00 -1,337.00 -1,337.00 -1,337.00 8,875.25	0 0.000 4 2 0.00 2.00 -373.00 0.00 -373.00 4,744.75 1.44	0 0.00 4 2 0.00 -82.00 -82.00 -82.00 4,404.75	0 0.00 4 2.00 -4.00 -4.00 -4.00 681.00 2.00	79.50 -18,728.00 -18,728.00 -18,728.00 -79,158.50
16 17 18 19 20 21 22 23 24 25 26 27	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award Expected in year changes Total CTR Band Equivalent Z total CTR Discount H - Q + J - Z To calculate band equivalents Band D Equivalent: lines 25 x 26	-0.9 -0.90 -0.90	0 0.00 30 15 0.00 15.00 -2,360.00 -2,360.00 -2,360.00 4,336.75	0 0.00 42 21 0.00 21.00 -4,473.00 -4,473.00 11,721.75 0.78	0 0.00 29 14.5 0.00 14.50 -5,860.00 -5,860.00 24,403.75 0.89	0 0.00 34 17 0.00 17.00 -4,239.00 -4,239.00 -4,239.00 19,991.50	0 0.00 12 6 0.00 -1,337.00 -1,337.00 -1,337.00 8,875.25	0 0.000 4 2 0.00 2.00 -373.00 0.00 -373.00 4,744.75 1.44	0 0.00 4 2 0.00 -82.00 -82.00 -82.00 4,404.75	0 0.00 4 2.00 -4.00 -4.00 -4.00 681.00 2.00	79.50 -18,728.00 -18,728.00
16 17 18 19 20 21 22 23 24 25 26 27	Properties Awaiting Banding Line 14 Properties to be Deleted Known Errors in Valuation List Line 17 + Line 18 Line 16 + Line 19 (J) Empty homes premium at 50% (E) Debt movement (J) Estimated change total CTR Discount Band reduction based on total monetary award Expected in year changes Total CTR Band Equivalent Z total CTR Discount H - Q + J - Z To calculate band equivalents Band D Equivalent: lines 25 x 26	-0.9 -0.90 -0.90	0 0.00 30 15 0.00 15.00 -2,360.00 -2,360.00 -2,360.00 4,336.75	0 0.00 42 21 0.00 21.00 -4,473.00 -4,473.00 11,721.75 0.78	0 0.00 29 14.5 0.00 14.50 -5,860.00 -5,860.00 24,403.75 0.89	0 0.00 34 17 0.00 17.00 -4,239.00 -4,239.00 -4,239.00 19,991.50	0 0.00 12 6 0.00 -1,337.00 0.00 -1,337.00 -1,337.00 8,875.25 1.22	0 0.000 4 2 0.000 2.000 -373.00 -373.00 4,744.75 1.44 6,853.53	0 0.00 4 2 0.00 -82.00 -82.00 -82.00 4,404.75	0 0 0.00 4 2 0.00 2.00 -4.00 681.00 2.00 1,362.00	79.50 -18,728.00 -18,728.00 -79,158.50

Policy for Flexible use of Capital Receipts

Purpose

1. This document reviews the statutory guidance on the flexible use of Capital Receipts and its application within this council.

Background

- 2. Capital receipts can only be used for specific purposes and these are set out in Regulation 23 of the Local Authorities (Capital Finance and Accounting) (England) Regulations 2003 made under Section 11 of the Local Government Act 2003. The main permitted purpose is to fund capital expenditure and the use of capital receipts to support revenue expenditure is not permitted by the regulations.
- 3. The Secretary of State is empowered to issue Directions allowing expenditure incurred by local authorities to be treated as capital expenditure. Where such a direction is made, the specified expenditure can then be funded from capital receipts under the Regulations.
- 4. The Secretary of State for Communities and Local Government has issued guidance in March 2016, giving local authorities greater freedoms with how capital receipts can be used to finance expenditure. This Direction allows for the following expenditure to be treated as capital,
 - "expenditure on any project that is designed to generate ongoing revenue savings in the delivery of public services and/or transform service delivery to reduce costs and/or transform service delivery in a way that reduces costs or demand for services in future years for any of the public sector delivery partners."
- 5. In order to comply with this Direction, the Council must consider the Statutory Guidance issued by the Secretary of State. This Guidance requires authorities to prepare, publish and maintain a Flexible Use of Capital Receipts Strategy with the initial strategy being effective from 1st April 2016 with future Strategies included within future Annual Budget documents.
- 6. There is no prescribed format for the Strategy, the underlying principle is to support local authorities to deliver more efficient and sustainable services by extending the use of capital receipts to support the revenue costs of reform projects
- 7. The Statutory Guidance for the Flexible Use of Capital Receipts Strategy states that the Strategy should include a list of each project which plans to make use of the capital receipts flexibility, together with the expected savings that the project will realise. The Strategy should also include the impact of this flexibility on the affordability of borrowing by including updated Prudential Indicators.
- 8. The Flexible Use of Capital Receipts Strategy is set out below:

Flexible Use of Capital Receipts Strategy

1. Government has provided a definition of expenditure which qualifies to be funded from capital receipts. This is:

"Qualifying expenditure is expenditure on any project that is designed to generate ongoing revenue savings in the delivery of public services and/or transform service delivery to reduce costs and/or transform service delivery in a way that reduces costs or demand for services in future years for any of the public sector delivery partners. Within this definition, it is for individual local authorities to decide whether or not a project qualifies for the flexibility."

2. The Council's use of flexible capital receipts to deliver ongoing transformative schemes and the savings these schemes will generate are set out in the below table.

	Investment Expenditure (one-off)					Planned Savings (recurrent)			
	2017/18	2018/19	2019/20	2020/21	2021/22	2018/19	2019/20	2020/21	2021/22
	£'000	£000	£000	£000	£000	£000	£000	£000	£000
Transformation Programme (as detailed within Priority									
Programmes):									
Priority 1	510	-	-	-	-	(4,131)	(4,131)	(4,131)	(4,131)
Priority 2	1,206	-	-	-	-	(7,810)	(7,810)	(7,810)	(7,810)
Priority 1/2 (cross cutting)	228	-	-	-	-	-	-	-	-
Priority 3	123	-	-	-	-	(2,615)	(2,615)	(2,615)	(2,615)
Priority 4	785	-	-	-	-	(828)	(828)	(828)	(828)
Priority 5	100	-	-	-	-	(765)	(765)	(765)	(765)
Priority X (including all Council initiatives)	1,305	-	-	-	-	(2,958)	(2,958)	(2,958)	(2,958)
Restructure costs (savings included in Priority themes)	4,000	4,000	-	-	-	-	-	-	-
Dynamic Purchasing System	132	268	-	-	-	(200)	(400)	(400)	(400)
The FOBO programme will examine front office design and						, ,	(/	(/	(/
alignment and integration with the back office to improve	-	4,572	2,287	1,529	-	(250)	(2,750)	(4,250)	(4,250)
business processes and deliver efficiencies									
Future Ways of Working (FWoW) Programme - efficient									
ways of working through new single state of the art office	-	825	825	2,225	825	tbc	tbc	tbc	tbc
equipped with modern technology and processes (savings,				_,	-				
revenue streams being finalised as part of business case)									
Replacement ERP solution, indicative savings over 10 year	-	2,500	500	-	-	-	-	(500)	(1,000)
business plan period £11.8m									
Haringey Education Partnership - more efficient and targeted									
school improvement service at lower cost and within reduced	-	875	-	-	-	-	-	-	-
funding									
Total	8,389	13,040	3,612	3,754	825	(19,557)	(22,257)	(24,257)	(24,757)

3. The guidance requires that the impact on the Council's Prudential Indicators should be considered when preparing a Flexible Use of Capital Receipts Strategy. The indicators that will be impacted by this strategy are set out below;

Estimate of Capital Expenditure Indicator will increase by the total investment expenditure amounts in each of the years detailed in the table and so will Capital Financing Requirement as these capital receipts supported schemes within the existing programme will now be financed by prudential borrowing.

Financing costs as a percentage of the net revenue stream are detailed in the table above. Note that the savings generated from these projects will meet the debt financing costs arising from the additional borrowing. Therefore, there is no impact on Council Tax/Housing Rents as savings will meet the debt financing costs

4. The Prudential Indicators show that this Strategy is affordable and will not impact on the Council's operational and authorised borrowing limits.