

ESSENTIAL REFERENCE PAPER 'B'

Planning assumptions for August 2014 MTFP update

Factor	Note	2015/16	2016/17	2017/18	2018/19
Council Tax Increase		0%	1.00%	1.00%	1.00%
Pay settlement (including allowance for increments and local award)	1	2.25%	2.25%	2.25%	2.25%
Members allowances	2	1.50%	1.50%	1.50%	1.50%
Price Inflation	3	2.3%	2.1%	2.00%	2.00%
Contract Inflation (general)	4	2.3%	2.1%	2.00%	2.00%
Council Tax Base	5	1.0%	1.0%	1.0%	1.0%
Fees and Charges (General)	6	2.5%	2.5%	2.5%	2.5%

Notes

1. Based on a continued pay restraint ceiling through the life of the MTFP. Includes an annual 0.75% increase to take account of increments and local award
2. Members allowances are set by Independent remuneration Panel but for planning purposes only, have included up rating in line with assumptions around pay.
3. Price inflation is based upon OBR predictions around inflation in future years
4. Contract inflation is based upon OBR predictions around inflation in future years
5. Council Tax base increases have been calculated using trend information. Further revisions may apply once more data on the impact of Council Tax support has been analysed.
6. Fees and Charges income levels assumed to increase by 2.5%. This may be through generation of additional income or where appropriate price increases