Appendix C

Precept for 2022 - 2023.

		Amounts
Balance of Current Account	**£**	**104,181.00**
Balance of General Reserves Account (including £35,066.60 Asset Sale* (which can only be spent in specific circumstances)	**£**	**90,912.00**
Total balance in the Account	**£**	**195,093.00**
Less potentially still to pay for this year		
F & GP	£	37,877.00
Rec & Beach	£	7,694.00
H & B	£	9,419.00
Total Still to Pay	**£**	**54,990.00**
Estimated transfer to General Reserves	**£**	**25,000.00**
Total Remaining in the Current Account (excluding General Reserves and asset funds)	**£**	**24,191.00**
Councils Reserves		
General Reserves (excluding £35,066.60 Asset Sale)	£	80,840.00
EMR Playground (these are to be spent on baby swings)	£	4,450.00
Total Amount in EMR and General Reserves	£	**85,290.00**
EMR Capital (Asset Sale)	**£**	**35,066.00**
Current Account (excluding £5,000.00 working balance)	£	19,191.00
Estimated Balance at the end of the financial year.	**£**	**19,191.00**
Precept from Committees		
F & GP	£	112,310.00
Rec & Beach	£	22,685.00
H & B	£	26,255.00
Total Committee Budgets	**£**	**161,250.00**
Total Budget Required	**£**	**161,250.00**
Brought forward to balance the budget	£	19,191.00
Estimated PPC Income for 22 –23	£	5,828.00
Total Amount	£	25,019.00
Budget Requirement	**£**	**136,231.00**
Annual Precept 2022 -2023	£	136,231.00
Total Budget	£	**161,250.00**

Appendix C

The proposed budget for 2022/23 represents an increase in the Parish Council element of precept of £7.03 per year per Band D House which equates to just over £0.13p per week.

The Band D charge is calculated as the precept is divided by the tax base (the number of Band D equivalent dwellings in the parish).

- Tax Base in 2020/2021 was 1,327.2, precept was £124,507, so Band D charge was £124,507/1,327.2 = £93.81

- Tax Base for 2021/22 is 1350.9, precept is £136,231, so Band D charge is £136,231/1,350.9 = £100.84

- So, for a Band D property, the Parish Council precept increase paid by the council taxpayer for 2022/2023 will be £7.03 (or 7.5%).

Main reasons for budget increase 2022/23:

[1]Inflation at 4% (as of Oct 21)	£6,226.00
Tree Management	£2,000.00
Playground Capital Purchase	£1,500.00
Sports Club Project (new budget)	£6,000.00
Events (New budget)	£1,500.00
Miscellaneous Projects	£1,000.00
Annual Community Grants	£1,000.00
General Reserves	£5,000.00
Total	**£24,226.00**

However, the total increase for the overall Parish Council Budget for 2022/2023 is £10,637.00

To cover the budget increases and the financial pressures the Parish Council are faced with, £11k will be covered by the precept. The remaining balance will be covered by the reallocation from the Parish Councils existing funds.

*Please note the General Reserves column is for information. The £90,912 is a breakdown of the Councils general reserves and the asset money obtained from the sale of land. These funds are to be spent and covered on the following.

- A Council should typically hold between 3- and 12-months expenditure as general reserves. Ideally there needs to be minimum of £52K to a maximum of £200K in. Therefore, £55,846 is the Councils reserves which covers a quarter of the year [2]

- £35,066 is the funds received from the Sale of Land. These funds can **ONLY** be spent on another capital asset or repaying off a loan. i.e., a PWL.

[1] https://www.rateinflation.com/inflation-rate/uk-inflation-rate/

[2] According to the Good Councillors guide
''Local councils need to hold an amount in reserves to meet unexpected expenditure, otherwise they could run out of money before the end of the year. A Council should typically hold between 3- and 12-months expenditure as general reserves''