

Appendix E

Risk Analysis of 2024/25 Budget

| Issue | Budget 2024/25 £ | Risk Factor | Risk% (Likelihood) | Risk Value 2023/24 £ |
|--|------------------------|---|-----------------------|-------------------------|
| Salary Budget | 147,680 | If national pay award exceeds budgeted increase (5%) by an additional 1% | 50% | 73,840 |
| Salary vacancy rate | 551,700 | Vacancy rate not achieved due to low turnover of employees across services | 40% | 220,680 |
| Reduction in Council Tax Band D Increase | 44,600 | 0.5% reduction in Council Tax Increase (assumed increase 2.8%) | 10% | 4,460 |
| Increase in Leisure Management Fee | 450,000 | Management fee exceeds budgeted amount due to adverse trading conditions and increase utility costs | 25% | 112,500 |
| Car Parking Income | 1,284,700 | Economic downturn could have a negative impact on car park usage | 10% | 128,470 |
| Green Waste | 1,779,000 | Increase in Green Waste charge and economic downturn could have a detrimental impact on customer demand | 5% | 88,950 |
| Utility Costs | 883,200 | Fluctuations in energy market leading to an increase in costs of utilities in excess of the budgeted increase | 15% | 132,480 |
| Fuel Costs | 991,000 | Fluctuations in oil market leading to an increase in cost of fuel | 15% | 148,650 |
| Interest Rate on Investment | 914,000 | Risk of investment returns being below budget | 10% | 91,400 |
| 7,045,880 Total | | | | 1,001,430 |
| | | Budget Stabilisation Reserve and General Fund Working Balance | | 4,868,000 |
| | | Worst Case - 50% of above occurring in the same year | | 500,715 |
| | | Cover ratio | | 9.72 |