

Appendix D

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