



Comhairle Cathrach  
Bhaile Átha Cliath  
Dublin City Council

# Draft Revenue Budget 2023

Statutory Budget Meeting

21<sup>st</sup> November 2022

# Content

- ▶ Budget Summary
- ▶ Estimated Expenditure
- ▶ Additional Service Provision
- ▶ Area Offices
- ▶ Sources of Funding
- ▶ Rates
- ▶ LPT
- ▶ Resolutions

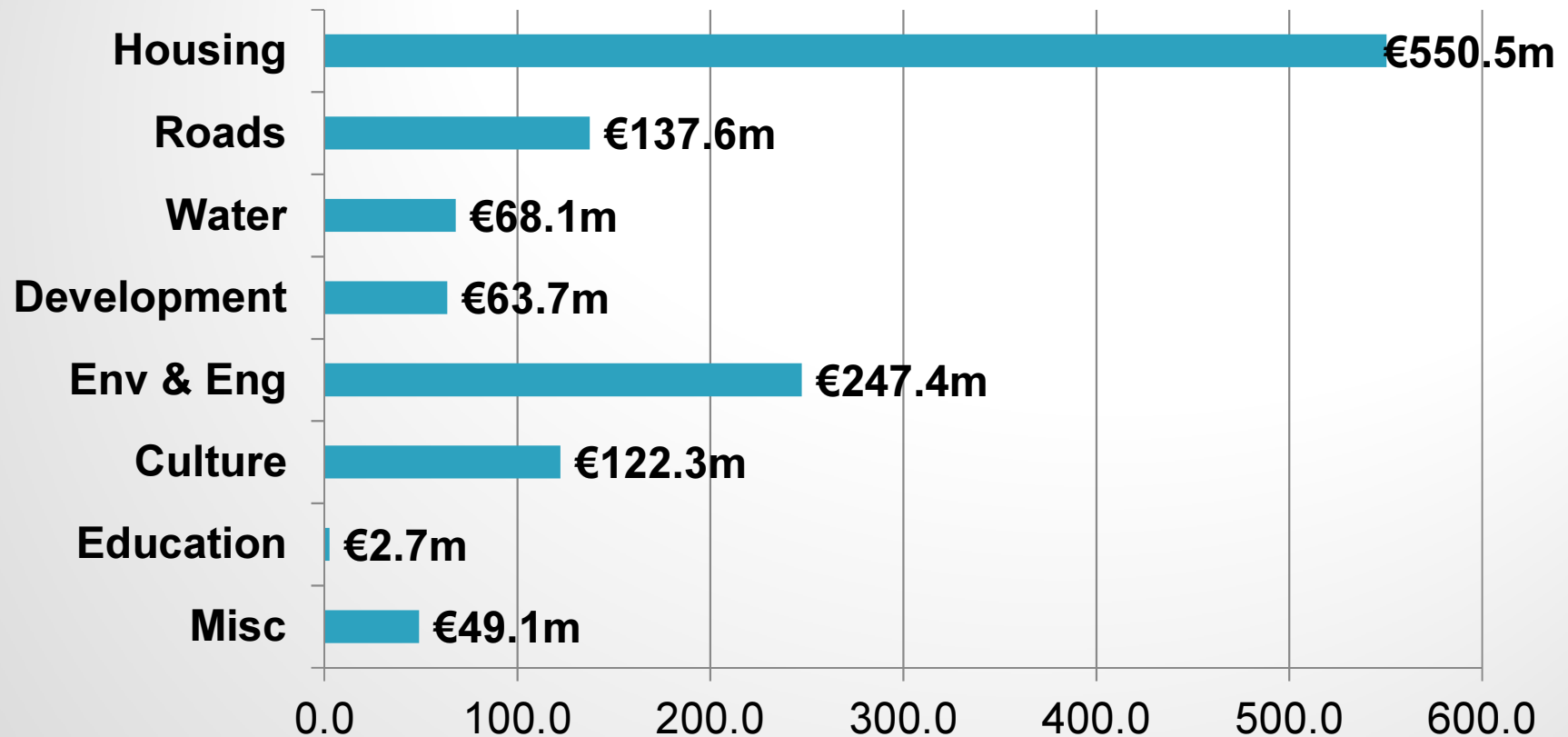
# Budget Summary 2023

	Adopted 2022 €m	Draft 2023 €m	Movement €m
Gross Expenditure	1,130.0	1,241.4	111.4
Gross Income	704.5	791.5	87.0
<b>Net Expenditure</b>	<b>425.5</b>	<b>449.9</b>	<b>24.4</b>
<u>Funded By</u>			
Net Credit Balance	35.4	42.9	7.5
Commercial Rates	366.9	380.8	13.9
LPT	23.2	26.2	3.0
<b>Total</b>	<b>425.5</b>	<b>449.9</b>	<b>24.4</b>

# Budgetary Pressures

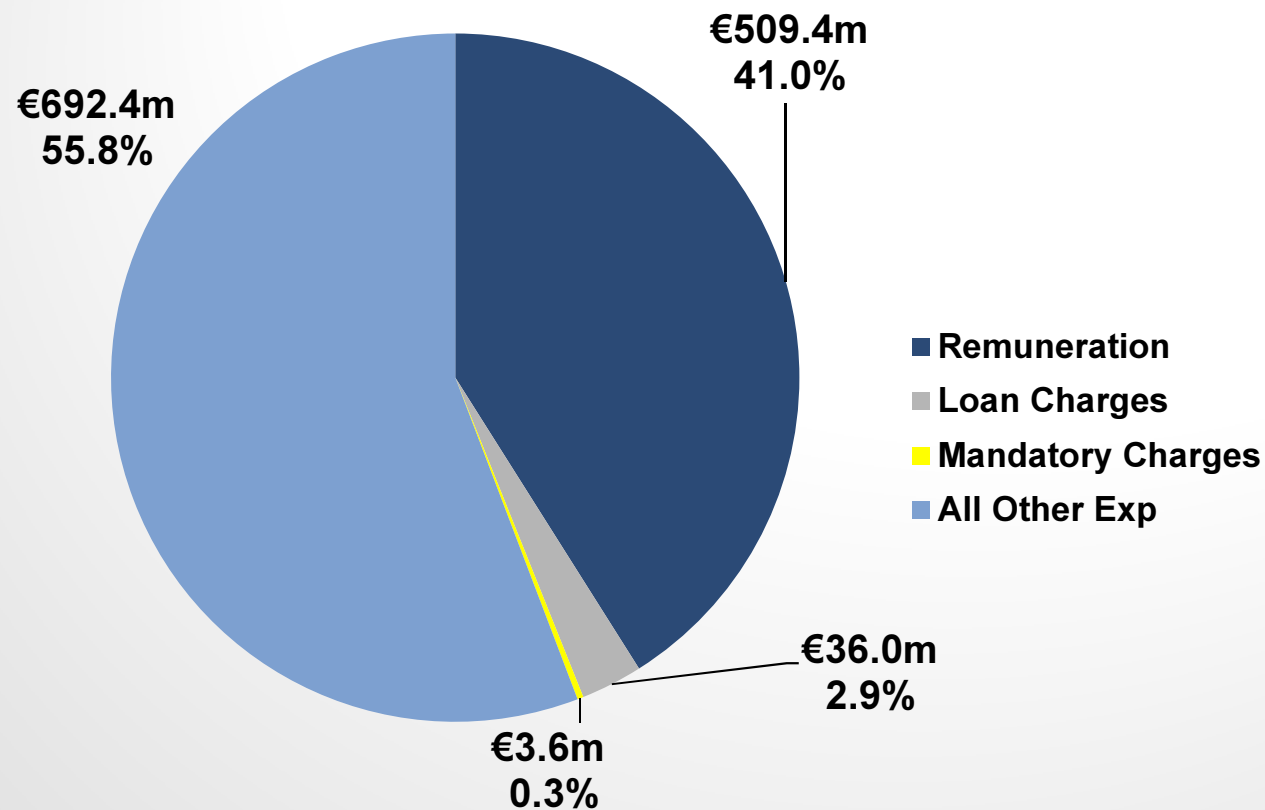
- ▶ Key objective to continue all services in 2023 at 2022 levels as a minimum.
- ▶ Significant economic uncertainty continuing in 2023 due to energy and general inflationary increases.
- ▶ Examples of budgetary pressures in 2023:
  - National Pay Agreement; net cost to DCC €3m
  - Increase in loan charges €3.6m
  - Increased cost of energy €18m
  - Increased cost of general inflation €9m
  - Constraints on funding

# Estimated Gross Expenditure 2023



**Total: €1,241.4m**

# Estimated Gross Expenditure Elements 2023



**Total: €1,241.4m**

# Additional Service Provision in 2023

Service	Increase
	€m
Long Term Leasing	6.3
Homeless	38.5
Street Cleaning	1.4
Fire Services	2.5
Festival & Events	1.4
Loan Charges	3.6
DPG & ERG's	1.5

# Additional Services in 2023

- ▶ New Borrowings
  - District Heating
  - Housing Capital Projects
  - Dublin Fire Brigade
- ▶ €500k for Older Persons Services
- ▶ €500k for community supports (to be applied Northside & Southside)



# Additional Services in 2023

- ▶ Recruitment in;
  - DFB (2 recruit classes and ESC's)
  - Street Cleaning (32 GO's)
  - Roads (NTA funded)
  - Housing
  - Libraries
  - Communications
  - SUDS/Drainage Planning
  - Planners, Valuers & Conservation Officers
  - Control of Dogs

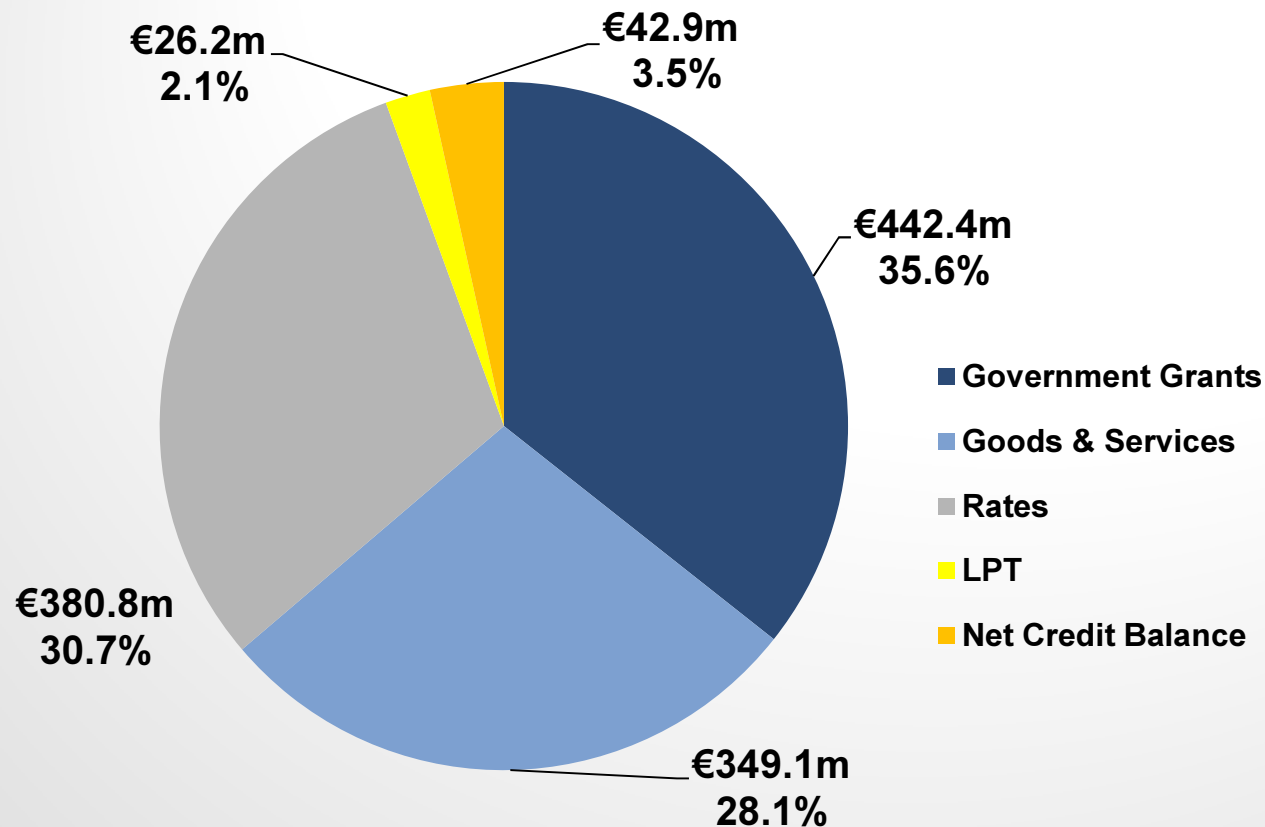
# Area Offices

- ▶ €3m Revenue Discretionary Fund:

Area	Funding
North West	300,000
South East	750,000
South Central	480,000
Central	660,000
North Central	810,000

- ▶ €3m Capital Discretionary Fund provided in draft capital programme Y2023-Y2025 to enhance environmental improvement works - €1m per annum.
- ▶ Programme to be provided by Area Managers to Area Committees.

# Estimated Sources of Funding 2023



**Total: €1,241.4m**

# Government Support 2023

- ▶ €5m grant towards energy inflation 2023
- ▶ €25.9m grant towards National Pay Agreement cost 2023
- ▶ €8m grant towards provision of ambulance service 2022

# Government Grants

Grants by Department	2023	2022	2022R
Housing, Local Government & Heritage	414,662,430	351,974,219	381,138,992
Rural & Community Development	12,174,575	10,750,747	13,243,134
Children, Equality, Disability, Integration & Youth	2,933,959	1,720,991	3,067,925
Enterprise Ireland	2,901,243	2,578,842	3,494,199
Transport Infrastructure Ireland	2,799,095	2,377,000	2,859,327
Environment, Climate and Communications	2,180,111	2,244,693	1,934,730
Tourism, Culture, Arts, Gaeltacht, Sports & Media	1,176,500	1,111,000	1,923,511
Health	1,123,550	1,069,424	3,270,709
Justice	765,590	403,634	619,888
National Transport Authority	620,000	330,000	472,100
Social Protection	600,000	475,000	475,000
Defence	410,000	410,000	462,255
Other Departments	95,164	118,963	55,000
Agriculture, Food & The Marine	20,000	20,000	17,750
Transport	0	0	35,779
	<b>442,462,217</b>	<b>375,584,513</b>	<b>413,070,299</b>

# Dept of Housing – Analysis of Main Grants

	2023	2022	2022R
Homeless	202,754,068	170,527,556	170,477,099
Homeless Covid	5,581,292	1,954,475	5,581,292
RAS Grants	47,565,725	46,915,524	49,614,562
Social Leasing	44,500,000	38,450,000	41,950,000
CLSS	14,894,516	14,131,347	13,477,978
HAP	10,291,488	23,249,490	8,330,384
DPG's & ERG's	8,214,245	6,869,642	8,214,245
Ambulance Service	0	0	8,000,000
Payroll Compensation	62,740,139	37,278,621	46,693,560
Energy Inflation	5,000,000	0	0

# Goods/Services Income

- No proposal in draft budget to increase charges
- Housing Rents will move in line with household income.
- Parking Meter Charges will be reviewed later in 2023 with report to SPC and considered in Budget 2024


# Commercial Rates

	€m
Budgeted Rates Income 2023	380.8
Rates Income 2022	<u>366.5</u>
Increased Income 2023	<b>14.3</b>
Buoyancy 2023	7.4
GARV Increase +1.87%	<u>6.9</u>
	<b>14.3</b>

- Entry Year Property Levy of €3m



# Commercial Rates (continued)

- Proposed 2023 GARV is 0.273
  - An increase of 1.87%
  - Conscious of difficult trading environment due to inflationary pressures and need to maintain competitiveness
  - Maintain Vacancy Refund level at 15%
- 

# Allocation of LPT Funding – Y2022 & Y2023

	2022	2023	Movement
	€	€	€
Dublin City LPT – 100%	82,048,235	94,556,845	12,508,610
Equalisation Fund - 20%	16,409,647	0	- 16,409,647
LPT Retained Locally – 80%	65,638,588	94,556,845	28,918,257
Apply LPT Base Rate in 2023	12,307,235	14,183,527	1,876,292
<b>LPT Funding</b>	<b>53,331,353</b>	<b>80,373,318</b>	<b>27,041,966</b>
<i><b>Distribution of LPT Funding</b></i>			
Self Funding – Housing & Roads	30,133,649	54,185,963	24,052,314
Pension Related Deduction (PRD)	16,428,262	16,428,262	0
Historic Funding (General Purpose Grants)	2,667,330	2,667,330	0
Discretionary Funding	4,102,112	7,091,763	2,989,652
	<b>53,331,353</b>	<b>80,373,318</b>	<b>27,041,966</b>

# LPT

- ▶ Lost funding to DCC
  - €54.2m retained by Central Government by substituting LPT for grants based on determination by the Department that DCC does not require the services that €54.2m would support
  - €28.4m foregone through the reduction in LPT rate applied to Dublin Households

# Resolutions for Consideration

- ▶ Resolution to adopt the Annual Budget for 2023 **with or without amendment**
- ▶ Resolution to determine the Vacancy Refund – ***proposed in the draft budget to remain unchanged at 15%***
- ▶ Resolution to determine the General Annual Rate on Valuation - ***proposed in the draft budget at 0.273 GARV***