

Revenue Inflation Sensitivity Analysis 2011/12

	2011/12 Percentage Estimates	Inflation Sensitivity Analysis Annual Value of Percentage Increases / Decreases			
		0.25%	0.50%	0.75%	1.00%
		£000	£000	£000	£000
Funding Settlement	0.70%	306	612	918	1,224
Precept	5.00%	134	268	402	536
Band D Tax Base	0.50%	134	268	402	536
Police Officer Pay Inflation (From 1 Sep part year only)	2.50%	165	330	495	660
Police Officer Superannuation Rate	23.82%	219	438	657	876
Police Staff Pay Inflation (From 1 Sep part year only)	2.50%	62	124	186	248
Non Pay Inflation	2.00%	54	108	162	216

NB.

- Potential 2.2% (2.9% less 0.7%) decrease in 2011/12 Settlement equates to £2.6m reduction in Formula Funding
- 1% Pay Inflation is broadly equivalent to 1% Settlement increase