

Appendix A

Medium Term Financial Plan 2022/25

Funding Statement

	2022/23	2022/23	2023/24	2024/25	2025/26	2026/27	Incremental Change						Incremental Change - Year 1 to 3		
	Base Budget £000	Revised Budget £000	Base Budget £000	Base Budget £000	Base Budget £000	Base Budget £000	Change 2022/23 £000	Adjust £000	Adjusted Change 2022/23 £000	Change 2023/24 £000	Change 2024/25 £000	Change 2024/25 £000	Change 2021/25 £000	Adjust £000	Adjusted Change 2021/25 £000
Estimated Funding															
Business Rates	(18,185)	(18,185)	(20,306)	(20,712)	(21,126)	(21,549)	(2,121)		(2,121)	(406)	(414)	(423)	(3,364)	-	(3,364)
Business Rates - Top Up	(24,275)	(24,275)	(24,761)	(25,256)	(25,761)	(26,276)	(486)		(486)	(495)	(505)	(515)	(2,001)	-	(2,001)
Revenue Support Grant	(14,016)	(14,016)	(14,016)	(14,016)	(14,016)	(14,016)	-		-	-	-	-	-	-	-
Improved Better Care Fund Grant	(8,349)	(8,349)	(8,349)	(8,349)	(8,349)	(8,349)	-		-	-	-	-	-	-	-
Social Care Grant	(8,813)	(8,813)	(8,813)	(8,813)	(8,813)	(8,813)	-		-	-	-	-	-	-	-
Market Sustainability and Fair Funding	(516)	(516)	-	-	-	-	516	516	-	-	-	-	516	-	516
BSF PFI Grant	(8,472)	(8,472)	(8,472)	(8,472)	(8,472)	(8,472)	-		-	-	-	-	-	-	-
Council Tax Income (incl Social Care Precept)	(60,171)	(60,171)	(62,294)	(64,492)	(66,767)	(69,123)	(2,123)		(2,123)	(2,198)	(2,275)	(2,356)	(8,952)	-	(8,952)
Council Tax Income - Town and Parish Precepts	(164)	(164)	(164)	(164)	(164)	(164)	-		-	-	-	-	-	-	-
Transfer from/to Collection Fund - Council Tax	(755)	(755)	(39)	(765)	(765)	(765)	716	716	(726)	-	-	-	(10)	-	(10)
Transfer from/to Collection Fund - NNDR	6,859	6,859	344	-	-	-	(6,515)	5,471	(1,044)	(344)	-	-	(6,859)	5,471	(1,388)
Total Estimated Funding	(136,857)	(136,857)	(146,870)	(151,039)	(154,233)	(157,527)	(10,013)	5,471	(4,542)	(4,169)	(3,194)	(3,294)	(20,670)	5,471	(15,199)
Forecast Expenditure															
Portfolios	130,938	133,880	132,912	132,567	132,567	132,567	(968)		(968)	(345)	-	-	(1,313)	-	(1,313)
Corporate Income and Expenditure															
Contingencies	8,447	5,505	13,497	20,360	27,318	34,653	7,992		7,992	6,863	6,957	7,336	29,148	-	29,148
RCCO	6,351	6,351	-	-	-	-	(6,351)	6,261	(90)	-	-	-	(6,351)	6,261	(90)
Debt Charges	18,987	18,987	19,325	19,582	19,736	19,736	338		338	257	154	-	749	-	749
Recharges to Schools	(1,274)	(1,274)	(1,207)	(1,154)	(1,091)	(1,016)	67		67	53	63	75	258	-	258
Benefit Admin Grants	(650)	(650)	(700)	(650)	(250)	(250)	(50)		(50)	50	400	-	400	-	400
New Homes Bonus	(1,006)	(1,006)	-	-	-	-	1,006	1,006	-	-	-	-	1,006	-	1,006
Lower Tier Services Grant	(341)	(341)	(341)	(341)	(341)	(341)	-		-	-	-	-	-	-	-
Services Grant	(3,072)	(3,072)	(3,072)	(3,072)	(3,072)	(3,072)	-		-	-	-	-	-	-	-
Business Rates s31 Grant	(8,568)	(8,568)	(7,140)	(7,140)	(7,140)	(7,140)	1,428	1,428	-	-	-	-	1,428	-	1,428
Council Tax Support Grant	-	-	-	-	-	-	-		-	-	-	-	-	-	-
Town and Parish Precepts (incl Grants)	191	191	191	191	191	191	-		-	-	-	-	-	-	-
Net Expenditure	150,003	150,003	153,465	160,343	167,918	175,328	3,462	6,261	9,723	6,878	7,575	7,411	25,325	6,261	31,586
Contributions to/(from) Reserves															
R&M Sinking Fund	80	80	80	80	-	-	-		-	-	-	-	(80)	-	(80)
Welfare Reform Reserves	-	-	-	-	-	-	-		-	-	-	-	-	-	-
Covid-19 Reserve	-	-	-	-	-	-	-		-	-	-	-	-	-	-
NNDR Reserve	(5,471)	(5,471)	-	-	-	-	5,471	(5,471)	-	-	-	-	5,471	(5,471)	-
Other Reserves (to fund RCCO)	(6,261)	(6,261)	-	-	-	-	6,261	(6,261)	-	-	-	-	6,261	(6,261)	-
Invest to Save Reserve	(374)	(374)	-	-	-	-	374		374	-	-	-	374	-	374
Use of Budget Strategy Reserve	(1,120)	(1,120)	(1,468)	(1,040)	(500)	-	(348)		(348)	428	540	500	1,120	-	1,120
	-	-	-	-	-	-	-		-	-	-	-	-	-	-
Budget Requirement (excl GF Balance)	136,857	136,857	152,077	159,383	167,418	175,328	11,758	(11,732)	26	428	540	500	38,471	(5,471)	33,000
Contribution to/from GF Balance	-	-	-	-	-	-	-		-	-	-	-	-	-	-
Budget Requirement	136,857	136,857	152,077	159,383	167,418	175,328	-	-	-	-	-	-	38,471	(5,471)	33,000
Net Shortfall/(Surplus)	-	-	5,207	8,344	13,185	17,801	5,207	-	5,207	3,137	4,921	4,617	17,801	-	17,801

Appendix B

Changes in Medium Term Financial Plan since 28th February 2022

	2023/24 Base Budget £000	2024/25 Base Budget £000	2025/26 Base Budget £000	2026/27 Base Budget £000
Report to Finance Council 28th February 2022	2,885	5,980	9,025	-
Change in Business Rates Assumptions	(134)	(128)	(122)	
Change in Council Tax Assumptions	(3)	(11)	(30)	
In Year Transfer to Reserves (for Leisure Equipment/Sinking Fund) not necessary in Year	-	-	(80)	
Add on Deficit for next Financial Year				12,943
Starting Point for Report to CLT 19th April 2022	2,748	5,841	8,793	12,943
<i>Update to Inflation Assumptions</i>				
Adjustment to HB/CTS Admin Subsidy	(100)	(100)	250	200
National Living Wage Adjustment	285	(96)	987	938
ASC Commissioning Inflation	421	449	455	509
Children's Commissioning Inflation	163	333	518	703
Update to Pay Award Assumptions (4% in 2023/24, 2% pa thereafter)	1,084	998	936	936
Update to National Insurance Assumptions (in line with Pay Award increase)	239	364	491	617
Update to Pension Assumptions (in line with Pay Award increase)	34	66	97	129
Utility Inflation	334	490	657	824
Report to CLT 19th April 2022	5,207	8,344	13,185	17,801

Scenario Analysis - Assumptions for Worst/Base/Best Case Position

	Worst Case	Base Position	Best Case
Services Grants	£2.000m	£3.072m	£4.000m
New Homes Bonus	-	-	Scheme rolled forward 1 year £1.006m
Lower Tier Services Grant	-	£0.341m	£0.341m
Pay Award	6% in 2023/24 3% in 2024/25 3% in 2025/26	4% in 2023/24 2% in 2024/25 2% in 2025/26	2% in 2023/24 2% in 2024/25 2% in 2025/26
Pension Contribution Increases	19.4% in 2023/24 20.4% in 2024/25 21.4% in 2025/26	18.4% in 2023/24 19.4% in 2024/25 20.4% in 2025/26	17.9% in 2023/24 18.4% in 2024/25 18.9% in 2025/26
National Living Wage	9% in 2023/24 7% in 2024/25 7% in 2025/26	6.3% in 2023/24 5.9% in 2024/25 5.6% in 2025/26	4% in 2023/24 2% in 2024/25 2% in 2025/26
Energy Inflation	20% in 2023/24 10% in 2024/25 10% in 2025/26	10% in 2023/24 5% in 2024/25 5% in 2025/26	5% in 2023/24 2% in 2024/25 2% in 2025/26
Children's Services Improvement Plan Investment	£1.000m	-	-

