

Medium Term Financial Plan 2022/25

Funding Statement

	2022/23 Revised Budget £000	2023/24 Base Budget £000	2024/25 Base Budget £000	2025/26 Base Budget £000	2026/27 Base Budget £000
Estimated Funding					
Business Rates	(18,185)	(20,306)	(20,712)	(21,126)	(21,549)
Business Rates - Top Up	(24,275)	(24,761)	(25,256)	(25,761)	(26,276)
Revenue Support Grant	(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)
Social Care Grant	(8,813)	(8,813)	(8,813)	(8,813)	(8,813)
Market Sustainability and Fair Funding	(516)	-	-	-	-
BSF PFI Grant	(8,472)	(8,472)	(8,472)	(8,472)	(8,472)
Council Tax Income (incl Social Care Precept)	(60,171)	(62,294)	(64,492)	(66,767)	(69,123)
Council Tax Income - Town and Parish Precepts	(164)	(164)	(164)	(164)	(164)
Transfer from/to Collection Fund - Council Tax	(755)	(39)	(765)	(765)	(765)
Transfer from/to Collection Fund - NNDR	6,859	344	-	-	-
Total Estimated Funding	(136,857)	(146,870)	(151,039)	(154,233)	(157,527)
Forecast Expenditure					
Portfolios	133,880	133,905	133,560	133,560	133,560
Corporate Income and Expenditure					
Contingencies	5,505	15,953	23,889	31,730	39,066
RCCO	6,351	-	-	-	-
Debt Charges	18,987	19,325	19,582	19,736	19,736
Recharges to Schools	(1,274)	(1,207)	(1,154)	(1,091)	(1,016)
Benefit Admin Grants	(650)	(700)	(650)	(250)	(250)
New Homes Bonus	(1,006)	-	-	-	-
Lower Tier Services Grant	(341)	(341)	(341)	(341)	(341)
Services Grant	(3,072)	(3,072)	(3,072)	(3,072)	(3,072)
Business Rates s31 Grant	(8,568)	(7,140)	(7,140)	(7,140)	(7,140)
Council Tax Support Grant	-	-	-	-	-
Town and Parish Precepts (incl Grants)	191	191	191	191	191
Net Expenditure	150,003	156,914	164,865	173,323	180,734
Contributions to/(from) Reserves					
R&M Sinking Fund	80	80	80	-	-
Welfare Reform Reserves	-	-	-	-	-
Covid-19 Reserve	-	-	-	-	-
NNDR Reserve	(5,471)	-	-	-	-
Other Reserves (to fund RCCO)	(6,261)	-	-	-	-
Invest to Save Reserve	(374)	-	-	-	-
Use of Budget Strategy Reserve	(1,120)	(1,468)	(1,040)	(500)	-
	-	-	-	-	-
Budget Requirement (excl GF Balance)	136,857	155,526	163,905	172,823	180,734
Contribution to/from GF Balance	-	-	-	-	-
Budget Requirement	136,857	155,526	163,905	172,823	180,734
Net Shortfall/(Surplus)	-	8,656	12,866	18,590	23,207

Changes in the 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)	
Change in Inflation for National Living Wage (ASC)	2,942	2,942	2,942	
As above - moved to ASC	(242)	(242)	(242)	
As above - moved to ASC	(2,700)	(2,700)	(2,700)	
In Year Transfer to Reserves (for Leisure Equipment/Sinking Fund) not necessary in Year 3	-	-	(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
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
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
Children's Commissioning Inflation	163	333	518	703
Report to CLT 19th April 2022 and Executive Board 9th June 2022	5,207	8,344	13,185	17,801
Additional Revenue Cost of WAN and Network Upgrade	27	27	27	27
Assumed Grant for Conducting Elections excluded	110	110	110	110
Old Bank Lane Car Park (Lease to NHS) Executive Board 11th Aug 2022	(210)	(210)	(210)	(210)
Impact of Pay Offer in 2022/23 - Pay	2,737	3,476	3,571	3,571
Impact of Pay Offer in 2022/23 - NI	251	327	338	338
Impact of Pay Offer in 2022/23 - Pension	725	775	824	824
Delete Contingency that will be used for Pay Award in 2022/23	(1,007)	(1,007)	(1,007)	(1,007)
Children's Services - Savings NOT implemented	266	266	266	266
No NI Increase (or Health and Social Care Levy)	(250)	(250)	(250)	(250)
Albion Mill - Potential Additional Costs	800	800	800	800
Provider Fee Uplift Adjustments Year 2	-	208	208	208
Provider Fee Uplift Adjustments Year 3			729	729
Report to CLT 5th October and Executive Board 13th October 2022	8,656	12,866	18,590	23,207

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

Variable	Worst Case	Base Position	Best Case
Services Grant	£2.000m	£3.072m	£4.000m
New Homes Bonus	-	-	Scheme rolled forward 1 year £1.006m
Lower Tier Services Grant	-	-	-
Pay Award	6% in 2023/24 4% in 2024/25 3% in 2025/26	4% in 2023/24 3% in 2024/25 2% in 2025/26	2% in 2023/24 2% in 2024/25 2% in 2025/26
National Living Wage	10.5% in 2023/24 8.0% in 2024/25 8.0% in 2025/26	6.6% in 2023/24 6.6% in 2024/25 6.6% in 2025/26	6.6% in 2023/24 6.6% in 2024/25 6.6% 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 Services	£2.000m	-	-

