

Medium Term Financial Strategy (MTFS) Summary 2023-26

Appendix 1A

| | 2023-24 £'000 | 2024-25 £'000 | 2025-26 £'000 |
|--|------------------|------------------|------------------|
| Net Service Costs | 389,473 | 446,257 | 487,862 |
| Growth - Previously approved by Full Council | 137 | - | - |
| Growth - New | 39,775 | 33,406 | 3,102 |
| Inflation - Previously approved by Full Council | 6,500 | - | - |
| Inflation - New | 19,900 | 10,000 | 6,900 |
| Savings - Previously approved by Full Council | (7,181) | - | - |
| Savings - Unachievable and Reprofiled | 7,654 | (900) | (100) |
| Savings - New | (10,000) | (902) | (859) |
| Total Funding Requirement | 446,257 | 487,862 | 496,905 |
| Core Grants: | | | |
| - Revenue Support Grant | (39,347) | (40,527) | (41,743) |
| - New Homes Bonus | (3,890) | (3,890) | (3,890) |
| - Services Grant | (4,332) | (4,332) | (4,332) |
| - Improved Better Care Fund | (16,810) | (16,810) | (16,810) |
| - Social Care Grant | (25,958) | (37,858) | (37,858) |
| - ASC Discharge Fund | (2,357) | (3,937) | (3,937) |
| - ASC Market Sustainability & Improvement Fund | (3,430) | (6,000) | (6,000) |
| - Public Health Grant | (39,315) | (40,101) | (40,903) |
| - Homelessness Prevention Grant | (6,062) | (6,062) | (6,062) |
| - Rough Sleeping Initiative | (658) | (658) | (658) |
| Core Grants | (142,160) | (160,176) | (162,194) |
| Business Rates | (152,596) | (147,970) | (155,122) |
| Council Tax: | | | |
| - Council Tax - in year income | (129,541) | (133,103) | (136,763) |
| - Council Tax - Collection Fund deficit / (surplus) | 364 | - | - |
| Council Tax | (129,176) | (133,103) | (136,763) |
| Total Funding | (423,932) | (441,249) | (454,079) |
| Budget Gap / (Surplus) | 22,326 | 46,613 | 42,826 |
| Contribution to Reserves / (Drawdown from Reserves) | (22,326) | (15,800) | (5,000) |
| Savings to be identified | (0) | 30,813 | 37,826 |
| Assumptions: | | | |
| <ul style="list-style-type: none"> No increase in general Council Tax for all years. ASC precept increase of 2% for 2023-24 only - allocated to fund ASC demography. Business Rates income - assumes reset to occur in 2025-26 but partially offset by transitional funding (75% in 2025-26). Core Grants allocations are based on the provisional Local Government Finance Settlement (LGFS). Pay Inflation - 4% for 2023-24; 2% for 2024-25 and 2025-26. Contractual Inflation - 6% for 2023-24; 4% for 2024-25; 2% for 2025-26. | | | |