

Medium Term Financial Strategy (MTFS) Summary 2023-26

Appendix 1A

	2023-24 £'000	2024-25 £'000	2025-26 £'000
Net Service Costs	389,473	446,205	487,880
Growth - Previously approved by Full Council	137	-	-
Growth - New	39,723	33,476	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	446,205	487,880	496,923
Core Grants:			
- Revenue Support Grant	(39,347)	(40,527)	(41,743)
- New Homes Bonus	(3,890)	(3,890)	(3,890)
- Services Grant	(4,510)	(4,510)	(4,510)
- 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	(6,010)	(6,080)	(6,080)
- Rough Sleeping Initiative	(658)	(658)	(658)
Core Grants	(142,286)	(160,372)	(162,390)
Business Rates	(152,596)	(147,970)	(155,122)
Council Tax:			
- Council Tax - in year income	(129,540)	(133,103)	(136,763)
- Council Tax - Collection Fund deficit / (surplus)	364	-	-
Council Tax	(129,176)	(133,103)	(136,763)
Total Funding	(424,057)	(441,445)	(454,275)
Budget Gap / (Surplus)	22,148	46,435	42,648
Contribution to Reserves / (Drawdown from Reserves)	(22,148)	(15,622)	(4,822)
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 final 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. 			