

Medium Term Financial Strategy (MTFS) Summary 2024-27

Appendix A

	2024-25 £'000	2025-26 £'000	2026-27 £'000
Net Service Costs	445,481	486,050	490,598
Growth - Previously approved by Full Council	34,201	3,102	
Growth - Reduction in Core Grants funding assumptions	(9,630)	(4,495)	-
Inflation - Previously approved by Full Council	10,000	6,900	-
Inflation - New	7,800	-	8,000
Savings - Previously approved by Full Council (includes unachievable and reprofiled savings)	(1,802)	(959)	-
Total Funding Requirement	486,050	490,598	498,598
Core Grants:			
- Revenue Support Grant	(41,315)	(41,563)	(41,563)
- 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	(30,082)	(30,082)	(30,082)
- ASC Discharge Fund	(3,928)	-	-
- ASC Market Sustainability & Improvement Fund	(5,158)	(5,158)	(5,158)
- Public Health Grant	(39,099)	(39,334)	(39,334)
- Homelessness Prevention Grant	(6,080)	(6,080)	(6,080)
- Rough Sleeping Initiative	(658)	(658)	(658)
Core Grants	(151,530)	(148,085)	(148,085)
Business Rates	(170,043)	(171,646)	(159,930)
Council Tax	(133,102)	(136,763)	(140,524)
Total Funding	(454,675)	(456,494)	(448,539)
Budget Gap / (Surplus)	31,375	34,104	50,059
Contribution to Reserves / (Drawdown from Reserves)	(15,622)	(4,822)	-
Savings to be identified	15,753	29,282	50,059
Assumptions:			
<ul style="list-style-type: none"> • No increase in Council Tax for all years. • Council Tax assumes taxbase growth of 2.75% for all years. • Business Rates income - assumes reset to occur in 2026-27. • Core Grants funding assumptions based on latest projections modelled by LG Futures. • Pay Inflation - 2023-24 6%, 2024/25 4% and future years 2%. • Contractual Inflation - 2023-24 6%; 2024-25 4% and future years 2%. 			