

Medium Term Financial Strategy (MTFS) Summary 2024-27

Appendix 1A

	2024-25 £'000	2025-26 £'000	2026-27 £'000
Net Service Costs	487,880	468,472	458,106
Growth - New	19,158	(1,142)	4,742
Grants and Funding impact on services - New	(21,263)	(3,557)	644
Inflation - New	6,250	(60)	6,510
Savings - Unachievable	1,213	-	-
Savings - New	(33,808)	(5,607)	(3,997)
Total Funding Requirement	459,429	458,106	466,006
Core Grants:			
- Revenue Support Grant	(41,954)	(43,213)	(43,905)
- New Homes Bonus	(2,171)	(2,171)	(2,171)
- Services Grant	(710)	(710)	(710)
- Improved Better Care Fund	(16,810)	(16,810)	(16,810)
- Social Care Grant	(30,960)	(30,960)	(34,160)
- ASC Discharge Fund	(3,928)	-	-
- ASC Market Sustainability & Improvement Fund	(6,409)	(6,409)	(6,409)
- Public Health Grant	(39,099)	(40,272)	(40,916)
Core Grants	(142,042)	(140,546)	(145,082)
Business Rates	(172,744)	(174,347)	(162,631)
Council Tax	(138,168)	(148,609)	(160,316)
Total Funding	(452,954)	(463,502)	(468,028)
Budget Gap / (Surplus) before Reserves Adjustments	6,475	(5,396)	(2,023)
Reserves Adjustments:			
Previously Approved Drawdown from Reserves	(15,622)	(4,822)	-
Contribution to the Budget Risk Reserve	2,300	-	-
Revised Budget Gap / (Surplus)	(6,847)	(10,218)	(2,023)
Contribution to Mayor's Accelerated Delivery Fund	6,847	10,218	2,023
Contribution to Mayor's Accelerated Delivery Fund Over Life of MTFS			19,088
Assumptions:			
<ul style="list-style-type: none"> • Adult Social Care (ASC) precept increase of 2% allocated to help fund demographic pressures in Adult Social Care. • General Council Tax increase of 2.99% in each year. • Business Rates income - assumes reset to occur in 2026-27. • Core Grants allocations are based on the provisional Local Government Finance Settlement (LGFS) announced in December 2023. • Pay and contractual Inflation at Autumn Statement (Office of Budget Responsibility) figures – 3.0% for 2024-25; 1.6% for 2025-26 and 1.5% for 2026-27. 			