

## Medium Term Financial Strategy (MTFS) Summary 2024-27

Appendix 1A

	2024-25 £'000	2025-26 £'000	2026-27 £'000
<b>Net Service Costs</b>	<b>487,880</b>	<b>471,649</b>	<b>460,110</b>
Growth - New	19,158	(1,142)	4,742
Grants and Funding impact on services - New	(18,086)	(4,730)	-
Inflation - New	6,250	(60)	6,510
Savings - Unachievable	1,213	-	-
Savings - New	(33,808)	(5,607)	(3,997)
<b>Total Funding Requirement</b>	<b>462,606</b>	<b>460,110</b>	<b>467,365</b>
<b>Core Grants:</b>			
- Revenue Support Grant	(41,954)	(43,213)	(43,905)
- New Homes Bonus	(2,171)	(2,171)	(2,171)
- Services Grant	(779)	(710)	(710)
- Improved Better Care Fund	(16,810)	(16,810)	(16,810)
- Social Care Grant	(34,012)	(34,012)	(37,212)
- ASC Discharge Fund	(3,928)	-	-
- ASC Market Sustainability & Improvement Fund	(6,409)	(6,409)	(6,409)
- Public Health Grant	(39,224)	(39,224)	(39,224)
<b>Core Grants</b>	<b>(145,287)</b>	<b>(142,550)</b>	<b>(146,442)</b>
<b>Business Rates</b>	<b>(172,744)</b>	<b>(174,347)</b>	<b>(162,631)</b>
<b>Council Tax</b>	<b>(138,168)</b>	<b>(148,609)</b>	<b>(160,316)</b>
<b>Total Funding</b>	<b>(456,199)</b>	<b>(465,506)</b>	<b>(469,388)</b>
<b>Budget Gap / (Surplus) before Reserves Adjustments</b>	<b>6,407</b>	<b>(5,396)</b>	<b>(2,023)</b>
<b>Reserves Adjustments:</b>			
Previously Approved Drawdown from Reserves	(15,622)	(4,822)	-
Contribution to the Budget Risk Reserve	2,300	-	-
<b>Budget Gap / (Surplus) after Reserves Adjustments</b>	<b>(6,915)</b>	<b>(10,218)</b>	<b>(2,023)</b>
Contribution to Mayor's Accelerated Delivery Fund	6,915	10,218	2,023
<b>Revised Budget Gap / (Surplus)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Contribution to Mayor's Accelerated Delivery Fund Over Life of MTFS</b>			<b>19,156</b>
<b>Assumptions:</b>			
<ul style="list-style-type: none"> <li>• Adult Social Care (ASC) precept increase of 2% allocated to help fund demographic pressures in Adult Social Care.</li> <li>• General Council Tax increase of 2.99% in each year.</li> <li>• Business Rates income - assumes reset to occur in 2026-27.</li> <li>• Core Grants allocations are based on the provisional Local Government Finance Settlement (LGFS) announced in December 2023.</li> <li>• 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.</li> </ul>			