

## APPENDIX 7 – Medium Term Financial Plan (MTFP)

	2023/24 £'000	2024/25 £'000	2025/26 £'000	Total £'000
<b>Funding</b>				
Base change in WG Revenue Support Grant ( +8.8% in 23/24 and +3% thereafter)	(23,599)	(8,676)	(8,937)	(41,212)
Residual increased share of the total Revenue Support Grant due to data changes showing increased relative spending need	-	(1,012)	-	(1,012)
Estimated increase in NCC share of RSG due to population changes		(500)	(500)	(1,000)
Increase in tax base - C.Tax @ 22/23 rate	(161)	-	-	(161)
C. Tax @ 9.5% in 23/24 and 4% thereafter	(7,368)	(3,397)	(3,533)	(14,298)
Less consequential increase in benefits	1,205	544	565	2,314
<b>Change in Income/Funding</b>	<b>(29,924)</b>	<b>(13,041)</b>	<b>(12,405)</b>	<b>(55,370)</b>
<b>Revenue Investments / Increased Costs</b>				
Pricing - Pay Inflation & Increments (non schools)	7,187	2,651	2,521	12,359
Pricing - Contract/ Income Inflation (non schools)	18,416	12,530	11,050	41,996
Pricing - Pay Inflation & Increments (schools)	8,594	5,362	5,269	19,225
Pricing - Contract/ Income Inflation (schools)	3,941	3,463	1,745	9,149
Demand - Schools	785	1,221	1,164	3,170
<b>Standstill/ 'committed' position</b>	<b>38,923</b>	<b>25,227</b>	<b>21,749</b>	<b>85,899</b>
Demand - Social Care	1,968	451	1,465	3,884
Demand - Other	3,165	336	11	3,512
Policy change	32	574	205	811
Investments - Inc. Corporate Plan Promise	-	-	300	300
Capital Financing - other	-	208	-	208
Other	4,485	1,198	1,095	6,778
<b>Total Pressures</b>	<b>48,573</b>	<b>27,994</b>	<b>24,825</b>	<b>101,392</b>
<b>General budget transfer to / (from) Reserves</b>	563	-	-	563
<b>Gap Before Cost Reduction Plans</b>	<b>19,212</b>	<b>14,953</b>	<b>12,420</b>	<b>46,585</b>
<b>Cost Reduction - Transformation / Change Programme</b>				
Cost reduction - new savings	13,201	284	-	13,485
Schools contribution to budget gap	8,475	-	-	8,475
Cost reduction - previously agreed savings	-	-	-	-
<b>Total Savings</b>	<b>21,676</b>	<b>284</b>	<b>-</b>	<b>21,960</b>
<b>Balance - @ WG +8.8% in 23/24 and +3% thereafter</b>	<b>(2,464)</b>	<b>14,669</b>	<b>12,420</b>	<b>24,625</b>