

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

	2024/25 £'000	2025/26 £'000	2026/27 £'000	Total £'000
<b>Funding</b>				
Base change in WG Revenue Support Grant (as per draft settlement for 24/25 and cash flat thereafter)	(13,450)	-	-	(13,450)
Estimated increase in NCC share of RSG due to population changes	-	(500)	(500)	(1,000)
Specific grant - teachers pension	(3,419)	-	-	(3,419)
Increase in Council Tax Base - at 2023/24 rate	(488)	-	-	(488)
C. Tax @ 8.5% in 2024/25 and 4% thereafter	(7,195)	(3,521)	(3,662)	(14,378)
Less consequential increase in benefits	1,229	563	586	2,378
<b>Change in Income/Funding</b>	<b>(23,323)</b>	<b>(3,458)</b>	<b>(3,576)</b>	<b>(30,357)</b>
<b>Revenue Investments / Increased Costs</b>				
Pricing - Pay Inflation (non schools)	4,802	3,835	4,229	12,866
Pricing - Contract/ Income Inflation (non schools)	7,152	8,747	9,393	25,292
Pricing - Pay Inflation (schools)	6,430	4,988	4,616	16,034
Pricing - Contract/ Income Inflation (schools)	(669)	1,018	1,142	1,491
Demand - Schools	(37)	1,273	1,360	2,596
<b>Standstill/ 'committed' position</b>	<b>17,678</b>	<b>19,861</b>	<b>20,740</b>	<b>58,279</b>
Demand - Social Care	2,774	2,499	(400)	4,873
Demand - Other	1,218	519	-	1,737
Investments - Inc. Corporate Plan Promise	-	-	300	300
Other	5,029	1,495	135	6,659
<b>Total Pressures</b>	<b>26,699</b>	<b>24,374</b>	<b>20,775</b>	<b>71,848</b>
<b>Reversal of previously agreed use of earmarked reserves</b>	<b>429</b>	<b>165</b>	<b>-</b>	<b>594</b>
<b>Gap Before Cost Reduction Plans</b>	<b>3,805</b>	<b>21,081</b>	<b>17,199</b>	<b>42,085</b>
<b>Budget Savings</b>				
Previously agreed budget savings	713	50	-	763
New budget savings	4,417	181	126	4,724
Temporary use of earmarked reserves to offset pressures	400	-	(400)	-
<b>Total Savings</b>	<b>5,530</b>	<b>231</b>	<b>(274)</b>	<b>5,487</b>
<b>Net budget gap/(surplus)</b>	<b>(1,725)</b>	<b>20,850</b>	<b>17,473</b>	<b>36,598</b>