

APPENDIX 8 – Medium Term Financial Projections (MTFP)

Appendix 1 - Medium Term Financial Plan				
	2024/25	2025/26	2026/27	Total
	£'000	£'000	£'000	£'000
Funding				
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
Council Tax Premiums	(600)	-	-	(600)
Change in Income/Funding	(23,923)	(3,458)	(3,576)	(30,957)
Revenue Investments / Increased Costs				
Pricing - Pay Inflation (non schools)	3,723	3,038	2,912	9,673
Pricing - Contract/ Income Inflation (non schools)	8,151	9,544	10,210	27,905
Pricing - Pay Inflation (schools)	6,430	4,988	4,616	16,034
Pricing - Contract/ Income Inflation (schools)	(589)	1,018	1,142	1,571
Demand - Schools	(37)	1,273	1,360	2,596
Standstill/ 'committed' position	17,678	19,861	20,240	57,779
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	6,209	1,495	635	8,339
Total Pressures	27,879	24,374	20,775	73,028
Reversal of previously agreed use of earmarked reserves	429	165	-	594
Gap Before Cost Reduction Plans	4,385	21,081	17,199	42,665
Budget Savings				
Previously agreed budget savings	713	50	-	763
New budget savings	4,567	181	126	4,874
Temporary use of earmarked reserves to offset pressures	400	-	(400)	-
Total Savings	5,680	231	(274)	5,637
Net budget gap/(surplus)	(1,295)	20,850	17,473	37,028