

APPENDIX 4 – Medium term financial plan (MTFP)

Appendix 1 - Medium Term Financial Plan

	2025/26 £'000	2026/27 £'000	2027/28 £'000	Total £'000
Funding				
Base change in WG Revenue Support Grant	(25,266)	(8,332)	(8,542)	(42,140)
Write out SCAPE teacher funding budget	3,419			3,419
Estimated increase in NCC share of RSG due to data changes	-	(2,000)	(2,000)	(4,000)
Additional funding for National Insurance changes (directly employed staff)	(4,264)			(4,264)
Increase in C. Tax Base - @ 2024/25 rate	(1,326)			(1,326)
C. Tax @ 6.7% 25/26, 4% future years	(6,242)	(3,976)	(4,135)	(14,353)
Less consequential increase in benefits (13%)	984	517	538	2,039
Write out ctax premiums budget (included in base)	725			725
Change in Income/Funding	(31,970)	(13,791)	(14,139)	(59,900)
Revenue Investments / Increased Costs				
Pricing - Pay Inflation (non schools)	5,016	2,649	2,340	10,005
Pricing - Contract/ Income Inflation (non schools)	11,138	7,626	8,027	26,791
Pricing - Pay Inflation (schools)	8,522	4,208	3,899	16,629
Pricing - Contract/ Income Inflation (schools)	650	352	366	1,368
Standstill/ 'committed' position	25,325	14,836	14,632	54,794
Demand - Social Care	-	(348)	137	(211)
Demand - Schools	1,377	1,424	544	3,345
Demand - Other	4,318	362	74	4,754
Policy change	-	-	-	-
Investments - Inc. Corporate Plan Promise	525	300	-	825
Capital Financing - other	-	-	-	-
Other	5,021	833	1,856	7,710
Total Pressures	36,566	17,407	17,243	71,217
Reversal of previously agreed use of earmarked reserves	165	400		565
Temporary use of earmarked reserves to offset pressures	-	-	-	-
Gap Before Cost Reduction Plans	4,761	4,016	3,104	11,882
Budget Savings				
Previously agreed budget savings	231	126	-	357
New budget savings	4,530	789	-	5,319
Total Savings	4,761	915	-	5,676
Net budget gap/(surplus)	0	3,101	3,104	6,206