

APPENDIX 8 – Reconciliation of Movements Since Budget Consultation

	23/24 £'000	24/25 £'000	25/26 £'000
December 2022 MTFP Balances	16,078	15,899	11,968
Draft settlement: +8.88% in 23/24. Revised assumption of +3% thereafter	(11,738)	(2,078)	(623)
Adjust funding for residual 2021 census data	0	(1,012)	0
Estimated increase in NCC share of RSG due to population changes	0	(500)	(500)
Budget shortfall as at February Cabinet	4,340	12,309	10,845
<u>Movement since consultation/ December 2022 update</u>			
<u>Pressures/ Investments:</u>			
Pay Inflation - Increase NJC pay award by 2.5% (inc. Norse)	2,647	40	0
Pay inflation - Increase teachers pay award by 3.5%	1,879	1,246	0
2022/23 pay award - cost of additional days leave (term time only staff - £160k schools)	184	0	0
Annual sums - budget required to fund on a recurring basis	0	500	500
School Business rates - Revaluation will see increase in schools RVs	110	0	0
Fleet Maintenance - increase in fuel costs	275	0	0
ICF - Change in funding structure for projects established under the regional Integrated Care Fund	0	574	(285)
Passenger Transport - Increase resource within passenger transport	111	0	0
Total change in pressures/ investments	5,206	2,360	215
<u>Mitigation/ Savings:</u>			
Release of covid base budget	(160)	0	0
Housing Benefit - reduction in HB technical overpayments pressure	(200)	0	0
Non Service - reduced budget required for non operational pensions	(200)	0	0
Non Service - release budget temporarily re-classified for Covid risk mitigation in 22/23	(980)	0	0
Non Service - increase Council tax reduction scheme saving	(300)	0	0
Children's Services - remove social care demand pressure - eliminate funding	(1,360)	0	1,360
Homelessness - reduced pressure following confirmation of WG funding	(335)	0	0
Schools contribution to overall budget gap	(8,475)	0	0
Total change in mitigation/ savings	(12,010)	0	1,360
February 2023 MTFP balances	(2,464)	14,669	12,420