

APPENDIX 7 – Medium Term Financial Projections (MTFP)

	2024/25 £'000	2025/26 £'000	2026/27 £'000	Total £'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
Change in Income/Funding	(23,323)	(3,458)	(3,576)	(30,357)
Revenue Investments / Increased Costs				
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
Standstill/ 'committed' position	17,678	19,861	20,740	58,279
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
Total Pressures	26,699	24,374	20,775	71,848
Reversal of previously agreed use of earmarked reserves	429	165	-	594
Gap Before Cost Reduction Plans	3,805	21,081	17,199	42,085
Budget Savings				
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)	-
Total Savings	5,530	231	(274)	5,487
Net budget gap/(surplus)	(1,725)	20,850	17,473	36,598