

## APPENDIX 8 – Medium Term Financial Projections (MTFP)

<b>Appendix 1 - Medium Term Financial Plan</b>				
	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>Total</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
<b>Funding</b>				
Base change in WG Revenue Support Grant (as per draft settlement for 24/25 and cash flat thereafter)	(13,450)	-	-	<b>(13,450)</b>
Estimated increase in NCC share of RSG due to population changes	-	(500)	(500)	<b>(1,000)</b>
Specific grant - teachers pension	(3,419)	-	-	<b>(3,419)</b>
Increase in Council Tax Base - at 2023/24 rate	(488)	-	-	<b>(488)</b>
C. Tax @ 8.5% in 2024/25 and 4% thereafter	(7,195)	(3,521)	(3,662)	<b>(14,378)</b>
Less consequential increase in benefits	1,229	563	586	<b>2,378</b>
Council Tax Premiums	(600)	-	-	<b>(600)</b>
<b>Change in Income/Funding</b>	<b>(23,923)</b>	<b>(3,458)</b>	<b>(3,576)</b>	<b>(30,957)</b>
<b>Revenue Investments / Increased Costs</b>				
Pricing - Pay Inflation (non schools)	3,723	3,038	2,912	<b>9,673</b>
Pricing - Contract/ Income Inflation (non schools)	8,151	9,544	10,210	<b>27,905</b>
Pricing - Pay Inflation (schools)	6,430	4,988	4,616	<b>16,034</b>
Pricing - Contract/ Income Inflation (schools)	(589)	1,018	1,142	<b>1,571</b>
Demand - Schools	(37)	1,273	1,360	<b>2,596</b>
<b>Standstill/ 'committed' position</b>	<b>17,678</b>	<b>19,861</b>	<b>20,240</b>	<b>57,779</b>
Demand - Social Care	2,774	2,499	(400)	<b>4,873</b>
Demand - Other	1,218	519	-	<b>1,737</b>
Investments - Inc. Corporate Plan Promise	-	-	300	<b>300</b>
Other	6,209	1,495	635	<b>8,339</b>
<b>Total Pressures</b>	<b>27,879</b>	<b>24,374</b>	<b>20,775</b>	<b>73,028</b>
Reversal of previously agreed use of earmarked reserves	429	165	-	<b>594</b>
<b>Gap Before Cost Reduction Plans</b>	<b>4,385</b>	<b>21,081</b>	<b>17,199</b>	<b>42,665</b>
<b>Budget Savings</b>				
Previously agreed budget savings	713	50	-	<b>763</b>
New budget savings	4,567	181	126	<b>4,874</b>
Temporary use of earmarked reserves to offset pressures	400	-	(400)	<b>-</b>
<b>Total Savings</b>	<b>5,680</b>	<b>231</b>	<b>(274)</b>	<b>5,637</b>
<b>Net budget gap/(surplus)</b>	<b>(1,295)</b>	<b>20,850</b>	<b>17,473</b>	<b>37,028</b>