

**MEDIUM TERM FINANCIAL
STRATEGY 2023/24 to 2025/26**

Appendix 2

	2023/24	2024/25	2025/26
	£000	£000	£000
Budget Requirement Brought Forward	183,285	195,349	199,554
Corporate & Technical	20,230	4,165	15,752
People	1,850	750	0
Place	642	0	0
Resources	-335	-710	0
Corporate	600	0	0
Total	22,987	4,205	15,752
FUNDING GAP	-10,923	0	-10,964
Total Change in Budget Requirement	12,064	4,205	4,788
Revised Budget Requirement	195,349	199,554	204,342
Collection Fund Deficit/-surplus	-1,939	0	0
Revenue Support Grant	-1648	-1648	-1648
Top Up	-22,623	-22,623	-22,623
Retained Non Domestic Rates	-15,141	-15,141	-15,141
Amount to be raised from Council Tax	153,998	160,142	164,930
Council Tax at Band D	£1,728.66	£1,797.63	£1,851.38
Increase in Council Tax (%)	4.99%	3.99%	2.99%
Tax Base	89,085	89,085	89,085
	98.00%	98.00%	98.00%
Gross Tax Base	90,903	90,903	90,903

MTFS 2023/24 to 2025/26 – Proposed investments / savings

Appendix 2

Technical Adjustments	2023/24	2024/25	2025/26
	£000	£000	£000
Capital and Investment			
Implications of Capital Programme agreed for 2020/21 to 2023/24	470		
Implications of Capital Programme agreed for 2021/22 to 2023/24 budget process		225	
25/26 Capital Programme costs from 22/23 refresh			1,747
One off saving on Capital Financing costs due to underspends on Captial Programme	-2,000	2,000	
Applying capital receipts to fund the Capital Programme	-1,700	-1,300	-1,300
Capital Receipts Flexibilities	-1,250		1,250
Total Capital and Investment Changes	-4,480	925	1,697
Grant Changes			
Increase - Core Spending Grant	-6000	-6000	
2022/23 service grant - indicated as one year only	2735		
Increase in Section 31 grant to offset reduction in Retained Business Rates income	2260		
Increased Multiplier grant 2023/24 (London Councils estimate)	-3,180		
National Insurance - Reversal of 2022/23 NI growth to fund 1.25% increase	-800		
Corresponding reduction in SR21 Increase in Core Spending Grant	800		
Social care grant - increased by £1.3bn nationally, increasing to £1.7bn.	-4,280	-1,975	6,255
Adult Social care grant - increased by £400m nationally in 2023/24 and a further £283m in 2024/25	-1,620	-1,146	
IBCF (50% of the national allocation of £600m in 2023/24, increasing to £1bn by 2024/25)	-930	-620	
IBCF contribution to pool	930	620	
Total Grant Changes	-10,085	-9,121	6,255
Other Technical Changes			
Freedom Passes - estimated reduction in usage (2022/23 process)	1377		
Freedom Passes - revision to usage figures from London Council update (2022/23 process)	644	1000	
Saving 23/24	-1,580		
Growth 24/25		2,322	
Growth 25/26			1,000
Use of Reserves			
One of use of Reserves	15700		
Reduction in Budget Planning reserve as a result of settlement changes	-989		
Total Other Technical Changes	15,152	3,322	1,000
Pay and Inflation			
Pay Award @ 2.75% pa for 2023/24 and 2024/25	2750	2750	
Non Pay Inflation	2000	1000	
Reduction in Pension Fund Deficit Contribution / Revised Recharges to Pension Fund	-1010		
Pay award 2022/23 - Additional requirement over £2m already provided in MTFS for 2022/23	4,400		
Pay award 2023/24 & 2024/25 - 4% / 2025/26 - 3%	1,250	1,250	3,000
Non Pay Inflation 24/25 - Additional £1m / 2025/26 £1m in total		1,000	1,000
Total Pay and Price Inflation	9,390	6,000	4,000
OTHER			
Gayton Road Income - Reprofiling of income	-23	-11	
Growth London Living Wage	450	1000	
Directorate growth		3788	
Reverse out Directorate growth		-3,788	
Council Tax Base increase		-500	
Usual on B1 schedules			
Directorate Adjustments:			
People - Adults care provider	0	1,550	1,800
General growth provision	1,000	1,000	1,000
Impact of 2022/23 Pressures Carried into 2023/24:			
Resources	430		
Place	4,196		
People (Children's)	4,200		
Total Corporate & Technical	20,230	4,165	15,752

MTFS 2023/24 to 2025/26 – Proposed investments / savings

People		
	2023/24	2024/25
	£000	£000
Children & Families		
Proposed Savings - Appendix 1a	0	0
Proposed Growth - see appendix 1b	1,850	750
Sub total Children & Families	1,850	750
Adults		
Proposed Growth - see appendix 1a	0	0
Proposed Growth - see appendix 1b	0	0
Sub total Adults	0	0
Total People Directorate	1,850	750

MTFS 2023/24 to 2025/26 – Proposed investments / savings

Place		
	2023/24	2024/25
	£000	£000
Proposed Savings - see appendix 1a	0	0
Proposed Growth - see appendix 1a	1,191	0
Proposed Savings - see appendix 1b	-600	0
Proposed Growth - see appendix 1b	51	0
Total Place	642	0

MTFS 2023/24 to 2025/26 – Proposed investments / savings

	2023/24	2024/25
Resources and Chief Executive	£000	£000
Proposed Savings - see appendix 1b	0	0
Proposed Growth - see appendix 1b	0	0
Proposed Savings - see appendix 1a	-335	-710
Proposed Growth - see appendix 1a	0	0
Total Resources and Chief Executive	-335	-710

MTFS 2023/24 to 2025/26 – Proposed investments / savings

	2023/24	2024/25
	£000	£000
CORPORATE		
Proposed Savings - appendix 1a	0	0
Proposed Growth - appendix 1a	0	0
Proposed Savings - see appendix 1b	0	0
Proposed Growth - see appendix 1b	600	0
Total Corporate	600	0