

Appendix B - Medium term financial forecast

	2022/23 £000s	2023/24 £000s	2024/25 £000s	2025/26 £000s
Net base budget	160,416	160,416	160,416	160,416
Contract and pay inflation	10,000	16,000	22,000	28,000
Investment	4,793	10,793	16,793	22,793
Impact of Covid-19 / economic downturn	2,641	0	0	0
Net cost of borrowing (revenue cost of capital programme)	400	1,700	2,100	2,100
Savings and change proposals	-4,401	-4,787	-4,858	-4,885
One-off saving (concessionary fares)	-2,300	0	0	0
Recognition of current income projection	-3,400	-3,400	-3,400	-3,400
Increase in unallocated contingency	500	500	500	500
One-off Covid-19 contingency	1,500			
Contribution to reserves and balances	2,890			
Budget requirement	173,039	181,222	193,551	205,524
Government resources				
General grants (including new homes bonus)	-27,186	-23,679	-23,679	-23,679
Revenue Support Grant	-18,046	-18,046	-18,046	-18,046
Council resources				
Business rates (net of tariff) (increase by CPI forecast of 2% per annum from 2023/24 onwards)	-57,217	-58,361	-59,529	-60,719
Council tax (freeze assumed from 2023/24; increases in revenue modelled are due to expected new dwellings)	-68,440	-69,064	-69,688	-70,312
Prior Year Collection Fund adjustments (net)	-450	-450	-450	-450
Developer contributions - law enforcement team and gangs unit	-1,700	-1,700	-1,700	-1,700
Total forecast resources	-173,039	-171,300	-173,092	-174,906
Budget gap	0	9,922	20,459	30,618