## **REVENUE BUDGET FOUR YEAR FORECAST**

Status: Financial Planning Updated for 2022/23 Budget												
	<u>MTFS</u>				<u>FORECAST</u>							
FOUR YEAR BUDGET PROFILES	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30	2030/31	
	<u>Budget</u>	<u>Budget</u>	<u>Forecast</u>	<u>Forecast</u>	<u>Forecast</u>	<u>Forecast</u>	<u>Forecast</u>	Forecast	<u>Forecast</u>	<u>Forecast</u>	<u>Forecast</u>	
	£000	£000	£000	£000	£000	<u>£000</u>	£000	£000	<u>£000</u>	<u>£000</u>	<u>£000</u>	
NET SPEND B/F FROM PREVIOUS YEAR	6,387	9,743	8,612	8,627	10,370	10,828	11,392	11,812	12,238	12,670	13,108	
add back: Interest on Balances as credited to the revenue account in previous year	96	130	105	80	180	300	400	500	500	500	500	
add back: Use of Reserves/Provisions in Previous Year	1,845	-1,264	730	1,476	150	100	50	0	0	0	0	
Net Expenditure on Services before changes (Base Budget excluding use of interest on Balances												
and use of working balance)	8,328	8,609	9,447	10,183	10,700	11,228	11,842	12,312	12,738	13,170	13,608	
Allowance for Pay and Price Inflation												
General Inflation - price base	+190	+50	+290	+194	+198	+202	+206	+210	+214	+218	+223	
General Inflation - pay base	+400	+240	+516	+424	+433	+442	+450	+459	+469	+478	+488	
Prices Increases net of Increased Fees & Charges	+590	+290	+806	+618	+631	+643	+656	+669	+683	+696	+710	
Increases in costs / Reductions in income												
Pension Fund Valuations 2019 & 2022	+150		+129	+100	+100	+100						
Contingency for the impact of Covid		+950	-350									
Increase in cost of waste collection	+61											
Revised cost of building control service			+161									
Increased cost of maintaining ditches and reservoir			+16									
Increase in national insurance contributions			+150									
Net reduction in income from commercial property			+755									
Increase in debt repayments			+41									
Increase in provision for property maintenance	+50	+50	+50	+50								
Property and Regeneration Manager	+50											
Local elections	-70			+80								
Funding of projects within the capital programme	+100	+100	+100	+100	+100	+100	+50					
Other	-83	-71	+56									
Reduced contributions to the Property Equalisation Reserve			-500									
Increased cost of homelessness	+391											
Increases in costs / Reductions in income	+649	+1,029	+608	+330	+120	+200	+50	+0	+0	+0	+0	
Changes to External Funding												
Bourne Hall (SCC)	+80											
2022/23 Government Services Grant			-98									
Changes to External Funding	+80	+0	-98	+0	+0	+0	+0	+0	+0	+0	+0	
New Home Bonus												
Estimated New Homes Bonus	-385	-240	-174	-21		-21	-21	-21	-21	-21	-21	
Transfer to Corporate Project Reserve	+385	+240	+174	+21		+21	+21	+21	+21	+21	+21	
NHB Funding used to support General Fund services	+0	+0	+0	+0	+0	+0	+0	+0	+0	+0	+0	
Cost Reduction Plan												
Star Chamber	-585	-144	-249	-215								
Service review		-173	-93									
EEPIC Dividend	-100											
Cost Reduction Plan	-685	-317	-342	-215	+0	+0	+0	+0	+0	+0	+0	
Contributions from Reserves/Provisions												
Funding from business rates equalistation reserve of retained business rates income deficit	+1,380	-308	-459	-150	-100	-50						
Contribution from Property Income Equalisation Reserve			-755									
Funding of increased homelessness from Flexible Housing Support Grant	-116											
Funding from Corporate Projects Reserve		-306	-262									
	+1,264	-730	-1,476	-150	-100	-50	+0	+0	+0	+0	+0	

Subset   S		MTFS				FORECAST							
	FOUR YEAR BUDGET PROFILES	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30	2030/31	
Pees and Charges   1,000   1		Budget				Forecast	Forecast					Forecast	
Pees and Charges   1,000   1													
Interest on Balances fexcludes interest credited to strateokic reserves)  Next-rose fevel of interest credited to strateokic reserves)  Note of the control of the co	Fees and Charges												
1,000   1,00	Increased yield on discretionary Fees and Charges	-290	-164	-238	-216	-222	-229	-236	-243	-250	-258	-266	
Next Regular Principle   13,000   14,000   16,000   20,	, , ,	-290	-164	-238	-216	-222	-229	-236	-243	-250	-258	-266	
Minestments (average)   13,000   14,000   15,000   15,000   20,0	Interest on Balances (excludes interest credited to strategic reserves)												
Interest rate used (supplemented by interest equalisation reserve)    Add   1,00%   1,00%   1,00%   1,00%   1,00%   1,00%   1,00%   2,00%   2,50%   2,	Average level of investments												
Add Use of Interest regulation reserve  Add Use of Interest equalisation reserve  Add Use of Interest equalisation reserve  130 105 80 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Investments (average)	13,000	14,000	16,000	18,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	
Add: Use of Interest credited to General Fund to Finance Services   130   105   80   180   300   400   500	Interest rate used (supplemented by interest equalisation reserve)	1.00%	0.75%	0.50%	1.00%	1.50%	2.00%	2.50%	2.50%	2.50%	2.50%	2.50%	
Interest credited to General Fund to Finance Services   1.30	Total Interest Forecast	-130	-105	-80	-180	-300	-400	-500	-500	-500	-500	-500	
SUMMARY OF FORECASTS  And use of working balance)  8,28 8,609 9,44 10,188 10,700 11,128 11,82 12,212 12,738 13,170 13,608 Price increases (inflation) 1590 4200 4806 4618 4631 4631 4631 4631 4631 4631 4631 4631	Add: Use of interest equalisation reserve	0	0	0	0	0	0	0	0	0	0	0	
Net Expenditure on Services before changes (Base Budget excluding use of interest on Balances)  8,322 8,609 9,447 10,183 10,700 11,228 11,1842 12,312 12,738 13,170 13,608 Price increases (Inflation)  1590 +220 +806 +618 +631 +643 +655 +669 +683 +695 +710 increases in costs / Reductions in income  1649 +1,029 +608 +330 +120 +200 +750 +0 +0 +0 +0 +0 +0 +0 +0 +0 +0 +0 +0 +0	Interest credited to General Fund to Finance Services	-130	-105	-80	-180	-300	-400	-500	-500	-500	-500	-500	
Same	SUMMARY OF FORECASTS												
Price Increases (Inflation) Increases notes, Reductions in income   4649   +1,029   +608   +330   +420   +200   +50   +609   +608   +609   +608   +1,020   +1,020	Net Expenditure on Services before changes (Base Budget excluding use of interest on Balances												
Increases in costs / Reductions in income   1649   11,002   4608   4330   1120   4200   450   40   40   40   40   40   40	and use of working balance)	8,328	8,609	9,447	10,183	10,700	11,228	11,842	12,312	12,738	13,170	13,608	
Changes to External Funding	Price Increases (inflation)	+590	+290	+806	+618	+631	+643	+656	+669	+683	+696	+710	
NHB Funding used to support General Fund services	Increases in costs / Reductions in income	+649	+1,029	+608	+330	+120	+200	+50	+0	+0	+0	+0	
Cost Reduction Plan   685   -337   -342   -215   +0   +0   +0   +0   +0   +0   +0   +	Changes to External Funding	+80	+0	-98	+0	+0	+0	+0	+0	+0	+0	+0	
Contributions from Reserves/Provisions	NHB Funding used to support General Fund services	+0	+0	+0	+0	+0	+0	+0	+0	+0	+0	+0	
Fees and Charges   .353   .164   .238   .216   .222   .229   .236   .243   .250   .258   .266	Cost Reduction Plan	-685	-317	-342	-215	+0	+0	+0	+0	+0	+0	+0	
Interest credited to General Fund to Finance Services   -130   -105   -80   -180   -300   -400   -500   -	Contributions from Reserves/Provisions	+1,264	-730	-1,476	-150	-100	-50	+0	+0	+0	+0	+0	
Forecast Net Cost of Services 9,743 8,612 8,627 10,370 10,828 11,332 11,812 12,238 12,670 13,108 13,553 SETTLEMENT ASSESSMENT FUNDING FORECAST	Fees and Charges	-353	-164	-238	-216	-222	-229	-236	-243	-250	-258	-266	
SETTLEMENT ASSESSMENT FUNDING FORECAST  RSG	Interest credited to General Fund to Finance Services	-130	-105	-80	-180	-300	-400	-500	-500	-500	-500	-500	
RSG	Forecast Net Cost of Services	9,743	8,612	8,627	10,370	10,828	11,392	11,812	12,238	12,670	13,108	13,553	
Lower Tier Services Grant	SETTLEMENT ASSESSMENT FUNDING FORECAST												
Covid-19 Support Grant	RSG	+0	+0	+0	+0	+0	+0	+0	+0	+0	+0	+0	
Retained Business Rates  1,617 1,652 1,606 1,638 1,671 1,554 1,435 1,314 1,190 1,054 915  Formula Grant / Business Rate Retention 1,617 2,016 1,670 1,698 1,731 1,554 1,435 1,314 1,190 1,054 915  Base Income from Council Tax  6,525 6,713 6,904 7,090 7,297 7,480 7,667 7,860 8,057 8,259 8,467  Increase in council tax base 425 427 421 435 436 437 438 439 440 441 442  6,550 6,740 6,925 7,126 7,333 7,517 7,706 7,899 8,097 8,301 8,509  Forecast for increase in Council Tax income (£5 per Band D Property) 4163 4164 4165 4171 4147 4150 4154 4158 4162 4166 4170  Council Tax Income Forecast 6,713 6,904 7,090 7,297 7,480 7,667 7,860 8,057 8,259 8,467 8,679  Surplus / (Deficit) on Retained Business Rates 1,402 4302 4302 430 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Lower Tier Services Grant	+0	+60	+64	+60	+60	+0	+0	+0	+0	+0	+0	
Formula Grant   Business Rate Retention   1,617   2,016   1,670   1,698   1,731   1,554   1,435   1,314   1,190   1,054   915	Covid-19 Support Grant	0	+304	+0	+0	+0	+0	+0	+0	+0	+0	+0	
Base Income from Council Tax    6,525   6,713   6,904   7,090   7,297   7,480   7,667   7,860   8,057   8,259   8,467     Increase in council tax base   +25   +27   +21   +35   +36   +37   +38   +39   +40   +41   +42     6,550   6,740   6,925   7,126   7,333   7,517   7,706   7,899   8,997   8,301   8,509     Forecast for increase in Council Tax income (£5 per Band D Property)   +163   +164   +165   +171   +147   +150   +154   +158   +162   +166     Forecast for increase in Council Tax income (£5 per Band D Property)   +163   +164   +165   +171   +147   +150   +154   +158   +162   +166     Forecast for increase in Council Tax income (£5 per Band D Property)   +163   +164   +165   +171   +147   +150   +154   +158   +162   +162   +166     Forecast for increase in Council Tax income (£5 per Band D Property)   +163   +164   +165   +171   +147   +150   +154   +158   +162   +162   +162   +162     Forecast for increase in Council Tax income (£5 per Band D Property)   +163   +164   +165   +171   +147   +150   +154   +158   +162	Retained Business Rates	1,617	1,652	1,606	1,638	1,671	1,554	1,435	1,314	1,190	1,054	915	
Increase in council tax base	Formula Grant / Business Rate Retention	1,617	2,016				1,554	-	1,314	1,190	1,054	915	
Surplus   Council Tax Income (£5 per Band D Property)   +163   +164   +165   +171   +147   +150   +154   +158   +162   +166   +170	Base Income from Council Tax	6,525	6,713	6,904	7,090	7,297	7,480	7,667	7,860	8,057	8,259	8,467	
Forecast for increase in Council Tax income (£5 per Band D Property)    163	Increase in council tax base	+25	+27	+21	+35	+36	+37	+38	+39	+40	+41	+42	
Council Tax Income Forecast 6,713 6,904 7,090 7,297 7,480 7,667 7,860 8,057 8,259 8,467 8,679   Surplus / (Deficit) on Retained Business Rates 1,402 -302 -180 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0		6,550	6,740	6,925	7,126	7,333	7,517	7,706	7,899	8,097	8,301	8,509	
Surplus / (Deficit) on Retained Business Rates	Forecast for increase in Council Tax income (£5 per Band D Property)	+163	+164	+165	+171	+147	+150	+154	+158	+162	+166	+170	
Council Tax Surplus / (Deficit ) 11 -6 47 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Council Tax Income Forecast	6,713	6,904		7,297	7,480	7,667	7,860	8,057	8,259	8,467	8,679	
Assumed Collection Fund Income (Formula Grant + Council Tax) 9,743 8,612 8,627 8,995 9,211 9,222 9,295 9,371 9,450 9,521 9,594  Forecast Budget Shortfall (required use of working balance) 43 0 0 1,376 1,617 2,170 2,517 2,867 3,221 3,588 3,958  GENERAL FUND WORKING BALANCE PROJECTION: AFTER SERVICE COST REDUCTION Estimated Working Balance b/f 3,426 3,383 3,383 3,383 2,007 390 -1,780 -4,297 -7,164 -10,385 -13,972	Surplus / (Deficit) on Retained Business Rates	1,402	-302		0	0	0	0	0	0	0	0	
Forecast Budget Shortfall (required use of working balance)  43 0 0 1,376 1,617 2,170 2,517 2,867 3,221 3,588 3,958  GENERAL FUND WORKING BALANCE PROJECTION: AFTER SERVICE COST REDUCTION  Estimated Working Balance b/f 3,426 3,383 3,383 3,383 2,007 390 -1,780 -4,297 -7,164 -10,385 -13,972			-6	47	0	0	0	0	0	0	0	0	
GENERAL FUND WORKING BALANCE PROJECTION: AFTER SERVICE COST REDUCTION         Image: Control of the control o	Assumed Collection Fund Income (Formula Grant + Council Tax)	9,743	8,612	8,627	8,995	9,211	9,222	9,295	9,371	9,450	9,521	9,594	
GENERAL FUND WORKING BALANCE PROJECTION: AFTER SERVICE COST REDUCTION         Image: Control of the control o											2 = 2		
Estimated Working Balance b/f 3,426 3,383 3,383 3,383 2,007 390 -1,780 -4,297 -7,164 -10,385 -13,972	Forecast Budget Shortfall (required use of working balance)	43	0	0	1,376	1,617	2,170	2,517	2,867	3,221	3,588	3,958	
Estimated Working Balance b/f 3,426 3,383 3,383 3,383 2,007 390 -1,780 -4,297 -7,164 -10,385 -13,972	GENERAL FUND WORKING BALANCE PROJECTION: AFTER SERVICE COST REDUCTION												
			3,383	3,383	3,383	2,007	390	-1,780	-4,297	-7,164	-10,385	-13,972	
0 0 · · · · · ·   ·/··   ·/···   ·/·   ·/	Resulting Working Balance c/f		3,383	3,383	2,007		-1,780	-4,297	-7,164	-10,385	-13,972	-17,930	