

REVENUE BUDGET FOUR YEAR FORECAST

Status: Financial Planning Updated for 2026/27 Budget		MTFS			
FOUR YEAR BUDGET PROFILES		2025/26	2026/27	2027/28	2028/29
		Forecast	Forecast	Forecast	Forecast
		£000	£000	£000	£000
NET SPEND B/F FROM PREVIOUS YEAR		8,905	10,269	11,868	13,437
add back: Use of New Homes Bonus in Previous Year		225	0	0	0
add back: Interest on Balances as credited to the revenue account in previous year		1,125	1,000	875	750
add back: Use of Reserves/Provisions in Previous Year		2,202	129	170	0
Net Expenditure on Services before changes (Base Budget excluding use of interest on balances and use of working balance)		12,457	11,398	12,913	14,187
Allowance for Pay and Price Inflation					
General Inflation - price base		+210	+214	+218	+223
General Inflation - pay base		+489	+619	+632	+644
Prices Increases net of Increased Fees & Charges		+699	+833	+850	+867
Increases in costs / Reductions in income					
Pension Fund Valuation 2022		-61			
Net change in national insurance contributions		+149			
Increase in debt repayments		+27	+27	+28	+29
Provision for increased IT revenue costs		-55	+10		
Provision for increased cost of living		+100	+150		
Increase corporate contingency			+327	+50	+50
Increased cost of homelessness			+750	+250	+250
Changes to EEPIC Dividend		-727	-27	-28	-29
Waste saving reversed			+100		
Additional waste agency costs			+80		
Reduction of income budgets			+355		
Increases in costs / Reductions in income		-567	+1,772	+300	+300
Changes to External Funding					
2023/24 & 2024/25 Surrey Business Rates Pool		+150			
				+500	+500
Transfer of grant funding from services to general funding			+503		
Extended Employer Responsibility Funding		-671	-407		
Changes to External Funding		-521	+96	+500	+500
Cost Reduction Plan/Efficiency savings					
Efficiency/Cost Reduction Plan		-123	-930	-112	-539
Utility efficiency savings		-64			
Cost Reduction Plan/Efficiency savings		-187	-930	-112	-539
Contributions from Reserves/Provisions					
Funding from Collection Fund Equalisation Reserve		-129	-170		
Contribution from Property Income Equalisation Reserve					
Funding from Corporate Projects Reserve					
		-129	-170	+0	+0
Fees and Charges					
Increased yield on discretionary Fees and Charges		-423	-256	-264	-272
Additional income from other sources		-60			
		-483	-256	-264	-272
Interest on Balances (excludes interest credited to strategic reserves)					
Cash Investments (average)		25,000	25,000	25,000	25,000
Assumed return		4.00%	3.50%	3.00%	3.00%
		Total Interest Forecast	-1,000	-875	-750
		Interest credited to General Fund to Finance Services	-1,000	-875	-750

FOUR YEAR BUDGET PROFILES	MTFS			
	2025/26	2026/27	2027/28	2028/29
	Forecast	Forecast	Forecast	Forecast
		£000	£000	£000
SUMMARY OF FORECASTS				
Net Expenditure on Services before changes (Base Budget excluding use of interest on balances and use of working balance)	12,457	11,398	12,913	14,187
Price Increases (inflation)	+699	833	+850	+867
Increases in costs / Reductions in income	-717	1,772	+300	+300
Changes to External Funding	+150	503	+500	+500
Increased cost of NI - not offset by grant funding	+149	0	+0	+0
EPR grant funding	-671	-407	+0	+0
Cost Reduction Plan/Efficiency savings	-187	-930	-112	-539
Contributions from Reserves/Provisions	-129	-170	+0	+0
Fees and Charges	-483	-256	-264	-272
Interest credited to General Fund to Finance Services	-1,000	-875	-750	-750
Forecast Net Cost of Services	10,269	11,868	13,437	14,293
Projected Outturn variance				
Revised Net cost of Services	10,269	11,868	13,437	14,293
SETTLEMENT ASSESSMENT FUNDING FORECAST				
Government grants including Revenue Support Grant	+410	+1,688	+2,157	+2,497
Retained Business Rates including multiplier under-indexation grant	2,109	2,554	2,612	2,665
Formula Grant / Business Rate Retention	2,519	4,242	4,769	5,162
Base Income from Council Tax	7,636	7,889	8,175	8,462
Increase in council tax base	+20	+48	+41	+42
	7,656	7,937	8,216	8,504
Forecast for increase in Council Tax income (3% per annum)	+228	+238	+246	+255
Council Tax Income Forecast	7,884	8,175	8,462	8,759
Surplus / (Deficit) on Retained Business Rates	-171	-511	0	0
Council Tax Surplus / (Deficit)	38	-38	0	0
Assumed Collection Fund Income (Formula Grant + Council Tax)	10,269	11,868	13,231	13,921
Actual/Forecast Budget Shortfall	0	0	206	373