

MEDIUM TERM FINANCIAL FORECAST
2017/18 to 2019/20

	FORECAST 2017/18		FORECAST 2018/19		FORECAST 2019/20	
	£m		£m		£m	
EXPENDITURE:						
1. Base Net Expenditure (Net of Schools)						
Revised Base Position		168.276		169.944		174.007
2. Fixed and Ongoing						
Pay Award, National Insurance & Increments. Pay assumed at 1%.	1.555		1.375		1.386	
Pension - Actuarial Assessment 2014-7	0.258		0.258		0.258	
Other Inflation (inc BSF)	1.077		1.255		1.241	
Financing Capital New Starts Programme (including FYE from Previous Years)	0.500		0.500		0.500	
National Living Wage /Inflationary Increases	1.813		1.715			
Education Services Grant	0.400		0.400		0.400	
Public Health to cover loss of grant	0.478		0.463		0.565	
HB admin subsidy grant reduction	0.200		0.300		0.300	
Reduction in Base Spend	-3.000					
FYE impact of savings already agreed	-0.450					
Change in MRP policy	-9.800		-2.200		0.000	
		-6.969		4.066		4.650
3. Investment & Other Decisions						
Other Public Health pressures inc Substance Misuse	1.411					
Jobs & Growth Plan - salaries	0.448					
Other Place Pressures	0.450					
Communities - current reported position against KLOE's	0.163					
Legal - additional requirement	0.073					
Electoral - additional requirement	0.110					
Adult Social Care Pressures (recurrent following 15/16 closedown/ re baseline)	2.765		-0.486			
Adults Social Care (Demographics and other pressures)	0.317		0.483			
Childrens Social Care Pressures (per updated placement & sufficiency strategy)	1.000					
Children's Social Care (Demographics/base issues)	1.900					
		8.637		-0.003		0.000
4. TOTAL EXPENDITURE		169.944		174.007		178.657
RESOURCES:						
5. Core Resources						
<u>Council Tax</u>						
Council Tax Income inc Base	78.012		83.904		86.545	
Council Tax Collection Fund Surplus	1.615		1.615		1.615	
		79.627		85.519		88.160
<u>Business Rates Retention (BRR) scheme</u>						
Local Share - Business Rates (net 50% share)	25.321		25.321		25.821	
Business Rate Collection Fund Surplus	0.119		0.119		0.119	
Local Share - Top Up Grant	26.655		27.179		27.981	
S31 Grant for 2% Capping - Top Up	0.384		0.384		0.384	
S31 Grant for 2% Capping - Local Share	0.366		0.366		0.366	
RSG including Rolled in Grants / CTF Grant	34.560		25.261		19.022	
		87.405		78.630		73.693
<u>S31 Grant Per NNDR1</u>						
S31 Grant for SBRR	1.244		1.244		1.244	
		1.244		1.244		1.244
<i>Core Resources b/f</i>		168.276		165.393		163.097
6. Change in Resources						
<u>Council Tax</u>						
Council Tax increase in tax base and use of collection fund surplus	3.000		0.500		0.500	
Council Tax increase (@ 3.9% in 17/18 & 2.9% thereafter including Adult Social Care below)	2.892		2.141		2.142	
		5.892		2.641		2.642
<u>Business Rates Retention (BRR) scheme</u>						
Local Share - Business Rates (net 50% share)	0.000		0.500		0.500	
Top Up Grant @ 2% in 17/18 and 3% beyond	0.524		0.802		0.895	
Revenue Support Grant	-9.299		-6.239		-6.276	
		-8.775		-4.937		-4.881
7. TOTAL RESOURCES		165.393		163.097		160.858
NET SHORTFALL		4.551		10.910		17.799
SHORTFALL IF PERMANENT SAVINGS ANNUALLY		4.551		6.359		6.889