

**Medium Term Financial Plan 2019/20 - 2022/23- Year on Year Movement**

	2019-20	2020-21	2021-22	2022-23	
	£000's	£000's	£000's	£000's	
<b>Government Funding</b>					
Government RSG Funding Reduction	5 974	5 502	0	0	
Reduction in Public Health grant	300	0	0	0	
Reduction in Benefit Admin Grant	216	199	150	150	
Increase in Flexible Homelessness Grant/Rough Sleepers Funding	( 565)	360	0	0	
Homelessness Reduction Act Grant (new)	10	( 6)	118	0	
Better Care Fund	(2 000)	0	0	0	
Improved Better Care Fund	0	1 600	0	0	
<b>Total Government Funding Adjustments</b>	<b>3 935</b>	<b>7 655</b>	<b>268</b>	<b>150</b>	
<b>Other Funding Sources</b>					
Council Tax - 2.99% increase in 19/20, then 1.99% per annum.	(3 405)	(2 403)	(2 468)	(2 545)	
Council Tax Tax Base Uplift (1,927 Band D's in 19/20, 1,750 in 20/21 then 1,000 per annum)	(2 584)	(2 344)	(1 344)	(1 371)	
Court Cost Income	100	0	0	0	
Business Rates Tax Base Reduction/Growth	( 500)	5 000	0	0	
New Homes Bonus	(2 000)	(4 000)	2 000	0	
Collection Fund Surplus	3 400	(2 000)	2 000	0	
<b>Estimated Variance in Resource Base</b>	<b>(1 054)</b>	<b>1 908</b>	<b>456</b>	<b>(3 766)</b>	
<b>Inflation Assumptions</b>					
Pay Inflation (2.5%/2%/2%/2% )	2 139	1 875	1 713	1 800	
Pay Increments (1%/1%/0%/0%)	698	832	0	0	
Contractual Inflation	1 408	1 548	1 530	1 585	
Contractual inflation - National Living Wage	706	1 006	1 025	1 052	
Fees & Charges (2.5%/2%/2%/2%)	( 99)	( 90)	( 90)	( 86)	
Other Forecasting Assumptions (Energy, Business Rates)	241	242	254	267	
<b>Budget Pressures</b>					
Pensions Revaluation	0	1 250	0	0	
Other Legislative ( land charges)	200	0	0	0	
ASC - Demographic/Cost pressures	2 676	1 664	1 695	1 695	
CSC - Demographic/Cost pressures	315	395	545	475	
Home to School Transport - Demographic/Cost pressures	156	156	156	156	
Homelessness - Demographic/Cost pressures	601	0	0	0	
Public Realm - Demographic/Cost pressures	283	370	383	396	
Non-Delivery of previously agreed savings	1 836	322	223	0	
Contractual Change (Microsoft Licences, Utility Rebate Commission)	432	185	0	0	
Business Rates Reset Adjustment	(3 400)	0	0	0	
Other Pressures (e.g. Prevention Fund)	430	200	200	0	
Business Rates - MKC Properties Revaluation	100	0	0	0	
Prior years/one off pressure reversals	( 432)	( 25)	0	0	
Political Choices	165	45	( 65)	0	
New One Off Pressures (funded by reserves)	760	735	729	300	
<b>Corporate</b>					
Planned Reduction to Revenue Contingency Budget	( 435)	45	( 139)	0	
Priorities (funded from additional 1% Council Tax increase)	1 139	(1 074)	0	0	
<b>Total Pressures</b>	<b>9 919</b>	<b>9 681</b>	<b>8 159</b>	<b>7 640</b>	
<b>Sum Required to Balance Budget</b>	<b>8 865</b>	<b>11 589</b>	<b>8 615</b>	<b>3 874</b>	
Capital Financing Costs	(2 000)	(2 000)	(2 000)	2 000	
Previously Agreed Budget Reductions and Income Proposals - February 2018	(1 766)	(1 413)	( 584)	0	
New Budget Reduction Proposals	(3 609)	( 106)	0	0	
New Budget Income Proposals	( 730)	43	178	262	
Funding for one off pressures	( 760)	( 735)	( 729)	( 300)	
<b>Budget Gap</b>	<b>0</b>	<b>7 378</b>	<b>5 480</b>	<b>5 836</b>	<b>Total</b>
					<b>18 694</b>