

Appendix B

Medium Term Financial Strategy - Summary Position 2020/21- 2023/24

	2020/20 £000 Feb' 20	2021/22 £000 Revised	2022/23 £000 Revised	2023/24 £000 Revised
Prior Year (Surplus) / Deficit				
Budget Increases				
Corporate Growth				
Investment in the capital programme	450	450	450	450
ELWA levy increase	725	740	765	800
Extra cost of Capital borrowing (6% for MRP & 3% for Interest)	750			
Pensions remove advance payment element	200	1,000		
Capital Financing Costs	340	(340)		
Cross Cutting Items				
Staff pay award and capacity building	2,000	2,000	2,000	2,000
Non staff inflation	1,000	1,000	1,000	1,000
Service Pressures				
Public Realm	400		530	
Childrens TOM	1,500			
LAC/Care	3,000	600	600	600
Adults	3,000	1,000	1,000	1,000
Adults Fourth Locality				250
Disabilities	3,000	500	500	500
Community Solutions	260	260	260	260
Participation & Engagement	400	(110)	(50)	
Parks		600		
Welfare Reform Impact	800			
London Fraud Hub Subscription	70			
Community Safety	150			
Legal Services	240			
Further recurrent pressures - Disabilities	2,000			
Care Leavers Council Tax Exemption	151			
Census Information Scheme 2021		18		
Total Additional Costs	20,436	7,718	7,055	6,860
Changes in Income & Funding				
Business Rates/RSG	(1,134)	(1,884)	(2,315)	(2,392)
Income from Business Rates Pooling	(314)	314		
Increase in Council Tax Base	(1,477)	(987)	(1,031)	(1,078)
General Council Tax Increase	(1,259)	(1,997)	(2,087)	(2,182)
2% Adult Social Care Precept	(1,265)			
Business Rates Levy Surplus 18/19 roll forward	871			
Local Council Support Administration Subsidy	30	26	23	23
Housing Benefit Administration Subsidy	115	80	76	76
Homelessness Reduction Act Grant-New Burdens		318		
New Homes Bonus Grant	3,007			
New Homes Bonus Grant - Loss of Legacy payments		2,102	3,267	3,695
Collection Fund (Surplus)/Deficit	(1,745)	1,745		
New Social Care Grant 2020	(3,805)	3,805		
Total Changes in Income	(6,976)	3,522	(2,067)	(1,858)
Savings				
Savings approved by Cabinet	(12,696)			
Non-Delivery of Savings				
Additional Savings			(2,000)	(2,000)
Total Savings	(12,696)	-	(2,000)	(2,000)
In-Year Budget Gap after savings	764	11,240	2,988	3,002
Technical Adjustments				
MRP policy change	(1,000)			
Additional MRP changes	(500)	150	150	150
Commercial Income				
Investment Income	(762)	50	(165)	(2,000)
Company Dividends	(1,909)	(3,410)	(505)	188
Revised Budget Gap after Technical Adj & Commercial Income	(3,407)	8,030	2,468	1,340
Cumulative Budget Gap	(3,407)	8,030	2,468	1,340
Transfer To/(From) Earmarked Reserves	3,407	(3,407)		
Budget Gap	-	4,623	2,468	1,340