

Medium Term Financial Plan Forecast 2021/22 - 2026/27

Appendix 3

	Budget 2022/23 £000	Budget 2023/24 £000	Budget 2024/25 £000	Budget 2025/26 £000	Budget 2026/27 £000
Base Budget:					
Expenditure					
Employee Costs	16,000.3	15,513.3	15,609.7	15,922.7	16,234.9
Running Costs	9,403.0	9,419.9	9,624.5	9,570.6	9,576.8
Total Service Expenditure	25,403.3	24,933.2	25,234.2	25,493.3	25,811.7
Income					
Car Parking Income	(5,156.9)	(5,258.9)	(5,363.0)	(5,465.9)	(5,465.9)
Contributions from other Local Authorities and Public Bodies	(10.3)	(9.9)	(9.6)	(9.6)	(9.6)
General Income	(4,096.7)	(4,279.2)	(4,318.6)	(4,366.2)	(4,367.6)
Government Grants	(518.5)	(375.1)	(575.1)	(715.1)	(715.1)
New Homes Bonus	(129.9)	(23.0)	0.0	0.0	0.0
Lake Income	(1,548.7)	(1,579.6)	(1,611.1)	(1,643.0)	(1,643.0)
Recycling Credits	(1,551.8)	(1,582.0)	(1,612.9)	(1,644.3)	(1,644.3)
Total Service Income	(13,012.8)	(13,107.7)	(13,490.3)	(13,844.1)	(13,845.5)
Net Service Budget before Capital Charges	12,390.5	11,825.5	11,743.9	11,649.2	11,966.2
Capital Charges	10,420.2	5,564.0	5,118.7	5,220.7	4,109.4
Net Service Budget after Capital Charges	22,810.7	17,389.5	16,862.6	16,869.9	16,075.6
Corporate items					
Interest Receivable	(39.5)	(44.4)	(52.3)	(59.1)	(59.1)
Interest Payable	775.8	942.8	1,091.8	1,231.8	1,243.2
Other Government Grants					
Rural Services Delivery Grant	(454.9)	0.0	0.0	0.0	0.0
Lower Tier Services Grant	(100.9)	0.0	0.0	0.0	0.0
2022/23 Services Grant	(155.0)	0.0	0.0	0.0	0.0
Local Council Tax Support Grant	0.0	0.0	0.0	0.0	0.0
Local Tax Income Guarantee	(145.7)	(145.7)	0.0	0.0	0.0
Income from Council Tax (net of Parish Precept)	(9,677.6)	(9,962.2)	(10,249.3)	(10,538.8)	(10,830.9)
Parish Grant	92.0	92.0	92.0	92.0	92.0
Retained Business Rates	(4,669.4)	(2,161.2)	(2,302.0)	(1,956.7)	(1,956.7)
Contribution to pool Reserve	892.0	0.0	0.0	0.0	0.0
Direct Revenue Financing of Capital Programme	99.0	78.0	55.0	55.0	55.0
Minimum Revenue Provision	1,271.3	1,359.5	1,532.7	1,783.1	1,643.5
Reversal of Capital Charges	(10,420.2)	(5,564.0)	(5,118.7)	(5,220.7)	(4,109.4)
Collection Fund surplus/deficit	554.8	460.2	0.0	0.0	0.0
Adjustment from NNDR surplus/deficit reserve	0.0	0.0	0.0	0.0	0.0
Transfers to/from Reserves	(923.4)	(231.1)	263.0	576.2	601.2
Total Corporate Items	(22,901.7)	(15,176.1)	(14,687.8)	(14,037.2)	(13,321.2)
February 2022: Projected (Surplus)/Deficit assuming £5 Band D Council Tax increase from April 2022 onwards	(91.0)	2,213.4	2,174.8	2,832.7	2,754.4

	Budget 2022/23 £000	Budget 2023/24 £000	Budget 2024/25 £000	Budget 2025/26 £000	Budget 2026/27 £000
February 2021 Council: (Surplus)/Deficit	2,368.5	2,110.3	2,128.7	2,235.7	n/a
Amendments for Medium Term Financial Plan July 2021:					
Projected Pay award - reinstate 2% pay award assumption for 2021/22	213.8	223.1	227.3	231.8	n/a
Covid-19 - remove rebuilding of General Reserve - not required	(315.8)	(315.8)	(315.8)	0.0	n/a
Local Government Reorganisation	0.0	0.0	0.0	0.0	n/a
Delay in Local Government funding reform					n/a
- Rural Services Delivery Grant	(454.9)	0.0	0.0	0.0	n/a
- Lower Tier Services Grant	(47.9)	0.0	0.0	0.0	n/a
- Business Rate Retention	(1,434.6)	0.0	0.0	0.0	n/a
- Cumbria Business Rate Pool income received	(876.4)	0.0	0.0	0.0	n/a
- Cumbria Business Rate Pool income to reserve	876.4	0.0	0.0	0.0	n/a
Interest Payable - lower borrowing in 2020/21, higher interest rate	(31.5)	80.9	111.5	163.6	n/a
Projected (Surplus) / Deficit July 2021	297.6	2,098.6	2,151.7	2,631.1	0.0
Budget bids:					
Growth	76.0	0.0	0.0	0.0	0.0
Pressures	874.2	266.9	166.8	204.2	248.2
Savings	(536.6)	(212.4)	(125.2)	(38.0)	(38.0)
Projected NI increase	91.0	94.0	97.1	100.3	100.3
Q2 overspend	0.0	0.0	0.0	0.0	0.0
MRP review	(108.1)	(36.0)	(123.8)	(128.5)	1,643.5
Interest payable review	74.3	136.3	205.6	316.5	1,243.2
Increase in contribution to Major Repairs Reserve	15.0	15.0	15.0	15.0	55.0
Additional use of Reserves to fund Budget Pressures (Appendix 4)	(568.4)	0.0	0.0	0.0	0.0
Further Adjustments	(41.9)	(138.6)	(75.5)	(128.3)	(66.3)
Projected (Surplus) / Deficit December 2021	173.1	2,223.8	2,311.7	2,972.3	3,185.9
Taxbase higher than projected	(112.8)	(115.5)	(118.2)	(120.9)	(413.0)
New Homes Bonus	(85.9)	0.0	0.0	0.0	0.0
less NHB to reserves	85.9	0.0	0.0	0.0	0.0
Lower Tier Services Grant	(53.0)	0.0	0.0	0.0	0.0
2022/23 Services Grant	(155.0)	0.0	0.0	0.0	0.0
Homelessness Prevention Grant	(133.4)	0.0	0.0	0.0	0.0
Homelessness Prevention spend	133.4	0.0	0.0	0.0	0.0
Budget Pressures: further pressures identified (income, homelessness accommodation)	37.0	37.0	(27.0)	(27.0)	(27.0)
Budget Growth: further growth requested (Climate Change: CAFS)	50.0	0.0	0.0	0.0	0.0
less use of Business Rate reserve	(50.0)	0.0	0.0	0.0	0.0
Council tax deficit	94.6	0.0	0.0	0.0	0.0
Further Adjustments	7.7	68.1	8.3	8.3	8.5
Projected (Surplus) / Deficit January 2022	(8.4)	2,213.4	2,174.8	2,832.7	2,754.4
Additional business rate income	(82.6)	0.0	0.0	0.0	0.0
Projected (Surplus) / Deficit February 2022 (Cabinet)	(91.0)	2,213.4	2,174.8	2,832.7	2,754.4