

## MEDIUM-TERM BUDGET PROJECTIONS

Year	Annual (Surplus/ Deficit £000s	Explanation	
1	2022/23	2,066	Legacy of the pandemic and high inflationary pressures
2	2023/24	3,275	Full Year impact of new Grounds Maintenance Contract
3	2024/25	3,332	Expenditure rising faster than income
4	2025/26	3,613	Expenditure rising faster than income
5	2026/27	3,856	Expenditure rising faster than income
6	2027/28	6,213	Expiry of Waste and Leisure Contracts
<b>NET CUMULATIVE FORECAST</b>		<b>22,355</b>	<b>IF LEFT UNMANAGED</b>

### Major Assumptions

- 1 Council Tax increases by £5 per year and the taxbase grows by 2 per cent annually.
- 2 Fees and Charges recovery continues and income increases by 3 per cent.
- 3 No increase in car parking charges or net income.
- 4 Employment costs increase by 3 per cent annually.
- 5 Inflationary pressures on contracts of 4 per cent per annum.
- 6 Establishment increases of £300,000 for each market review of pay and £100,000 for each pension revaluation.
- 7 Centralisation of Local Land Charges from 2023/24 will result in a net loss of £100,000.
- 8 Market difficulties in procuring new waste and leisure contracts are projected to be an extra £2m and £290,000 respectively.