

# MEDIUM-TERM BUDGET PROJECTIONS

Year	Annual (Surplus) / Deficit	Explanation	
	£000s		
1	2023/24	0	Draw down of £943,000 from reserves to off-set high inflation
2	2024/25	1,171	Inflationary pressures greater than income cap of 3 per cent
3	2025/26	2,042	Impact of Census 2021 on Fair Funding Review
4	2026/27	2,720	Market pay review and costs rising more than income
5	2027/28	5,609	Market cost of reprocurring major contracts
6	2028/29	6,698	Indexation on higher major contracts and costs rising more than income
<b>NET 6 YEAR CUMULATIVE FORECAST</b>		<b>18,240</b>	<b>IF LEFT UNMANAGED</b>

## Major Assumptions

Establishment costs increase by 6% in 2023/24 then 3% a year  
 Transport costs are frozen  
 Premises increase by 1% pa  
 Business Rates increase by 3% pa  
 Supplies & Services costs are frozen  
 Waste increase by 4% from 2024/25 plus £2m from 2027/28  
 Parks increase by 4% from 2024/25 plus £200k from 2027/28  
 Leisure income remains frozen then £290k is lost from 2027/28  
 General income increase by 3% pa  
 Car Parking Income remains frozen from 2024/25  
 New Homes Bonus or replacement incentive of £768k continues  
 Council Tax increases by 3 per cent each year