

## MEDIUM TERM FINANCIAL STRATEGY TABLES

### Core Planning Assumptions

The table below sets out the core planning assumptions included in the MTFS projections:-

<b>Summary of MTFS assumptions</b>	<b>2017/18</b>	<b>2018/19</b>	<b>2019/20</b>
Pay inflation and pay related matters:			
- Provision for pay award	1.0%	1.0%	1.0%
- Overall pension contribution rate	20.0%	20.5%	21.0%
General inflation:			
- Inflation on non pay expenditure	0.0% - 2.0%	2.0%	2.0%
- Inflation on waste PFI	2.5%	2.5%	2.5%
- Inflation on income	2.0%	2.0%	2.0%
- Inflation on parking income	2.0%	2.0%	2.0%
- Inflation on penalty charge notices	0.0%	0.0%	0.0%
Resources:			
Change in Settlement Funding Assessment	-11.9%	-7.4%	-7.9%
Change to Revenue Support Grant (RSG)	-34.7%	-34.6%	-53.9%
Business Rates			
- Business rates poundage inflation uplift	2.0%	3.2%	3.5%
Public Health grant	-2.5%	-2.6%	-2.6%
Adult Social Care precept	3.00%	3.00%	0.00%
Assumed council tax threshold increase (excluding Adult Social Care precept)	1.99%	1.99%	1.99%
Council Tax Base	1.4%	0.5%	0.5%

### Summary of MTFs projections

The table below sets out the savings /budget gap taking into account the anticipated expenditure over the MTFs period and the funding resources available:-

<b>Summary of General Fund budget projections</b>	<b>2017/18</b>	<b>2018/19</b>	<b>2019/20</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>
<b>Sub-total Net Budget Requirement B/Fwd</b>	<b>209.571</b>	<b>203.589</b>	<b>205.645</b>
Pay and Inflation	3.067	3.695	3.673
New General Risk Provisions	0.000	0.800	0.800
Commitments - impact of previous decisions	1.027	0.849	-1.124
Change in S31 Business Rates compensation grants	-1.354	-0.125	-0.141
Change in New Homes Bonus *	0.384	1.221	0.143
Adult Social Care Support Grant 2017/18	-1.234	0.000	0.000
Adult Social Care pressures funded by Precept	3.650	3.812	0.000
Adult Social Care & Health pressures funded by improved Better Care funding	0.000	1.954	3.032
Service pressures - demographic and inflation	8.988	5.000	5.000
Service pressures - specific grants	2.232	1.050	0.170
Improved Better Care funding	0.000	-3.188	-3.032
Savings in 4 year Service and Financial Plans	-20.986	-11.536	-7.241
Budget Gap	0.000	-3.564	-3.398
<b>Sub-Total</b>	<b>205.345</b>	<b>203.557</b>	<b>203.527</b>
Change in contribution to / from reserves	-1.756	2.088	0.000
<b>Budget Requirement C/Fwd</b>	<b>203.589</b>	<b>205.645</b>	<b>203.527</b>
<b>Funded by:</b>			
Revenue Support Grant	21.618	14.144	6.523
Tariff Payment	-1.500	-1.548	-1.603
Locally retained Business Rates	56.877	58.380	60.575
Business Rates Levy payment	-0.122	-0.125	-0.130
Business Rates Collection Fund Deficit	-1.684	0.000	0.000
Council Tax Collection Fund Surplus	0.654	0.000	0.000
Council Tax - Adult Social Care precept (annual change)	3.650	3.812	0.000
Council Tax - General increase	124.096	130.982	138.162
<b>Total Funding</b>	<b>203.589</b>	<b>205.645</b>	<b>203.527</b>

\* If the City does not exceed the 0.4% growth threshold for New Homes Bonus, up to £0.562m in 2018/19 and £1.585m in 2019/20 will be at risk leading to an increased budget gap in those years.