

Movement since Q2 MTFS Update

	2025/26	2026/27	2027/28	2028/29
	£M	£M	£M	£M
Forecast Budget Shortfall Oct 2024	18.23	21.08	23.45	23.84
Pay and Price Inflation				
Revision to pay award estimates	0.06	0.12	0.18	0.18
Revision to contract inflation estimates	0.13	(0.01)	0.11	0.19
Additional provision for care package uplifts	2.24	2.74	3.24	4.74
Increase in employer's national insurance contributions	3.50	3.50	3.50	3.50
Total changes to Pay and Price Inflation	5.93	6.35	7.03	8.61
Budget Pressures				
EFS financing costs	(2.72)	(2.72)	(2.72)	(2.72)
Funding change re use of grant	0.36	0.36	0.36	0.36
Coroner Service cost pressures	0.34	0.34	0.34	0.34
Waste volumes for City growth - removal of previously agreed pressure	(0.10)	(0.10)	(0.10)	(0.10)
Transformation Programme revenue consequences	1.54	1.35	1.45	1.45
Introduction of Food Waste Collection Service	0.00	2.50	2.50	2.50
Loss of income on investment property following a lease surrender	0.00	0.40	0.40	0.40
Total changes to Budget Pressures	(0.59)	2.13	2.22	2.22
Executive Commitments				
Annual contribution to reserve for Private Sector Housing Condition Survey	0.06	0.06	0.06	0.06
Financing costs for additions to the Capital Programme (including for Transformation)	1.08	2.87	4.01	4.67
Total changes to Executive Commitments	1.14	2.93	4.07	4.73
Transformation Savings	(4.65)	(10.64)	(11.56)	(12.27)
Other Savings (including increases to ring-fenced grants)				
Changes to recurring Sustainable Savings (Non-Transformation)	1.07	1.16	1.16	1.16
Cash limit proposals	(1.14)	(1.14)	(1.14)	(1.14)
Waste Transformation - removal of previous adjustment to savings	(0.12)	(0.13)	(0.13)	(0.13)
Extended Producer Responsibility Income	(2.93)	(1.93)	(1.93)	(1.93)
Continuation of ASC Market Sustainability and Improvement Fund grant at existing level - previously assumed to reduce	(0.95)	(0.95)	(0.95)	(0.95)
Continuation of Family Hubs Grant - previously assumed to reduce	(0.45)	(0.45)	(0.45)	(0.45)
Additional Homelessness Prevention Grant	(1.68)	(1.68)	(1.68)	(1.68)
Additional Social Care Grant	(4.53)	(4.53)	(4.53)	(4.53)
New Children's Social Care Prevention Grant	(1.58)	(1.58)	(1.58)	(1.58)
Introduction of Food Waste Collection Service - New burdens revenue funding	0.00	(2.50)	(2.50)	(2.50)
Total changes to Other Savings	(12.29)	(13.71)	(13.71)	(13.71)
Centrally Held Funding				
Changes to council tax estimates	0.69	0.22	(0.41)	(0.66)
Changes to business rates/S31 grant estimates	0.78	0.76	0.75	0.77
Estimated 2024/25 surplus on Collection Fund	(0.72)	0.00	0.00	0.00
New Recovery Grant	(7.26)	(7.26)	(7.26)	(7.26)
New Employer National Insurance Contributions Grant	(2.11)	(2.11)	(2.11)	(2.11)
Cessation of Services Grant	0.39	0.39	0.39	0.39
Other changes to un-ringfenced grants	(0.06)	(0.05)	(0.04)	(0.04)
Total changes to Centrally Held Funding	(8.28)	(8.04)	(8.68)	(8.90)
Other MTFS Amendments				
Service budget to replace ring-fenced grants rolled into RSG	0.08	0.08	0.08	0.08
Changes to centrally held contingency	0.43	(0.17)	(0.17)	(0.17)
Total changes to Other MTFS Amendments	0.50	(0.10)	(0.10)	(0.10)
Council Tax and Business Rates Growth Target			(2.72)	(4.43)
Revised Budget Shortfall	0.00	0.00	0.00	0.00