

UPDATED FINANCIAL FORECAST 2021/22

Line	Prior Year Budget	Updated Forecast (13 November 2020)	Updated Forecast (18 December 2020)	Change between November and December Positions
	2020/21	2021/22	2021/22	
		£m	£m	£m
Underlying Funding Growth in the Budget				
1 Council Tax Increase 1.99%	(0.158)	(0.165)	(0.166)	(0.001)
2 Council Tax increase by £5 (amounts set out are over and above 1.99% above)	(0.079)	(0.077)	(0.076)	0.001
3 Growth in Business Rates - Inflation	(0.110)	(0.041)	(0.041)	0.000
4 Growth in Business Rates / Council Tax - general property growth	(0.365)	(0.187)	(0.029)	0.158
5 Collection Fund Surpluses b/fwd	(1.360)	0.000	0.000	0.000
	(2.072)	(0.470)	(0.312)	0.158
Net Cost of Services and Other Adjustments				
6 Reduction in RSG	(0.007)	0.429	0.429	0.000
7 Remove one-off items from prior year	0.013	(0.412)	(0.412)	0.000
8 Remove one-off items from prior year - Collection Fund Surplus	0.710	1.360	1.360	0.000
9 Inflation - Employee Costs (including annual review adjustments)	0.615	0.507	0.507	0.000
10 Inflation - Other	0.230	0.148	0.124	(0.024)
11 First / Second / Third year impact of PFH WP Savings	0.000	0.000	(0.045)	(0.045)
12 LCTS Grant to Parish Council's	0.000	(0.037)	(0.037)	0.000
13 Revenue Contribution to the Capital Programme	(0.045)	(0.209)	(0.209)	0.000
14 Specific Changes in Use of Reserves	1.103	2.265	1.995	(0.270)
15 On-going savings / increases in income	(0.301)	0.000	(0.213)	(0.213)
16 Unmitigated Cost Pressures	0.884	0.250	0.516	0.266
17 Other Adjustments	(1.157)	(2.056)	(2.056)	0.000
	2.045	2.245	1.959	(0.286)
Net Total	(0.027)	1.775	1.647	(0.128)
Add back General Use of Reserves in Prior Year to Balance the Budget	0.027	0.000	0.000	0.000
Net Budget Position	(0.000)	1.775	1.647	(0.128)
Use of Forecast Risk Fund to support the Net Budget Position	0.000	(1.775)	(1.647)	0.128

Use of Forecast Risk Fund

Estimated Outturn b/fwd from prior years	(3.253)	(3.753)	(3.753)	
Contribution from / (to) reserve	(0.000)	1.775	1.647	(0.128)
Planned additional contributions generated in year	(0.500)	(0.500)	(0.500)	0.000
Balance to Carry Forward	(3.753)	(2.478)	(2.606)	(0.128)

Forecast Risk Fund - Estimated Surplus Balance at the end of the year	Year	Updated Forecast (13 November 2020)	Updated Forecast (18 December 2020)	Change between November and December Positions
		2021/22	2021/22	
		£m	£m	
	2021/22	2.478	2.606	(0.128)
	2022/23	1.621	1.831	(0.210)
	2023/24	0.993	1.288	(0.295)
	2024/25	0.602	0.981	(0.379)
	2025/26	0.450	0.915	(0.465)
	2026/27	0.544	1.095	(0.551)