

Appendix 7: Medium Term Financial Plan - MTFP(5) 2015/16 - 2017/18 Model

	2015/16	2016/17	2017/18
	£'000	£'000	£'000
Government Funding			
Government Net Funding Reduction	31,633	38,000	28,000
Town and Parish Council RSG Adjustment for LCTRS funding	-270	-196	-211
Business Rates - RPI increase (2%/2%/2%)	-1,005	-1,070	-1,090
Top Up Grant - RPI increase (2%/2%/2%)	-1,134	-1,210	-1,240
Section 31 Grant	-509	-70	-70
Other Funding Sources			
Council Tax Increase (2% per annum)	-3,370	-3,440	-3,510
New Homes Bonus	-1,538	-1,000	0
Council Tax Base increase	-1,891	-1,000	-750
Business Rates Tax Base Increase	-850	-500	0
Business Rates 2014/15 Collection Fund Surplus	-500	500	0
Replenishment of 2014/15 Use of General Reserve	933	0	0
NHS Funding - Social Care Transformation	-15,864	-4,432	0
Estimated Variance in Resource Base	5,635	25,582	21,129
Pay inflation (2.2% (15 months) - 1.5% - 1.5%)	2,750	3,300	3,200
Price Inflation (1.5% - 1.5% - 1.5%)	2,650	2,450	2,400
Corporate Risk Contingency Budget	-382	-3,018	0
Base Budget Pressures			
Employer National Insurance increase - State Pension changes	0	4,700	0
Single Status Implementation	0	0	4,500
Council Housing - costs related to Stock Transfer	3,550	0	0
Additional Employer Pension Contributions	760	940	1,000
Energy Price Increases	250	500	500
Durham Living Wage	250	0	0
Concessionary Fares	320	100	100
Welfare Assistance	1,000	0	0
CAS Demographic and Hyper Inflationary Pressures	1,000	1,000	1,000
Use of Earmarked Reserve in CAS	-1,000	-1,000	-1,000
Prudential Borrowing to fund new Capital Projects	2,000	2,000	2,000
Capital Financing for current programme	-2,500	0	0
TOTAL PRESSURES	10,648	10,972	13,700
SUM TO BE MET FROM SAVINGS	16,283	36,554	34,829
Savings	-16,283	-36,554	-34,829
Deferred Savings (Utilisation of PDP)	0	0	-10,000
SAVINGS REQUIREMENT	-16,283	-36,554	-44,829
Planned Delivery Programme (PDP)	0	10,000	10,000
REVISED SAVINGS REQUIREMENT	-16,283	-26,554	-34,829
Cumulative Use of PDP Reserve To Support MTFP	0	10,000	20,000