

## Appendix A – Realistic MTFF Scenario

### Surrey - Medium Term Financial Forecast Q1.1

Precept £10 24/25 then 2% all years with a 0% grant increase, officer pay award at 7.0% 23/24 then 5% (Sep to Aug 24) then 2% each year, staff pay award at 2.0% to Sep23 the 5% Sep-Mar24 then 2% each year, non pay 3% 24/25 then 2% each year, tax base 0.7% 24/25 then 0.5% all years	2023/24	2024/25	2025/26	2026/27	2027/28
REVENUE COST BASE	£m	£m	£m	£m	£m
Base budget	279.1	288.5	302.1	307.5	310.6
Pay Inflation	9.3	15.6	6.5	4.7	4.8
Price Inflation	1.3	1.5	1.1	1.1	1.1
Revenue - Base Assumptions	1.2	1.0	1.1	1.1	1.1
Revenue - Capital Investment	-	3.8	1.7	0.8	1.0
Unavoidable Costs	2.2	(0.9)	-	-	-
Cost of Change net	0.6	(1.4)	(0.3)	-	-
Service Growth	(2.3)	0.0	0.0	0.0	-
Estate Strategy Project Expenditure	(0.4)	(0.1)	(0.1)	(2.3)	(0.9)
Precept Investment	-	-	-	-	-
Operation Uplift	(0.9)	-	-	-	-
<b>Total Cost Increases</b>	<b>11.0</b>	<b>19.6</b>	<b>9.9</b>	<b>5.5</b>	<b>7.1</b>
<b>Gross Budget Requirement</b>	<b>290.1</b>	<b>308.1</b>	<b>312.0</b>	<b>313.0</b>	<b>317.7</b>
<b>Annual Savings Requirement</b>	<b>(1.6)</b>	<b>(6.0)</b>	<b>(4.5)</b>	<b>(2.4)</b>	<b>(2.7)</b>
<b>Total Gross Budget</b>	<b>288.5</b>	<b>302.1</b>	<b>307.5</b>	<b>310.6</b>	<b>315.0</b>
FUNDING	2023/24	2024/25	2025/26	2026/27	2026/27
	£m	£m	£m	£m	£m
Home Office Grant	76.9	85.5	85.5	85.5	85.5
Revenue Support Grant	35.0	35.0	35.0	35.0	35.0
Council Tax Support Grant	9.2	9.2	9.2	9.2	9.2
Operation Uplift Performance	3.6	3.6	3.6	3.6	3.6
Specific Grant	2.0	2.0	2.0	2.0	2.0
General Reserves	(2.0)	-	-	-	-
Specific Reserves -					
Estate Strategy	-	-	1.2	-	-
Cost of Change	2.1	-	-	-	-
Surplus/(deficit) on Council Tax Collection Fund	1.2	-	-	-	-
Base precept	150.8	160.6	166.9	171.1	175.4
Taxbase Improvement	2.0	1.1	0.8	0.9	0.9
Precept increase	7.8	5.2	3.4	3.4	3.5
<b>Total Funding</b>	<b>288.5</b>	<b>302.1</b>	<b>307.5</b>	<b>310.6</b>	<b>315.0</b>

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