

Appendix A – Realistic MTFF Scenario

Surrey - Medium Term Financial Forecast Q1.1

Precept 2% all years. 0% grant increase from 2025/26. Officer pay award at 5.0% Apr 25 to Aug 25 then 2.5% all years plus 1.5% contingency Sep 25 to Mar 26. Staff pay award at 4.0% from Apr 25 to Mar 26 then 2% each year. Non pay 2% each year. Tax base 0.5% each year.	2024/25	2025/26	2026/27	2027/28	2028/29
REVENUE COST BASE	£m	£m	£m	£m	£m
Base budget	288.5	309.7	311.9	316.7	321.1
Pay Inflation	14.3	10.0	6.6	5.8	5.9
Price Inflation	2.9	1.2	1.2	1.2	1.3
Revenue - Base Assumptions	6.1	0.7	1.1	1.1	1.1
Revenue - Capital Investment	1.2	2.6	1.9	0.8	1.0
Unavoidable Costs	(0.1)	0.1	-	(0.7)	-
Cost of Change net	0.0	(2.2)	(0.5)	(0.2)	-
Service Growth	0.0	0.1	0.0	-	-
Estate Strategy Project Expenditure	0.5	(0.1)	0.2	-	(0.5)
Precept Investment	-	-	-	-	-
Operation Uplift	-	-	-	-	-
Total Cost Increases	25.0	12.4	10.3	8.0	8.8
Gross Budget Requirement	313.5	322.1	322.2	324.7	329.9
Annual Savings Requirement	(3.8)	(10.2)	(5.5)	(3.5)	(4.2)
Total Gross Budget	309.7	311.9	316.7	321.1	325.7
FUNDING	2024/25	2025/26	2026/27	2027/28	2028/29
	£m	£m	£m	£m	£m
Home Office Grant	82.8	82.8	82.8	82.8	82.8
Revenue Support Grant	35.7	35.7	35.7	35.7	35.7
Council Tax Support Grant	9.2	9.2	9.2	9.2	9.2
Operation Uplift Performance	6.0	5.0	5.5	5.5	5.5
Specific Grant	6.5	6.5	6.5	6.5	6.5
Local Council Tax Scheme Grant	-	-	-	-	-
General Reserves	-	-	-	-	-
Specific Reserves -					
Cost of Change	1.1	-	-	-	-
Delegated Budget Holder Reserve	(1.2)	-	-	-	-
Surplus/(deficit) on Council Tax Collection Fund	1.2	-	-	-	-
Base precept	160.6	168.3	172.6	176.9	181.3
Taxbase Improvement	1.0	0.8	0.9	0.9	0.9
Precept increase	6.8	3.4	3.5	3.6	3.6
Total Funding	309.7	311.9	316.7	321.1	325.7

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