

Budget Assumptions in the MTFP

Appendix 3

	Budget Assumptions 2024/25	Budget Assumptions Future Years
<u>Net Revenue Expenditure</u>		
Pay costs	Aligned with 2024/25 budget (4% pay award).	3% 2025, 2% thereafter. NB percentages here to reflect total organisational percentage increase, not percentage pay award for staff.
Pension employer rates (attached)	As per Leicestershire LGPS Pension Fund.	As per Leicestershire LGPS Pension Fund for 2025/26. The assumed 3% increase year on year as per 2023/24 to 2025/26.
Members Allowances	Aligned with 2024/25 detailed budget setting	Remain static
Other Supplies, Services & Contracts	Aligned with 2024/25 detailed budget setting	Increased by CPI forecast
Recharge from HRA	Aligned with 2024/25 detailed budget setting. Based on previous year +2%	As per 2024/25 - no uplift due to this area needing a full review.
Other grant income	Aligned with 2024/25 detailed budget setting	Increased by CPI forecast
NDR	Aligned with 2024/25 detailed budget setting	Increased by CPI forecast
Locally generated income	Aligned with 2024/25 detailed budget setting	2% in line with BoE inflation target
Leisure contract	Aligned with renegotiated position with SLM	Aligned with renegotiated position with SLM
Insurance	As per newly tendered contracts	Increased by CPI forecast
HB Payments	Aligned with 2024/25 detailed budget setting	Maintaining at 2024/25 level
Fuel	Aligned with 2024/25 detailed budget setting	Maintaining at 2024/25 level - OBR forecasting slight reduction
Capital financing / MRP	As per detailed MRP and interest forecast workings.	As per detailed MRP and interest forecast workings.
<u>Funding</u>		
Services Grant	As per provisional Local Government Finance Settlement	Assumed to continue for 2024/25, then discontinued as funding reform implemented

Revenue Support Grant	As per 2023/24 no RSG -NB CTAX grant rolled into RSG but that included in service area not funding.	As 2024/25
Retained Business Rates	As per 2023/24 forecast model less the reduction in tariff following revaluation adjustment. Will be updated when Provisional Settlement received.	As per latest Pixel funding model
New Homes Bonus	As per 2023/24 amount. Will be updated when Provisional Settlement received.	2024/25 assumed to be the last year as this funding stream is expected to be reviewed.
Council Tax	As per 2023/24 forecast model, Base growth of 0.6% p.a. Maximum increases (2.99%). Will be updated following Council Tax base setting and when Provisional Settlement received.	Base growth of 0.6% p.a. Maximum increases (2.99%).
Contribution from reserves (Earmarked Rese	Contribution of EMRs 2024/25	Use of Grounds Maintenance Reserve
Collect Fund (Surplus)/Deficit - Brates	This will be calculated when funding is reviewed once the Provisional Settlement received.	Surplus/deficit only applies to current year
Collection Fund (Surplus)/Deficit - Ctax	This will be calculated when funding is reviewed following the Council Tax base setting and when Provisional Settlement received.	Surplus/deficit only applies to current year