

**SOUTHEND-on-SEA BOROUGH COUNCIL**

**Annex 1 to Appendix 2**

**Medium Term Financial Forecast  
2020/21 to 2024/25**

	2020/21 £000	2021/22 £000	2022/23 £000	2023/24 £000	2024/25 £000
<b>Base Budget</b>					
From prior year (which assumes the gap is closed from the prior year)	<b>125,647</b>	<b>130,428</b>	<b>141,988</b>	<b>145,180</b>	<b>148,964</b>
LESS					
Appropriations to/from Reserves in prior year	(1,538)	8,522	(323)	(438)	1,484
Revenue Contributions to Capital	(5,376)	(363)	(10)	(117)	0
Less other one-off expenditure/savings	<u>1,604</u>	<u>(7,245)</u>	<u>360</u>	<u>1,515</u>	<u>0</u>
<b>Adjusted Base Budget</b>	120,337	131,342	142,015	146,140	150,448
Appropriations to / (from) reserves	(8,522)	323	438	(1,484)	(1,483)
Revenue Contributions to Capital (funded from Earmarked Reserves)	363	10	117	0	0
Other one-off/time limited expenditure bids	4,245	(360)	(1,515)	0	0
Inflation and other increases	4,271	3,750	3,750	3,750	3,750
Corporate Cost Pressures	8,388	2,104	1,313	2,002	1,395
Directorate Savings/Pressures					
On-going Corporate and Directorate investment allowance	6,160	3,050	3,050	3,850	3,050
Budget reductions identified and agreed	<u>(2,075)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	4,085	3,050	3,050	3,850	3,050
<b>Better Care Fund</b>					
Funding to Support Social Care and benefit Health	(13,043)	(13,043)	(13,043)	(13,043)	(13,043)
Expenditure relating to the BCF and IBCF	<u>13,043</u>	<u>0</u>	<u>13,043</u>	<u>0</u>	<u>13,043</u>
	0	0	0	0	0
<b>Public Health</b>					
Projected Grant Income	(9,525)	ringfence removed	0	0	0
Projected Expenditure	<u>9,525</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	0	0	0	0	0
<b>Housing Revenue Account</b>					
Projected Expenditure	32,044	29,091	25,334	24,738	25,203
Projected Income	(28,522)	(29,387)	(30,322)	(31,225)	(32,120)
Contributions to/(from) HRA Earmarked Reserves	<u>(3,522)</u>	<u>296</u>	<u>4,988</u>	<u>6,487</u>	<u>6,917</u>
	0	0	0	0	0
<b>Dedicated Schools Grant</b>					
Projected Grant Income	(50,769)	(50,769)	(50,769)	(50,769)	(50,769)
Projected Expenditure	50,769	50,769	50,769	50,769	50,769
Pupil Premium received from Government (indicative)	(1,892)	(1,892)	(1,892)	(1,892)	(1,892)
Pupil Premium expenditure	<u>1,892</u>	<u>0</u>	<u>1,892</u>	<u>0</u>	<u>1,892</u>
	0	0	0	0	0
<b>Projected General Fund Net Expenditure</b>	<b>133,167</b>	<b>140,219</b>	<b>149,168</b>	<b>154,258</b>	<b>157,160</b>
<b>Changes in General Grants</b>	(2,739)	9,555	712	409	0
<b>Budget Requirement</b>	<b>130,428</b>	<b>149,774</b>	<b>149,880</b>	<b>154,667</b>	<b>157,160</b>
<b>Funded by:</b>					
Council tax increase (1.99% in 20/21, 1.99% onwards) (taxbase +0.5% 2021/22 and +1.0% p.a future years)	(76,966)	(79,427)	(81,972)	(84,587)	(87,285)
Social Care Precept (2.0% in 20/21, 0% onwards)	(7,381)	(7,455)	(7,530)	(7,605)	(7,681)
Business Rates	(38,032)	(53,606)	(54,678)	(55,772)	(56,192)
Revenue Support Grant	(6,049)	0	0	0	0
Collection Fund Surplus	(2,000)	(1,500)	(1,000)	(1,000)	(1,000)
<b>Total funding</b>	<b>(130,428)</b>	<b>(141,988)</b>	<b>(145,180)</b>	<b>(148,964)</b>	<b>(152,158)</b>
<b>Funding Gap</b>	<b>0</b>	<b>7,786</b>	<b>4,700</b>	<b>5,703</b>	<b>5,002</b>
<b>Funding Gap (Cumulative)</b>	<b>0</b>	<b>7,786</b>	<b>12,486</b>	<b>18,189</b>	<b>23,191</b>
<b>Core Precept</b>	76,966	79,427	81,972	84,587	87,285
<b>Social Care Precept</b>	7,381	7,455	7,530	7,605	7,681
<b>Band D Council Tax</b>					
Council Tax for a Band D Property	1,437.39	1,465.93	1,495.17	1,524.87	1,555.20
% Increase in Council Tax	3.99%	1.99%	1.99%	1.99%	1.99%
<b>Council Tax Base</b>					
Council Tax Base	58,681	59,268	59,860	60,459	61,064
Increase in Taxbase on prior year	0.44%	1.00%	1.00%	1.00%	1.00%