

## West Mercia Medium Term Financial Plan

Item 5 Appendix 4

## MTFP with June 2013 adjustments

	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	
	£m	£m	£m	£m	£m	£m	£m
West Mercia base budget before savings ( includes £3m Ni incr	218.600	210.410	207.187	209.878	213.026	216.221	
Alliance Savings plan	(11.300)	(6.284)	(3.367)				(20.951)
<b>Projected net expenditure after savings</b>	<b>207.300</b>	<b>204.126</b>	<b>203.820</b>	<b>209.878</b>	<b>213.026</b>	<b>216.221</b>	
Funded by:							
Formula Grant and RSG	121.133	114.836	111.161	108.048	105.023	105.023	
Council Tax Support Grant	9.171	9.171	9.171	9.171	9.171	9.171	
Council Tax	70.659	72.418	74.222	76.441	78.726	81.080	
Council Tax Freeze Grant (2013/14)	0.799	0.799	0.799	0.000	0.000	0.000	
Council Tax Freeze Grant ( 2011/12)	1.980	1.980	1.980				
<b>Total funding</b>	<b>203.742</b>	<b>199.204</b>	<b>197.332</b>	<b>193.660</b>	<b>192.920</b>	<b>195.274</b>	
<b>Gap to be funded</b>	<b>3.558</b>	<b>4.921</b>	<b>6.488</b>	<b>16.217</b>	<b>20.105</b>	<b>20.947</b>	

## Funding options

Current Planned Use of Reserves in MTFP Feb 2013	(3.557)	(2.457)	(4.330)				
Planned use of reserves							
Additional savings							
Total							
Additional Savings/ use of reserves/ other funding required		(2.464)	(2.158)	(16.217)	(20.105)	(20.947)	

**Budget Reserve**

Budget reserve- if no further savings	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	£m	£m	£m	£m	£m	£m
Budget reserve- in year use	3.558	4.921	6.488	16.217	20.105	20.947
25.737	22.179	17.258	10.770	-5.448	-25.553	-46.500

**Assumptions****MTFP assumptions revised June 26 announcements**

Growth/pay/ price inflation	1.015	1.015	1.015	1.015	1.015	1.015
Grant reductions- formula and RSG	3.30%	3.20%	2.80%	2.80%	0.00%	
CTSG	1	1	1	1	1	1
<b>Council tax increases</b>						
growth	0.50%	0.50%	1.00%	1.00%	1.00%	
% increase	1.99%	1.99%	1.99%	1.99%	1.99%	
Total Council Tax Increase	2.49%	2.49%	2.99%	2.99%	2.99%	
1% increase in council tax (£m)	0.707	0.724	0.742	0.764	0.787	

**MTFP assumptions February 2013**

Growth/pay/ price inflation	1.015	1.015	1.015	1.015	1.015
Grant reductions- formula and RSG	3.12%	2.64%	1.50%	1.50%	1.50%
CTSG	1	1	1	1	1
<b>Council tax increases</b>					
growth	0.50%	0.50%	0.50%	0.50%	0.50%
% increase	2.30%	2.30%	2.30%	2.30%	2.30%
Total Council Tax Increase	2.80%	2.80%	2.80%	2.80%	2.80%

## Warwickshire Mercia Medium Term Financial Plan

### February Plan updated for announcement June 26

	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	£m	£m	£m	£m	£m	£m
Warwickshire base budget before savings ( inc £1.5m NI increase)	99.181	93.503	91.548	92.885	94.279	95.693
Alliance Savings plan	(7.060)	(3.308)	(1.513)			(11.881)
<b>Projected net expenditure after savings</b>	<b>92.121</b>	<b>90.195</b>	<b>90.035</b>	<b>92.885</b>	<b>94.279</b>	<b>95.693</b>
Funded by:						
Formula Grant and RSG	53.484	50.519	48.902	47.533	46.202	46.202
Council Tax Support Grant	3.898	3.898	3.898	3.898	3.898	3.898
Council Tax	32.788	33.604	34.441	35.471	36.532	37.624
Council Tax Freeze Grant (2013/14)	0.369	0.369	0.369	0.000	0.000	0.000
Council Tax Freeze grant (2011/12)	0.875	0.875	0.875			
<b>Total funding</b>	<b>91.414</b>	<b>89.265</b>	<b>88.486</b>	<b>86.902</b>	<b>86.632</b>	<b>87.724</b>
<b>Gap to be funded</b>	<b>0.707</b>	<b>0.929</b>	<b>1.549</b>	<b>5.983</b>	<b>7.647</b>	<b>7.969</b>

### Funding options

Current Planned Use of Reserves in MTFP Feb 2013	(0.707)	0.328	(0.489)				* this was planned in MTFP Feb- clearly changes with new figures
Planned use of reserves							
Additional savings							
Total							

**Additional savings/ use of reserves/ other funding required** (1.257) (1.060) (5.983) (7.647) (7.969)

	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	£m	£m	£m	£m	£m	£m
Budget reserve - impact if no further savings						
Budget reserve- in year use	16.234	0.707	0.929	1.549	5.983	7.647
		15.527	14.598	13.048	7.065	-0.581
						-8.550

### Assumptions

#### MTFP assumptions revised June 2013 announcement

Growth/pay/ price inflation		1.015	1.015	1.015	1.015	1.015
Grant reductions- formula and RSG		3.30%	3.20%	2.80%	2.80%	0.00%
CTSG		1	1	1	1	1

#### Council tax increases

growth		0.50%	0.50%	1.00%	1.00%	1.00%
% increase		1.99%	1.99%	1.99%	1.99%	1.99%
Total Council tax increase		2.49%	2.49%	2.99%	2.99%	2.99%

1% increase in council tax (£m)

		0.328	0.336	0.344	0.355	0.365
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#### MTFP assumptions February 2013

Growth/pay/ price inflation		1.015	1.015	1.015	1.015	1.015
Grant reductions- formula and RSG		3.12%	2.64%	1.50%	1.50%	1.50%
CTSG		1	1	1	1	1

#### Council tax increases

growth		0.50%	0.50%	0.50%	0.50%	0.50%
% increase		2.30%	2.30%	2.30%	2.30%	2.30%
Total Council tax increase		2.80%	2.80%	2.80%	2.80%	2.80%