

SENSITIVITY ANALYSIS

OPTIMISTIC SCENARIO	2023/24 £m	2024/25 £m	2025/26 £m	2026/27 £m
BASELINE BUDGET GAP	41.3	58.6	64.3	69.2
FUNDING				
2023/24 Government Funding: no change	-	-	-	-
2023/24 Council Tax and NNDR Collection Rates: no change	-	-	-	-
TOTAL FUNDING	-	-	-	-
SPEND				
2023/24 Pay Award: 4%	(2.3)	(2.3)	(2.3)	(2.3)
2023/24 Energy Uplift: return to 22-27 MTFP baseline assumptions	(0.9)	(0.9)	(0.9)	(0.9)
2023/24 Fuel Inflation: return to 22-27 MTFP baseline assumptions	(0.5)	(0.5)	(0.5)	(0.5)
2023/24 Food Inflation: no change	-	-	-	-
Treasury Management Interest Rates: Reduced by 1%	(1.3)	(2.7)	(3.8)	(3.8)
TOTAL SPEND	(5.0)	(6.4)	(7.5)	(7.5)
TOTAL CHANGES FROM BASELINE	(5.0)	(6.4)	(7.5)	(7.5)
OPTIMISTIC SCENARIO - UPDATED BUDGET GAP	36.3	52.2	56.8	61.7

PESSIMISTIC SCENARIO	2023/24 £m	2024/25 £m	2025/26 £m	2026/27 £m
BASELINE BUDGET GAP	41.3	58.6	64.3	69.2
FUNDING				
2023/24 Government Funding: 5% Inflation Cap	4.4	4.4	4.4	4.4
2023/24 Council Tax and NNDR Collection Rates: Reduced by 1.5%	4.2	4.2	4.2	4.2
TOTAL FUNDING	8.6	8.6	8.6	8.6
SPEND				
2023/24 Pay Award: 6%	2.3	2.3	2.3	2.3
2023/24 Energy Uplift: 40%	1.1	1.1	1.1	1.1
2023/24 Fuel Inflation: no change	-	-	-	-
2023/24 Food Inflation: 10%	0.6	0.6	0.6	0.6
Treasury Management Interest Rates: Increased by 1%	1.3	2.7	3.9	4.0
TOTAL SPEND	5.3	6.7	7.9	8.0
TOTAL CHANGES FROM BASELINE	13.9	15.3	16.5	16.6
PESSIMISTIC SCENARIO - UPDATED BUDGET GAP	55.2	73.9	80.8	85.8