

## SENSITIVITY ANALYSIS

OPTIMISTIC SCENARIO	2023/24 £m	2024/25 £m	2025/26 £m	2026/27 £m
<b>BASELINE BUDGET GAP</b>	<b>41.3</b>	<b>58.6</b>	<b>64.3</b>	<b>69.2</b>
<b>FUNDING</b>				
2023/24 Government Funding: no change	-	-	-	-
2023/24 Council Tax and NNDR Collection Rates: no change	-	-	-	-
<b>TOTAL FUNDING</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>SPEND</b>				
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)
<b>TOTAL SPEND</b>	<b>(5.0)</b>	<b>(6.4)</b>	<b>(7.5)</b>	<b>(7.5)</b>
<b>TOTAL CHANGES FROM BASELINE</b>	<b>(5.0)</b>	<b>(6.4)</b>	<b>(7.5)</b>	<b>(7.5)</b>
<b>OPTIMISTIC SCENARIO - UPDATED BUDGET GAP</b>	<b>36.3</b>	<b>52.2</b>	<b>56.8</b>	<b>61.7</b>

PESSIMISTIC SCENARIO	2023/24 £m	2024/25 £m	2025/26 £m	2026/27 £m
<b>BASELINE BUDGET GAP</b>	<b>41.3</b>	<b>58.6</b>	<b>64.3</b>	<b>69.2</b>
<b>FUNDING</b>				
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
<b>TOTAL FUNDING</b>	<b>8.6</b>	<b>8.6</b>	<b>8.6</b>	<b>8.6</b>
<b>SPEND</b>				
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
<b>TOTAL SPEND</b>	<b>5.3</b>	<b>6.7</b>	<b>7.9</b>	<b>8.0</b>
<b>TOTAL CHANGES FROM BASELINE</b>	<b>13.9</b>	<b>15.3</b>	<b>16.5</b>	<b>16.6</b>
<b>PESSIMISTIC SCENARIO - UPDATED BUDGET GAP</b>	<b>55.2</b>	<b>73.9</b>	<b>80.8</b>	<b>85.8</b>