Hereford & Worcester Fire and Rescue Authority
Medium Term Financial Forecasts - with future precept increases at 3.5%

	2012/13 Forecast £m	2013/14 Forecast £m	2014/15 Forecast £m
Prior Year Net Budget Requirement	**31.195**	**32.645**	**33.756**
Less one-off 2011/12 Public Holiday	(0.020)		
	31.175	**32.645**	**33.756**
Cost Pressures			
Contingency for Pay Awards (average 2%)	0.356	0.452	0.456
General Inflation Contingency (average 3%)	0.300	0.300	0.300
LGPS - Increased Contribution Rate	0.020	0.020	0.020
	0.676	**0.772**	**0.776**
Capital Programme			
Impact of Asset Management Plan & Fleet Strategy	0.229	0.250	0.250
	0.229	**0.250**	**0.250**
Consequences of National Projects			
Firelink - Net Cost			0.007
Firelink - ending of Special Grant		0.289	
FiReControl - Legacy issues	0.565	(0.200)	
	0.565	**0.089**	**0.007**
PROJECTED NET BUDGET REQUIREMENT NEED	**32.645**	**33.756**	**34.789**

		2011/12 Budget	2012/13 Forecast	2013/14 Forecast	2014/15 Forecast
Band D Increase			3.45%	3.45%	3.45%
Tax-base Increase			0.0%	0.0%	0.0%
Grant Change			1.7%	-6.2%	-6.2%
Band D Tax		£ 73.64	£ 76.18	£ 78.81	£ 81.53
Tax-base		281,860.94	281,860.94	281,860.94	281,860.94
Council Tax Yield	£m	(20.757)	(21.471)	(22.212)	(22.978)
Formula Grant	£m	(10.407)	(10.584)	(9.932)	(9.320)
Collection Fund Surpluses	£m	(0.031)	0.000	0.000	0.000
Gross Resources	£m	**(31.195)**	**(32.055)**	**(32.144)**	**(32.298)**
BUDGET GAP			**0.590**	**1.612**	**2.491**
NB Gap at 2.5% was			0.787	2.018	3.118
impact			(0.197)	(0.406)	(0.627)