# Cabinet



Date of meeting:	II November 2024
Title of Report:	Medium Term Financial Strategy 2024/25 – 2028/29
Lead Member:	Councillor Mark Lowry (Cabinet Member for Finance)
Lead Strategic Director:	David Northey (Service Director for Finance)
Author:	David Northey
Contact Email:	David.northey@plymouth.gov.uk
Your Reference:	MTFS24/25 / 11.11.24
Key Decision:	No
Confidentiality:	Part I - Official

## **Purpose of Report**

Under the Council's Financial Regulations, the Responsible Financial Officer (Section 151 officer) is required to report the medium term budget prospects. Cabinet is asked to consider the Medium Term Financial Strategy for the period 2024/25 to 2028/29.

The Medium Term Financial Strategy (MTFS) reflects the latest funding projections and sets out the forecasted budget shortfall in each year. The Strategy does not set out projected savings over the plan period; savings required for 2025/26 will be incorporated into the annual budget to be presented to Council in February 2025 and incorporated into future MTFS reports. The Strategy is recommended by Cabinet to Council

#### **Recommendations and Reasons**

That Cabinet:

1. Approves and recommends the Medium Term Financial Strategy to the Council at its meeting 25 November 2024.

Reason: The MTFS forms a key part of the budget setting process, which itself is essential to maintain financial control.

#### Alternative options considered and rejected

This is a refresh of the Council's MTFS from September 2023 and builds on the medium-term Financial Forecast presented to Cabinet July 2024. Our Financial Regulations require us to produce regular reports on our finance resources.

#### Relevance to the Corporate Plan and/or the Plymouth Plan

The report is fundamentally linked to delivering the priorities within the Council's Corporate Plan. Allocating limited resources to key priorities will maximise the benefits to the residents of Plymouth.

### Implications for the Medium Term Financial Plan and Resource Implications:

The resource implications are set out in the body of the report.

#### **Financial Risks:**

The Medium Term Financial Strategy (MTFS) is the Council's primary financial strategic and planning document linking the revenue budget, the capital programme and the treasury management strategy. The Strategy sets out the financial planning assumptions for the next five years and ensures resource allocation is in line with Plymouth's priorities. A full analysis of the financial risks will be set out in the Budget Report to Full Council at the meeting in February 2025.

#### **Carbon Footprint (Environmental) Implications:**

There are no impacts directly arising from this report.

#### Other Implications: e.g. Health and Safety, Risk Management, Child Poverty:

The reducing revenue and capital resources across the public sector has been identified as a key risk within our Strategic Risk register. The ability to deliver spending plans within budget is paramount to ensuring the Council can achieve its objectives

#### Appendices

\*Add rows as required to box below

Ref. Title of Appendix		<b>Exemption Paragraph Number</b> (if applicable) If some/all of the information is confidential, you must indicate why it is not for publication by virtue of Part 1 of Schedule 12A of the Local Government Act 1972 by ticking the relevant box.								
		I	2	3	4	5	6	7		
Α.	Medium Term Financial Strategy 24/25 – 28/29									

#### **Background papers:**

\*Add rows as required to box below

Please list all unpublished, background papers relevant to the decision in the table below. Background papers are <u>unpublished</u> works, relied on to a material extent in preparing the report, which disclose facts or matters on which the report or an important part of the work is based.

Title of any background paper(s)	Exemption Paragraph Number (if applicable)								
	If some/all of the information is confidential, you must indicate why it is not for publication by virtue of Part 1 of Schedule 12A of the Local Government Act 1972 by ticking the relevant box.								
	I	2	3	4	5	6	7		

# Sign off:

Fin	CH.2 4.25.2 01	Leg	LS/00 0031 97/21 /LB/2 1/11/ 24	Mon Off		HR		Asset s		Strat Proc	
Origina	Originating Senior Leadership Team member: David Northey (Service Director for Finance)										
Please	Please confirm the Strategic Director(s) has agreed the report? Yes										
Date a	Date agreed: 08/11/2024										
Cabine	Cabinet Member approval: Councillor Mark Lowry (Cabinet Member for Finance)										
Date a	Date approved: 11/11/2024										