

# Appendix 8 Calculation of Risk Assessed General Fund Balance

2025/26					2026/27				
Impact	Probability	Risk Assessed General Fund £000	Budget Assumption	Area of Risk	Budget/ Value £000	Impact	Probability	Risk Level	Risk Assessed General Fund £000
Treatment of inflation and interest rates									
2.00%	25.00%	856	Inflation	Salaries	171,130	2.00%	25.00%	0.50%	856
20.89%	10.00%	460		Premises	21,996	20.89%	10.00%	2.09%	460
2.21%	20.00%	105		Transport	23,747	2.21%	20.00%	0.44%	105
2.00%	10.00%	161		Supplies & Services	80,373	2.00%	10.00%	0.20%	161
2.00%	10.00%	553		Third Party Payments	276,325	2.00%	10.00%	0.20%	553
2.00%	10.00%	231		Transfer Payments	115,370	2.00%	10.00%	0.20%	231
0.00%	0.00%	0		Pension triennial valuation unaffordable	99,637	0.00%	0.00%	0.00%	0
		2,364	Total Inflation						2,364
0.50%	50.00%	1,051	Interest rates	Existing Borrowing	376,605	0.50%	50.00%	0.25%	942
2.00%	50.00%	1,264		PWLB	170,000	2.00%	50.00%	1.00%	1,700
2.00%	50.00%	260		Investment	26,000	2.00%	50.00%	1.00%	260
		2,575	Total Interest Rates						2,902
Level and timing of capital receipts									
5.50%	50.00%	21	Capital Receipts	Land Sales	-2,501	5.50%	50.00%	2.75%	-69
5.50%	50.00%	366		Required for new Powers to use for Revenue	5,000	5.50%	50.00%	2.75%	138
		387	Total Capital Receipts						69
Treatment of demand led pressures									
14.65%	100.00%	17,851	Demand Led Pressures	Adult Social Care - demography	152,203	5.00%	75.00%	3.75%	5,708
26.49%	100.00%	16,499		Childrens Social Care - demography	79,467	5.00%	75.00%	3.75%	2,980
0.00%	100.00%	0		Adult Social Care - uplifts	152,203	2.00%	50.00%	1.00%	1,522
0.00%	100.00%	0		Childrens Social Care - uplifts	79,467	2.00%	50.00%	1.00%	795
2.00%	25.00%	920		CQC/Ofsted Inspections	231,670	2.00%	25.00%	0.50%	1,158
		35,270	Total Demand Led Pressures						12,163
Treatment of planned efficiency savings/productivity gains									
65.07%	100.00%	38,959	Efficiency Savings	25/26 non achievement of savings	6,936	65.07%	70.00%	45.55%	3,159
		38,959		26/27 non achievement of savings/income					
			Total Efficiency Savings						3,159
50.00%	20.00%	397	Insurance and Emergency Planning	Provision	3,968	50.00%	20.00%	10.00%	397
50.00%	20.00%	145		Reserve	1,449	50.00%	20.00%	10.00%	145
		1,000		ICT Disaster	1,000			Quantum	1,000
		500		Other Incident	500			Quantum	500
		523		Bellwin	577			Quantum	577
100.00%	20.00%	437		Severe Weather	2,260	100.00%	20.00%	20.00%	452
		3,002	Total Insurance and Emergency Planning						3,071
10.00%	0.00%	0		Other Government Settlement Changes	70,501	25.00%	50.00%	12.50%	8,813
20.00%	10.00%	1,000		Housing Benefits	50,010	10.00%	10.00%	1.00%	500
10.00%	50.00%	122		DSG pressures - Academisation	2,358	20.00%	50.00%	10.00%	236
0.00%	0.00%	0		DSG - SEND Deficit	42,089	0.00%	0.00%	0.00%	0
50.00%	50.00%	147		Academy School transfer leaving deficit	586	50.00%	50.00%	25.00%	147
		1,268	Total Funding Changes						9,695
General Financial Climate									
5.00%	50.00%	471	General Financial Climate	Debt Collection	18,827	20.00%	50.00%	10.00%	1,883
0.00%	50.00%	0		Council Tax - General risk	231,132	5.00%	50.00%	2.50%	5,778
0.00%	50.00%	0		Business Rates - General risk	63,151	5.00%	50.00%	2.50%	1,579
2.00%	50.00%	472		Discretionary Income	47,185	5.00%	50.00%	2.50%	1,180
		943	Total General Financial Climate						10,419
1.00%	50.00%	1,443	Additional Budget Pressures		359,635	1.00%	50.00%	0.50%	1,798
		86,211	TOTAL RISK ASSESSED GENERAL FUND						45,640