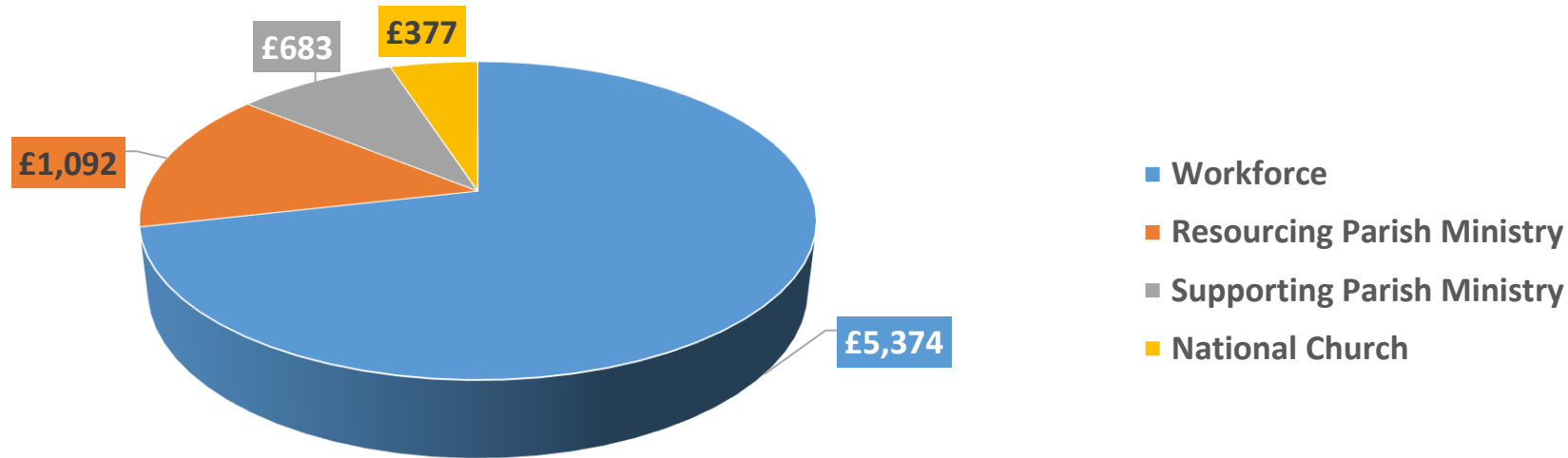

Newcastle Diocesan Synod

DS23 11 Finance: looking ahead to 2024 - 2026

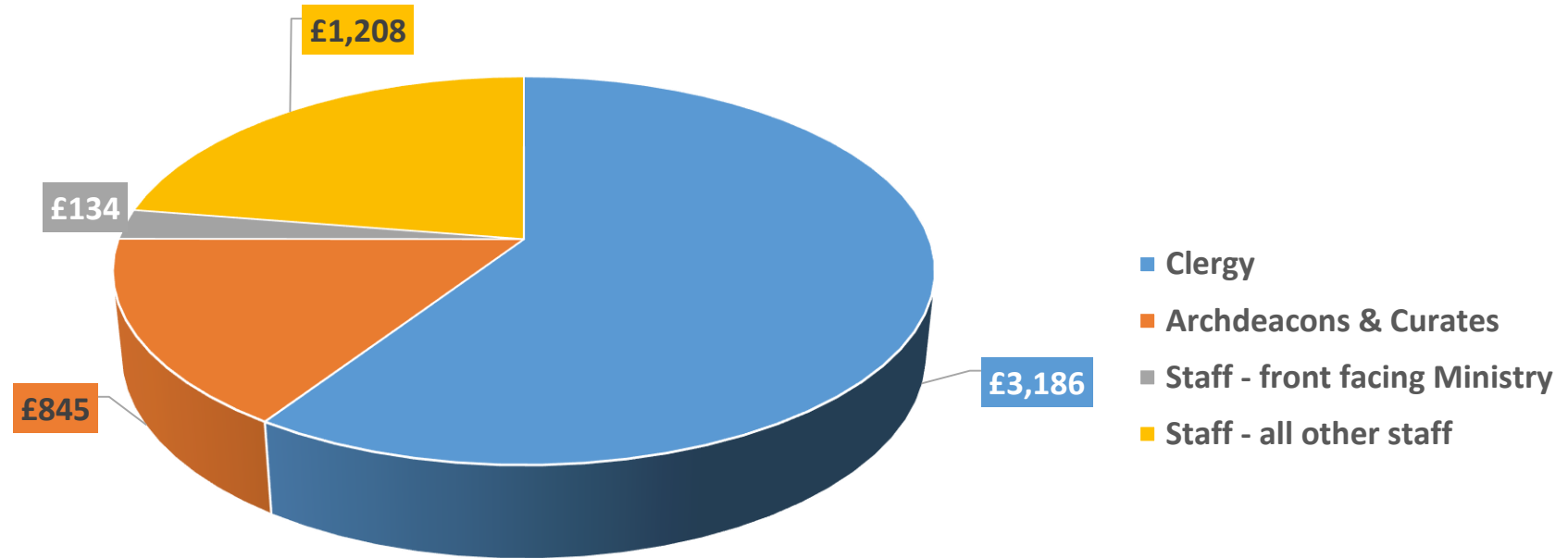
In 2024 forecast costs could be £7,526k (Budget 2023: £7,434k)



Assumptions:

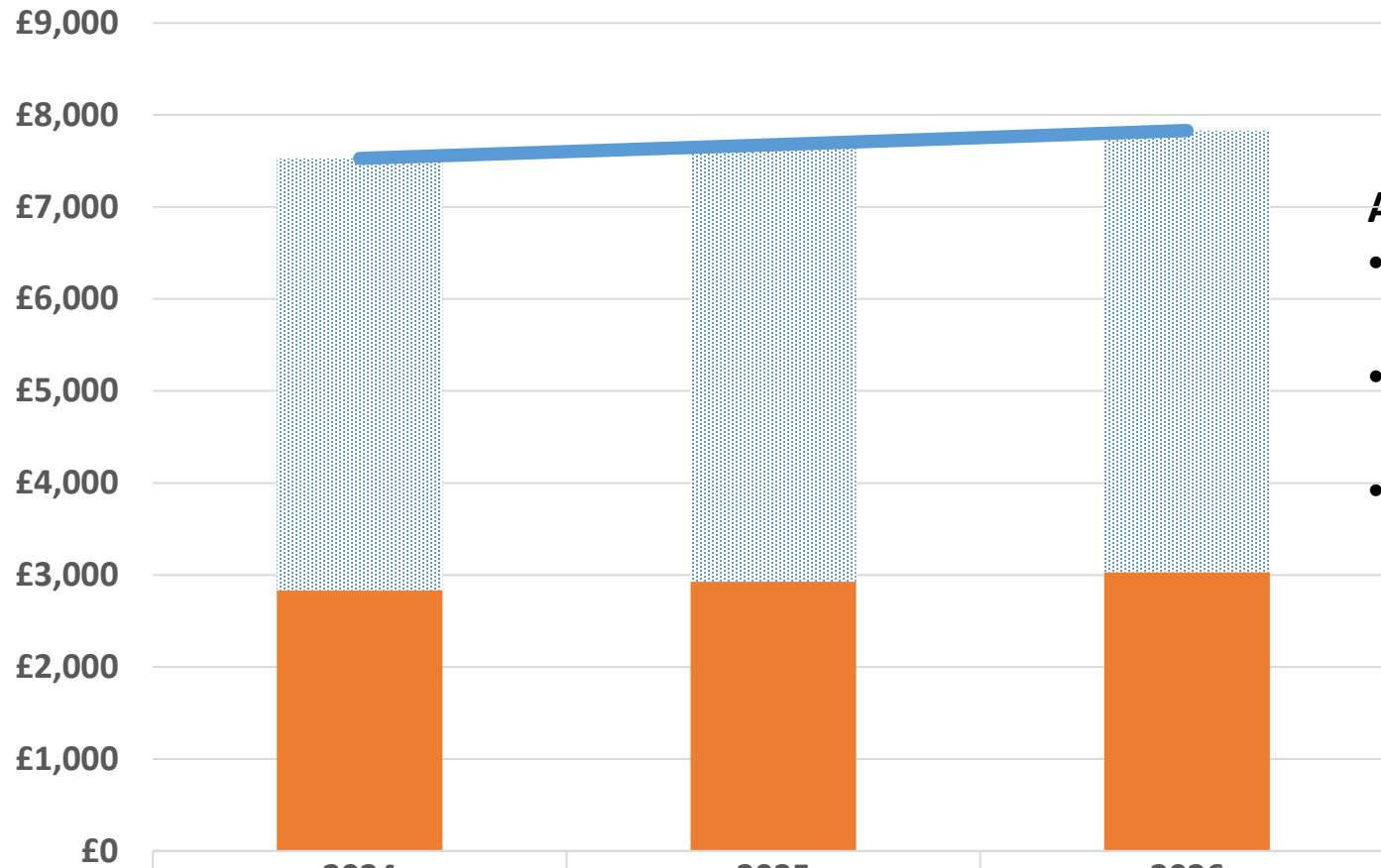
- Workforce costs include +2% pay award from April 2024
- Non workforce costs based on 2023 forecast outturn at P5 plus 2% inflation

In 2024 workforce costs could be £5,374k (Budget 2023: £5,283k)



Workforce	FTE	Comment
NDBF Funded		
Archdeacons	2.00	
Stipendiary Clergy (incumbent status)	80.00	
Stipendiary Curates (in training)	19.00	
NDBF Staff	25.73	NDBF Church House Staff
Part or Fully Funded		
Locally supported Ministry and Funded Pioneer Ministry	1.50	City Cen Chaplain & SENT BMO
Staff front facing (Chaplains & Community Missioners)	3.60	Uni and Police Chaplaincy

What would be the Parish Share target for 2024 – 2026? (figures in £k)

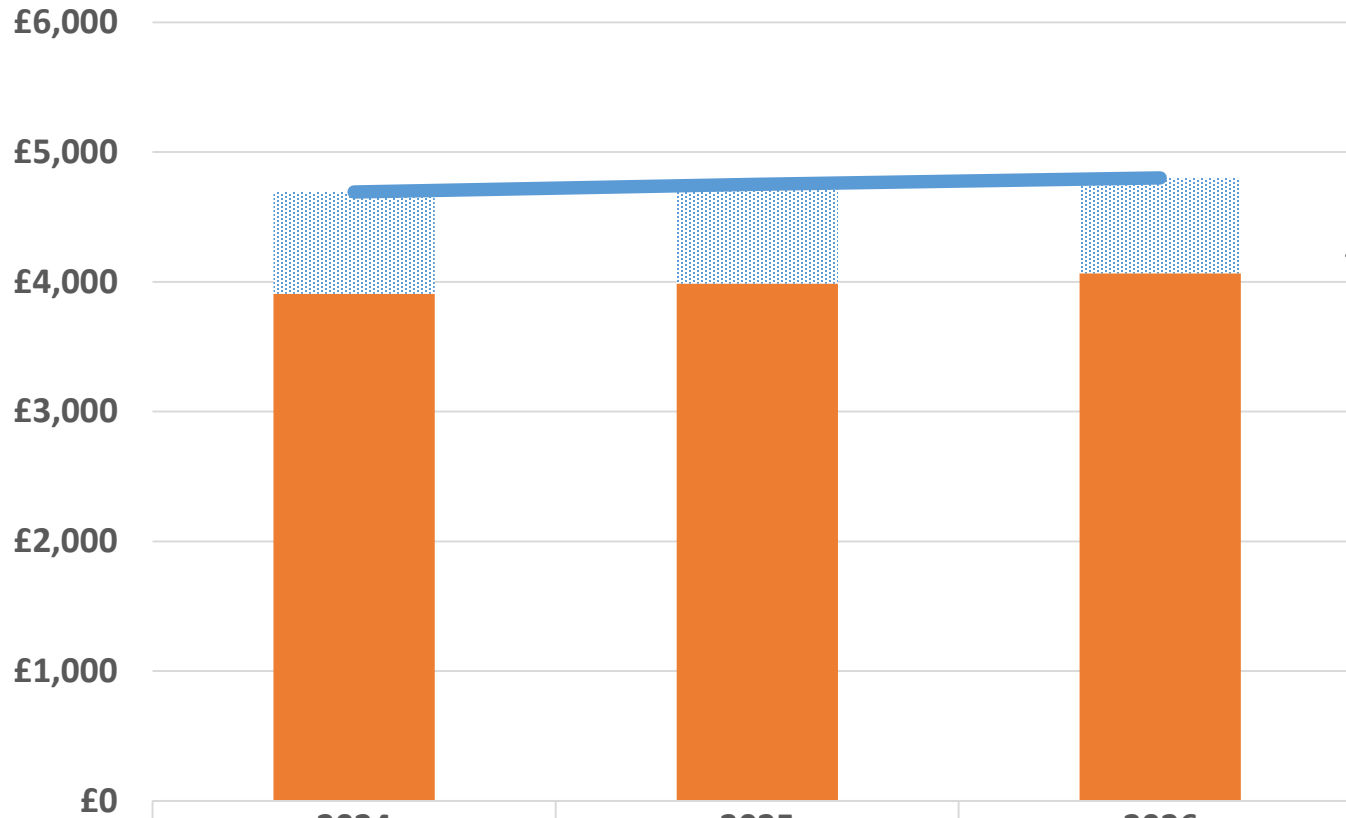


Assumptions:

- Other income is 2023 forecast at P5 plus 2%
- Other income also adjusted for National Church funding changes
- Annual cost inflation 2%

	2024	2025	2026
Parish Share target	£4,693	£4,751	£4,802
Other income	£2,834	£2,926	£3,028
Total costs	£7,526	£7,677	£7,830

What if Parish Share increased by 2% each year? (figures in £k)

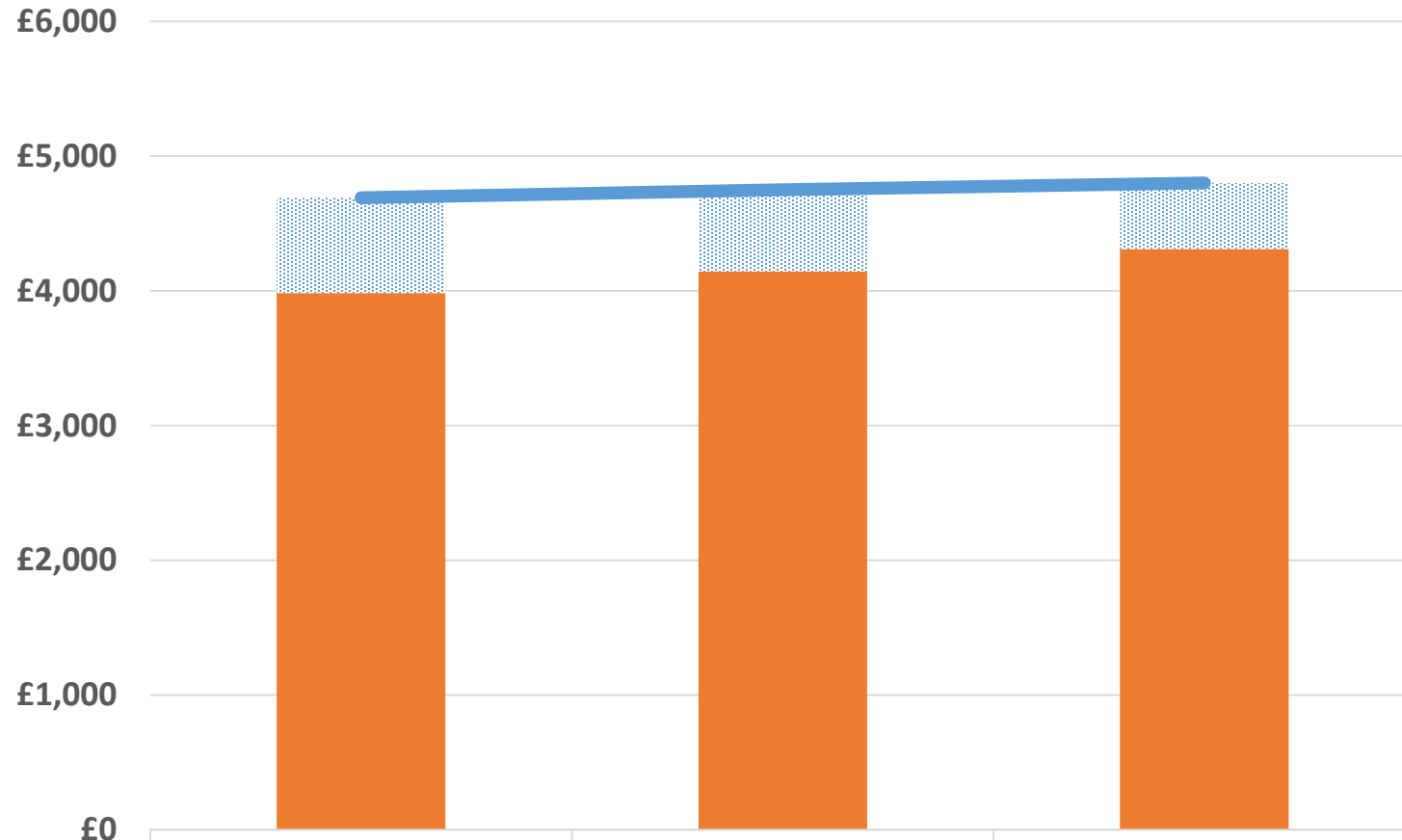


	2024	2025	2026
Shortfall	£784	£764	£735
Parish Share projection	£3,909	£3,987	£4,067
Parish Share target	£4,693	£4,751	£4,802

Assumptions:

- Baseline is 2023 forecast £3,832k
- And at least **+2%** increase in parish share each year

What if Parish Share increased by 4% each year? (figures in £k)



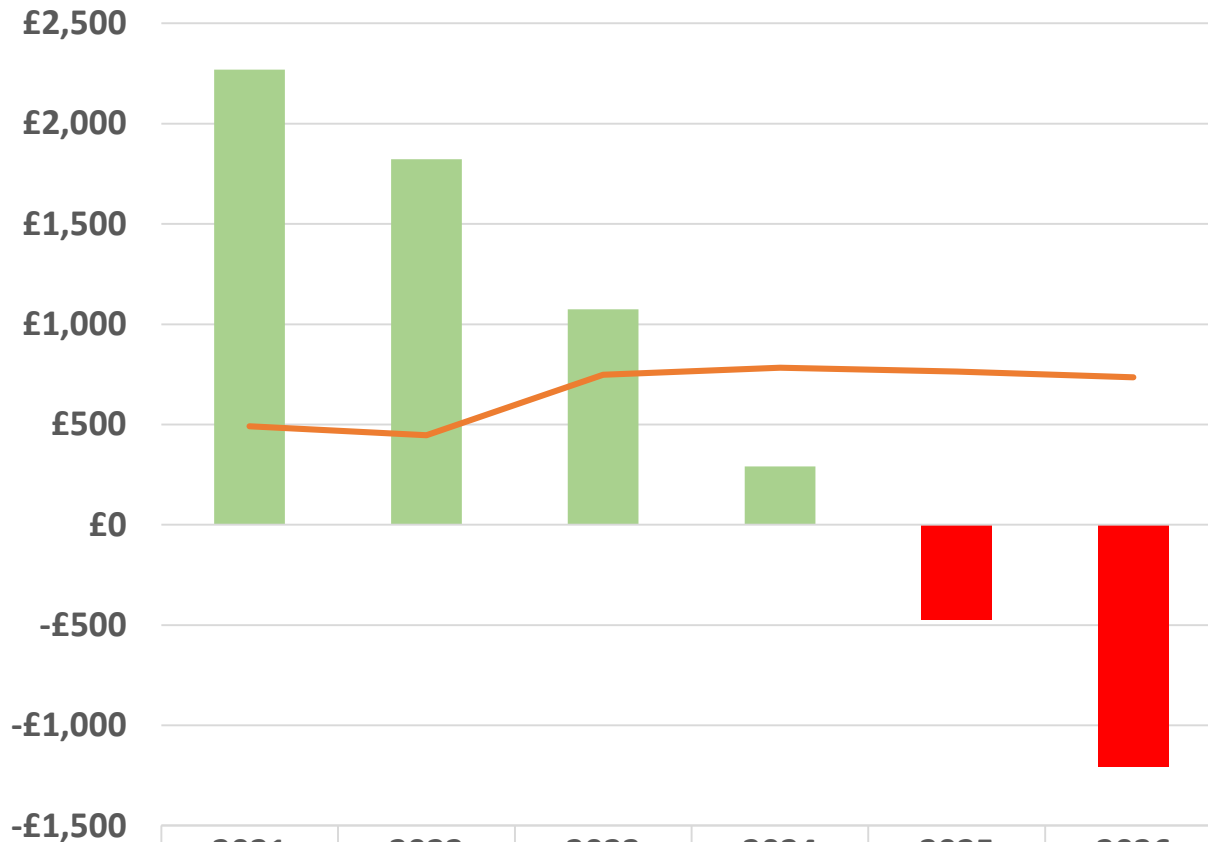
Assumptions:

- Baseline is 2023 forecast £3,832k
- And at least **+4%** increase in parish share each year

	2024	2025	2026
Shortfall	£707	£606	£491
Parish Share projection	£3,985	£4,145	£4,310
Parish Share target	£4,693	£4,751	£4,802

How can the Diocesan Contingency Fund help with 2% Share increase? (figures in £k)

Contingency Fund 2021 to 2026 £k 2% basis



■ Fund Balance at year end	£2,269	£1,822	£1,074	£290	-£474	-£1,209
— Funds Needed in the year	£491	£447	£748	£784	£764	£735

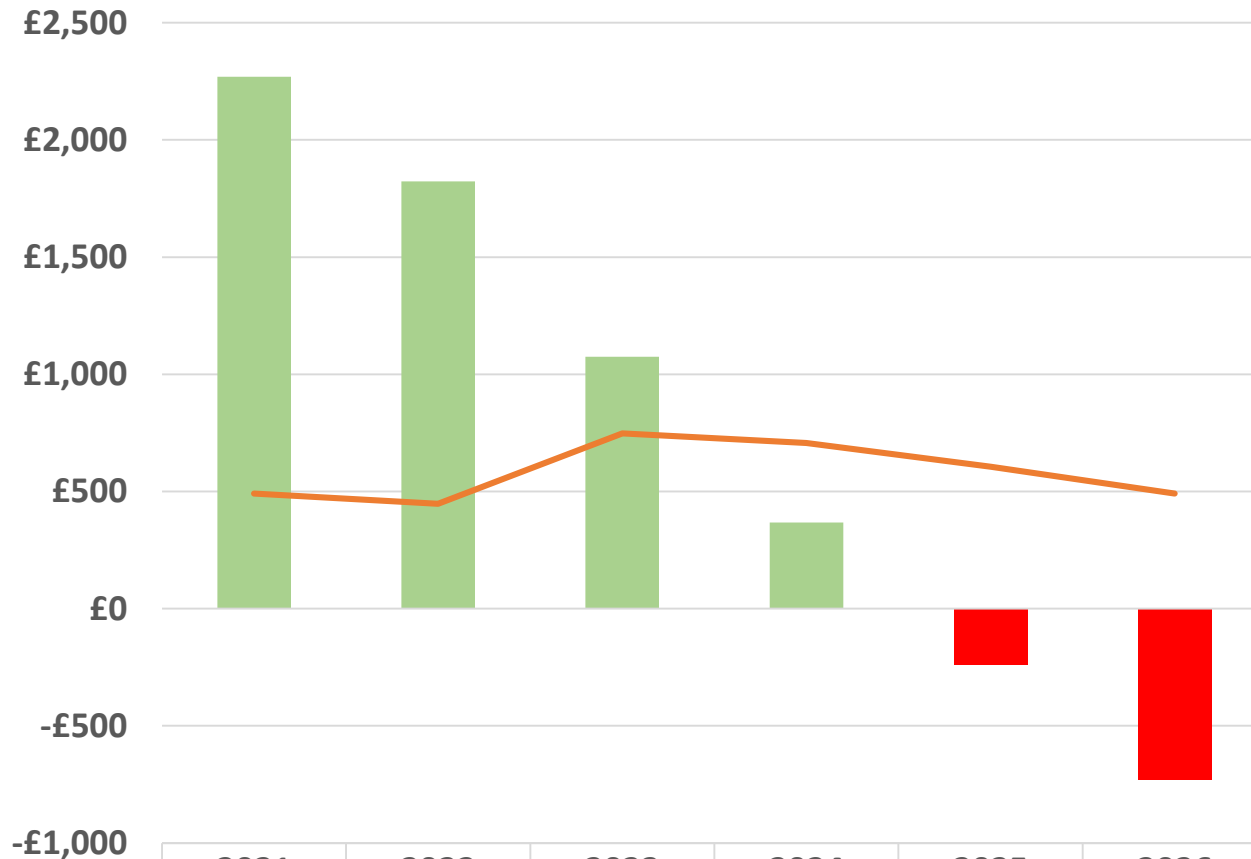
Resourcing	£k
National Church funding	£498
DBF property sales in 2021	£1,601
DBF property sales in 2022	£662
Total resourcing	£2,760

Assumptions:

- Needed in 2021 & 2022 represents annual accounts underlying deficit
- Needed in 2023 based on 2023 forecast outturn at P5
- Needed in 2024 – 2026 based on Parish Share shortfall
- Sufficient to cover £290k of shortfall into 2025
- Runs out during 2025

How can the Diocesan Contingency Fund help with 4% Share increase? (figures in £k)

Contingency Fund 2021 to 2026 £k 4% basis



Resourcing	£k
National Church funding	£498
DBF property sales in 2021	£1,601
DBF property sales in 2022	£662
Total resourcing	£2,760

Assumptions:

- Needed in 2021 & 2022 represents annual accounts underlying deficit
- Needed in 2023 based on 2023 forecast outturn at P5
- Needed in 2024 – 2026 based on Parish Share shortfall
- Sufficient to cover £367k of shortfall into 2025
- Runs out during 2025

Recap of key points

- **2024 estimates:**

- Costs **£7,526k**
- Other income **£2,834k**
- Parish Share target **£4,743k**
- Parish Share offer projection (2% share increase) **£3,909k**
- Shortfall (2% increase basis) **£ 784k (Contingency Fund covers)**
- Parish Share offer projection (4% share increase) **£3,985k**
- Shortfall (4% increase basis) **£ 707k (Contingency Fund covers)**

- **Future years estimates (2% Share increase):**

- 2025 shortfall **£764k (Contingency Fund can cover £290k)**
- 2026 shortfall **£735k (no Contingency Fund left)**

- **Future years estimates (4% Share increase):**

- 2025 shortfall **£606k (Contingency Fund can cover £367k)**
- 2026 shortfall **£491k (no Contingency Fund left)**