

Line No.	Appendix B - Council Tax is increased by £5 each year	BASE 2017/18 £	Yr1 2018/19 £	Yr 2 2019/20 £	Yr 3 2020/21 £	Yr4 2021/22 £	Yr 5 2022/23 £
Modelling for the financial years 2018/19 onwards							
1	Base budget brought forward	8,751,722	8,346,074	8,902,590	8,329,529	8,520,104	8,742,803
2	Budget pressures (as per Appendix A)	1,215,000	895,700	712,500	410,000	335,000	335,000
3	Savings already identified (as per Appendix A)	(877,800)	(665,350)	(285,750)	(237,250)	(32,250)	(61,250)
4	Changes in contributions to Earmarked Reserves (App A)	362,000	335,000	(700,000)	(60,000)	(13,000)	66,000
5	Reversal of one-off contribution made to the Budget Surplus Contingency Reserve in the 2016/17 Budget - This is reversed in 2017/18 as the contribution was only a one-off contribution and not an annual contribution.	(767,995)					
Reverse Use of Reserves to close 2017/18 Budget gap							
6	Transfer from Budget Surplus Contingency Earmarked Reserve	(287,273)	287,273				
7	Transfer from New Homes Bonus Earmarked Reserve	(49,581)	49,581				
8	Projected Net Expenditure:	8,346,074	9,248,278	8,629,340	8,442,279	8,809,854	9,082,553
Funded By:-							
(See Note 1 below regarding New Homes Bonus funding)							
9	Council Tax income - Modelling a £5 increase each year	5,809,541	6,072,207	6,335,905	6,604,104	6,876,803	7,154,001
10	Collection Fund Surplus	143,000	73,000	70,000	70,000	70,000	70,000
11	Revenue Support Grant (RSG - Nil from 2018/19 onwards)	245,393	0	0	0	0	0
12	Localised Business Rates (baseline funding level - includes Rural Services Delivery Grant of £327,451 in 2018/19 due to Pilot status)	1,764,799	2,182,383	1,896,073	1,946,000	1,996,000	2,046,000
13	Tariff/Top Up Adjustment amount (negative RSG)			(399,900)	(400,000)	(500,000)	(500,000)
14	Business Rates Pilot Gain plus estimated growth for 2018/19		575,000				
15	Business Rates - estimated growth			100,000	100,000	100,000	100,000
16	Rural Services Delivery Grant	327,451	0	327,451	200,000	200,000	200,000
17	Transition Grant	55,890	0	0	0	0	0
18	Total Projected Funding Sources	8,346,074	8,902,590	8,329,529	8,520,104	8,742,803	9,070,001
Budget Gap per year							
19	(Projected Expenditure line 8 - Projected Funding line 18)	0	345,688	299,810	-77,825	67,051	12,551
Actual Predicted Cumulative Budget Gap		0	345,688	645,498	567,675	634,726	647,276
Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)			345,688	991,186	1,558,861	2,193,587	2,840,863

Note 1: Items shaded in grey denote those items which have changed since the last budget report to the Executive on 7th December 2017

Modelling Assumptions:	<i>An assumption of an additional 450 Band D equivalent properties per year has been included in the Tax Base and modelling above for 2018/19 onwards</i>					
Council Tax (Band D) (Modelling a £5 a year increase)	155.42	160.42	165.42	170.42	175.42	180.42
Council Tax Base	37,379.62	37,851.93	38,301.93	38,751.93	39,201.93	39,651.93

Note 2 - New Homes Bonus Funding

The modelling for 2018/19 includes a contribution of £500,000 from New Homes Bonus funding to fund the Base Budget. This is shown in Appendix C and Line 7 of the table above shows the movement between years of the funding from New Homes Bonus. Funding from NHB has reduced from £549,581 in 17/18 to £500,000 in 18/19.