

Line	Appendix B - Assumes Council Tax is increased by the higher of £5 or 1.99% each year	BASE	Yr 1	Yr 2	Yr 3
No.	Modelling for the financial years 2023/24 onwards	2022/23 £	2023/24 £	2024/25 £	2025/26 £
1	Base budget brought forward	9,676,767	10,464,367	11,232,451	10,633,318
2	Budget pressures (as per Appendix A)	1,044,600	3,917,700	875,000	820,000
3	Savings already identified (as per Appendix A)	(404,000)	(2,412,000)	(1,160,000)	0
4	Changes in contributions to Earmarked Reserves (App A)	147,000	(542,000)	(170,000)	0
5	Projected Net Expenditure:	10,464,367	11,428,067	10,777,451	11,453,318
	Funded By:- (See Note 1 below regarding New Homes Bonus funding)				
6	Council Tax income - Modelling a £5 increase in 2022/23 onwards	7,061,585	7,331,451	7,605,318	7,883,184
7	Collection Fund Surplus	181,000	332,000	200,000	200,000
8	Localised Business Rates (estimate of business rates resources received in the year)	2,274,139	2,550,000	2,550,000	2,500,000
9	Negative Revenue Support Grant (RSG) Adjustment - Change to Baseline Need from 24/25 onwards	0	0	(450,000)	(450,000)
10	Business Rates Pooling Gain	300,000	300,000	0	200,000
11	Rural Services Delivery Grant	428,206	437,000	446,000	446,000
12	Lower Tier Services Grant	86,501	100,000	100,000	100,000
13	Services Grant	132,936	182,000	182,000	182,000
14	Total Projected Funding Sources	10,464,367	11,232,451	10,633,318	11,061,184
15	Budget Gap per year (Projected Expenditure line 5 - Projected Funding line 14)	0	195,616	144,133	392,134
	Actual Predicted Cumulative Budget Gap	0	195,616	339,749	731,883
	Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)	0	195,616	535,365	1,267,248
Modelling Assumptions:					
	Council Tax (Band D) (Modelling the higher of £5 or a 1.99% increase)	180.42	185.42	190.42	195.42
	Council Tax Base (Assumes an increase in Band D Equivalent properties of 400 per annum)	39,139.70	39,539.70	39,939.70	40,339.70

Note 1 - New Homes Bonus Funding

The modelling for 2023/24 onwards includes a contribution of £500,000 from New Homes Bonus to fund the Base Budget.

Although the NHB scheme is due to be replaced in 2023/24, it is assumed that a successor scheme will be implemented that will also be based on housing growth.