

Line	<b>Appendix B</b>	<b>BASE</b>	<b>Yr 1</b>	<b>Yr 2</b>	<b>Yr 3</b>
No.	Modelling for the financial years 2024/25 onwards	<b>2023/24</b> <b>£</b>	<b>2024/25</b> <b>£</b>	<b>2025/26</b> <b>£</b>	<b>2026/27</b> <b>£</b>
1	Base budget brought forward	10,464,367	11,738,067	13,034,894	13,456,334
2	Budget pressures (as per Appendix A)	4,107,700	2,846,000	1,297,000	1,297,000
3	Revenue expenditure for Year 1 delivery plan of the Council Plan (2024/25)	0	650,000	(650,000)	0
4	Savings already identified (as per Appendix A)	(2,422,000)	(1,460,000)	(530,000)	(200,000)
5	Changes in contributions to Earmarked Reserves (App A)	(412,000)	(739,173)	650,000	0
6	<b>Projected Net Expenditure:</b>	<b>11,738,067</b>	<b>13,034,894</b>	<b>13,801,894</b>	<b>14,553,334</b>
	<b>Funded By:-</b> (See Note 1 below regarding New Homes Bonus funding)				
7	<b>Council Tax income</b> (TaxBase multiplied by Band D Council Tax) - modelling a 2.99% increase in council tax each year	7,407,344	7,739,406	8,068,751	8,411,272
8	Collection Fund Surplus	332,000	59,000	60,000	60,000
9	Increase in Council Tax in year collection and recovery (Revenues and Benefits Review)	0	140,000	140,000	140,000
10	Localised Business Rates (estimate of business rates resources received in the year)	2,447,681	3,194,466	2,700,000	2,700,000
11	Increase in Business Rates in year collection and recovery (Revenues and Benefits Review)	0	250,000	300,000	350,000
12	Negative Revenue Support Grant (RSG) Adjustment - Assumes a change to Baseline Need from 26/27 onwards	0	0	0	(450,000)
13	Revenue Support Grant	138,000	147,100	150,000	204,000
14	Business Rates Pooling Gain	300,000	400,000	400,000	0
15	Rural Services Delivery Grant	478,583	478,583	478,583	478,583
16	Funding from Funding Guarantee (3% increase in Core Spending Power) - this was a new grant for 23/24 onwards. Assume discontinued when the Fair Funding Review is implemented in 26-27.	694,468	614,068	1,159,000	0
17	Less grants rolled into the Funding Guarantee amount	(138,000)	0	0	0
18	Transitional funding - assume the introduction of the business rates baseline reset and the Fair Funding Review will translate into some transitional funding being available to Councils such as Damping payments	0	0	0	1,265,000
19	Services Grant	77,991	12,271	0	0
20	<b>Total Projected Funding Sources</b>	<b>11,738,067</b>	<b>13,034,894</b>	<b>13,456,334</b>	<b>13,158,855</b>
21	<b>Budget Gap per year</b> (Projected Expenditure line 6 - Projected Funding line 20)	<b>0</b>	<b>0</b>	<b>345,560</b>	<b>1,394,479</b>
	<b>Actual Predicted Cumulative Budget Gap</b>	<b>0</b>	<b>0</b>	<b>345,560</b>	<b>1,740,039</b>
	<b>Aggregated Budget Gap</b> (if no action is taken in each individual year to close the budget gap annually)	<b>0</b>	<b>0</b>	<b>345,560</b>	<b>2,085,599</b>
	<b>Modelling Assumptions:</b>				
	Council Tax (Band D) - modelling a 2.99% increase each year	185.42	190.96	196.66	202.54
	Council Tax Base (Assumes an increase in Band D Equivalent properties of 500 per annum)	39,949.00	40,528.94	41,028.94	41,528.94

**Note 1 - New Homes Bonus Funding**

The modelling for 2024/25 onwards includes a contribution of £704,173 from New Homes Bonus to fund the Base Budget. Although the NHB scheme is due to be replaced after 2024/25, it is assumed that a successor scheme will be implemented that will also be based on housing growth.