

Example B2 - Council Tax is increased by 1.99% in 2016/17 and then frozen thereafter							
Line No.	Modelling for the financial years 2016/17 onwards	Base 2015/16 £	Yr1 2016/17 £	Yr2 2017/18 £	Yr3 2018/19 £	Yr4 2019/20 £	Yr5 2020/21 £
1	Base budget brought forward (line 4/line11)	9,027,727	8,839,401	8,312,767	7,848,609	7,791,596	7,985,485
2	Budget pressures (as per Appendix A)	2,513,000	1,690,000	545,000	640,000	640,000	575,000
3	Savings already identified (as per Appendix A)	(2,306,326)	(1,252,000)	(118,000)	(96,000)	(40,000)	(40,000)
4	Additional requirement from NHB in 15/16	(395,000)					
5	Reverse T18 contributions to reserves		(1,950,000)				
6	Reduce New Homes Bonus contribution from £969,126 to £500,000 for years 16/17 to 19/20 - further reduce to £450,000 in 20/21		469,126				50,000
7	Contribution to T18 Strategic Change Reserve		219,000	66,000	(75,000)	(75,000)	(75,000)
8	Reversal of budget surplus in the following year (assumes budget surpluses are only used to fund one-off investment in the year that they occur and that they do not permanently increase the base budget)			(297,240)			
9	Projected Net Expenditure:	8,839,401	8,015,527	8,508,527	8,317,609	8,316,596	8,495,485
Funded By:-							
10	Council Tax income - Modelling freezing council tax each year	5,323,372	5,488,062	5,547,386	5,606,710	5,666,034	5,725,358
11	Council Tax Freeze Grant	57,789	0	0	0	0	0
12	Collection Fund Surplus	100,000	210,000	80,000	80,000	80,000	80,000
13	Revenue Support Grant	1,406,240	749,451	245,393	0	0	0
14	Localised Business Rates	1,952,000	1,764,500	1,799,510	1,853,000	1,912,000	1,962,000
15	Rural Services Delivery Grant		100,754	176,320	251,886	327,451	350,000
16	Total Projected Funding Sources	8,839,401	8,312,767	7,848,609	7,791,596	7,985,485	8,117,358
Budget (surplus)/ gap per year							
17	(Projected Expenditure line 9 - Projected Funding line 16)	0	-297,240	659,918	526,013	331,111	378,127

Cumulative Budget (Surplus)/Gap - There is a budget surplus in 2016/17 and budget gaps in the remaining years.	0	-297,240 (one-off)	659,918	1,185,931	1,517,042	1,895,169
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Modelling Assumptions:	An assumption of an additional 400 Band D equivalent properties per year has been included in the TaxBase and modelling above for 2016/17 onwards					
Council Tax (Band D)	145.42	148.31	148.31	148.31	148.31	148.31
Council TaxBase	36,606.88	37,003.99	37,403.99	37,803.99	38,203.99	38,603.99