

MEDIUM TERM FINANCIAL STRATEGY

APPENDIX 2B

Line No.	Appendix 2B - Council Tax is increased by 1.99% each year	Base 2015/16 £	Yr1 2016/17 £	Yr2 2017/18 £	Yr3 2018/19 £	Yr4 2019/20 £	Yr5 2020/21 £
1	Base budget brought forward	9,027,727	8,839,401	8,673,644	8,165,972	8,016,908	8,330,085
2	Budget pressures (as per Appendix 3)	2,513,000	1,690,000	545,000	640,000	640,000	575,000
3	Savings already identified (as per Appendix 3)	(2,306,326)	(1,283,800)	(118,000)	(96,000)	(40,000)	(40,000)
4	Additional requirement from NHB in 2015/16	(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 2016/17 to 2019/20 - further reduce to £450,000 in 2020/21		469,126				50,000
7	Contribution to T18 Strategic Change Reserve		219,000	66,000	(75,000)	(75,000)	(75,000)
8	Contribution to Contingency Reserve		689,917				
9	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)			(689,917)			
10	Projected Net Expenditure:	8,839,401	8,673,644	8,476,727	8,634,972	8,541,908	8,840,085
	Funded By:-						
11	Council Tax income - Modelling a 1.99% increase in council tax each year	5,323,372	5,488,062	5,657,728	5,832,022	6,010,634	6,194,396
12	Council Tax Freeze Grant	57,789	0	0	0	0	0
13	Collection Fund Surplus	100,000	210,000	80,000	80,000	80,000	80,000
14	Revenue Support Grant	1,406,240	749,451	245,393	0	0	0
15	Localised Business Rates	1,952,000	1,764,500	1,799,510	1,853,000	1,912,000	1,962,000
16	Rural Services Delivery Grant	0	405,536	327,451	251,886	327,451	350,000
17	Transition Grant	0	56,095	55,890	0	0	0
18	Total Projected Funding Sources	8,839,401	8,673,644	8,165,972	8,016,908	8,330,085	8,586,396
	Budget (surplus)/ gap per year						
19	(Projected Expenditure line 10 - Projected Funding line 18)	0	0	310,755	618,064	211,823	253,689

Cumulative Budget Gap	0	0	310,755	928,819	1,140,642	1,394,331
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Modelling Assumptions:	<i>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</i>					
Council Tax (Band D) (an increase of 1.99% has been modelled)	145.42	148.31	151.26	154.27	157.33	160.46
Council TaxBase	36,606.88	37,003.99	37,403.99	37,803.99	38,203.99	38,603.99