

| Line No.  | <b>Appendix B - Council Tax is increased by £5 each year</b><br>Modelling for the financial years 2018/19 onwards   | <b>BASE</b><br>2017/18<br>£ | <b>Yr1</b><br>2018/19<br>£ | <b>Yr 2</b><br>2019/20<br>£ | <b>Yr 3</b><br>2020/21<br>£ | <b>Yr4</b><br>2021/22<br>£ | <b>Yr 5</b><br>2022/23<br>£ |
|-----------|---|-----------------------------|----------------------------|-----------------------------|-----------------------------|----------------------------|-----------------------------|
| 1         | Base budget brought forward   | 8,751,722                   | 8,346,074                  | 8,355,281                   | 8,354,650                   | 8,495,302                  | 8,767,889                   |
| 2         | Budget pressures (as per Appendix A)  | 1,215,000                   | 632,500                    | 522,500                     | 410,000                     | 335,000                    | 335,000                     |
| 3         | Savings already identified (as per Appendix A)  | (877,800)                   | (562,550)                  | (268,250)                   | (237,250)                   | (32,250)                   | (61,250)                    |
| 4         | Changes in contributions to Earmarked Reserves (App A)  | 362,000                     | (240,000)                  | (125,000)                   | (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)                   |                            |                             |                             |                            |                             |
|           | <b>Reverse Use of Reserves to close 2017/18 Budget gap</b>  |                             |                            |                             |                             |                            |                             |
| 6         | Transfer from Budget Surplus Contingency Earmarked Reserve  | (287,273)                   | 287,273                    |                             |                             |                            |                             |
| 7         | Transfer from New Homes Bonus Earmarked Reserve   | (49,581)                    | 49,581                     |                             |                             |                            |                             |
| <b>8</b>  | <b>Projected Net Expenditure:</b>   | <b>8,346,074</b>            | <b>8,512,878</b>           | <b>8,484,531</b>            | <b>8,467,400</b>            | <b>8,785,052</b>           | <b>9,107,639</b>            |
|           | <b>Funded By:-</b><br>(See Note 1 below regarding New Homes Bonus funding)  |                             |                            |                             |                             |                            |                             |
| 9         | <b>Council Tax income</b> - Modelling a £5 increase each year   | 5,809,541                   | 6,068,628                  | 6,332,215                   | 6,600,302                   | 6,872,889                  | 7,149,976                   |
| 10        | Collection Fund Surplus   | 143,000                     | 76,000                     | 70,000                      | 70,000                      | 70,000                     | 70,000                      |
| 11        | Revenue Support Grant   | 245,393                     | 0                          | 0                           | 0                           | 0                          | 0                           |
| 12        | Localised Business Rates  | 1,764,799                   | 1,858,767                  | 1,524,984                   | 1,525,000                   | 1,525,000                  | 1,525,000                   |
| 13        | Pooling Gain  |                             | 100,000                    | 100,000                     | 100,000                     | 100,000                    | 100,000                     |
| 14        | Rural Services Delivery Grant   | 327,451                     | 251,886                    | 327,451                     | 200,000                     | 200,000                    | 200,000                     |
| 15        | Transition Grant  | 55,890                      | 0                          | 0                           | 0                           | 0                          | 0                           |
| <b>16</b> | <b>Total Projected Funding Sources</b>  | <b>8,346,074</b>            | <b>8,355,281</b>           | <b>8,354,650</b>            | <b>8,495,302</b>            | <b>8,767,889</b>           | <b>9,044,976</b>            |
|           | <b>Budget Gap per year</b>  |                             |                            |                             |                             |                            |                             |
| 17        | (Projected Expenditure line 8 - Projected Funding line 16)  | <b>0</b>                    | <b>157,597</b>             | <b>129,881</b>              | <b>-27,902</b>              | <b>17,163</b>              | <b>62,663</b>               |
|           | <b>Actual Predicted Cumulative Budget Gap</b>   | <b>0</b>                    | <b>157,597</b>             | <b>287,478</b>              | <b>259,577</b>              | <b>276,740</b>             | <b>339,403</b>              |

|   |   |           |           |           |           |           |
|---|---|-----------|-----------|-----------|-----------|-----------|
| 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   | 37,829.62 | 38,279.62 | 38,729.62 | 39,179.62 | 39,629.62 |

**Note 1 - 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