

Line	Appendix B - Council Tax is increased by the higher of £5 or 2.99% each year	BASE	Yr 1	Yr 2	Yr 3	Yr 4	Yr 5
No.	Modelling for the financial years 2019/20 onwards	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24
		£	£	£	£	£	£
1	Base budget brought forward	8,346,074	8,983,194	8,832,744	8,791,332	9,120,937	9,459,052
2	Budget pressures (as per Appendix A)	895,700	1,354,700	920,762	445,761	335,000	335,000
3	Savings already identified (as per Appendix A)	(689,350)	(1,060,226)	(532,085)	(353,412)	(139,196)	(12,100)
4	Changes in contributions to Earmarked Reserves (App A)	143,497	(398,916)	40,000	150,000	100,000	100,000
	Reverse Use of Reserves to close 2017/18 Budget gap						
5	Transfer from Budget Surplus Contingency Earmarked Reserve	287,273					
6	Projected Net Expenditure:	8,983,194	8,878,752	9,261,421	9,033,681	9,416,741	9,881,952
	Funded By:-						
	(See Note 1 below regarding New Homes Bonus funding)						
7	Council Tax income - Modelling a £5 increase in 2019/20	6,072,207	6,315,689	6,583,277	6,858,882	7,144,997	7,442,225
8	Collection Fund Surplus	73,000	112,000	100,000	100,000	100,000	100,000
9	Revenue Support Grant (RSG - Nil from 2018/19 onwards)	0	0	0	0	0	0
10	Localised Business Rates (baseline funding level - includes Rural Services Delivery Grant of £408,055 in 2018/19 due to Pilot status)	2,262,987	1,897,000	1,944,000	1,994,000	2,046,000	2,096,000
11	Tariff/Top Up Adjustment amount (negative RSG)			(400,000)	(400,000)	(400,000)	(400,000)
12	Business Rates Pilot Gain plus estimated growth for 2018/19	575,000	100,000				
13	Business Rates - changes to Baseline Need following the Reset			156,000	160,000	160,000	160,000
14	Rural Services Delivery Grant	0	408,055	408,055	408,055	408,055	408,055
15	Total Projected Funding Sources	8,983,194	8,832,744	8,791,332	9,120,937	9,459,052	9,806,280
	Budget Gap per year						
16	(Projected Expenditure line 6 - Projected Funding line 15)	0	46,007	470,089	-87,256	-42,311	75,672
	Actual Predicted Cumulative Budget Gap	0	46,007	516,097	428,841	386,529	462,201
	Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)	0	46,007	562,104	990,946	1,377,475	1,839,675

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 2019/20 onwards</i>					
Council Tax (Band D) (Modelling the higher of £5 or a 2.99% increase)	160.42	165.42	170.42	175.51	180.75	186.15
Council Tax Base	37,851.93	38,179.72	38,629.72	39,079.72	39,529.72	39,979.72

Note 2 - New Homes Bonus Funding

The modelling for 2019/20 includes a contribution of £500,000 from New Homes Bonus funding to fund the Base Budget. This is shown in Appendix E and Appendix A shows the movement between years of the funding from New Homes Bonus. Funding from NHB has decreased from £641,084 in 18/19 to £500,000 in 19/20 - a decrease of £141,084.