

<b>Appendix B1 - Council Tax is increased by the higher of £5 or 2% each year</b>						
<b>Line (Excluding Negative RSG of £400,000 for 2020/21)</b>						
No. Modelling for the financial years 2020/21 onwards	<b>BASE 2019/20 £</b>	<b>Yr 1 2020/21 £</b>	<b>Yr 2 2021/22 £</b>	<b>Yr 3 2022/23 £</b>	<b>Yr 4 2023/24 £</b>	
1 Base budget brought forward	8,983,194	8,832,752	9,316,895	9,270,045	9,627,196	9,9
2 Budget pressures (as per Appendix A)	1,383,700	1,125,762	515,761	335,000	335,000	3
3 Savings already identified (as per Appendix A)	(1,067,226)	(515,627)	(424,870)	(139,196)	(12,100)	
4 Changes in contributions to Earmarked Reserves (App A)	(466,916)	(30,000)	180,000	130,000	130,000	
<b>5 Projected Net Expenditure:</b>	<b>8,832,752</b>	<b>9,412,887</b>	<b>9,587,786</b>	<b>9,595,849</b>	<b>10,080,096</b>	<b>10,3</b>
<b>Funded By:-</b>						
(See Note 1 below regarding New Homes Bonus funding)						
6 <b>Council Tax income</b> - Modelling a £5 increase in 2020/21	6,315,689	6,608,840	6,907,990	7,213,141	7,524,292	7,8
7 Collection Fund Surplus	112,000	100,000	100,000	100,000	100,000	1
8 Localised Business Rates (baseline funding level)	1,897,008	1,944,000	1,994,000	2,046,000	2,096,000	2,0
9 Tariff/Top Up Adjustment amount (negative RSG)			(400,000)	(400,000)	(400,000)	(4,0)
10 Business Rates Pooling Gain	100,000	100,000	100,000	100,000	100,000	1
11 Business Rates - changes to Baseline Need following the Reset		156,000	160,000	160,000	160,000	1
12 Rural Services Delivery Grant	408,055	408,055	408,055	408,055	408,055	4
<b>13 Total Projected Funding Sources</b>	<b>8,832,752</b>	<b>9,316,895</b>	<b>9,270,045</b>	<b>9,627,196</b>	<b>9,988,347</b>	<b>10,2</b>
<b>Budget Gap per year</b>						
<b>14</b> (Projected Expenditure line 5 - Projected Funding line 13)	<b>0</b>	<b>95,992</b>	<b>317,741</b>	<b>(31,347)</b>	<b>91,749</b>	<b>1</b>
<b>Actual Predicted Cumulative Budget Gap</b>						
	<b>0</b>	<b>95,992</b>	<b>413,733</b>	<b>382,386</b>	<b>474,135</b>	<b>5</b>
<b>Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)</b>						
	<b>0</b>	<b>95,992</b>	<b>509,725</b>	<b>892,111</b>	<b>1,366,246</b>	<b>1,9</b>
<b>Modelling Assumptions:</b>						
Council Tax (Band D) (Modelling the higher of £5 or a 2% increase)	165.42	170.42	175.42	180.42	185.42	
Council Tax Base (Assumes an increase in Band D Equivalent properties of 600 per annum)	38,179.72	38,779.72	39,379.72	39,979.72	40,579.72	41,

**Note 1 - New Homes Bonus Funding**

The modelling for 2020/21 includes a contribution of £500,000 from New Homes Bonus (NHB) funding to fund the Base Budget. Appendix A shows the movement between years of the funding from NHB. Funding from NHB will reduce from 2021/22 onwards.