

Line	Appendix B - Assumes Council Tax is increased by the higher of £5 or 1.99% each year	BASE	Yr 1	Yr 2	Yr 3
No.	Modelling for the financial years 2022/23 onwards	2021/22 £	2022/23 £	2023/24 £	2024/25 £
1	Base budget brought forward	9,410,672	9,676,767	10,024,780	9,613,355
2	Budget pressures (as per Appendix A)	696,761	521,600	620,000	495,000
	One -off budget shortfall identified for 2020-21 (as per Amended Budget report)	(1,313,000)			
3	Savings already identified (as per Appendix A)	122,191	(240,000)	(150,000)	0
4	Changes in contributions to Earmarked Reserves (App A)	448,143	146,000	(345,000)	30,000
6	Funding from Unearmarked Reserves (Amended Budget)	312,000			
7	Projected Net Expenditure:	9,676,767	10,104,367	10,149,780	10,138,355
	Funded By:-				
	(See Note 1 below regarding New Homes Bonus funding)				
8	Council Tax income - Modelling a £5 increase in 2022/23 onwards	6,718,291	6,945,867	7,175,442	7,407,018
9	Collection Fund Surplus/(Deficit)	(30,397)	(9,087)	(9,087)	0
10	Localised Business Rates (estimate of business rates resources received in the year)	2,353,520	2,360,000	2,370,000	2,380,000
11	Negative Revenue Support Grant (RSG) Adjustment - Change to Baseline Need from 23/24 onwards	0		(360,000)	(450,000)
12	Business Rates Pooling Gain (assumes 2022/23 is the last year of pooling gains)	125,000	300,000	0	0
13	Rural Services Delivery Grant	428,206	428,000	437,000	446,000
14	Lower Tier Services Grant	82,147	0	0	0
15	Total Projected Funding Sources	9,676,767	10,024,780	9,613,355	9,783,018
	Budget Gap per year				
16	(Projected Expenditure line 7 - Projected Funding line 15)	0	79,587	536,425	355,337
	Actual Predicted Cumulative Budget Gap	0	79,587	616,012	971,349
	Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)	0	79,587	695,599	1,666,948
Modelling Assumptions:					
	Council Tax (Band D) (Modelling the higher of £5 or a 1.99% increase)	175.42	180.42	185.42	190.42
	Council Tax Base (Assumes an increase in Band D Equivalent properties of 200 per annum)	38,298.32	38,498.32	38,698.32	38,898.32

Note 1 - New Homes Bonus Funding

The modelling for 2022/23 onwards includes a contribution of £500,000 from New Homes Bonus (or its replacement scheme) to fund the Base Budget.

Although the NHB scheme is due to be replaced in 2022/23, it is assumed that a successor scheme will be implemented that will also be based on housing growth.