

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	10,255,867	10,129,442
2	Budget pressures (as per Appendix A)	696,761	865,600	690,000	455,000
	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	(404,000)	(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	10,284,367	10,450,867	10,614,442
	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 in 2021/22)	(30,397)	181,000	150,000	150,000
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	125,000	300,000	250,000	200,000
13	Rural Services Delivery Grant	428,206	428,000	437,000	446,000
14	Lower Tier Services Grant	82,147	41,000	107,000	107,000
15	Total Projected Funding Sources	9,676,767	10,255,867	10,129,442	10,240,018
	Budget Gap per year (Projected)	0	28,500	321,425	374,424
16	Expenditure line 7 - Projected Funding line 15)				
	Actual Predicted Cumulative Budget Gap	0	28,500	349,925	724,349
	Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)	0	28,500	378,425	1,102,774
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.

Figures shown in Grey are those which have changed since the Medium Term Financial Strategy report in September 2021