

Modelling assumptions: Assumes Council Tax is increased by 2.99% annually	BASE	Yr 1	Yr 2	Yr 3
Modelling for the financial years 2023/24 onwards	2023/24 £	2024/25 £	2025/26 £	2026/27 £
Base budget brought forward	7,769,695	8,587,995	8,972,965	9,397,383
Budget pressures (as per Appendix A)	1,928,800	1,103,000	780,000	855,000
Savings already identified (as per Appendix A)	(1,110,500)	(325,000)	(157,000)	(200,000)
Projected Net Expenditure:	8,587,995	9,365,995	9,595,965	10,052,383
Funded By:-				
Council Tax income - Modelling a 2.99% increase in council tax each year (Taxbase 23/24 = 21,225.87 Band D Equivalent properties)	5,391,371	5,630,952	5,880,108	6,138,976
Collection Fund Surplus	377,000	150,000	150,000	150,000
Increase in Council Tax in year collection and recovery (Revenues and Benefits Review)		60,000	60,000	60,000
Localised Business Rates (estimate of business rates resources received in the year)	1,761,000	2,316,000	2,350,000	2,350,000
Increase in Business Rates in year collection and recovery (Revenues and Benefits Review)		75,000	90,000	100,000
Business Rates Tariff/Top Up Adjustment amount (Negative Revenue Support Grant change to baseline need assumed to start in 2026/27)	0	0	0	(117,000)
Revenue Support Grant	89,000	93,000	93,000	0
Business Rates Pooling Gain	200,000	200,000	200,000	0
Funding from Rural Services Delivery Grant	544,625	544,625	544,625	544,625
Funding from Funding Guarantee (3% increase in Core Spending Power) - this was a new grant for 23/24 onwards. Assume discontinued when the Fair Funding Review is implemented in 26-27.	51,044	112,000	150,000	0
Less grants rolled into the Funding Guarantee amount	(88,262)	(88,262)	0	0
Transitional funding - assume the introduction of the business rates baseline reset and the Fair Funding Review will translate into some transitional funding being available to Councils	0	0	0	40,000
Funding from New Homes Bonus (or a replacement scheme)	150,000	150,000	150,000	150,000
Funding from Lower Tier Services Grant	0	0	0	0
Funding from New Services Grant	66,650	66,650	66,650	66,650
Less: Contribution to Earmarked Reserves	45,567	(337,000)	(337,000)	(370,000)
Total Projected Funding Sources	8,587,995	8,972,965	9,397,383	9,113,251
Budget gap per year (Projected Expenditure line 4 - Projected Funding line 21)	0	393,030	198,582	939,132
Actual Predicted Cumulative Budget Gap	0	393,030	591,612	1,530,744
Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)	0	393,030	984,642	2,515,386

Modelling Assumptions: (Assumes an increase in Band D Equivalent properties of 300 per annum)				
Council Tax (Band D) (an increase of 2.99% per annum has been modelled)	254.00	261.59	269.41	277.46
Council TaxBase	21,225.87	21,525.87	21,825.87	22,125.87