

Line	Appendix B	BASE	Yr 1	Yr 2	Yr 3
No.		2023/24 £	2024/25 £	2025/26 £	2026/27 £
1	Base budget brought forward	10,464,367	11,738,067	13,134,894	13,531,900
2	Budget pressures (as per Appendix A)	4,107,700	2,846,000	1,297,000	1,297,000
3	Revenue expenditure for Year 1 delivery plan of the Council Plan (2024/25)	0	650,000	(650,000)	0
4	Savings already identified (as per Appendix A)	(2,422,000)	(1,460,000)	(530,000)	(200,000)
5	Changes in contributions to Earmarked Reserves (App A)	(412,000)	(639,173)	650,000	0
6	Projected Net Expenditure:	11,738,067	13,134,894	13,901,894	14,628,900
	Funded By:- (See Note 1 below regarding New Homes Bonus funding)				
7	Council Tax income (TaxBase multiplied by Band D Council Tax) - modelling a 2.99% increase in council tax each year	7,407,344	7,739,406	8,068,751	8,411,272
8	Collection Fund Surplus	332,000	59,000	60,000	60,000
9	Increase in Revenues in year collection and recovery (Revenues and Benefits Review)	0	390,000	440,000	490,000
10	Localised Business Rates (estimate of business rates resources received in the year)	2,447,681	3,178,529	2,700,000	2,700,000
11	Negative Revenue Support Grant (RSG) Adjustment - Assumes a change to Baseline Need from 26/27 onwards	0	0	0	(450,000)
12	Revenue Support Grant	138,000	147,100	150,000	204,000
13	Business Rates Pooling Gain	300,000	400,000	400,000	0
14	Rural Services Delivery Grant	478,583	554,149	554,149	554,149
15	Funding from Funding Guarantee (4% 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.	694,468	653,246	1,159,000	0
16	Less grants rolled into the Funding Guarantee amount	(138,000)	0	0	0
17	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 such as Damping payments	0	0	0	1,265,000
18	Services Grant	77,991	13,464	0	0
19	Total Projected Funding Sources	11,738,067	13,134,894	13,531,900	13,234,421
20	Budget Gap per year (Projected Expenditure line 6 - Projected Funding line 19)	0	0	369,994	1,394,479
	Actual Predicted Cumulative Budget Gap	0	0	369,994	1,764,473
	Aggregated Budget Gap (if no action is taken in each individual year to close the budget gap annually)	0	0	369,994	2,134,467
	Modelling Assumptions:				
	Council Tax (Band D) - modelling a 2.99% increase each year	185.42	190.96	196.66	202.54
	Council Tax Base (Assumes an increase in Band D Equivalent properties of 500 per annum)	39,949.00	40,528.94	41,028.94	41,528.94

Note 1 - New Homes Bonus Funding

The modelling for 2024/25 onwards includes a contribution of £704,173 from New Homes Bonus to fund the Base Budget. Although the NHB scheme is due to be replaced after 2024/25, it is assumed that a successor scheme will be implemented that will also be based on housing growth.