

5 YEAR BUDGET PROJECTIONS

Year	Annual (Surplus) / Deficit	Explanation	
	£000s		
0	2019/20	-	Balanced without use of general reserves
1	2020/21	507	Employment Costs and Extra Assembly Hall subsidy
2	2021/22	682	Funding Review and Extra Assembly Hall Subsidy
3	2022/23	823	Funding Review and Extra Assembly Hall Subsidy
4	2023/24	890	End of additional Assembly Hall subsidy
5	2024/25	962	Inflationary pressures
NET 5 YEAR DEFICIT		3,864	IMPACT ON THE GENERAL FUND

Major Assumptions

- 1 Employment costs increase by 2.5 per cent a year plus a market review
- 2 Transport costs remain fixed
- 3 Premises costs increase by 1 per cent a year
- 4 Business Rates on council properties increase by 3 per cent a year
- 5 Supplies and Services costs remain fixed
- 6 External contract costs increase by 4 per cent a year
- 7 Net cost of Housing Benefit and Council Tax Support remains fixed
- 8 Income from dedicated grants remain fixed
- 9 Income from RVP freehold remains fixed
- 10 Fees and Charges income is forecast to increase by 3 per cent a year
- 11 Car Parking income remains fixed
- 12 Net Investment Income remains fixed
- 13 New Homes Bonus continues at current level
- 14 Revenue Support Grant remains at zero
- 15 The Fair Funding Review reduces the retained business rates baseline by £200,000 from 2021/22
- 16 Council Tax increases by £5 a year and the tax base by 1 per cent
- 17 The Assembly Hall will require an additional subsidy of £100,000 for the next three years
- 18 Each triennial pension revaluation will add £100,000 to costs.