

5 YEAR BUDGET PROJECTIONS

Year	Annual (Surplus) / Deficit	Explanation	
	£000s		
0	2020/21	0	Balanced without use of the General Fund
1	2021/22	438	Impact of Fair Funding Review and inflation
2	2022/23	843	As above plus market review of pay
3	2023/24	972	As above plus pension revaluation
4	2024/25	1,005	As above
5	2025/26	1,264	As above plus market review of pay
NET 5 YEAR DEFICIT		4,522	IMPACT ON THE GENERAL FUND

Major Assumptions

- 1 These projections assume Council Tax increases by £5 per year.
- 2 The taxbase increases by 1 per cent per year.
- 3 Fees and Charges income is forecast to increase by 3 per cent each year.
- 4 No year on year increase in car parking income.
- 5 Employment costs increase by 2.5 per cent each year.
- 6 Inflationary pressures on contracts of 4 per cent each year.
- 7 Fair funding review reduces the retained business rates baseline by £200,000 from 2021/22
- 8 Additional £300,000 for each market review of pay.
- 9 Additional £100,000 for each triennial pension revaluation.