

5 YEAR BUDGET PROJECTIONS

Year	Annual (Surplus) / Deficit	Explanation	
	£000s		
0	2020/21	-	Balanced without the use of the General Fund
1	2021/22	3,564	Impact of Covid-19 and recurring cost of property estate
2	2022/23	4,344	Economic Recovery and market review of pay
3	2023/24	4,706	Inflation and pension review
4	2024/25	4,982	Inflation
5	2025/26	5,494	Market review of pay
NET 5 YEAR DEFICIT		23,089	FUNDING GAP IF LEFT UNMANAGED

Major Assumptions

- 1 These projections assume Council Tax increases by £5 per year.
- 2 The taxbase will remain unchanged.
- 3 Fees and Charges income is reduced by £3m then from 2022/23 increases by 3 per cent.
- 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 The Spending Review is fiscally neutral.
- 8 Additional £300,000 for each market review of pay.
- 9 Additional £100,000 for each triennial pension revaluation.