

Appendix B Medium term financial forecast

	2021/22 £000s	2022/23 £000s	2023/24 £000s	2024/25 £000s
Net base budget	156,902	156,902	156,902	156,902
Contract and pay inflation	4,132	10,132	16,132	22,132
Investment	5,235	11,235	17,235	23,235
Impact of Covid-19 / economic downturn	2,650	2,500	0	0
Net cost of borrowing (revenue cost of capital programme)	800	1,600	2,000	2,000
Savings and change proposals	-6,689	-7,642	-7,792	-7,942
One-off saving (concessionary fares)	-1,100	0	0	0
Covid-19 contingency	1,096	0	0	0
Contribution to General Balances	1,100	0	0	0
Budget requirement	164,126	174,727	184,477	196,327
Government resources				
General grants (including new homes bonus)	-19,417	-19,417	-19,417	-19,417
Additional local council tax support scheme grant	-1,355			
Revenue Support Grant	-17,506	-17,506	-17,506	-17,506
Allowance for fair funding/ new homes bonus grant reform		4,750	9,500	14,250
Council resources				
Business rates (net of tariff) (increase by CPI forecast of 2% per annum from 2020/23 onwards))	-57,217	-58,361	-59,529	-60,719
Council tax (freeze assumed from 2022/23 onwards)	-67,331	-67,996	-68,661	-69,326
Collection fund deficit (net of Covid-19 losses grant)	400	400	400	0
Developer contributions - enhanced community safety & enforcement	-1,700	-1,700	-1,700	-1,700
Total forecast resources	-164,126	-159,830	-156,913	-154,418
Budget gap	0	14,897	27,564	41,909