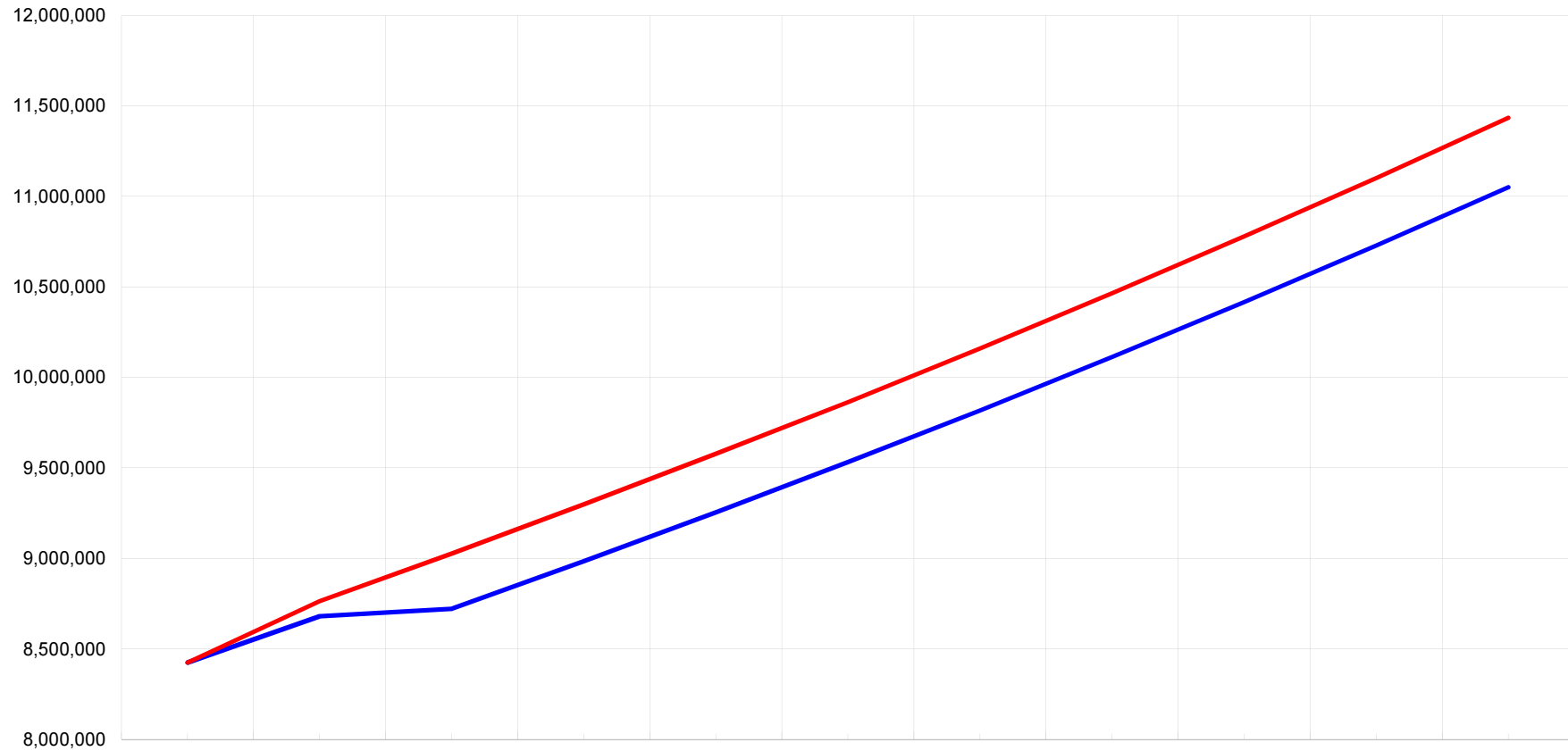


Council Tax Income Projections 2012/13 to 2021/22 (10 Years) - Net Impact of Council Tax Freeze in 2012/13 vs Increase of 3.49% in 2012/13



Council Tax Income	Base 2011/12	Forecast 2012/13	Forecast 2013/14	Forecast 2014/15	Forecast 2015/16	Forecast 2016/17	Forecast 2017/18	Forecast 2018/19	Forecast 2019/20	Forecast 2020/21	Forecast 2021/22	Total
- With Freeze	8425000	8,681,000	8,722,000	8,984,000	9,254,000	9,532,000	9,818,000	10,113,000	10,416,000	10,728,000	11,050,000	105,723,000
- Without Freeze	8425000	8,764,000	9,027,000	9,298,000	9,577,000	9,864,000	10,160,000	10,465,000	10,779,000	11,101,000	11,434,000	108,894,000
- Shortfall	Not applicable	(83,000)	(305,000)	(314,000)	(323,000)	(332,000)	(342,000)	(352,000)	(363,000)	(373,000)	(384,000)	(3,171,000)

Council Tax Income (without freeze)
 Council Tax Income (with freeze)

The above graph shows the difference in Council Tax income receivable over the next ten years by accepting the government's offer of a one year Council Tax Freeze grant (Blue Line), compared to the implementation of a 3.49% increase in Council Tax for 2012/13 (Red Line). In both cases, increases in Council Tax of 3% per annum for each year thereafter have also been assumed.

The 'Freeze' income of £8,681,000 includes the grant from government of £213,000 to cover a notional 2.5% increase in council tax.

For simplicity, the graph assumes that the taxbase over the period of the MTFS will remain static. In reality, the taxbase should increase widening the 'gap'.