Council Tax Income Projections 2015/16 to 2024/25 (10 Years) -Impact of Council Tax Freeze vs Increase of 1.99% in 2015/16

8,500,000											
Increase for 2015/16	Forecast 2015/16	Forecast 2016/17	Forecast 2017/18	Forecast 2018/19	Forecast 2019/20	Forecast 2020/21	Forecast 2021/22	Forecast 2022/23	Forecast 2023/24	Forecast 2024/25	Total
Freeze	8,713,701	8,972,381	9,238,821	9,513,254	9,795,920	10,087,066	10,386,946	10,695,823	11,013,966	11,341,653	99,759,531
1.99%	8,794,301	9,058,130	9,329,874	9,609,770	9,898,063	10,195,005	10,500,855	10,815,881	11,140,357	11,474,568	100,816,804
Shortfall	(80,600)	(85,749)	(91,053)	(96,516)	(102,143)	(107,939)	(113,909)	(120,058)	(126,391)	(132,915)	(1,057,273)

Council Tax Income (with freeze) Council Tax Income (1.99% Increase)

10,000,000

9,500,000

9,000,000

The above graph shows the difference in Council Tax income receivable over the next ten years by accepting the government's offer of a grant to freeze counil tax in 2015/16 (Blue Line), compared to the implementation of a 1.99% increase in Council Tax for 2015/16 (Red Line). Increases in Council Tax of 3% per annum for each year thereafter are assumed.

The 'Freeze' income includes the grant from the government of circa £91,000 from 2015/16 to 2024/25

For simplicity, the graph assumes that the taxbase over the period of the MTFS will remain static. In reality, the taxbase is likely to increase, further increasing the shortfall.