

APPENDIX 1 - NEW HOMES BONUS

The provisional Allocation (based on estimated growth) to Hinckley and Bosworth Borough Council for 2011/12 is £349,762. This allocation will continue for 6 years.

This funding has been made available by top slicing the Council's annual Revenue Settlement. The reduction in this grant and the allocations from the New Homes Bonus is as follows:

| | 2011/12 | 2012/13 | 2013/14 | 2014/15 | 2015/16 | 2016/17 |
|--|----------------|------------------|------------------|------------------|------------------|------------------|
| | £ | £ | £ | £ | £ | £ |
| Reduction in Annual Finance Settlement in 2011/12 | 908,250 | 908,250 | 908,250 | 908,250 | 908,250 | 908,250 |
| Further Reduction in Annual Finance Settlement in 2012/13 | | 700,331 | 700,331 | 700,331 | 700,331 | 700,331 |
| Total Reduction | 908,250 | 1,608,581 | 1,608,581 | 1,608,581 | 1,608,581 | 1,608,581 |
| Cumulative reduction over 6 year of LHB period | 908,250 | 2,516,831 | 4,125,412 | 5,733,993 | 7,342,574 | 8,951,155 |
| New Homes Bonus brought forward | 349,762 | 349,762 | 694,762 | 1,037,482 | 1,611,034 | 2,277,322 |
| Additional New Homes Bonus includes discount factor of 90% | 0 | 345,000 | 342,720 | 573,552 | 666,288 | 516,096 |
| Total New Homes Bonus | 349,762 | 694,762 | 1,037,482 | 1,611,034 | 2,277,322 | 2,793,418 |
| Cumulative New Homes Bonus | 349,762 | 1,044,524 | 2,082,006 | 3,693,040 | 5,970,362 | 8,763,780 |
| Shortfall in 6 year funding for services | 558,488 | 1,472,307 | 2,043,406 | 2,040,953 | 1,372,212 | 187,375 |
| <i>Current New Housing Trejectory</i> | 340 | 340 | 569 | 661 | 512 | 500 |
| <i>Cumulative New Housing Trejectory</i> | 340 | 680 | 1,249 | 1,910 | 2,422 | 2,922 |
| <i>NHB On Trejectory</i> | 349,762 | 349,762 | 694,762 | 1,037,482 | 1,611,034 | 2,277,322 |
| | 0 | 345,000 | 342,720 | 573,552 | 666,288 | 516,096 |
| | 349,762 | 694,762 | 1,037,482 | 1,611,034 | 2,277,322 | 2,793,418 |
| 25% to Parishes | 87440.5 | 173690.5 | 259370.5 | 402758.5 | 569330.5 | 698354.5 |
| Cumulative Allocation to Parishes | 87440.5 | 261131 | 520501.5 | 923260 | 1492590.5 | 2190945 |
| Revised Hbbc allocation after Parishes | 262,322 | 783,393 | 1,561,505 | 2,769,780 | 4,477,772 | 6,572,835 |
| INCREASE IN FUNDING GAP | 645,929 | 1,733,438 | 2,563,908 | 2,964,213 | 2,864,803 | 2,378,320 |