

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