

Business Rates - Forecast

	2023-24	2024-25	2025-26	2026-27	2027-28	
	£'m	£'m	£'m	£'m	£'m	
Section 31 grant for underindexing the business rates multiplier	12.419	16.063	16.384	16.712	17.046	As per NNDR1 for 2024-25 with future years uplifted by 2%
Business Rates-top-up grant	35.921	38.146	38.909	39.687	40.481	2024-25 as per the LGFS. Years thereafter uprated by an assumed 2% per annum
In-Year Business Rates Income	32.168	33.128	33.791	34.466	35.156	Croydon 30% share of business rates income collected. Estimate as per the 2024-25 NNDR1. Inflationary uplift of 2% per annum assumed for future years.
Other section 31 grants (for business rate reliefs)	10.338	8.916	9.094	9.276	9.462	Based on NNDR1 for 2024-25 with 2% future uplift
Prior Year Adjustments	-12.215	-1.818	0.000	0.000	0.000	2022-23 actual and 2023-24 forecast collection fund deficit.
Draw down from business rate reserve	12.215	3.518	0.000	0.000	0.000	Reserve c/fwd to 24-25 of £8.387m to fund prior year and smoothing adjustments .
Total - All Business Rates	90.846	97.953	98.178	100.142	102.144	

Croydon Budget Presentation

Section 31 grant for underindexing the business rates multiplier	12.419	16.063	16.384	16.712	17.046
Business Rates Income	78.427	81.890	81.794	83.430	85.098
Total	90.846	97.953	98.178	100.142	102.144

Notes:

1. This forecast is based on the NNDR1 submitted in January 2024 updated for changes to the business rates multiplier
2. Beyond 2024-25 business rates are modelled to increase by 2% (allowance for inflation)
3. The business rates system is due to be rebased from 2025-26. It is assumed to have a neutral impact