

2025-29 Business Rates Forecast

	2024-25	2025-26	2026-27	2027-28	2028-29
	£'m	£'m	£'m	£'m	£'m
Section 31 grant for underindexing the business rates multiplier	16.063	16.384	16.712	17.046	17.387
Business Rates-top-up grant	38.146	38.909	39.687	40.481	41.290
In-Year Business Rates Income	33.128	33.791	34.466	35.156	35.859
Other section 31 grants (for business rate reliefs)	8.916	9.094	9.276	9.462	9.651
Prior Year Adjustments	-1.818	0.000	0.000	0.000	0.000
Draw down from business rate reserve	3.518	0.000	0.000	0.000	0.000
Total - All Business Rates	97.953	98.178	100.142	102.144	104.187

As per NNDR1 for 2024-25 with future years uplifted by 2%
2024-25 as per the LGFS. Years thereafter uprated by an assumed 2% per annum.
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.
Based on NNDR1 for 2024-25 with 2% future uplift
2022-23 actual and 2023-24 forecast collection fund deficit.
Reserve c/fwd to 24-25 of £8.387m to fund prior year and smoothing adjustments.

Croydon Budget Presentation

Section 31 grant for underindexing the business rates multiplier	16.063	16.384	16.712	17.046	17.387
Business Rates Income	81.890	81.794	83.430	85.098	86.800
Total	97.953	98.178	100.142	102.144	104.187

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.