



Prime Minister¹
(See flag).

2 MARSHAM STREET
LONDON SW1P 3EB
01-212 3434

Content, subject to colleagues?

My ref:

Your ref:

13 December 1985

DRW
13/12

Dear David,

RATE SUPPORT GRANT SETTLEMENT 1986/87

Following the favourable House of Lords judgement in the Nottinghamshire and Bradford case, the way is clear for my Secretary of State to announce the rate support grant settlement on 18 December, as planned. There will be a simultaneous statement in the Lords.

I enclose a draft of the statement, and should be grateful to receive any comments by mid-day, Tuesday 17 December. The material on rate limitation is provisional at this stage.

Also enclosed is a table giving exemplifications of the grant package agreed by E(LA) on the latest available data. Columns 1 to 8 show 1985/86 grant entitlements, the effects of the various changes being made for 1986/87, and 1986/87 grant entitlements on three different assumptions about authorities' spending. A table containing these columns only will be sent to all authorities on settlement day. Column 9, which will not be made public, sets out latest estimates of the change in local contributions if authorities budget for a real terms standstill.

The figures reflect the inclusion of final data for GREs and also a number of recent amendments to budgets for 1985/86 which my Secretary of State is statutorily bound to take into account in the Second Supplementary Report. These affect both 1985/86 entitlements and, because they enter into the calculation of the base position, the figures for 1986/87. In particular, the original budgets of the GLC and Liverpool have been substantially reduced. Actual changes in rates will, of course, depend on individual authorities' decisions on expenditure and the extent to which they can make use of reserves and balances.

I am copying this letter and the enclosures to the private secretaries to E(LA) members, the Lord Privy Seal, the Chief Whip and Sir Robert Armstrong.

Yours,

R U YOUNG

Private Secretary

CONFIDENTIAL



SLH

bcc BG

10 DOWNING STREET

From the Private Secretary

17 December 1985

**RATE SUPPORT GRANT SETTLEMENT
1986/87**

The Prime Minister has seen your letter to me of 13 December and noted without comment your Secretary of State's draft statement about the Rate Support Grant settlement.

I am copying this letter to the Private Secretaries to members of E(LA), the Lord Privy Seal, the Chief Whips and Sir Robert Armstrong.

DAVID NORGROVE

Robin Young, Esq.,
Department of the Environment

CONFIDENTIAL

BM

DRAFT PARLIAMENTARY STATEMENT

With permission, Mr Speaker, I will make a statement about the 1986/87 rate support grant settlement and selective rate limitation for local authorities in England.

I have laid before the House today the Rate Support Grant Report for 1986/87, together with Supplementary Reports adjusting grant for 1984/85 and 1985/86. Copies of the Reports, the rate limit notices and other explanatory material being sent to local authorities today are available in the Library and the Vote Office.

The main feature of the settlement is the abolition of expenditure targets and the associated grant penalties. This decision has been warmly welcomed by the great majority of local authorities. It amounts to a major simplification of the grant system.

Our aim is still to bring local authority current spending down to a level the economy can afford. Though we now have a system which gives low spenders a rather fairer share of grant, we are maintaining strong pressure, even on them, not to take advantage of the abolition of targets to increase spending in real terms.

The aggregate of Exchequer grant will be the same cash sum - around £11.8 billion - as the figure originally provided for this year. But it is about £400 million more than the amount of grant now being paid for this year, because local authorities are forfeiting £400 million through holdback. After holdback, the 1985/86 grant percentage will be about the same as for 1986/87 at around 46½%.

Provision for local authority current expenditure has been set at £22,250 million. This figure however takes no account of the additional provision of £1,250 million over four years which has been offered if a satisfactory agreement can be reached on

school teachers' duties and salary structure. My Right Hon Friend the Secretary of State for Education and Science has already indicated that, subject to the passage of the Education (Amendment) Bill, he is ready to bring forward £37 million from that sum in 1986/87 in order to secure the supervision of schools at midday. Provision for police expenditure will also be considered again in the light of recent events.

I am making some important changes in the distribution of block grant. I announced provisional grant related expenditure assessments - GREs - on 28 October. The cities will benefit in particular from changes in the concessionary fares and social work GREs. The remoter shires will gain from changes in the education GRE.

I have considered carefully the many representations made to me since that announcement, but have decided that my original proposals should stand. Individual authorities' GREs will however differ somewhat from the figures issued in October as a result of data changes.

I am also changing the grant system so that the impact on the rates of every extra pound an authority spends or saves will be much sharper than before. As in past years, the pressure will become more severe if the authority's expenditure exceeds a threshold set at an average of 10 per cent above GRE.

The important message is that, for all but a handful of authorities, more spending will result in less grant and less spending will result in more grant.

As usual, there are arrangements to limit the impact of distributional changes on individual authorities' grant entitlements. I have, too, ensured that the technical changes to the grant system required by the abolition of the Greater London Council and the metropolitan county councils can be broadly neutral in their overall effects. If successor authorities carry out their inherited tasks more efficiently, large gains will be available to ratepayers in those areas.

I now turn to rate limitation. In July my predecessor announced the list of 12 authorities selected for rate limitation in 1986/87, together with the expenditure levels on which their rate limits would be based. In most cases these represented a cash freeze on 1985/86 budgets.

Five of the 12 authorities have now applied to me for a redetermination of the expenditure level - Camden, Greenwich, Hackney, Lewisham and Newcastle. I have considered their applications carefully and in each case have redetermined the expenditure level at an increased amount. The new figures are reflected in the authorities' proposed rate limits.

I am writing today to the 12 authorities to inform them of the rate limits I propose to set for next year. They have until /22/ January to make representations to me about a higher limit if they think it appropriate. Again, I shall of course consider carefully any representations they make. In each case I have made my best estimate of the grant which I estimate will become payable to the authorities. I have made no allowance for adjustment of reserves.

In / / of the authorities, the proposed rate limit, taken with the proposed precept limit for the upper tier where this is relevant, represents a cut on rate bills for local ratepayers. In all cases it is undoubtedly lower than it would have been if authorities were allowed next year to spend as they wished. In 1985/86, rate capping has saved ratepayers in these areas hundreds of millions of pounds. They will have good cause to thank us again in 1986/87.

My Rt Hon Friends the Home Secretary, the Secretary of State for Education and Science, and the Secretary of State for Transport are making separate announcements today about precept limitation for the new joint authorities in the metropolitan areas and London.

If local authorities budget sensibly and economically, the average rate increase should be in low single figures. But higher spending will mean sharply higher rates.

Mr Speaker, my proposals for 1986/87 represent a major advance. I have abolished targets. I have improved GREs. I have established a clearer relationship between what authorities get and what they spend. And I have built on the success of rate limitation in 1985/86. I commend them to the House.

RATE SUPPORT GRANT SETTLEMENT 1986/87

TABLE SHOWING GRANT ENTITLEMENTS

Notes

- Column 1 : shows 1985/86 grant entitlements after holdback under the 1985/86 Second Supplementary Report, to be laid before Parliament at the same time as the 1986/87 Rate Support Grant Report (the Report).
- Column 2 : shows 1986/87 grant entitlements before abolition of the GLC and the metropolitan counties and before the changes to grant mechanisms and to GREs
- Column 3 : shows the effect on each authority's grant entitlement, expressed as a rate poundage, of the absence of holdback multipliers in 1986/87 and of the increase in the slopes of the block grant poundage schedule.
- Column 4 : shows the effect of abolition on each authority's grant entitlement, expressed as a rate poundage.
- Column 5 : shows the effect on each authority's grant entitlement, expressed as a rate poundage, of the GRE methodology changes adopted for 1986/87.
- Column 6 : shows 1986/87 grant entitlement, before close-ending, if each authority spends at the same level in cash terms as its 1985/86 adjusted budget.
- Column 7 : shows 1986/87 grant entitlements if each authority spends at the level of its settlement expenditure estimate.
- Column 8 : shows 1986/87 grant entitlements, before close-ending, if each authority spends at the level of an estimated real terms standstill on its 1985/86 adjusted budget.
- Column 9 : shows increases in local contributions for real terms standstill, before close-ending, at ratepayer level in London and the metropolitan areas and at authority level in the shires.

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT CHANGE	(AS POUNDAGE)	1986/7	1986/7	1986/7	1986/7	% change
	Grant	Grant	DUE TO:		Grant at	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	GRE	cash	settle-	real	contbns
		changes (*)	change		method.	s/still	ment	s/still	(rl s/stl)
	(£m)	(£m)	(p)	(p)	(p)	(£m)	(£m)	(£m)	(%)
TOTAL Shire areas	4,285.460	3,947.008	10.2	-0	-3.5	4,415.315	4,208.486	4,143.644	7.8
TOTAL Metropolitan areas	2,529.594	2,515.283	5.7	.4	.9	2,704.602	2,613.930	2,585.213	6.4
TOTAL London	1,226.089	1,348.433	-1.2	-2	6.5	1,563.382	1,446.736	1,411.024	.2
TOTAL England	8,041.885	7,811.562	6.3	.0	-0	8,684.207	8,270.013	8,140.726	5.4

* ie before slope change, abolition and GRE methodology changes



10 DOWNING STREET

If Basset spend the same in real terms as this year their rates might rise by 2 1/2 %. In fact they may spend less than this year in real terms. Their grant would then be higher and the rate increase even lower.

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT	CHANGE (AS	COL 5	1986/7	1986/7	1986/7	% change
	Grant	Grant	CHANGE	ABOLITION	GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	method.	cash	settle-	real	contbns
	(fm)	changes (*)	change	(p)	(p)	s/still	ment	s/still	(rl s/stl)
		(fm)	(p)	(p)	(p)	(fm)	(fm)	(fm)	(%)
GREATER LONDON									
City of London	-47.016	-49.131	-	-22.0	-	-105.452	-105.452	-105.452	.3
Camden	14.086	14.880	-	-10.0	-	3.772	3.772	3.772	1.7
Greenwich	36.112	38.321	-4.1	48.3	8.8	55.593	55.207	55.086	.1
Hackney	47.944	51.561	-4.1	57.8	17.8	79.320	76.824	76.043	-2.7
Hammersmith and Fulham	39.312	42.763	-4.1	17.2	17.7	55.529	53.539	52.917	-6.5
Islington	28.106	35.919	-4.1	16.8	16.5	56.679	50.987	49.206	-6.2
Kensington and Chelsea	16.766	20.779	3.9	-6.7	15.2	35.818	29.649	27.719	-10.7
Lambeth	37.077	49.484	-4.1	26.5	17.0	77.675	72.419	70.775	-7.2
Lewisham	44.900	47.423	-4.1	48.8	17.2	69.705	68.426	68.026	-2.4
Southwark	45.672	45.989	-4.1	18.3	11.6	66.165	60.755	59.062	1.3
Tower Hamlets	24.370	26.746	-4.1	94.1	9.6	73.837	71.184	70.354	-1.0
Wandsworth	54.007	54.079	3.9	26.3	10.2	72.344	71.375	71.072	-3.2
Westminster	-26.272	-27.454	-	-16.2	-	-77.732	-77.732	-77.732	1.5
Barking and Dagenham	25.042	23.894	-8.3	6.9	12.3	28.019	26.749	26.151	4.4
Barnet	31.761	33.802	2.4	2.8	3.3	42.279	38.939	37.894	2.4
Bexley	43.860	43.230	-1.6	11.1	1.8	47.598	46.757	46.494	7.1
Brent	45.547	51.726	2.8	8.5	11.3	70.968	62.920	60.402	-1.6
Bromley	40.903	41.650	3.2	6.8	1.1	49.043	47.194	46.616	4.5
Croydon	42.827	41.730	8.0	3.1	2.6	55.563	51.123	49.734	.4
Ealing	55.342	59.145	8.0	8.3	9.7	77.033	73.567	72.482	-6.7
Enfield	40.896	41.398	4.7	11.2	3.1	52.652	50.459	49.773	1.7
Haringey	43.883	48.883	-8.3	16.6	17.4	62.629	57.834	56.334	1.2
Harrow	28.917	31.459	6.4	8.2	4.0	39.547	37.908	37.395	-2.2
Havering	41.478	40.325	-3.9	10.4	3.4	45.302	44.023	43.622	7.6
Hillingdon	13.398	10.021	-5.7	-1.6	-2.6	9.109	4.278	4.278	10.5
Hounslow	5.465	6.186	8.0	3.6	5.1	21.223	14.277	12.104	-1.9
Kingston-upon-Thames	14.603	14.790	2.5	1.5	3.0	18.410	16.745	16.225	2.4
Merton	27.965	25.805	3.4	10.7	5.8	33.366	31.858	31.387	6.0
Newham	62.951	71.256	7.9	17.1	14.2	88.427	84.764	83.089	-8.1
Redbridge	38.743	40.532	6.7	10.1	3.7	49.175	47.920	47.528	-.9
Richmond-upon-Thames	12.446	11.161	6.0	11.2	-.2	18.295	16.647	16.131	5.6
Sutton	25.003	24.155	3.3	5.3	4.0	29.112	27.833	27.432	2.7
Waltham Forest	61.309	62.930	-8.3	20.3	11.8	72.733	70.309	69.551	4.8
LC	64.802	128.056	-1.7	-4.8	-	-	-	-	-
LEA	-	-	-	-	-	-	-	-	-
London Fire & CD Authority	-	-	-	-	.6	21.451	10.826	7.502	-
Metropolitan Police	143.885	144.939	-0	.1	.4	168.198	152.853	148.052	-
TOTAL London	1,226.089	1,348.433	-1.2	-.2	6.5	1,563.382	1,446.736	1,411.024	.2

ie before slope change, abolition and GRE methodology changes

* * CHANGES IN LOCAL CONTRIBUTIONS AT RATEPAYER LEVEL * * *

For Barnet
a real fall
in spendingLevel in
real terms

A

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

+ transport
fire
pension body
fire

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT CHANGE (AS POUNDAGE)	DUE TO:	GRE	1986/7	1986/7	1986/7	% change
	Grant	Grant	Slope	Abolition	method.	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	change			cash	settle-	real	contbns
	(£m)	changes (*)	(p)	(p)	(p)	s/still	ment	s/still	(rl s/stl)
		(£m)				(£m)	(£m)	(£m)	(%)
GREATER MANCHESTER									
Bolton	55.613	56.491	9.3	20.1	.6	65.906	64.968	64.675	2.5
Bury	29.777	29.535	-1.9	19.8	-3.9	32.833	32.230	32.041	11.1
Manchester	92.974	100.196	-9.3	8.9	3.8	110.402	102.720	100.316	3.7
Oldham	53.426	54.350	9.3	20.6	-1.3	61.623	60.964	60.627	1.3
Rochdale	47.821	47.156	5.8	21.2	-2.3	52.786	52.317	52.170	6.8
Salford	48.611	46.628	9.3	15.7	-1.0	55.775	54.020	53.471	4.3
Stockport	36.397	35.824	4.0	14.9	-2.6	44.146	42.092	41.450	7.9
Tameside	42.004	42.335	9.3	24.9	-6	50.178	49.524	49.320	2.2
Trafford	18.522	16.618	4.4	6.5	2.1	24.448	21.539	20.628	5.6
Wigan	56.802	54.940	9.3	18.5	-1.7	63.787	63.056	62.828	5.3
Greater Manchester MCC	108.696	114.412	2.7	-37.8	-	-	-	-	-
Greater Manchester Police A	-	-	-	11.7	-3	37.874	36.974	36.692	-
Greater Manchester Fire & C	-	-	-	4.4	-1	14.571	14.117	13.976	-
Greater Manchester Transport	-	-	-	6.6	1.5	28.419	26.192	25.495	-
TOTAL Greater Manchester	590.641	598.485	5.6	.0	1.2	642.748	620.613	613.688	4.8
MERSEYSIDE									
Knowsley	35.115	33.514	9.3	23.1	1.8	41.303	40.485	40.230	4.8
Liverpool	119.356	119.630	2.3	22.6	2.1	141.494	137.577	136.352	5.5
St Helens	35.197	34.527	.9	26.5	-1.2	41.205	40.436	40.196	7.8
Sefton	43.771	44.047	8.9	23.0	-8	56.161	55.157	54.843	5.1
Wirral	53.485	53.864	9.3	22.5	.0	68.759	67.157	66.656	4.2
Merseyside MCC	80.004	79.385	1.0	-43.5	-	-	-	-	-
Merseyside Police Authority	-	-	-	12.3	-2	23.222	22.588	22.367	-
Merseyside Fire & CD Author	-	-	-	8.0	.7	16.667	16.352	16.253	-
Merseyside Transport Author	-	-	-	-	-	1.264	-	-	-
TOTAL Merseyside	366.929	364.968	6.7	-0	1.2	390.076	379.753	376.896	5.3
SOUTH YORKSHIRE									
Barnsley	47.024	46.246	-4.1	38.2	-1.5	52.262	52.528	52.611	14.4
Doncaster	54.618	53.954	8.8	32.2	-4.2	65.157	64.812	64.704	9.8
Rotherham	51.425	50.041	9.3	35.8	-2.1	60.072	60.090	60.095	9.6
Sheffield	85.727	84.669	-9.3	24.3	-1.8	97.721	93.186	91.228	16.0
South Yorkshire MCC	67.705	66.182	-2.7	-45.6	-	-	-	-	-
South Yorkshire Police Auth	-	-	-	10.3	-1	14.208	14.047	13.997	-
South Yorkshire Fire & CD A	-	-	-	5.3	-1	7.404	7.169	7.078	-
South Yorkshire Transport A	-	-	-	-	-	-	-	-	-
TOTAL South Yorkshire	306.499	301.091	-4.2	-0	-2.5	296.824	291.832	289.714	13.5

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT RATEPAYER LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT	CHANGE (AS	POUNDAGE)	1986/7	1986/7	1986/7	% change
	Grant	Grant	Slope	ABOLITION	GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	change	DUPLICATE	method.	cash	settle-	real	contbns
	(£m)	changes (*)	(p)	(p)	(p)	s/still	ment	s/still	(rl s/stl)
		(£m)				(£m)	(£m)	(£m)	(%)
TYNE AND WEAR									
Gateshead	40.144	39.243	4.1	38.1	-1.4	48.185	47.873	47.775	5.5
Newcastle upon Tyne	16.450	22.769	-4.9	17.9	-4.0	32.590	26.515	24.614	2.8
North Tyneside	34.762	34.697	-6.7	27.5	-4.3	39.493	38.170	37.599	9.3
South Tyneside	37.367	38.477	-4.3	33.4	-4.3	42.368	42.288	42.263	7.4
Sunderland	56.585	55.379	9.3	34.2	-1.4	67.767	67.183	67.001	2.3
Tyne and Wear MCC	84.969	87.579	1.0	-70.1	-	-	-	-	-
Northumbria Police Authorit	-	-	-	15.1	-.3	24.110	23.799	23.702	-
Tyne and Wear Fire & CD Aut	-	-	-	6.2	.2	8.377	8.012	7.888	-
Tyne and Wear Transport Aut	-	-	-	21.1	10.1	39.891	39.497	39.374	-
TOTAL Tyne and Wear	270.278	278.143	.5	4.7	6.8	302.782	293.338	290.216	5.6
WEST MIDLANDS									
Birmingham	165.246	158.034	9.3	3.7	3.7	201.138	184.797	179.685	.4
Coventry	52.991	53.266	-1.7	7.1	-.9	58.009	55.243	54.378	7.7
Dudley	33.919	30.844	9.3	6.6	-1.8	39.406	36.894	36.108	3.1
Sandwell	48.928	44.585	7.9	3.6	.4	53.761	50.193	49.076	3.1
Solihull	24.474	21.180	8.7	1.9	-4.3	24.904	23.085	22.515	6.7
Walsall	41.719	39.734	5.0	6.0	-3.5	44.994	42.529	41.758	7.6
Wolverhampton	43.803	42.632	9.0	4.1	.4	51.885	48.258	47.124	1.5
West Midlands MCC	72.418	82.102	2.7	-23.1	-	-	-	-	-
West Midlands Police Author	-	-	-	10.8	-.0	44.921	43.475	43.022	-
West Midlands Fire & CD Aut	-	-	-	3.8	.1	16.480	15.785	15.568	-
West Midlands Transport Aut	-	-	-	4.0	1.4	22.787	21.636	21.276	-
TOTAL West Midlands	483.499	472.377	10.2	.0	2.1	558.286	521.895	510.509	3.1
WEST YORKSHIRE									
Bradford	107.655	109.373	9.3	27.6	-.1	127.014	125.530	125.066	6.7
Calderdale	41.577	41.546	9.3	35.6	-.9	48.984	48.916	48.894	8.7
Kirklees	85.226	86.026	9.3	39.1	-1.7	101.453	101.314	101.270	8.6
Leeds	111.911	107.398	4.7	18.1	-3.6	128.042	124.499	123.391	12.4
Wakefield	53.246	50.955	3.8	26.6	-3.2	60.657	60.010	59.808	13.7
West Yorkshire MCC	112.134	104.921	-.6	-48.0	-	-	-	-	-
West Yorkshire Police Autho	-	-	-	11.3	-.3	23.948	23.668	23.581	-
West Yorkshire Fire & CD Au	-	-	-	5.1	-.1	11.374	10.909	10.763	-
West Yorkshire Transport Au	-	-	-	5.7	-.3	12.413	11.653	11.415	-
TOTAL West Yorkshire	511.749	500.219	5.9	-.0	-3.0	513.886	506.500	504.189	10.5

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT RATEPAYER LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT	CHANGE	(AS POUNDAGE)	1986/7	1986/7	1986/7	% change
	Grant	Grant	DUE TO:		GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	method.	cash	settle-	real	contbns
	(fm)	changes (*)	change	(p)	(p)	s/still	ment	s/still	(ri s/stl)
		(fm)	(p)			(fm)	(fm)	(fm)	(%)
SHIRE COUNTIES									
Avon	91.458	78.459	10.0	-	-4.4	91.563	85.335	83.386	8.9
Bedfordshire	53.804	45.535	4.0	-	-4.4	50.057	45.158	43.626	12.2
Berkshire	44.415	31.399	10.0	-	-4.4	46.892	38.676	36.106	7.9
Buckinghamshire	54.681	46.248	10.0	.3	-4.4	59.053	52.335	50.233	7.1
Cambridgeshire	74.025	65.868	10.0	-	-4.4	75.505	70.901	69.461	6.5
Cheshire	119.148	110.138	5.4	.0	-4.4	118.932	111.497	109.170	11.3
Cleveland	86.299	80.491	10.0	-	-4.4	91.181	84.920	82.961	8.4
Cornwall	77.254	74.946	10.0	-	-3.1	79.749	78.249	77.780	6.6
Cumbria	86.995	82.936	10.0	-	.6	89.529	88.218	87.808	5.7
Derbyshire	125.270	113.173	10.0	-	-3.9	124.872	119.661	118.030	10.3
Devon	148.949	142.940	10.0	-	-2.6	155.686	151.557	150.266	6.5
Dorset	58.189	51.375	10.0	-	-4.4	60.276	56.317	55.078	7.0
Durham	115.653	113.094	10.0	.0	-1.4	118.734	118.113	117.919	7.2
East Sussex	55.582	47.620	10.0	-	-4.3	58.352	53.373	51.815	8.5
Essex	132.434	107.340	10.0	-	-4.4	133.522	120.756	116.762	8.4
Gloucestershire	66.738	63.041	10.0	-	-4.0	69.727	67.032	66.188	8.0
Hampshire	169.657	148.177	10.0	-	-4.4	170.430	160.374	157.227	8.5
Hereford and Worcester	87.285	82.104	10.0	-	-4.1	91.639	87.313	85.959	7.4
Hertfordshire	58.182	41.182	4.5	.1	-4.4	51.633	41.549	38.394	13.5
Humberside	172.480	167.763	7.3	.0	-4.1	174.150	170.938	169.933	10.0
Isle of Wight	20.973	19.684	6.9	-	-4.4	20.378	20.033	19.925	11.6
Kent	215.700	197.377	10.0	-	-4.4	216.074	208.155	205.677	8.9
Lancashire	278.514	275.900	10.0	.0	-3.0	289.695	286.062	284.925	7.2
Leicestershire	134.214	126.872	10.0	-	-4.2	139.242	133.601	131.837	8.4
Lincolnshire	98.946	93.736	10.0	-	.6	102.582	100.573	99.945	6.4
Norfolk	92.705	82.915	10.0	-	-3.2	93.709	89.370	88.012	7.4
Northamptonshire	83.624	78.345	10.0	-	-4.4	86.535	82.614	81.388	6.7
Northumberland	50.716	50.317	10.0	-17.7	-3.7	47.253	46.457	46.209	-4
North Yorkshire	109.202	105.497	9.7	.0	-1.3	114.296	112.170	111.505	6.3
Nottinghamshire	146.873	133.017	10.0	-	-4.4	146.361	140.056	138.084	10.2
Oxfordshire	38.716	28.606	6.2	-	-4.4	34.095	30.159	28.928	11.6
Shropshire	69.103	66.777	10.0	-	1.4	73.765	71.954	71.388	4.3
Somerset	67.231	63.722	10.0	-	-4.1	68.674	66.855	66.285	7.5
Staffordshire	154.945	146.285	10.0	-.1	-4.4	158.418	153.313	151.716	7.7
Suffolk	73.685	64.983	10.0	-	-4.4	72.682	69.546	68.565	8.6
Surrey	33.110	18.095	6.6	.3	-4.4	31.361	22.481	19.703	10.7
Warwickshire	54.100	49.204	8.5	-.1	-4.4	55.454	51.984	50.898	8.6
West Sussex	52.316	41.192	10.0	-	-3.2	53.417	48.264	46.652	8.0
Wiltshire	84.389	79.151	10.0	-	-2.2	86.238	84.092	83.420	6.6

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT	CHANGE (AS	COL 5	1986/7	1986/7	1986/7	% change
	Grant	Grant	DUE TO:		GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	method.	cash	settle-	real	contbns
		changes (†)	change			s/still	ment	s/still (rl	s/stl)
	(£m)	(£m)	(p)	(p)	(p)	(£m)	(£m)	(£m)	(%)
AVON									
Bath	2.369	2.469	10.4	-	-	3.511	3.631	3.669	-100.0
Bristol	10.650	12.354	-1.3	-	2.1	13.405	12.804	12.617	-3.4
Kingswood	1.752	1.650	2.0	-	-6	1.792	1.770	1.763	6.7
Northavon	1.074	.684	2.0	-	-6	.989	.918	.897	8.3
Wansdyke	.728	.568	2.0	-	.7	.839	.805	.794	.9
Woodspring	3.028	3.007	2.0	.0	-6	3.337	3.287	3.272	-0
BEDFORDSHIRE									
North Bedfordshire	1.394	1.162	2.0	-	.2	1.764	1.615	1.568	.6
Luton	2.405	2.641	2.0	-	-6	3.449	3.074	2.957	-1.1
Mid Bedfordshire	.481	.078	2.0	-	.7	.490	.453	.441	4.1
South Bedfordshire	-	-	-	.1	.3	.193	.065	.025	1.7
BERKSHIRE									
Bracknell	.859	.748	2.0	-	-6	1.098	.956	.912	2.0
Newbury	.968	.651	2.0	.0	-6	1.040	.927	.892	3.7
Reading	2.324	2.447	.5	.0	1.3	3.370	2.953	2.822	-4.0
Slough	1.658	2.200	2.0	.0	7.1	4.641	4.254	4.134	-66.7
Windsor and Maidenhead	.615	.258	2.0	.0	-6	.851	.624	.553	4.2
Wokingham	.653	.108	2.0	.0	-6	.471	.382	.355	7.0
BUCKINGHAMSHIRE									
Aylesbury Vale	.826	.462	2.0	-	-6	.870	.749	.711	5.7
South Bucks	-	-	-	-	-	-	-	-	1.3
Chiltern	-	-	-	-	-	-	-	-	3.0
Milton Keynes	1.349	1.213	.8	-	-6	1.450	1.249	1.186	4.4
Wycombe	.356	-	2.0	-	-6	.635	.408	.337	3.8
CAMBRIDGESHIRE									
Cambridge	1.568	1.766	2.0	-	1.2	2.852	2.457	2.334	-15.5
East Cambridgeshire	.513	.362	2.0	-	.5	.533	.509	.501	5.2
Fenland	1.211	1.073	2.0	.0	-6	1.229	1.185	1.172	8.7
Huntingdonshire	1.147	.870	2.0	-	-4	1.196	1.135	1.116	3.0
Peterborough	1.569	1.606	-1.5	-	-6	1.499	1.150	1.041	7.9
South Cambridgeshire	.324	-	2.0	-	-4	.355	.266	.238	6.5
CHEESHIRE									
Chester	1.511	1.701	.9	-	-6	1.891	1.759	1.717	1.9
Congleton	.819	.637	1.2	-	-6	.741	.704	.692	10.0
Crewe and Nantwich	2.235	2.185	-.4	-	-6	2.120	2.053	2.032	12.8
Ellesmere Port and Nest	.441	.199	.2	-	-6	.331	.139	.079	13.8
Halton	2.369	2.330	.7	-	.4	2.650	2.523	2.484	4.0
Macclesfield	1.675	1.376	2.0	-	-6	1.823	1.696	1.656	3.6
Vale Royal	1.269	1.097	-.0	-	-6	1.074	1.007	.985	13.6
Warrington	2.619	2.353	-.2	-	-6	2.331	2.147	2.090	10.9

† is before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT CHANGE	(AS POUNDAGE)		1986/7	1986/7	1986/7	% change
	Grant	Grant	DUE TO:		GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	method.	cash	settle-	real	contbns
	(£m)	changes (x)	change	(p)	(p)	s/still	ment	s/still (rl	s/stl)
		(£m)	(p)	(p)	(p)	(£m)	(£m)	(£m)	(%)
CLEVELAND									
Hartlepool	3.554	3.508	2.0	-	-.4	3.766	3.683	3.657	-1.8
Langbaugh	2.497	2.348	-1.5	-	-.6	2.268	1.842	1.708	15.4
Middlesbrough	8.396	9.261	-1.5	-	2.4	9.757	9.420	9.314	-3.4
Stockton-on-Tees	2.213	2.475	-1.5	-	-.6	2.158	1.913	1.794	12.2
CORNWALL									
Caradon	1.450	1.426	2.0	-	-.6	1.524	1.523	1.523	2.2
Carrick	1.781	1.761	2.0	-	-.6	1.915	1.891	1.884	1.1
Kerrier	1.627	1.650	2.0	.0	-.6	1.785	1.768	1.762	.3
North Cornwall	1.511	1.498	2.0	-	-.6	1.611	1.601	1.597	1.4
Penwith	1.552	1.652	2.0	-	-.6	1.749	1.736	1.732	-4.0
Restormel	1.368	1.358	2.0	-	-.6	1.540	1.500	1.488	.2
CUMBRIA									
Allerdale	3.224	3.029	1.2	-	-.6	3.071	3.081	3.085	17.2
Barrow in Furness	2.567	2.736	1.4	-	-.5	2.788	2.794	2.795	-2.5
Carlisle	2.581	2.684	-1.5	-	-.6	2.547	2.450	2.420	9.9
Copeland	2.055	2.012	-1.5	-	-.6	1.910	1.855	1.838	15.7
Eden	.903	.871	2.0	-	-.6	.935	.935	.935	3.7
South Lakeland	2.350	2.250	2.0	-	-.6	2.415	2.404	2.401	3.6
DERBYSHIRE									
Amber Valley	2.123	1.932	-.1	-	-.6	1.863	1.843	1.837	16.4
Bolsover	1.777	1.810	-1.5	-	-.6	1.673	1.683	1.686	15.5
Chesterfield	2.884	2.711	-1.5	-	.6	2.672	2.599	2.577	14.9
Derby	5.415	5.765	2.0	-	1.7	7.115	6.871	6.795	-11.5
Erewash	2.337	2.237	-.1	-	-.6	2.192	2.150	2.137	12.5
High Peak	1.553	1.476	-1.4	-	-.6	1.314	1.293	1.287	16.8
North East Derbyshire	2.008	1.860	-1.5	-	-.6	1.714	1.670	1.656	21.1
South Derbyshire	.446	.227	2.0	-	-.6	.403	.362	.349	11.1
West Derbyshire	1.396	1.295	-.8	-	-.6	1.204	1.197	1.195	17.6
DEVON									
East Devon	2.193	2.222	2.0	.0	-.6	2.438	2.408	2.399	-1.0
Exeter	2.604	2.686	2.0	-	2.1	3.455	3.274	3.217	-16.9
North Devon	1.828	1.822	2.0	-	-.6	1.937	1.938	1.939	1.2
Plymouth	6.955	7.631	2.0	.0	3.1	9.516	9.205	9.107	-28.8
South Hams	1.683	1.616	1.6	-	-.6	1.700	1.698	1.698	6.5
Teignbridge	2.221	2.161	2.0	-	-.6	2.331	2.320	2.316	2.4
Mid Devon	1.142	1.094	2.0	-	-.6	1.167	1.172	1.174	3.9
Torbay	3.032	3.192	2.0	-	.1	3.721	3.550	3.496	-5.4
Torridge	1.520	1.517	1.0	-	-.6	1.515	1.533	1.539	8.7
West Devon	.866	.830	2.0	-	-.6	.885	.887	.888	5.1

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1 1985/6 Grant (2nd SR) (fm)	COL 2 1986/7 Grant before changes (k) (fm)	COL 3 GRANT CHANGE (AS POUNDAGE) Slope change (p)	COL 4 DUE TO: Abolition (p)	COL 5 GRE method. (p)	COL 6 1986/7 Grant at cash s/still (fm)	COL 7 1986/7 Grant at settle- ment (fm)	COL 8 1986/7 Grant at real s/still (fm)	COL 9 % change in local contbns (rl s/stl) (%)
DORSET									
Bournemouth	4.756	5.311	2.0	-	2.6	6.785	6.422	6.308	-20.8
Christchurch	.648	.510	2.0	.0	-.6	.646	.604	.590	8.0
North Dorset	.758	.661	2.0	.0	-.6	.748	.736	.732	9.7
Poole	1.860	1.609	2.0	-	-.6	2.077	1.894	1.836	4.5
Purbeck	.564	.473	2.0	.0	-.6	.581	.553	.544	7.8
West Dorset	1.648	1.538	2.0	-	-.6	1.698	1.668	1.658	7.8
Weymouth and Portland	1.848	1.917	2.0	-	-.4	2.060	2.023	2.012	-1.9
Wimborne	.822	.577	1.9	-	-.6	.729	.710	.705	7.2
DURHAM									
Chester-le-Street	1.573	1.526	-1.5	-	-.6	1.443	1.431	1.426	16.0
Darlington	2.701	3.054	-1.5	-	-.6	2.993	2.788	2.724	6.7
Derwentside	3.536	3.690	-1.5	-	-.6	3.543	3.536	3.534	9.8
Durham	2.125	2.120	-1.5	-	-.6	1.989	1.931	1.912	13.3
Easington	3.961	4.266	-1.5	-	-.2	4.103	4.142	4.154	3.3
Sedgefield	3.376	3.151	-1.5	-	-.6	2.978	2.960	2.954	15.0
Teesdale	.595	.602	2.0	-	-.6	.630	.634	.635	2.6
Wear Valley	2.437	2.503	-1.5	-	-.6	2.383	2.381	2.380	9.8
EAST SUSSEX									
Brighton	6.925	7.851	1.1	.0	2.6	9.155	8.749	8.622	-14.8
Eastbourne	2.939	2.539	2.0	-	.9	3.142	2.945	2.884	9.7
Hastings	2.791	3.096	2.0	.0	2.9	3.673	3.580	3.551	-24.5
Hove	3.323	3.776	2.0	-	10.4	5.479	5.667	5.726	-100.0
Lewes	1.351	1.180	2.0	.0	-.6	1.416	1.353	1.333	4.9
Rother	1.734	1.612	2.0	-	-.6	1.806	1.770	1.759	5.3
Wealden	1.809	1.622	2.0	.0	-.6	1.839	1.825	1.820	5.3
ESSEX									
Basildon	.922	-	-	-	-	-	-	-	9.4
Braintree	1.217	1.024	2.0	.0	-.6	1.304	1.242	1.222	5.6
Brentwood	.085	-	1.3	-	-.6	.175	.087	.059	5.5
Castle Point	1.147	1.133	1.5	-	-.6	1.299	1.240	1.221	3.8
Chelmsford	1.153	.832	2.0	-	-.6	1.378	1.172	1.107	4.0
Colchester	2.113	1.983	2.0	.1	-.0	2.554	2.390	2.339	-1.0
Epping Forest	.644	.340	2.0	8.7	-.6	2.406	2.290	2.254	6.8
Harlow	-	-	-	-	-	-	-	-	2.6
Maldon	.317	.235	2.0	.0	-.6	.380	.339	.326	3.8
Rochford	.790	.633	2.0	-	-.6	.826	.779	.765	6.4
Southend-on-Sea	4.274	4.055	1.9	-	3.2	5.771	5.442	5.339	-10.2
Tendring	2.809	2.808	2.0	.0	-.6	3.108	3.036	3.013	1.0
Thurrock	-	-	-	-	-	-	-	-	3.1
Uttlesford	.558	.369	2.0	-	-.6	.524	.498	.489	7.9

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT	CHANGE	(AS POUNDAGE)	1986/7	1986/7	1986/7	% change
	Grant	Grant	DUE TO:		GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	method.	cash	settle-	real	contbns
	(£m)	changes (x)	change	(p)	(p)	s/still	ment	s/still	(rl s/stl)
		(£m)	(p)	(p)	(p)	(£m)	(£m)	(£m)	(%)
GLOUCESTERSHIRE									
Cheltenham	1.882	1.972	2.0	-	1.2	2.614	2.427	2.369	-9.8
Cotswold	1.054	.957	2.0	-	-.6	1.119	1.086	1.076	4.4
Forest of Dean	1.461	1.246	2.0	-	-.6	1.335	1.342	1.345	18.4
Gloucester	2.108	2.161	2.0	-	5.1	3.201	3.069	3.028	-41.1
Stroud	1.413	1.192	2.0	-	-.6	1.384	1.358	1.350	8.8
Tewkesbury	.533	.395	2.0	.0	-.6	.606	.555	.539	3.7
HAMPSHIRE									
Basingstoke and Deane	1.264	1.047	2.0	-	-.6	1.458	1.336	1.299	2.1
East Hampshire	1.335	1.020	-.5	-	-.6	.916	.884	.874	19.1
Eastleigh	.811	.379	2.0	.0	-.6	.658	.581	.557	9.3
Fareham	1.062	.736	-.3	-	-.6	.698	.624	.601	15.1
Gosport	1.924	1.940	2.0	.0	1.7	2.369	2.296	2.273	-10.6
Hart	.549	.412	1.1	-	-.6	.494	.459	.449	7.5
Havant	2.482	2.366	2.0	.0	-.1	2.811	2.656	2.608	2.2
New Forest	1.939	1.597	2.0	.0	-.6	2.030	1.930	1.899	5.6
Portsmouth	8.578	9.146	-1.5	-	3.9	10.004	9.815	9.755	-6.6
Rushmoor	1.762	1.543	-.0	3.6	-.6	2.017	1.905	1.870	16.0
Southampton	6.281	6.971	2.0	.0	3.0	8.891	8.527	8.413	-20.5
Test Valley	.795	.508	2.0	-	-.6	.759	.700	.682	6.5
Winchester	.978	.669	1.6	-	-.6	.870	.808	.789	9.4
HEREFORD AND WORCESTER									
Bromsgrove	.532	.318	2.0	-	-.6	.534	.484	.468	7.0
Hereford	.904	.919	2.0	-	.6	1.145	1.096	1.080	-4.9
Leominster	.737	.725	2.0	-	-.6	.775	.777	.777	2.0
Malvern Hills	1.207	1.104	1.3	-	-.6	1.191	1.172	1.166	6.5
Redditch	.904	.766	.1	-	-.5	.815	.723	.694	9.4
South Herefordshire	.697	.652	2.0	-	-.6	.735	.724	.720	2.5
Worcester	1.184	1.141	1.9	-	.9	1.618	1.499	1.461	-3.5
Wychavon	.689	.501	-1.4	-	-.6	.303	.224	.192	16.6
Wyre Forest	1.118	1.170	-1.5	-	-.6	1.051	.898	.850	11.5
HERTFORDSHIRE									
Broxbourne	1.019	.835	1.0	2.6	-.6	1.289	1.210	1.185	12.2
Dacorum	1.146	.694	.1	1.0	-.6	1.006	.813	.752	14.9
East Hertfordshire	1.159	.866	.5	1.3	-.6	1.170	1.066	1.034	13.0
Hertsmere	.101	-	-	1.9	-.6	.455	.216	.141	8.3
North Hertfordshire	.760	.656	1.9	.1	-.6	1.035	.907	.866	2.6
St Albans	.790	.473	2.0	-	-.6	.962	.791	.737	4.7
Stevenage	-	-	-	-	-	-	-	-	4.4
Three Rivers	.532	.382	-.7	-	-.6	.304	.212	.184	15.9
Watford	.985	1.011	-.4	-	.8	1.324	1.075	.997	6.0
Welwyn Hatfield	-	-	-	-	-	-	-	-	5.7

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT CHANGE	(AS POUNDAGE)		1986/7	1986/7	1986/7	% change
	Grant	Grant	DUE TO:		GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	method.	cash	settle-	real	contri-
	(£m)	changes (x)	change	(p)	(p)	s/still	ment	s/still	(rl s/stl)
		(£m)	(p)	(p)	(p)	(£m)	(£m)	(£m)	(%)
IMBERSIDE									
Beverley	1.844	1.371	1.9	-	-6	1.555	1.531	1.524	20.0
Boothferry	2.087	1.944	-1.5	-	-6	1.820	1.827	1.828	31.9
Cleethorpes	2.331	2.226	-6	-	-6	2.181	2.126	2.109	19.2
Glanford	1.556	1.161	-1.4	-	-6	1.029	.979	.964	30.6
Great Grimsby	3.577	3.733	2.0	-	1.4	4.265	4.116	4.069	-7.0
Holderness	1.067	.832	2.0	-	-6	.915	.904	.900	20.0
Kingston upon Hull	14.917	15.738	2.0	-	8.3	19.007	18.610	18.486	-32.6
East Yorkshire	2.288	2.123	-1.5	-	-6	1.969	1.970	1.965	24.3
Scunthorpe	1.629	1.187	-1.5	-	.5	1.224	1.062	1.012	19.3
SLE OF WIGHT									
Medina	1.460	1.376	1.7	.0	.6	1.600	1.562	1.550	1.8
South Wight	1.129	1.080	-9	-	.9	1.110	1.085	1.077	9.3
ENT									
Ashford	1.933	1.468	1.7	-	-6	1.635	1.591	1.577	21.4
Canterbury	3.190	3.314	1.8	.0	-6	3.536	3.493	3.479	-9
Dartford	1.707	1.410	-1.5	-	-6	1.305	1.152	1.104	16.3
Dover	2.566	2.510	2.0	.0	-6	2.712	2.673	2.660	3.7
Gillingham	1.928	1.949	7.4	-	-	2.648	2.739	2.767	-100.0
Gravesham	1.989	2.049	2.0	-	-6	2.278	2.219	2.200	2.0
Maidstone	2.149	1.989	2.0	-	-6	2.306	2.230	2.207	3.9
Rochester upon Medway	3.087	3.070	2.0	.9	-6	3.828	3.586	3.510	1.6
Sevenoaks	1.641	1.424	-9	.9	-6	1.391	1.344	1.329	17.5
Shepway	2.173	2.049	1.0	.0	-6	2.177	2.095	2.070	3.3
Swale	2.480	2.396	1.0	.0	-6	2.488	2.453	2.442	7.9
Thanet	4.577	4.614	-1.5	.0	-6	4.417	4.302	4.266	15.7
Tonbridge and Malling	1.335	1.087	-1.1	-	-6	.933	.864	.843	18.6
Tunbridge Wells	1.874	1.807	2.0	-	-6	2.020	1.978	1.965	1.2
ANCASHIRE									
Blackburn	8.971	9.003	-1.5	-	-6	8.850	8.721	8.680	16.2
Blackpool	6.010	6.442	2.0	-	4.9	7.976	7.726	7.648	-21.9
Burnley	4.224	4.502	-1.5	-	-6	4.347	4.329	4.323	7.2
Chorley	1.961	1.778	-5	-	-6	1.683	1.681	1.680	16.8
Fylde	1.495	1.435	.4	-	-6	1.458	1.421	1.409	9.9
Hyndburn	3.147	3.372	.2	-	-3	3.367	3.362	3.348	3.1
Lancaster	3.825	3.796	-2	-	-6	3.721	3.687	3.677	7.5
Pendle	3.473	3.750	-1.5	-	-6	3.624	3.617	3.615	3.5
Preston	4.677	5.079	1.0	-	-6	5.243	5.141	5.109	-1.4
Ribble Valley	1.078	1.024	-1.5	-	-6	.937	.913	.905	17.6
Rossendale	2.454	2.527	-1.5	-	-6	2.411	2.421	2.425	9.7
South Ribble	1.615	1.404	2.0	-	-6	1.561	1.548	1.543	9.5
West Lancashire	1.918	1.709	-1.1	-	-6	1.534	1.491	1.477	19.3
Wyre	2.965	2.807	1.1	-	-6	2.874	2.858	2.854	13.8

* ie before slope change, abolition and GRE methodology changes

* * * CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL * * *

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT	CHANGE (AS POUNDAGE)		1986/7	1986/7	1986/7	% change
	Grant	Grant	DUE TO:		Grant at	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	GRE	cash	settle-	real	contbns
		changes (*)	change		method.	s/still	ment	s/still	(rl s/stl)
	(£m)	(£m)	(p)	(p)	(p)	(£m)	(£m)	(£m)	(%)
LEICESTERSHIRE									
Blaby	.819	.633	2.0	-	-.6	.791	.764	.755	9.4
Charnwood	1.263	.953	2.0	-	-.6	1.336	1.225	1.190	5.8
Harborough	.585	.371	.3	-	-.6	.367	.345	.338	15.9
Hinckley and Bosworth	.732	.422	2.0	-	-.6	.632	.588	.574	11.4
Leicester	11.707	13.634	1.5	-	3.5	16.250	15.727	15.563	-22.3
Melton	.490	.373	1.5	-	-.6	.440	.421	.415	9.9
North West Leicestershi	.930	.788	-.3	-	-.6	.737	.693	.679	15.3
Dadby and Wigston	.595	.469	2.0	-	-.6	.610	.566	.552	9.8
Rutland	.340	.286	2.0	-	-.6	.346	.340	.337	6.3
LINCOLNSHIRE									
Boston	1.493	1.370	2.0	-	-.6	1.485	1.459	1.451	13.6
East Lindsey	2.014	1.917	2.0	.0	-.6	2.128	2.096	2.086	4.1
Lincoln	2.601	2.663	2.0	-	2.3	3.206	3.104	3.072	-13.1
North Kesteven	1.230	1.030	1.8	-	-.6	1.133	1.132	1.131	9.8
South Holland	1.634	1.443	1.1	-	-.6	1.483	1.477	1.475	18.1
South Kesteven	1.666	1.555	2.0	-	-.6	1.773	1.722	1.707	4.3
West Lindsey	1.364	1.284	-.2	-	-.6	1.238	1.221	1.219	14.7
NORFOLK									
Breckland	1.281	1.114	2.0	-	-.6	1.306	1.277	1.268	5.3
Broadland	1.219	.984	2.0	-	-.6	1.145	1.132	1.127	10.9
Great Yarmouth	2.667	2.654	1.6	.0	-.6	2.858	2.768	2.740	4.9
North Norfolk	2.001	1.936	2.0	.0	-.6	2.126	2.085	2.072	4.1
Norwich	2.019	2.427	-1.5	-	3.7	3.310	2.921	2.752	-4.0
South Norfolk	1.224	.989	2.0	.0	-.6	1.154	1.139	1.134	9.5
King's Lynn and West Ho	2.306	2.032	2.0	.0	-.6	2.322	2.262	2.243	7.6
NORTHAMPTONSHIRE									
Corby	1.077	1.083	-1.5	-	-.6	.999	.914	.888	12.6
Daventry	.248	.028	2.0	-	-.6	.198	.154	.140	10.1
East Northamptonshire	.888	.784	2.0	-	-.4	.930	.896	.885	7.7
Kettering	1.693	1.712	2.0	-	-.6	1.851	1.828	1.821	.8
Northampton	4.420	5.742	2.0	-	1.4	7.197	6.684	6.524	-27.6
South Northamptonshire	.655	.450	2.0	-	-.6	.586	.559	.551	13.8
Wellingborough	1.101	1.069	2.0	-	-.6	1.227	1.187	1.174	1.7
NORTHUMBERLAND									
Alnwick	.936	.967	2.0	-	-.6	1.015	1.011	1.010	-1.2
Berwick-upon-Tweed	.629	.648	2.0	-	-.6	.698	.691	.689	1.3
Blyth Valley	2.535	2.517	-1.5	-	-.4	2.415	2.378	2.367	13.3
Castle Morpeth	.638	.597	2.0	-	-.6	.708	.688	.681	1.8
Tynedale	1.090	1.025	1.4	-	-.6	1.078	1.074	1.073	7.7
Wansbeck	1.392	1.470	-1.5	-	.1	1.452	1.361	1.333	8.1

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT CHANGE	(AS POUNDAGE)		1986/7	1986/7	1986/7	% change
	Grant	Grant	DUE TO:		GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	Slope	Abolition	method.	cash	settle-	real	contbns
	(£m)	changes (*)	change	(p)	(p)	s/still	ment	s/still	(rl s/stl)
		(£m)	(p)	(p)	(p)	(£m)	(£m)	(£m)	(%)
NORTH YORKSHIRE									
Craven	1.017	.953	2.0	-	-.6	1.021	1.023	1.023	6.7
Hambleton	1.036	.936	2.0	-	-.6	1.061	1.051	1.048	6.3
Harrogate	2.703	2.638	-1.5	-	-.6	2.418	2.279	2.236	11.1
Richmondshire	1.012	1.020	.7	-	-.6	1.022	1.026	1.028	5.5
Ryedale	1.475	1.395	2.0	-	-.6	1.498	1.506	1.508	7.9
Scarborough	3.183	3.305	1.6	-	-.6	3.427	3.419	3.416	1.6
Selby	.319	-	1.0	-	-.6	.138	.058	.033	8.1
York	3.350	3.566	2.0	-	9.4	4.986	4.880	4.847	-71.9
NOTTINGHAMSHIRE									
Ashfield	2.337	2.214	-1.1	-	.0	2.111	2.099	2.095	17.0
Bassetlaw	.092	-	-	-	-	-	-	-	6.1
Broxtowe	2.083	1.875	1.3	-	-.5	2.011	1.971	1.958	11.7
Gedling	2.142	2.069	1.2	-	-.6	2.169	2.143	2.134	6.7
Mansfield	3.567	3.803	-1.5	-	.0	3.640	3.657	3.650	7.7
Newark and Sherwood	1.813	1.802	1.9	-	-.6	1.968	1.947	1.940	2.7
Nottingham	12.100	13.293	2.0	-	3.9	16.485	15.724	15.486	-31.8
Rushcliffe	.719	.432	-.4	-	-.6	.363	.298	.278	17.5
OXFORDSHIRE									
Cherwell	1.058	.849	2.0	-	1.9	1.625	1.507	1.470	-15.8
Oxford	3.352	3.481	2.0	-	3.3	4.961	4.585	4.467	-22.8
South Oxfordshire	1.092	.763	2.0	-	-.6	1.126	1.023	.991	7.3
Vale of White Horse	.346	-	2.0	-	.4	.563	.443	.405	.5
West Oxfordshire	1.059	.865	2.0	-	-.6	1.044	1.012	1.002	6.4
SHROPSHIRE									
Bridgnorth	.603	.529	2.0	-	-.6	.627	.611	.606	6.5
North Shropshire	.976	.897	2.0	-	-.6	.968	.966	.965	9.1
Oswestry	.655	.635	2.0	-	-.6	.680	.678	.678	3.5
Shrewsbury and Atcham	1.173	1.091	2.0	.0	-.6	1.316	1.263	1.247	2.6
South Shropshire	.813	.800	2.0	-	-.6	.844	.848	.849	2.8
The Wrekin	2.773	2.786	-1.5	-	-.6	2.569	2.449	2.390	13.2
SOMERSET									
Mendip	1.274	1.143	2.0	-	-.6	1.315	1.286	1.277	5.7
Sedgemoor	1.569	1.409	2.0	.0	-.6	1.585	1.562	1.554	5.9
Taunton Deane	1.717	1.704	2.0	.0	-.6	1.897	1.856	1.843	-.2
West Somerset	.456	.455	2.0	.0	-.6	.594	.538	.521	-1.3
South Somerset	2.013	1.821	2.0	-	-.6	2.091	2.036	2.019	6.5

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT CHANGE (AS POUNDAGE)	DUE TO:		1986/7	1986/7	1986/7	% change
	Grant	Grant	Slope	Abolition	GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	change		method.	cash	settle-	real	contbns
	(£m)	changes (k)	(p)	(p)	(p)	s/still	ment	s/still	(rl s/stl)
		(£m)				(£m)	(£m)	(£m)	(%)
STAFFORDSHIRE									
Cannock Chase	1.408	1.334	.8	-	-.6	1.414	1.357	1.340	8.6
East Staffordshire	1.725	1.681	2.0	-	-.6	1.936	1.860	1.837	1.3
Lichfield	.633	.407	2.0	-	-.6	.638	.582	.565	5.3
Newcastle-under-Lyme	2.315	2.243	.3	-	-.6	2.241	2.200	2.187	9.6
South Staffordshire	.686	.437	2.0	-	-.6	.649	.611	.599	7.5
Stafford	1.325	1.159	2.0	-	-.6	1.472	1.389	1.362	2.7
Staffordshire Moorlands	1.330	1.238	2.0	-	-.6	1.383	1.374	1.372	4.0
Stoke-on-Trent	6.318	6.476	1.9	-	2.6	8.073	7.886	7.828	-12.0
Tamworth	1.522	1.281	1.6	-	.0	1.446	1.411	1.399	14.1
SUFFOLK									
Babergh	1.165	.991	2.0	-	-.6	1.151	1.124	1.115	8.8
Forest Heath	1.076	1.022	1.1	-	-.6	1.059	1.052	1.050	7.1
Ipswich	2.247	2.560	2.0	-	1.6	3.516	3.243	3.158	-8.9
Mid Suffolk	1.142	1.125	2.0	.0	-.6	1.254	1.243	1.240	.7
St Edmundsbury	1.185	.970	2.0	-	-.6	1.200	1.139	1.120	8.1
Suffolk Coastal	1.274	1.036	2.0	.0	-.6	1.295	1.238	1.220	6.1
Waveney	2.818	2.808	2.0	.0	-.6	3.017	2.975	2.962	1.5
SURREY									
Elmbridge	-	-	-	-	-	-	-	-	3.7
Epsom and Ewell	.465	.171	-1.5	-	-	.053	-	-	17.3
Guildford	.300	.002	2.0	-	.4	.731	.542	.483	-.6
Mole Valley	.218	-	1.8	-	.7	.387	.313	.289	2.8
Reigate and Banstead	.276	-	-	-	-	.008	-	-	9.7
Runnymede	.327	.132	2.0	-	.6	.532	.444	.416	-.2
Spelthorne	-	-	-	.0	.2	.218	.048	-	3.3
Surrey Heath	.050	-	.2	-	.5	.179	.087	.058	2.3
Tandridge	.496	.251	2.0	.5	.7	.612	.563	.548	4.9
Waverley	.473	.126	1.3	.0	.7	.563	.463	.431	5.2
Woking	1.041	.769	1.3	-	.4	1.156	1.022	.980	5.3
WARWICKSHIRE									
North Warwickshire	.439	.196	1.1	-	-.6	.297	.240	.212	12.0
Nuneaton and Bedworth	2.373	2.210	-1.5	-	-.2	2.103	1.975	1.935	14.2
Rugby	1.107	1.017	1.3	-	-.6	1.174	1.105	1.083	6.1
Stratford on Avon	.625	.232	1.1	-	-.6	.398	.319	.294	12.7
Warwick	1.169	1.047	2.0	-	-.6	1.457	1.316	1.272	1.7

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***

1986/87 RATE SUPPORT GRANT SETTLEMENT

[including all LRES contributions/receipts]

	COL 1	COL 2	COL 3	COL 4	COL 5	COL 6	COL 7	COL 8	COL 9
	1985/6	1986/7	GRANT CHANGE (AS POUNDAGE)	DUE TO:		1986/7	1986/7	1986/7	% change
	Grant	Grant	Slope	Abolition	GRE	Grant at	Grant at	Grant at	in local
	(2nd SR)	before	change		method.	cash	settle-	real	contbns
	(£m)	changes (k)	(p)	(p)	(p)	s/still	ment	s/still (rl	s/stl)
		(£m)				(£m)	(£m)	(£m)	(%)
WEST SUSSEX									
Adur	.714	.650	-1.5	-	-.6	.592	.474	.437	15.5
Arun	2.812	2.744	2.0	.0	-.6	3.074	2.988	2.962	2.2
Chichester	1.687	1.483	2.0	.0	-.6	1.742	1.682	1.663	6.2
Crawley	-	-	-	-	-	-	-	-	1.3
Morsham	1.204	.831	1.4	1.0	-.6	1.144	1.085	1.067	11.5
Mid Sussex	.940	.553	1.2	.6	-.6	.833	.760	.737	12.2
Worthing	2.678	2.719	1.3	.0	2.2	3.401	3.242	3.192	-8.2
WILTSHIRE									
Kennet	1.100	1.067	2.0	-	-.6	1.168	1.162	1.160	1.4
North Wiltshire	1.838	1.743	2.0	-	-.6	1.895	1.892	1.891	3.0
Salisbury	1.256	1.242	2.0	-	-.6	1.480	1.426	1.408	-1.4
Thamesdown	1.922	1.914	-1.5	-	-.6	1.731	1.459	1.374	7.0
West Wiltshire	1.376	1.223	2.0	.0	-.6	1.416	1.385	1.375	5.7
ALL PURPOSE AUTHORITY									
Isles of Scilly	.741	.839	12.0	-	-5.0	.909	.861	.846	-4.7

* ie before slope change, abolition and GRE methodology changes

*** CHANGES IN LOCAL CONTRIBUTIONS AT AUTHORITY LEVEL ***



Treasury Chambers, Parliament Street, SW1P 3AG

Robin Young Esq
Private Secretary to the Secretary of State for the Environment
Department of the Environment
2 Marsham Street
London
SW1

16 December 1985

Dear Robin

NBR

RATE SUPPORT GRANT SETTLEMENT 1986-87

The Chief Secretary has seen the draft statement attached to your letter of 13 December to David Norgrove. He would wish to see the following amendments made.

In the fourth paragraph on the first page, omit "rather". And in the fifth paragraph on that page, state the grant figure as "£11,764 million" not "£11.8 billion," so as to prevent any misunderstandings.

The second complete sentence on the second page says "Provision for police expenditure will also be considered again in the light of recent events". The Chief Secretary believes that this is premature - I will be replying separately to William Fittall's letter of 13 December proposing an announcement on Friday, 20 December.

Amend the first complete paragraph on the second page to read:

"I announced provisional grant related expenditure assessments - GRES - on 28 October. These incorporated various technical changes. The cities will benefit from the changes in the concessionary fares and social work GRES. The remoter shires will gain from changes in the education GRES."

The Chief Secretary believes it is important to stress the technical justification for these changes, rather than their impact on grant distribution. He made this point in his letter of 22 October, as did the Chancellor of the Duchy of Lancaster in his letter of 7 October.

In the final sentence on the second page, the Chief Secretary feels it may be inadvisable to talk of "large



gains" in successor authorities when some of the rate rises may be quite large. It might instead read "... efficiently, their ratepayers, both domestic and non-domestic, will benefit significantly."

In the second paragraph on the third page, the Chief Secretary believes your Secretary of State should make it clear that the increases in ELs are much less than those claimed by the authorities themselves. This could be done by amending the second sentence to read "... at a somewhat increased amount, though substantially less than the amounts sought by the authorities themselves."

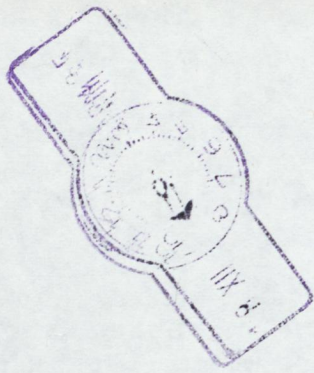
At the end of the first paragraph on the final page, add:-

"It is therefore important for local authorities to negotiate to moderate pay settlements for their employees, and to take full advantage of the opportunities for cost savings which have been identified by the Audit Commission."

I am copying this letter to David Norgrove, and to the private secretaries to E(LA) members, the Lord Privy Seal, the Chief Whips and Sir Robert Armstrong.

Yours sincerely
Richard Broadbent

R J BROADBENT
Private Secretary



LOCAL GOVT PT 29
RELATIONS



2 MARSHAM STREET
LONDON SW1P 3EB
01-212 3434

My ref:

Your ref:

11 December 1985

Dear David,

HOUSE OF LORDS JUDGEMENT THURSDAY 12 DECEMBER: NOTTINGHAMSHIRE
AND BRADFORD RSG CASE

Judgement is expected at 2 pm on Thursday 12 December on my Secretary of State's appeal to the House of Lords against the Court of Appeals ruling that the spending targets for local authorities for 1985/86 are unlawful. We may get an embargoed copy of the judgement that day, and we will of course let you know the outcome as soon as we hear it ourselves.

Meanwhile, on a contingency basis, the Prime Minister may find it helpful to have the attached briefing notes for use at Questions that day.

I am copying this letter and enclosures to David Morris in the Lord Privy Seal's office, Joan MacNaughton in the Lord President's office and Richard Broadbent in the Chief Secretary's office.

Yours sincerely,
R.U.

R U YOUNG
Private Secretary