Business Rates Reform – indicative grants and responsibilities for devolution

This slide identifies that funding proposals for devolution deals will have impacts on the wider range of responsibilities that could be devolved. The responsibility examples in each block are purely illustrative, and not exhaustive.

If more deals are agreed (the level of block 5 increases over time) and are funded through retained rates less other option responsibilities would be needed to allow for 100% retained business rates.

If deals were not funded from retained business rates – this would impact on what could be devolved to be funded from retained rates – your need more than the illustrative other option examples to allow for 100% retained rates – i.e. meet the gap between the green blocks and the dotted lines.

Key

The dotted mauve and aqua lines represent the quantum available in 2020 with and without the central list, equal to £14.0bn and £12.5bn respectively.

Existing grants

1 = Revenue Support Grant, £2.3bn
2 = Public Health Grant, £3.1bn
3 = Transport for London Capital, £1.0bn
4 = Rural Support Grant, £0.1bn

Deals Funding agreed for 19/20

5 = Current funding for devo deals, £0.8bn (estimate)

Grey arrow = indicates that potential funding will increase as more deals are agreed

Possible other options

6 = Independent Living Fund, £0.2bn
7 = Admin grants (HB for pensioners and LCTS), £0.3bn
8 = Improved Better Care Fund, £1.5bn
9 = Attendance allowance, £4.6bn