

CCPS A

PRIME MINISTER

### COMMUNITY CHARGE CAPPING

In advance of our meeting on Monday I am sending you a copy of the paper on my capping proposals. Subject to minor amendments, I shall be circulating it on Monday for discussion at E(LG) on Tuesday 27 March. I thought it would be helpful if, in advance of that meeting and our own Monday meeting, I outlined some of the considerations affecting our approach to decisions on capping.

Capping is not an easy option. As my paper makes clear there are significant political and presentational disadvantages, and inevitably we shall face legal challenge with the potential embarrassment even if ultimately we are successful. Any capping scheme will produce anomalies, such as some capped authorities having lower charges than others not caught. Although there are good reasons for this (such as the operation of the safety net and the statutory threshold below which authorities are exempt from capping), we must recognise that such a result will be wholly inexplicable to the public.

Nor can I say that there is unbridled enthusiasm for capping among our supporters. Whilst my impression is that Parliamentary colleagues tend to favour capping - the Whips are currently conducting an exercise to ascertain more fully what colleagues feel - Conservatives in local government tend to be against capping because it could cut across their campaign at the forthcoming elections. And inevitably, whatever we do, some of our Parliamentary colleagues will be disappointed since there is no possibility of capping some of the authorities which we have been pressed to cap. Moreover, where our proposals for caps differ - as they will - from proposals for cuts put forward by Conservative groups on local councils this could create some difficulties for them.



Nonetheless, we have made clear that if authorities budget excessively, we shall cap them. And undoubtedly chargepayers in selected authorities will welcome lower charges. I believe there is little option but to cap some authorities and I have therefore developed proposals which are in my judgement the toughest possible. I am very concerned that we do everything possible to avoid successful legal challenge, which could have serious implications not only for capping but for the whole new system. I am also anxious to ensure, as explained in my minute to you of 5 February, that we maintain our fast track timetable so that the 28 day period during which authorities can respond to my proposed caps ends before the May elections. If we were to adopt proposals involving capping significantly more authorities, the risk of successful challenge would inevitably increase and the timetable would be seriously at risk given the labour intensive nature of capping.

My preferred option is to cap authorities budgeting more than 12.5% and £75 per adult above SSA with a proviso that the budget is at least £26 above the criterion. This proviso ensures that we do not cap authorities where the reduction in charge is less than £26 and hence not worth the extra burden and expense of rebilling.

A combined percentage/per capita approach ensures that an authority is capped only if it has a significant overspend on SSA relative to the size of its budget which also results in a significant burden on chargepayers. A percentage approach by itself would give no direct recognition to the burden on chargepayers; a per capita approach by itself would not be an adequate measure of overspend relative to the budget concerned and could be difficult to defend in litigation if it represented only a small percentage overspend. It would be possible to have different criteria for different classes of authorities — say counties and districts, reflecting the relative size of their budgets — provided that there were a reasoned



justification for such an approach. But this would result in an authority in one class being able to impose a greater burden on chargepayers than an authority in another before we were prepared to cap. This would be illogical and unfair.

I could also cap authorities, although not high spenders in absolute terms, whose budgets represent an excessive increase over those for the previous year. There are very great difficulties in adopting this for 1990/91 because we would need to rely on notional 1989/90 budgets as the baseline against which to measure the increase. This reliance on notional figures would seriously increase the risk of successful legal challenge.

I have also considered whether to adopt tougher percentage or per capita figures within the combined measure of excessiveness which I propose. A percentage figure less than 12.5% above SSA would be legally risky. This was the minimum above GRE which was considered safe under ratecapping given the approximation inherent in GREs. To go below 12.5% on chargecapping would imply that SSAs were more accurate than GREs. This would be a very difficult argument to sustain. A per capita figure below £75 could not readily be represented as a significant extra burden on chargepayers when our own safety net arrangements can add £75 to the charge.

I have also considered whether a de minimis proviso of less than £26 per adult would be appropriate. Reducing it to, say, £13 would (on the basis of the 12.5%/£75 criterion) catch another seven authorities, increasing the total to 28. But I believe capping an authority to reduce its charge by only £13 - 25 pence per week - would be indefensible.

Finally, turning to the caps for selected authorities, the paper includes my preliminary views which will be subject to further refinement. The caps I finally propose will represent my judgement as to the lowest we could safely and reasonably reduce budgets without the risk of serious service disruption and financial

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collapse. If E(LG) agrees I propose to fine tune the caps in consultation with colleagues during the course of next week.

I am copying this minute to Norman Lamont and to Sir Robin Butler.

R 73 March 1990

(approved by the Senetary of) State and signed in his absence).

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E(LG) (90)

COPY NO

MARCH 1990

CABINET

MINISTERIAL STEERING COMMITTEE ON ECONOMIC STRATEGY

SUB-COMMITTEE ON LOCAL GOVERNMENT

COMMUNITY CHARGE CAPPING 1990/91

Memorandum by the Secretary of State for the Environment

- 1. This paper sets out my proposals on charge capping for 1990/91. We need to decide:
- whether any authorities should be capped; and, if so,
- the criteria for selecting individual authorities; and
- the size of the cap we should propose for each selected authority.

### Authorities' spending and charges

2. We now have details of all authorities' budgets. Overall, authorities are raising £3bn more from chargepayers than we assumed when we set Total Standard Spending for 1990/91 at £32.8bn. The average charge is £363. The average for shire areas is £360, for metropolitan areas £366, and in London, the average is £371. If all authorities had budgeted in line with SSAs the average charge would be around £273 (£278 before allowing for special grants).

### Use of capping powers in 1990/91

- 3. Our capping powers enable us to require an authority which has budgeted excessively to reduce that budget with a consequent reducation in community charges. A description of the capping process is at Annex A. Our public stance has been that if authorities budget excessively we shall cap them.
- 4. By capping we can give chargepayers in selected authorities lower charges, which will undoubtedly be welcomed. And it will not only have an effect this year. It will also be a warning to authorities for the future that even if they are prepared to risk the direct accountability pressures in our new system, they will not be able to spend up with impunity. But we cannot look to capping, which attacks individual authorities' budgets on a selective basis, as a remedy for the macro economic problems of the £3bn local authority overspend. Indeed, the toughest capping option I judge we could safely adopt would give public expenditure savings of only £250m, although it would help some 4.3 million chargepayers. Nor as illustrated in Annex B can we look to capping to be a universal panacea for the problem of charges being higher than the public expected.

- Any capping scheme has considerable presentational and political drawbacks. Most importantly, as explained in Annex C, there will inevitably be anomalies, in particular where due to the safety net and special grants some authorities with low charges (eg under my options Calderdale with a charge of £297) may be capped, while authorities with considerably higher charges (eg South Oxfordshire with a charge of £456) may not be capped. We shall face attack that capping is an admission that our new system of improved accountability has failed, that we are not prepared to trust in the judgement of voters at the local elections, and that by requiring authorities to revise their budgets and issue fresh bills (necessitating the reassessment of community charge benefit) we are creating administrative chaos and expense for authorities. The very act of capping will continue to keep the community charge, and the Government's involvement with it, very much in the public eye right through to the summer recess when we shall be announcing our proposals for the 1991/92 Settlement, and possibly beyond. We are also likely to be faced with capped authorities publicly arguing that our caps are forcing them to make cuts in highly sensitive areas and damaging our own important initiatives in fields such as social services and education. Finally, over time the chosen criteria will indicate to authorities the level up to which they can safely budget, and in future years a number of authorities can be expected to increase their spending to that level.
- 6. Nonetheless, I believe we have little option but to cap the budgets of the highest spending authorities. We have always recognised that in the first year of the new system there might be need for capping given that the accountability pressures would not be fully in place, and the events have shown this to be the case.

### Selection of authorities for capping

- 7. In considering the selection of authorities for capping I am particularly concerned that the criteria should be robust to legal challenge. There will inevitably be challenges and it is most important that we maintain the excellent record of success that we have had with ratecapping. A successful challenge to the validity of SSAs, for example, would not only create great difficulties for capping itself but could jeopardise the Revenue Support Grant settlement that we have made. The need for robust criteria has been a major consideration in my approach to selection.
- 8. The statute provides that I may select authorities whose budgets are in my opinion on the basis of general principles either excessive, or represent an excessive increase over the previous year, but I am not empowered to select any authority whose budget is below a threshold of £15m. Overspending comes home to the community charge payer as the amount in £s per head by which his charge exceeds that for spending at SSA, and I believe that a measure of overspending in these terms should be our main criterion. However, to be legally secure I believe that we must also measure overspending against SSA in percentage terms. I have identified 2 options using this approach.
- 9. My first option is that an authority's budget (subject to special adjustment for inner London Boroughs to allow for ILEA abolition, and for the City of London) should be judged excessive if it exceeds its Standard Spending Assessment (SSA) by more than 12½% (the lowest criterion we used for rate capping) and by more than £100 per adult. Under my second option an authority's budget would be judged excessive if it exceeds its SSA by more than £2½% and by more than £75 per adult. These are illustrated in tables A and B respectively.

- 10. In both cases there is the proviso that the budget is at least £26 per adult above the threshold. The purpose of this is to ensure that we cap only those authorities where the maximum possible reduction in the community charges is worth the inevitable cost of revising budgets and issuing fresh bills. Treasury Counsel has advised that we cannot require an authority to reduce its budget below the selection criteria used as a benchmark to judge excessivity. I conclude that unless the maximum possible reduction is at least £26 (50 pence per week off the bill) an authority should not be capped. If we were to cap authorities for smaller reductions I believe we would be a laughing stock.
- 11. Option 1 selects 19 authorities and brings help to 3.6 million chargepayers. It could secure reduction in General Government Expenditure (GGE) of about £200m. Option 2 selects 21 authorities, assists 4.3 million chargepayers and could secure reduction of £250m in GGE. Table C shows the results of these options in the context of all authorities' charges.
- The options I am putting forward are I believe the 12. toughest we can adopt consistent with the aim of giving as much help as practicable to chargepayers, whilst at the same time minimising the risk of successful legal challenge. Under rate capping we never capped an authority budgeting less than 122% above its grant related expenditure assessment (GRE) the equivalent of SSA in the old system - given the inherent approximations of GREs. If we were now to cap below the 1228 margin we would need to argue successfully in any legal challenge that SSAs were more accurate and precise than their predecessor GREs. I do not believe we could sustain such an argument. It would also be difficult to argue that an extra amount of less than £75 on a community charge would be an inordinate burden when our own safety net arrangements can add up this amount on a charge. But an overspend of anything more than £75 could probably be seen as a significant burden on

chargepayers, and hence <u>I propose we should adopt my second</u> tougher option. Compared with my first option two additional authorities are caught - Avon and Bristol.

13. As explained in Annex D I believe that to have adopted some different approach to selection - for example, different criteria for the districts and shire counties, or selecting authorities by reference to the increase in their budgets over 1989/90 - would very significantly increase the risks of successful legal challenge to our selection decisions without any real gains.

### Proposed caps

- 14. Each authority's cap that is, the alternative, lower budget figure which I propose needs to reflect its individual circumstances and be realistic and achievable. Treasury Counsel has advised that an authority cannot be capped to below the level at which it is selected for capping the higher of the 12½% or £75 per adult under the option I propose we adopt; nor can an authority be capped to below £15m (the threshold below which authorities are exempt from capping).
- 15. I am approaching the setting of caps by first considering in the light of all the information available to me about the authorities' circumstances whether the maximum possible reduction suggested by the selection criteria appear reasonably achievable. In the case of 13 authorities my preliminary view is that this is the case, and I intend proposing caps accordingly. For the remaining 8 authorities my preliminary conclusion is that the maximum reductions are not achievable without severe disruption to services and possible financial collapse. In these cases my intention is to propose caps that will require smaller but tough reductions. Table B shows my preliminary views on proposed caps and their likely effects on the actual community charges. In total these proposed caps would yield savings in GGE of £250m and

reduce the average community charge from £363 to £356. I propose in consultation with colleagues to finalise proposed caps over the next few days.

### Conclusion

- 16. My proposal will mean that we cap 21 authorities, saving in total £250m, and giving reductions in the community charges ranging from £26 to £100. This will be welcomed by the chargepayers concerned. But inevitably there will be disappointment in other areas where the authorities are not capped and the charges are high. It will be difficult to explain why we have capped, although with good reason, some authorities with charges considerably below others which have not been capped. We shall have to be prepared to defend ourselves against attack on the one hand that by capping 21 authorities we are admitting our new system of accountability has failed and we are creating administrative chaos for authorities, and on the other hand that by capping only 21 authorities we have failed to live up to our pledge to protect chargepayers from excessive budgets.
- 17. If colleagues agree my proposals I would wish to announce my decisions by a Parliamentary statement on 3 April and formally to designate the selected authorities on that day. This will ensure that the 28 day period, during which authorities may respond to their proposed caps, ends before the local elections on 3 May as I proposed in my minute of 5 February to the Prime Minister.

### 18. Colleagues are invited to agree:

- (i) that I should use my capping powers for 1990/91;
- (ii) that the authorities (shown in <u>Table B</u>) should be selected whose budgets are more than 12½% above SSA and more than £75 per adult above

SSA, provided that the budget is at least £26 per adult above the  $12\frac{1}{2}/£75$  per adult criterion;

(iii) that in consultation with colleagues I should finalise my proposals for caps for these authorities.

CP

Department of the Environment
March 1990

#### ANNEX A

#### CHARGE CAPPING PROCEDURE

- 1. Charge capping is an "in year" system. This contrasts with rate capping which was a pre-year system. Pre-year capping meant that if an authority was not capped for the year on the basis of its expenditure in previous year there was no limit on the rate or precept it could set (other than the risk of its leading to capping in the following year). This created a particular loophole which enabled some authorities to get away for one year with very large rate increases eg Hammersmith & Fulham in 1987/88 some 127%, and Ealing in the same year with 72%. Our inability to act led to a good deal of criticism from local residents and their MPs.
- 2. Under charge capping authorities first set their budgets and submit information about them to the Secretary of State. If on the basis of general principles applicable to classes of authorities he decides that an authority's budget is excessive, or represents and excessive increase over the previous year, the Secretary of State designates it for capping and proposes a maximum limit for the budget (the cap). For these purposes the budget is expressed in terms of an authority's demand on the collection fund in the case of a charging authority or aggregate precepts in the case of a precepting authority (ie the expenditure net of income such as specific grants and fees and charges.) Authorities whose budgets are under £15m are exempt.
- 3. Authorities are notified of their selection and the caps proposed at the same time. Caps are not set on the basis of general principles but have to take account of the individual circumstances of the authorities concerned. Authorities have 28 days to respond. If the authority accepts the proposed cap the Secretary of state confirms it. If the authority proposes a different figure, the cap is set by Order and may be higher

or lower than or the same as the originally proposed figure. Where the Secretary of State agrees to a higher cap than that which he originally proposed for an authority he may impose conditions about its expenditure and financial management. If the authority does not respond, the cap is likewise set by Order but must be at the originally proposed level. The Orders are subject to Commons Affirmative resolution procedure.

- 4. Once the cap is set the authority has 21 days to reduce its budget and the revised budget feeds through into reduced community charges.
- 5. A summary of the charge capping procedure is at (i). At (ii) is a separate chart showing the process from the perspective of the Government, local authorities and the public and how these interact.

DEPARTMENT OF THE ENVIRONMENT March 1990

### CHARGE CAPPING PROCEDURE

MARCH/ APRIL

- Authorities send budget information (Deadline: 18 March) and charge information (Deadline: 2 April).
- S of S <u>designates</u> authorities for capping if on basis of <u>general principles</u> applicable to classes of authorities he considers budgets <u>excessive</u> (or <u>excessive increase</u> over previous year). [Authorities with budgets under £15m exempt.]
- S of S proposes maximum budget limits (caps) for each designated authority on basis of what is reasonable in individual circumstances, i.e. not general principles.
- Notices to authorities informing them of designation, principles and proposed caps issue 3 April.

MAY/ JUNE

- Authorities 28 days to reply: Deadline: 1 May
  - (i) If authority accepts: S of S confirms by notice.
  - (ii) If no answer: cap set by Order at level S of S proposed.
  - (iii) If <u>different cap proposed</u>: S of S considers. Cap set by Order at same, higher or lower level than the S of S proposed.

LOCAL ELECTIONS 3 MAY.

- Orders: Commons affirmative resolution: May/June.
- Notices confirming caps in Orders: May/June.
- If S of S raises limit he may impose <u>conditions</u> on expenditure or financial management by means of notice.

JUNE/ JULY

- Authority has 21 days after cap set to reduce budget.
- Lower budgets feed through to <u>lower charges</u>. Authorities issue substitute charge demands: June/July.

Secretary of State considers budget information, selects authorities and proposes caps: announcement on 3 April.	Sets <u>budget</u> in March and tells DoE. Preceptors issue precepts to charging authorities, which issue <u>charges</u> by 1 April.	Receive charge bills end March/ beginning April. May pay in lump sum or by instalments. First instalment due April or
	If authority is capped it considers whether and how to respond within 28 day period. If challenging cap it will consider what alternative amount to propose to the Secretary of State and reasons for it and what further	May.
	information (if any) to submit to support case. Authority may seek meeting with Ministers.	Chargepayers continue to pay charge initially set until substitute charge set.
28 day period ends 1 May.		
- If authority accepts cap Secretary of State confirms by notice.	Authority has 21 days to set substitute budget reflecting cap. If preceptor, substitute precepts issued	
	to charging authority. Substitute charges set and new	Receive new lower bills +
	bills issued as soon as practicable after substitute	refunds where appropriate.
	budgets made. Charging authorities have to recalculate instalments, benefit, transitional relief. Overpayment by chargepayers refunded.	Benefit etc changes.
- If authority does not respond Secretary of State sets by Order (Debate in Commons) and confirms by notice.	As above. (June/July)	As above.
- If authority challenges, Secretary of State considers case (Ministers may meet authority) and decides whether to set cap at same, higher or lower level than proposed. He also considers whether to impose conditions on authority's expenditure or financial management and, if so, what these should be. Cap set by Order (debate in Commons	As above. (June/July). If conditions imposed authority has to comply with them for remainder of financial year.	As above.
	and proposes caps: announcement on 3 April.  28 day period ends 1 May.  - If authority accepts cap Secretary of State confirms by notice.  - If authority does not respond Secretary of State sets by Order (Debate in Commons) and confirms by notice.  - If authority challenges, Secretary of State considers case (Ministers may meet authority) and decides whether to set cap at same, higher or lower level than proposed. He also considers whether to	and proposes caps: announcement on 3 April.  precepts to charging authorities, which issue charges by 1 April.  If authority is capped it considers whether and how to respond within 28 day period. If challenging cap it will consider what alternative amount to propose to the Secretary of State and reasons for it and what further information (if any) to submit to support case. Authority may seek meeting with Ministers.  28 day period ends 1 May.  - If authority accepts cap Secretary of State confirms by notice.  Authority has 21 days to set substitute budget reflecting cap. If preceptor, substitute precepts issued to charging authority. Substitute charges set and new bills issued as soon as practicable after substitute budgets made. Charging authorities have to recalculate instalments, benefit, transitional relief. Overpayment by chargepayers refunded.  - If authority does not respond Secretary of State considers case (Ministers may meet authority) and decides whether to set cap at same, higher or lower level than proposed. He also considers whether to impose conditions on authority's expenditure or financial management

on this and non-responders Order). Cap confirmed by notice. Any

conditions included in notice.

ANNEX B

## CHARGE CAPPING: DISAPPOINTED EXPECTATIONS

- 1. The Department has received many representations from conservative MPs, local conservative groups and members of the public pressing for capping in particular cases. Inevitably, if the capping powers are used and these authorities are not capped this is likely to lead to a degree of frustration on the part of the MPs and others concerned.
- 2. Some examples of authorities, the range of charges involved and why the authority is not caught on a criterion of  $12\frac{1}{2}$ % and £75 are:

Local Authority	Charge, or charge range if county	Why not caught
Bedfordshire	397 - 414	9.1% and £64ph
Berkshire	359 - 449	9.1% and £62ph
Cheshire	385 - 430	Implied reduction only
Cornwall	311 - 329	6.2% and £42ph
Devon	285 - 395	7.8% and £50ph
Humberside	291 - 384	11.7% and £83ph
Lancashire	299 - 407	11.4% and £81ph

Oxfordshire	376 - 489	Implied reduction only
Surrey	295 - 452	7.9% and £45ph
Hackney	499	11.6% and £183 ph*
Harlow	425	Below £15m
Southend	420	39.3% and £45ph
West Oxfordshire	412	-36% and -£31ph
Windsor & Maidenhead	434	37% and £29ph
Wolverhampton	395	7.7% and £72ph

<sup>\*</sup> net of Inner London education grant

ANNEX C

CHARGE CAPPING: POSSIBLE ANOMALIES

### High charges not caught

- (a) Where an authority makes a contribution to the safety net at or near the £75 maximum. Even budgeting in line with SSA would mean a charge of over £350 (£278 + £75). A relatively modest overspend would take authority's charge over £400. Example: Wokingham (charge £434; overspend £7 per adult area overspend £69 per adult), Manchester (charge £425; overspend £46 per adult area overspend £50 per adult).
- (b) Where an authority has a very high SSA a high overspend in £ per adult may not represent a high percentage overspend. Example: Hackney (charge £499 area overspend 11.7% and £183 per adult; area overspend per adult £184 all overspend figures net of inner London education grant).
- (c) Where the district is under the £15m threshold and the county is not caught. <u>Examples</u>: Oxford (charge £489; overspend £23 per adult - area overspend £119 per adult); Epsom and Ewell (charge £452; overspend £64 per adult - area overspend £109 per adult).

#### Lower charges caught

(d) Where an authority's charge is much lower than that implied by its budget because it benefits substantially from transitional support (area safety net, inner London education grant or low rateable value areas grant). <u>Examples</u>: Calderdale (charge £297; transitional support £163 per adult (safety net £138)

per adult, LRV areas grant £25 per adult); overspend per adult £160 - area overspend per adult £172). Greenwich (charge £408; transitional support £285 per adult (safety net £212 per adult, inner London education grant £73 per adult); overspend per adult £314 - area overspend per adult £315 - all overspend figures net of inner London Education grant).

### Charges below assumed charge caught

(e) An authority may be capped even though the charge set is below the assumed charge. The latter (and the spending assumption on which it is based) does not represent a target or guideline or an amount which an authority could or should set or spend. It is simply a reference point for the calculation of an appropriate degree of protection under the safety net and transitional relief scheme. The SSA represents an appropriate level of spending. The only case in this category is Haringey (actual charge £572.89; assumed charge £573.17; overspend above SSA 29.8% and £351 per adult - area overspend £352 per adult).

### Chargepayers worse off because of capping

(f) Charge capping could result in a chargepayer, after taking account of community charge benefit, having to pay more, not less, to his local authority. These circumstances arise because of the de minimis rule in the benefit regulations which provides that where but for this rule benefit entitlement would be less than 50p per week, the entitlement is set to 0. Thus capping could leave the chargepayer some £26 worse off for the year.

### Similar capped charges reduced by different amounts

This situation is likely to arise inter alia because the relationship between budgets and charges is indirect and obscured by transitional arrangements in particular, because the amount by which budgets (and therefore charges) are reduced must reflect the individual circumstances of the capped authority and be realistic and achievable and because no authority can in any event be capped below the level implied by the higher of the two criteria (if a combined criterion) or £15m (the statutory threshold below which authorities are exempt from capping) whichever is the higher.

DEPARTMENT OF THE ENVIRONMENT
March 1990

#### ANNEX D

#### SELECTION CRITERIA

- 1. Authorities can be selected for charge capping if in my opinion their budgets are either excessive or represent an excessive increase over the previous year, but I am not empowered to select any authority whose budget is below a threshold of £15m. Selection must be on the basis of general principles but I may adopt different principles for different classes of authorities (eg shire districts, county councils) where there are reasoned grounds for doing so.
- 2. To minimise the risk of successful legal challenge I am proposing to judge the excessiveness of authorities' budget by reference to their standard spending assessments (SSAs) the amount for each authority which in our view is the appropriate level of spending for the authority to provide a standard level of service consistent with total standard spending of £32.8bn. This approach is broadly analagous to that adopted under rate capping where authorities were selected if their budgets were judged excessive by reference to their Grant Related Expenditure assessments (GREs) which SSAs have replaced in the new system.
- 3. The measure of excessiveness I am proposing is a joint percentage/per capita measure. This twofold test means that an authority is capped only if its overspend on SSA results in a significant burden on charge payers and if it is significant relative to the size of its budget. A per capita approach by itself would not be an adequate measure of overspend relative to the budget concerned, and would be difficult to defend in litigation if it represented only a small percentage overspend. The 12½% criterion in my proposed options is the tried and tested figure used in the last few rounds of rate capping.

- 4. I am not proposing to use different criteria for different classes of authority (subject to special arrangements to allow for the abolition of ILEA see paragraph 6 below, and for the City of London in recognition of its special circumstances of having a local business rate). This will minimise the risk of legal challenge to selection. If we were to adopt different criteria for different classes (eg cap a county council if it was overspending by £90 per adult and a district if it were overspending by £10 per adult in recognition of the relative sizes of the authorities' budgets) I believe that it would be impossible to rebut the argument that it was illogical and unfair to allow one class of authority to impose a greater burden on chargepayers than another class before we were prepared to cap.
- Likewise to minimise the risk of successful legal 5. challenge I do not intend to use my power to select authorities whose budgets represent an excessive increase over the previous year. To use this option for next year we would have to rely on notional budget figures (ie the budget which would have been set had the new system been in operation in 1989/90) for individual authorities for 1989/90 as the baseline for measuring increases in 1990/91 budgets. Whilst we have indeed calculated such notional figures for the area safety net and transitional relief scheme, I do not believe they are sufficiently robust for capping purposes. Given the penal nature of capping it is essential that any notional base is calculated with precision if it is to withstand successful legal challenge. Treasury Counsel has advised that there are significantly more legal risks attached to using the excessive increase option in 1990/91 than adopting the course I am proposing.
- 6. Under my two options for selection criteria, for inner London boroughs I would deduct from each borough's budget for the purposes of comparison with SSA the amount of its inner

London education grant entitlement. This deduction is intended to meet our objective of making an allowance for that part of the ILEA overspend inherited by those boroughs which it would not be reasonable to expect an authority to be able to cut in 1990/91. The amount of the grant would serve as a proxy for the amount of such inherited overspending, which we were prepared to recognise, and would be consistent with the sums approved by Parliament in the Special Grant Report. The individual circumstances of authorities caught by the selection criteria would be taken into account in setting the caps themselves.

CHARCE CAPPING: Table A - 12.5% and £100 over SSA

CHARGE CAPPING: Table A continued

				duction	aplied re	Proposed In maximum			Budget -	Authority Cont rol			
Charge at SSA	Assumed charge	Charge implied by cap	Charge set	£/head	£m	amount or 'cap'	£/head	ર્જ	£m				
278	573	502	573	71	10.0	206.5	351	30%	216.5	Lab	Haringey		
196	308	450	640	190	32.7	272.4+	321	23%	305.1	Lab	Lambeth		
-8	252	344	408	64	10.0	203.0	314	32%	213.0	Lab	Greenwich		
109	347	325	424	99	11.7	155.8	239	21%	167.5	Lab	Hammersmith and Fulham		
61	254	305	390	85	14.1	226.9	232	20%	241.0	Lab	Southwark		
296	481	435	498	63	12.2	241.7	202	18%	253.9	Lab	Brent		
256	380	469	499	30	3.7	185.8	188	15%	189.5	Lab	Islington		
301	344	499	534	35	4.5	176.9	180	15%	181.4	Lab	Camden		
128	222	252	330	78	13.0	129.0+	178	27%	142.0	Lab	Barnsley		
115	245	237	297	60	8.6	124.3†	160	21%	132.9	Noc	Calderdale		
220 145 208 278 227 218 216 262 263	270 220 282 315 283 279 297 301 316	341 296 357 401 362 336 363 383 375	398 353 414 458 419 393 420 440 432	57	40.7	519.9	157	25%	560.6	Lab Con Lab Con Con Noc Lab Lab Con	*Derbyshire Amber Valley Bolsover Chesterfield Derby Erewash High Peak N E Derbyshire South Derbyshire Derbyshire Dales		
315	395	443	478	35	4.2	23.7	154	194%	27.9	Noc	Basildon		
206	269	336	386	50	8.0	144.0*	152	19%	152.0	Lab	Rochdale		
209	293	339	382	43	10.0	190.6	151	21%	200.6	Lab	Wigan		
173	264	294	338	44	9.6	180.5*	144	20%	190.1	Lab	Doncaster		
236	359	324	367	43	7.5	143.5	143	20%	151.0	Noc	Hillingdon		
237	334	362	399	37	5.5	124.2+	136	19%	129.7	Lab	North Tyneside		
165	240	303	337	34	6.8	158.6	134	19%	165.4	Lab	Rotherham		
		382	411	29	3.9	122.8	130	16%	126.7	Lab	St Helens		
	at SSA  278  196  -8  109  61  296  256  301  128  115  220  145  208  278  227  218  216  262  263  315  206  209  173  236  237	charge       at SSA         573       278         308       196         252       -8         347       109         254       61         481       296         380       256         344       301         222       128         245       115         270       220         220       145         282       208         315       278         283       227         279       218         297       216         301       262         316       263         395       315         269       206         293       209         264       173         359       236         334       237	cap         charge         at SSA           502         573         278           450         308         196           344         252         -8           325         347         109           305         254         61           435         481         296           469         380         256           499         344         301           252         222         128           237         245         115           341         270         220           296         220         145           357         282         208           401         315         278           362         283         227           336         279         218           363         297         216           383         301         262           375         316         263           443         395         315           336         269         206           339         293         209           294         264         173           324         359         236	set         cap         charge         at SSA           573         502         573         278           640         450         308         196           408         344         252         -8           424         325         347         109           390         305         254         61           498         435         481         296           499         469         380         256           534         499         344         301           330         252         222         128           297         237         245         115           398         341         270         220           353         296         220         145           414         357         282         208           458         401         315         278           419         362         283         227           393         336         279         216           440         383         301         262           432         375         316         263           478         443         395 <td< td=""><td>£/head         Charge set         Charge cap         implied by charge         Assumed charge at SSA           71         573         502         573         278           190         640         450         308         196           64         408         344         252         -8           99         424         325         347         109           85         390         305         254         61           63         498         435         481         296           30         499         469         380         256           35         534         499         344         301           78         330         252         222         128           60         297         237         245         115           57         398         341         270         220           353         296         220         145           414         357         282         208           419         362         283         227           393         336         279         218           419         362         283         227</td><td>Em         E/head         Charge set         Charge cap         implied by charge charge at SSA           10.0         71         573         502         573         278           32.7         190         640         450         308         196           10.0         64         408         344         252         -8           11.7         99         424         325         347         109           14.1         85         390         305         254         61           12.2         63         498         435         481         296           3.7         30         499         469         380         256           4.5         35         534         499         344         301           13.0         78         330         252         222         128           8.6         60         297         237         245         115           40.7         57         398         341         270         220           45.8         401         315         228         208           414         357         282         208           419         362</td><td>amount or 'cap'         Em         E/head         Charge set         Charge implied by cap         Assumed charge at SSA           206.5         10.0         71         573         502         573         278           272.4†         32.7         190         640         450         308         196           203.0         10.0         64         408         344         252         -8           155.8         11.7         99         424         325         347         109           226.9         14.1         85         390         305         254         61           241.7         12.2         63         498         435         481         296           185.8         3.7         30         499         469         380         256           176.9         4.5         35         534         499         344         301           129.0†         13.0         78         330         252         222         128           124.3†         8.6         60         297         237         245         115           519.9         40.7         57         38         341         270         220</td><td>E/head or 'cap'         Em         E/head         Charge set         Charge cap wast         Char</td><td>## E/head manunt or 'cap' Em E/head Set Charge implied by Assumed charge at SSA    30%   351   206.5   10.0   71   577   502   573   278    </td><td>  State   Stat</td><td>  Sudget   F   F   F   F   F   F   F   F   F  </td></td<>	£/head         Charge set         Charge cap         implied by charge         Assumed charge at SSA           71         573         502         573         278           190         640         450         308         196           64         408         344         252         -8           99         424         325         347         109           85         390         305         254         61           63         498         435         481         296           30         499         469         380         256           35         534         499         344         301           78         330         252         222         128           60         297         237         245         115           57         398         341         270         220           353         296         220         145           414         357         282         208           419         362         283         227           393         336         279         218           419         362         283         227	Em         E/head         Charge set         Charge cap         implied by charge charge at SSA           10.0         71         573         502         573         278           32.7         190         640         450         308         196           10.0         64         408         344         252         -8           11.7         99         424         325         347         109           14.1         85         390         305         254         61           12.2         63         498         435         481         296           3.7         30         499         469         380         256           4.5         35         534         499         344         301           13.0         78         330         252         222         128           8.6         60         297         237         245         115           40.7         57         398         341         270         220           45.8         401         315         228         208           414         357         282         208           419         362	amount or 'cap'         Em         E/head         Charge set         Charge implied by cap         Assumed charge at SSA           206.5         10.0         71         573         502         573         278           272.4†         32.7         190         640         450         308         196           203.0         10.0         64         408         344         252         -8           155.8         11.7         99         424         325         347         109           226.9         14.1         85         390         305         254         61           241.7         12.2         63         498         435         481         296           185.8         3.7         30         499         469         380         256           176.9         4.5         35         534         499         344         301           129.0†         13.0         78         330         252         222         128           124.3†         8.6         60         297         237         245         115           519.9         40.7         57         38         341         270         220	E/head or 'cap'         Em         E/head         Charge set         Charge cap wast         Char	## E/head manunt or 'cap' Em E/head Set Charge implied by Assumed charge at SSA    30%   351   206.5   10.0   71   577   502   573   278	State   Stat	Sudget   F   F   F   F   F   F   F   F   F		

<sup>\* =</sup> Not caught on equivalent CONFIDENTIAL

GRE criteria (ie These would

not have been consult is 500 Not caught on equivalent + These are the lowest GRE criteria (ie these would not have been caught if SSAs had been appearent of achievability constructed using the same methodology as GREs). howesto be made.

CAPPING: Table B - 12.5% and £75 over SSA

CHARGE CAPPING: Table B continued

			Budget -	Over		Proposed In maximum							
Authority	Control	£m	%	£/head	amount or 'cap'	£m	f/head	Charge set	Charge implied by cap	Assumed charge	Charge at SSA	Authority	
Haringey	Lab	216.5	30%	351	206.5	10.0	71	573	502	573	278	Haringey	
Lambeth	Lab	305.1	23%	321	270.3 +	34.8	202	640	438	308	196	Lambeth	
Greenwich	Lab	213.0	32%	314	203.0	10.0	64	408	344	252	-8	Greenwich	
Hammersmith and Fulham	Lab	167.5	21%	239	155.8	11.7	99	424	325	347	109	Hammersmith and Fulham	
Southwark	Lab	241.0	20%	232	226.9	14.1	85	390	305	254	61	Southwark	
Brent	Lab	253.9	18%	202	241.7	12.2	63	498	435	481	296	Brent	
Islington	Lab	189.5	15%	188	185.8	3.7	30	499	469	380	256	Islington	
Camden	Lab	181.4	15%	180	176.9	4.5	35	534	499	344	301	Camden	
Barnsley	Lab	142.0	27%	178	126.2+	15.8	94	330	236	222	128	Barnsley	
*Calderdale	Noc	132.9	21%	160	123.6 +	9.3	65	297	232	245	115	Calderdale	
Derbyshire Amber Valley Bolsover Chesterfield Derby Erewash	Lab Con Lab Lab Con Con	560.6	25%	157	514.6	46.0	64	398 353 414 458 419	334 289 350 394 355	270 220 282 315 283	220 145 208 278 227	Derbyshire Amber Valley Bolsover Chesterfield Derby Erewash	
High Peak N E Derbyshire South Derbyshire Derbyshire Dales	Noc Lab Lab Con							393 420 440 432	329 356 376 368	279 297 301 316	218 216 262 263	High Peak N E Derbyshire South Derbyshire Derbyshire Dales	
Basildon	Noc	27.9	194%	154	23.7	4.2	35	478	443	395	315	Basildon	
* Rochdale	Lab	152.0	19%	152	144.0†	8.0	50	386	336	269	206	Rochdale	
₩ Wigan	Lab	200.6	21%	151	190.6	10.0	43	382	339	293	209	Wigan	
* Doncaster	Lab	190.1	20%	144	178.4+	11.7	54	338	284	264	173	Doncaster	
Hillingdon	Noc	151.0	20%	143	141.7	9.3	53	367	314	359	236	Hillingdon	
* North Tyneside	Lab	129.7	19%	136	122.9+	6.8	45	399	354	334	237	North Tyneside	
* Rotherham	Lab	165.4	19%	134	157.5	7.9	39	337	298	240	165	Rotherham	
¥ St Helens	Lab	126.7	16%	130	122.8	3.9	29	411	382	297	256	St Helens	
		CONI	IDEN	TIAL	+ 11	14.1							

CONFIDENTIAL

# = Not caught on equivalent GRE criteria romthe copy: detailed onement of ortherentity

(i.e. these would not have been caught if SSAs had been how yet to be made.

constructed using the same methologies as GRES).

CHARGE CAPPING: Table B continued

Authority	Charge at SSA	Assumed charge	Charge implied by cap	Charge set
Avon	Laren Fr	THE PERSON		
Bath	278	300	348	205
Bristol	255	331		385
Kingswood	278		427	490
Northavon		274	358	395
	289	296	386	423
Wansdyke	278	299	362	399
Woodspring	288	304	395	
		204	393	432
Bristol	255	331	427	490

CHARGE	CAPPING:	Table	B	-	12.5%	and	£75	over	SSA

		Budget -	Over	SSA	Proposed maximum	Implied reduction		
Authority	Cont	£m	%	f/head	amount or 'cap'	£m	£/head	
Avon  Bath  Bristol  Kingswood  Northavon  Wansdyke  Woodspring	Noc Con Lab Con Con Con	533.7	18%	117	507.1	26.6	37	
Bristol	Lab	64.2	96%	108	56.7	7.5	26	

CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set £	Affected by capping	County
Lambeth	Lab	640	D	
Haringey	Lab	573	D	
Camden	Lab	534	D	
Hackney	Lab	499		
Islington	Lab	499	D	
Brent	Lab	498	D	
Bristol	Lab	490	DC	Avon
Oxford	Lab	489*		Oxfordshire
Basildon	Noc	478	D	Essex
Derby	Con	458	C	Derbyshire
South Oxfordshire	Con	456*		Oxfordshire -
Epsom and Ewell	Ind	452*		Surrey _
Liverpool	Lab	449		
Windsor and Maidenhead	Con	449*		Berkshire _
Newham	Lab	449		
Elmbridge	Con	449*		Surrey
Reading	Lab	447		Berkshire
Welwyn Hatfield	Lab	445*		Hertfordshire
Reigate and Banstead	Con	445*		Surrey
Ipswich	Lab	440		Suffolk
Couth Daubuchine	Lab	440*	С	Derbyshire
South Derbyshire	Noc	438*		Northumberland
Castle Morpeth	Lab	438		- Northamberrana
Waltham Forest		435*		Hertfordshire
Stevenage	Lab Lab	435		ner crorushire
Ealing	Lab	433		
Wokingham	Con	434*		Berkshire
Derbyshire Dales	Con	432*	C	Derbyshire
Woodspring	Con	432*	C	Avon
Macclesfield	Con	430*		Cheshire
Middlesbrough	Lab	429		Cleveland
Cambridge	Lab	428*		Cambridgeshire
Stockton-on-Tees	Lab	428		Cleveland
Harlow	Lab	425*		Essex
Manchester	Lab	425		
Walsall	Lab	425		
Hammersmith and Fulham	Lab	424	D	
Northavon	Con	423*	C	Avon
Three Rivers	Noc	423*		Hertfordshire
Sandwell	Lab	423		

D=Authority caught, C=County caught, \*=Charging Authority's budget under £15m.

CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set £	Affected by capping	County
Langbaurgh-on-Tees	Noc	421		Cleveland Essex
Southend-on-Sea	Noc Lab	420*	C	Derbyshire
N E Derbyshire Erewash	Con	419*	Č	Derbyshire
Thurrock	Lab	417*		Essex
Crewe and Nantwich	Noc	417*		Cheshire
Clewe and Manewich	1100			
Hertsmere	Con	416*		Hertfordshire
Blyth Valley	Lab	415*		Northumberland
South Bedfordshire	Con	414*		Bedfordshire
Chesterfield	Lab	414*	C	Derbyshire
Vale of White Horse	Con	412*		Oxfordshire
West Oxfordshire	Con	412*		Oxfordshire
St Helens	Lab	411	D	
Wycombe	Con	409*		Buckinghamshire
Greenwich	Lab	408	D	Charbina
Ellesmere Port and Neston	Lab	406*		Cheshire
Rivmingham	Lab	406		
Birmingham	Con	405*		Surrey
Waverley Leicester	Lab	405		Leicestershire
Watford	Noc	404*		Hertfordshire
Luton	Con	403		Bedfordshire
Editori				
Chiltern	Con	402*		Buckinghamshire
Chester	Noc	401*		Cheshire
Newbury	Con	401*		Berkshire
Surrey Heath	Con	401*		Surrey
Guildford	Con	400*		Surrey
Dacorum	Con	400*		Hertfordshire
Congleton	Noc	400*		Cheshire
North Hertfordshire	Con	399*		Hertfordshire
South Bucks	Con	399*		Buckinghamshire
Stockport	Noc	399		
North Typoside	Lab	399	D	
North Tyneside Wansdyke	Con	399*	C	Avon
Milton Keynes	Noc	398		Buckinghamshire
Amber Valley	Con	398*	C	Derbyshire
North Bedfordshire	Noc	398*		Bedfordshire
nor on bear or abilities				
Mid Bedfordshire	Con	397*		Bedfordshire
Chelmsford	SLD	397*		Essex
St Albans	Con	396*		Hertfordshire
Salford	Lab	396		

D=Authority caught, C=County caught, \*=Charging Authority's budget under £15m.

CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set £	Affected by capping	
Hounslow Wolverhampton Torbay Halton Richmond-upon-Thames Hart	Lab Lab Con Lab SLD Noc	396 395 395* 395* 395 395*		Devon Cheshire - Hampshire
Kingswood Coventry Warrington Rushcliffe Bracknell	Con Lab Lab Con Con	395* 394 394* 394* 394*	С	Avon - Cheshire Nottinghamshire Berkshire
Solihull High Peak Vale Royal North Warwickshire Newcastle upon Tyne	Con Noc Noc Lab Lab	393 393* 391* 391* 391	С	Derbyshire Cheshire Warwickshire
Nottingham Southwark Suffolk Coastal Tynedale Cotswold	Con Lab Con Noc Ind	390 390 390* 389* 389*	D	Nottinghamshire - Suffolk Northumberland Gloucestershire
Mole Valley Fylde Rochford Dudley Warwick	Noc Con Con Lab Con	388* 388* 388* 387 386*		Surrey Lancashire Essex - Warwickshire
Nuneaton and Bedworth Rochdale Lancaster Bath Eastbourne	Lab Lab Noc Con	386* 386* 385* 385*	D C	Warwickshire - Lancashire Avon East Sussex
Hartlepool Preston Blackpool Great Grimsby Cherwell	Lab Lab Noc Lab Con	385* 384* 384 384* 383*		Cleveland Lancashire Lancashire Humberside Oxfordshire
Wrekin Wigan Epping Forest Sutton	Lab Lab Con SLD	383* 382 381* 381	D	Shropshire - Essex

D=Authority caught, C=County caught, \*=Charging Authority's budget under £15m.

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### CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set £	Affected by capping	County
Stratford on Avon	Con	381*		Warwickshire
Stroud	Noc	380*		Gloucestershire
Kensington and Chelsea	Con	380		Vettinghamahiya
Broxtowe	Con	380*		Nottinghamshire
Hastings	Noc	380*		East Sussex
East Hertfordshire	Con	379*		Hertfordshire
West Lancashire	Con	378*		Lancashire
Mansfield	Lab	378*		Nottinghamshire
Forest Heath	Con	377*		Suffolk
Castle Point	Con	377*		Essex
Newark and Sherwood	Noc	377*		Nottinghamshire
Hewalk and bhelwood				
Wyre	Con	376*		Lancashire
Brentwood	Con	375*		Essex
Sefton	Noc	375		
South Wight	Con	374*		Isle of Wight
Bury	Lab	373		
Tandridge	Con	373*		Surrey
	Con	373*		Humberside
Beverley	Lab	373		East Sussex
Brighton Charnwood	Con	372*		Leicestershire
	Lab	371*		Nottinghamshire
Bassetlaw	Lab	3/1"		Noccingiamonii
Gedling	Con	371*		Nottinghamshire
Oadby and Wigston	Con	370*		Leicestershire
Rutland	Noc	370*		Leicestershire
Knowsley	Lab	370		
Eastleigh	SLD	368*		Hampshire
East Hampshire	Con	368*		Hampshire
Spelthorne	Con	368*		Surrey
Cleethorpes	Noc	367*		Humberside
Harborough	Noc	367*		Leicestershire
Hillingdon	Noc	367	D	_
HIIIIIIgdon	NOC	307		
North West Leicestershire	Noc	366*		Leicestershire
Oldham	Lab	366		
Blackburn	Lab	365		Lancashire
Norwich	Lab	365*		Norfolk
Teignbridge	Noc	365*		Devon
Holderness	Ind	364*		Humberside
Cheltenham	Noc	364*		Gloucestershire
	Con	363*		Lancashire
Chorley Somerset	SLD	363*		Somerset
South Somerset	SLD	303*		COMET SCC

D=Authority caught, C=County caught, \*=Charging Authority's budget under £15m.

CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set £	Affected by capping	County
Tewkesbury Harrogate Broxbourne Glanford Mendip Fareham	Noc Con Con Con Noc Con	362* 362* 361* 361* 361* 360*		Gloucestershire North Yorkshire Hertfordshire Humberside Somerset Hampshire
Peterborough Woking Slough Rother Winchester	Noc Noc Lab Con Noc	360* 359* 359* 359* 359*		Cambridgeshire Surrey Berkshire East Sussex Hampshire
East Dorset Ribble Valley South Ribble South Northamptonshire Uttlesford	Con Con Con Con	358* 358* 358* 358* 357*		Dorset Lancashire Lancashire Northamptonshire Essex
Darlington Cannock Chase Scunthorpe Sheffield Durham	Noc Lab Lab Lab	356* 356* 356* 356 355*		Durham Staffordshire Humberside - Durham
Aylesbury Vale Daventry Gloucester Bolsover Sedgemoor	Con Con Noc Lab Con	355* 354* 354* 353* 352*	С	Buckinghamshire Northamptonshire Gloucestershire Derbyshire Somerset
Leeds Lewes Taunton Deane Adur Waveney	Lab Con Con SLD Noc	351 351* 351* 351* 350*		East Sussex Somerset West Sussex Suffolk
Corby Plymouth Havering Newcastle-under-Lyme Northampton	Lab Con Noc Lab Con	350* 350 350 349* 349		Northamptonshire Devon - Staffordshire Northamptonshire
Lichfield South Lakeland Tameside Wealden	Con Noc Lab Con	349* 349* 349 349*		Staffordshire Cumbria - East Sussex

D=Authority caught, C=County caught, \*=Charging Authority's budget under £15m.

CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set £	Affected by capping	County
Wansbeck Braintree Alnwick Shepway Rugby Hinckley and Bosworth	Lab Noc Noc Noc Noc Con	348* 348* 347* 347* 347*		Northumberland Essex Northumberland Kent Warwickshire Leicestershire
Maldon Tendring Redditch	Noc Noc Lab	347* 346* 345*		Essex Essex Hereford and Worcester
Bolton	Lab	345		
Kingston-upon-Thames Crawley East Devon Exeter Malvern Hills	Con Lab Con Noc	345 345* 345* 344* 343*		West Sussex Devon Devon Hereford and
Forest of Dean Blaby Wyre Forest Chester-le-Street	Noc Con Noc	343* 343* 343*		Worcester Gloucestershire Leicestershire Hereford and Worcester Durham
Medina Wirral Gosport Worcester	Con Noc Con Lab	342* 341 340* 340*		Isle of Wight - Hampshire Hereford and Worcester
Christchurch Havant Bromsgrove Mid Devon	Con Con Con	339* 339* 339*		Dorset Hampshire Hereford and Worcester Devon
Stafford Melton Doncaster Barnet East Staffordshire	Noc Con Lab Con	339* 338* 338 338 338*	D	Staffordshire Leicestershire - Staffordshire
Rossendale Rotherham Thamesdown Carlisle	Lab Lab Lab Lab	338* 337 337* 337*	D	Lancashire - Wiltshire Cumbria

D=Authority caught, C=County caught, \*=Charging Authority's budget under f15m.

### CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set f	Affected by capping	County
Weymouth and Portland West Somerset	Noc Ind	336* 335*		Dorset Somerset
Colchester	Noc	335*		Essex
South Hams	Con	334*		Devon
West Wiltshire	Con	333*		Wiltshire
Shrewsbury and Atcham	Noc	333*		Shropshire
Derwentside	Lab	332*		Durham
Mid Suffolk	Con	332*		Suffolk
West Devon	Ind	331*		Devon
Babergh	Noc	330*		Suffolk
Dartford	Con	330*		Kent
Parnelou	Lab	330	D	
Barnsley Hove	Con	330*		East Sussex
Maidstone	Noc	330*		Kent
Kerrier	Noc	329*		Cornwall
Tamworth	Noc	329*		Staffordshire
Tantworten	NOC	323		56411014511110
Enfield	Con	329		
Oswestry	Noc	329*		Shropshire
Copeland	Lab	328*		Cumbria
Barrow in Furness	Lab	328*		Cumbria
New Forest	Con	328*		Hampshire
South Cambridgeshire	Ind	328*		Cambridgeshire
Test Valley	Con	328*		Hampshire
East Yorkshire	Con	326*		Humberside
Great Yarmouth	Noc	326*		Norfolk
Rushmoor	Con	325*		Hampshire
Poole	Con	325*		Dorset
South Staffordshire	Con	325*		Staffordshire
Wychavon	Con	324*		Hereford and
		2244		Worcester
Carrick	Noc	324*		Cornwall
North Wiltshire	Con	323*		Wiltshire
Kettering	Noc	323*		Northamptonshire
Berwick-upon-Tweed	Noc	323*		Northumberland
Staffordshire Moorlands	Noc	323*		Staffordshire
Basingstoke and Deane	Con	323*		Hampshire
Cavanaaka	Con	2224		Kent
Sevenoaks	Con	322*		Kenc
Harrow	Con	322		Cornuall
Caradon	Ind	321*		Cornwall Cornwall
Restormel	Noc	321*		COLLIWALL

D=Authority caught, C=County caught, \*=Charging Authority's budget under £15m.

### CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control C	narge set f	Affected by capping	County
Gateshead	Lab	321		
Ashfield	Lab	320*		Nottinghamshire
Tonbridge and Malling	Con	320*		Kent
Bournemouth	Con	320		Dorset
Broadland	Con	320*		Norfolk
St Edmundsbury	Con	319*		Suffolk
Se Edmandsbary				
North Devon	Noc	319*		Devon
North Shropshire	Ind	317*		Shropshire
Mid Sussex	Con	317*		West Sussex
Southampton	Lab	317		Hampshire
Penwith	Noc	317*		Cornwall
1 311 1 2 1 1				
Tunbridge Wells	Con	315*		Kent
Hyndburn	Lab	315*		Lancashire
Bridgnorth	Ind	315*		Shropshire
Arun	Con	314*		West Sussex
Wakefield	Lab	313		
West Dorset	Ind	313*		Dorset
Stoke-on-Trent	Lab	313		Staffordshire
Salisbury	Noc	313*		Wiltshire
South Norfolk	Con	313*		Norfolk
East Cambridgeshire	Ind	312*		Cambridgeshire
Hambleton	Noc	312*		North Yorkshire
North Cornwall	Ind	312*		Cornwall
Breckland	Con	310*		Norfolk
Sunderland	Lab	310		
South Shropshire	Ind	310*		Shropshire
South Tyneside	Lab	309		
Portsmouth	Con	309		Hampshire
Wear Valley	Lab	308*		Durham
Kingston upon Hull	Lab	307		Humberside
Kennet	Noc	307*		Wiltshire
Total Woodhamahamahima	Con	306*		Northamptonshire
East Northamptonshire	Con	304*		West Sussex
Horsham	Con	304*		Durham
Sedgefield	Lab	300*		Kent
Canterbury	Con	300*		Kenc
Isles of Scilly	Ind	300×		
Thanet	Noc	300*		Kent .
Burnley	Lab	299*		Lancashire
Pendle	SLD	299*		Lancashire
Ashford	Con	299*		Kent
110111014				

D=Authority caught, C=County caught, \*=Charging Authority's budget under £15m.

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### CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set £	Affected by capping	County
Swale	Noc	299*		Kent
Dover	Con	298*		Kent
Huntingdonshire	Con	298*		Cambridgeshire
Trafford	Con	298		
Calderdale	Noc	297	D	
Eden	Ind	297*		Cumbria
Lewisham	Lab	297		
Tower Hamlets	Noc	297		
Worthing	Con	296*		West Sussex
Runnymede	Con	295*		Surrey
North Dorset	Ind	295*		Dorset
Chichester	Con	294*		West Sussex
Gravesham	Noc	294*		Kent
Fenland	Con	293*		Cambridgeshire
Purbeck	Noc	291*		Dorset
Boothferry	Noc	291*		Humberside
North Norfolk	Ind	291*		Norfolk
Kirklees	Noc	290		
Redbridge	Con	290		Wasth Wastabia
Ryedale	Ind	289*		North Yorkshire
Hereford	SLD	289*		Hereford and
				Worcester
Allerdale	Noc	289*		Cumbria
West Lindsey	Noc	288*		Lincolnshire
Wellingborough	Con	288*		Northamptonshire
City of London	Ind	288		
Croydon	Con	287		
King's Lynn and West	Con	285*		Norfolk
Norfolk	0011	200		
Gillingham	Con	285*		Kent
Torridge	Ind	285*		Devon
South Holland	Noc	284*		Lincolnshire
Bouell Holland				
Lincoln	Lab	284*		Lincolnshire
Selby	Noc	283*		North Yorkshire
Bromley	Con	283		
North Kesteven	Noc	282*		Lincolnshire
Leominster	Ind	281*		Hereford and
				Worcester
Boston	Noc	280*		Lincolnshire
Barking and Dagenham	Lab	280		
Bexley	Con	280		
Merton	Noc	280		

D=Authority caught, C=County caught, \*=Charging Authority's budget under £15m.

CHARGE CAPPING

Charging Authorities affected/not affected by capping - 12.5% and £75

Charging authority	Control	Charge set f	Affected by capping	County
South Kesteven	Con	279*		Lincolnshire
Easington	Lab	278*		Durham
East Lindsey	Ind	277*		Lincolnshire
Bradford	Con	276		
Scarborough	Noc	276*		North Yorkshire
Richmondshire	Ind	276*		North Yorkshire
South Herefordshire	Ind	273*		Hereford and Worcester
York	Lab	264*		North Yorkshire
Craven	Noc	256*		North Yorkshire
Rochester upon Medway	Con	249*		Kent
Teesdale	Ind	245*		Durham
Westminster	Con	195		
Wandsworth	Con	150		

### CHARGE CAPPING

County Councils affected/not affected by capping - 12.5% and £75

County Council	Control	Overspend		
		on SSA		by capping
		8	f/head	
				150000000000000000000000000000000000000
Counties				
Derbyshire	Lab	25.0	157	D
Avon	Noc	18.4	117	D
Cumbria	Noc	16.0	103	
Northumberland	Lab	16.5	102	
Oxfordshire	Noc	15.5	96	
Cleveland	Lab	10.4	85	
Humberside	Lab	11.7	83	
Cheshire	Noc	12.5	83	
Lancashire	Lab	11.4	81	
Nottinghamshire	Lab	11.5	78	
Isle of Wight	SLD	11.9	76	
Somerset	Con	11.2	72	
Bedfordshire	Noc	9.1	64	
Warwickshire	Con	10.3	64	
Berkshire	Con	9.1	62	
Gloucestershire	Noc	8.9	56	
Leicestershire	Noc	7.9	55	
Devon	Con	7.8	50	
Suffolk	Con	7.8	49	
Durham	Lab	6.9	46	
Surrey	Con	7.9	45	
Cornwall	Noc	6.2	42	
Hertfordshire	Con	6.2	40	
Northamptonshire	Noc	5.7	40	
Buckinghamshire	Con	5.7	39	
Shropshire	Noc	5.4	37	
Staffordshire	Lab	5.5	35	
Wiltshire	Noc	5.0	32	
Norfolk	Con	4.8	30	
North Yorkshire	Noc	3.8	24	
Dorset	Con	4.0	23	
East Sussex	Con	3.7	22	
Cambridgeshire	Con	3.2	21	
Essex	Con	2.1	13	
Hampshire	Con	2.0	13	
Hereford and Worcester	Con	0.8	5	
Lincolnshire	Con	0.0	0	
Kent	Con	-1.2	-8	
West Sussex	Con	-3.3	-20	