

## Tower Hamlets Core Spending Power

## Appendix 2

Illustrative Core Spending Power of Local Government:								
	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
	£ millions	£ millions	£ millions	£ millions	£ millions	£ millions	£ millions	£ millions
Settlement Funding Assessment	187.9	170.7	158.1	151.1	143.0	145.3	145.5	146.6
Compensation for under-indexing the business rates multiplier	1.5	1.5	1.6	2.5	3.6	4.5	5.8	11.4
Council Tax Requirement excluding parish precepts <sup>1</sup>	69.8	76.9	85.8	93.8	100.3	108.4	114.2	121.9
Improved Better Care Fund <sup>2</sup>	0.0	0.0	8.7	11.9	14.9	16.3	16.3	16.8
New Homes Bonus	24.8	28.6	23.9	20.7	19.2	22.0	17.6	16.3
New Homes Bonus returned funding	0.3	0.2	0.2	0.0	0.0	0.0	0.0	0.0
Rural Services Delivery Grant	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transition Grant	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Adult Social Care Support Grant	0.0	0.0	1.5	0.9	0.0	0.0	0.0	0.0
Winter Pressures Grant <sup>3</sup>	0.0	0.0	0.0	1.5	1.5	0.0	0.0	0.0
Social Care Support Grant	0.0	0.0	0.0	0.0	2.5	0.0	0.0	0.0
Social Care Grant <sup>2,4</sup>	0.0	0.0	0.0	0.0	0.0	9.4	12.3	16.6
Market Sustainability and Fair Cost of Care Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.0
Lower Tier Services Grant	0.0	0.0	0.0	0.0	0.0	0.0	1.4	1.5
2022/23 Services Grant	0.0	0.0	0.0	0.0	0.0	0.0	0.0	7.7
<b>Core Spending Power</b>	<b>284.3</b>	<b>278.0</b>	<b>279.8</b>	<b>282.3</b>	<b>284.9</b>	<b>305.9</b>	<b>313.2</b>	<b>339.8</b>
Change since 2015-16 (£ millions)								55.4
Change since 2015-16 (% change)								19.5%
<p><sup>1</sup> These calculations do not include the £21.93 cash precept for the Greater London Authority.</p> <p><sup>2</sup> Adjustments have been made to Social Care Grant and improved Better Care Grant allocations to correct for historic errors in council tax reporting by a small number of local authorities.</p> <p><sup>3</sup> From 2020-21, Winter Pressures Grant allocations were rolled into the Improved Better Care Fund, and no longer ringfenced for alleviating winter pressures.</p> <p><sup>4</sup> From 2020-21, Social Care Support Grant allocations were rolled into the Social Care Grant.</p> <p>Please see the Core Spending Power Explanatory note for details of the assumptions underpinning the elements of Core Spending Power.  <a href="https://www.gov.uk/government/publications/core-spending-power-final-local-government-finance-settlement-2022-to-2023">https://www.gov.uk/government/publications/core-spending-power-final-local-government-finance-settlement-2022-to-2023</a></p> <p>The figures presented in Core Spending Power do not reflect the changes to Settlement Funding Assessment made for authorities with increased Business Rate Retention arrangements. For information about authorities with increased Business Rates Retention Arrangements see the Explanatory Note. For Settlement Funding Assessment figures after adjustments for increased Business Rate Retention authorities please see the Key Information for Local Authorities table.</p>								