STATUTORY INSTRUMENTS

1977 No. 2113

LOCAL GOVERNMENT, ENGLAND AND WALES

The Rate Support Grant Order 1977

Made - - - -	29*th November* 1977
Laid before the House of Commons - -	30*th November* 1977
Coming into Operation	16*th December* 1977

The Secretary of State for the Environment, as respects this order (other than articles 3(2) and 4 thereof), and the Secretary of State for Transport (as respects those articles) in exercise of the powers conferred upon them by section 3(1) of the Local Government Act 1974(**a**) and of all other powers enabling them in that behalf, with the consent of the Treasury, and after consultation with the associations of local authorities appearing to them to be concerned and the local authority with whom consultation appeared to them to be desirable, hereby make the following order:—

Title and commencement

1. This order may be cited as the Rate Support Grant Order 1977 and shall come into operation on the day following the day on which it is approved by a resolution of the Commons House of Parliament.

Interpretation

2.—(1) In this order "the Act" means the Local Government Act 1974.

(2) The Interpretation Act 1889(**b**) shall apply for the interpretation of this order as it applies for the interpretation of an Act of Parliament.

Rate support grants for 1978–9

3. For the purpose of rate support grants for the year 1978–9, this order fixes and prescribes—

(1) As the estimated aggregate of the rate support grants divided as follows:—	£6,521,000,000
the aggregate amount of the needs element ...	£3,946,000,000
the aggregate amount of the domestic element .	£674,000,000
the estimated aggregate amount of the resources element	£1,901,000,000
(2) As the aggregate amount of supplementary grants under section 6 of the Act (supplementary grants for transport purposes)	£275,000,000

(**a**) 1974 c. 7. (**b**) 1889 c. 63.

(3) As the aggregate amount of supplementary grants under section 7 of the Act (supplementary grants towards expenditure with respect to National Parks) £3,500,000

(4) With respect to the needs element—as the sum to be multiplied by the population of a local authority's area for the purposes of paragraph 1(*a*) of Schedule 2 to the Act ... ... £0·02

and the additional factors with respect to which additional amounts are to be payable by virtue of paragraph 1(*b*) of that Schedule and the manner in which those amounts are to be determined shall be those set out in Schedule 1 to this order;

(5) In pursuance of paragraph 5 of Schedule 2 to the Act —as the amount in the pound for the purposes of section 48 of the General Rate Act 1967(a) (reduction of rates on dwellings by reference to domestic element)

In relation to the London Borough of Camden ...	19.9p
In relation to the Royal Borough of Kensington and Chelsea	18.7p
In relation to the City of Westminster	22.4p
In relation to the City of London	23.9p
In relation to any other rating area in England ...	18.5p
In relation to a rating area in Wales	36.0p

(6) In pursuance of paragraph 8 of Schedule 2 to the Act—as the national standard rateable value per head of population £177

Apportionment of transport supplementary grants

4. The provisions of Schedule 2 to this order shall have effect for the purpose of determining the proportion of the aggregate amount of supplementary grants for transport purposes payable for the year to a county council or to the Greater London Council.

Apportionment of supplementary grants (National Parks)

5.—(1) The proportion of the aggregate amount of supplementary grants towards expenditure with respect to National Parks payable for the year to a county council shall be determined by—

(*a*) multiplying the aggregate amount of supplementary grants as prescribed by article 3(3) of this order by $\frac{x}{X}$, where—

x is the amount of the estimated expenditure of the county council or councils liable for meeting the expenses incurred with respect to a particular National Park, and

X is the aggregate amount of the estimated expenditure of county councils incurred with respect to all National Parks,

(a) 1967 c. 9.

in order to ascertain the proportion of the aggregate amount referable to that particular National Park, and

(*b*) allocating that proportion to the county council or councils responsible for meeting the expenses incurred with respect to that National Park and, where there is more than one such council, dividing it between them in the same manner as the liability for meeting those expenses is divided.

(2) In this article any reference to estimated expenditure refers to so much of the estimated expenditure of a council with respect to National Parks as the Secretary of State, in exercise of his powers under section 7(3) of the Act, determines to be appropriate to be taken into account for purposes of that section.

SCHEDULE 1

NEEDS ELEMENT—ADDITIONAL FACTORS

Additional factor	*Manner of determining additional amount*
1. In relation to the council of a non-metropolitan county, a metropolitan district or the Council of the Isles of Scilly—	
(*a*) The number of acres comprised in their area minus a number equivalent to 0·05 times the population of their area;	Multiplying that number by £1·996
(*b*) The number of acres comprised in their area minus a number equivalent to 1·5 times the population of their area (if the resultant number is a positive number);	Multiplying that number by £4·510
(*c*) The number of acres comprised in their area minus a number equivalent to 3·0 times the population of their area (if the resultant number is a positive number);	Multiplying that number by £1·604
(*d*) In relation to the council of a non-metropolitan county, the sum of the respective products of the number of persons per acre in the area of each district in the county and the population of that district, and, in relation to a metropolitan district or the Council of the Isles of Scilly, the number of persons per acre in their area multiplied by the population of their area;	Multiplying that number by £0·504
(*e*) The number of persons in their area living in parishes or wards or parts of parishes or wards whose density exceeded 50 persons per hectare at the date of the 1971 census, multiplied by the population of their area on 30th June 1976 and divided by the population of their area at the date of the 1971 census;	Multiplying that number by £3·95
(*f*) The number of new permanent dwellings started in their area during the period from 1st April 1974 to 31st March 1977, insofar as it exceeds 0·55 per 100 of the population of their area;	Multiplying that number by £103·5
(*g*) The number by which the population of their area on 30th June 1966 exceeded that on 30th June 1976;	Multiplying that number by £19·56
(*h*) The number by which the population of their area on 30th June 1971 exceeded that on 30th June 1976, multiplied by one thousandth of the population of their area.	Multiplying that number by £0·0315

Additional factor	*Manner of determining additional amount*
(*i*) The number of men 65 years of age or over and women 60 years of age or over living alone in their area at the date of the 1971 census, multiplied by the number of persons 65 years of age or over living in their area on 30th June 1976 and divided by the number of persons 65 years of age or over living in their area at the date of the 1971 census, insofar as the resultant number exceeds 2·73 per 100 of the population of their area;	Multiplying that number by £401·5
(*j*) The number of persons in their area living in permanent or non-permanent buildings in households without the exclusive use of hot water supply, fixed bath or inside water closet at the date of the 1971 census, insofar as it exceeds 1·74 per 100 of the population of their area;	Multiplying that number by £72·36
(*k*) The number of persons in their area living in permanent buildings with a density of occupation greater than 1½ persons per room at the date of the 1971 census, insofar as it exceeds 1·04 per 100 of the population of their area;	Multiplying that number by £133·0
(*l*) The number of persons in their area living in shared households in permanent buildings at the date of the 1971 census, insofar as it exceeds 0·15 per 100 of the population of their area;	Multiplying that number by £42·1
(*m*) The number of lone parent families with dependent children in their area at the date of the 1971 census, insofar as it exceeds 0·72 per 100 of the population of their area;	Multiplying that number by £3180·5
(*n*) The number of primary school pupils in their area, insofar as it exceeds 7·24 per 100 of the population of their area;	Multiplying that number by £458·1
(*o*) The number of secondary or special school pupils under 16 years of age in their area, insofar as it exceeds 6 per 100 of the population of their area;	Multiplying that number by £635·9
(*p*) The number of secondary or special school pupils 16 years of age or over in their area, insofar as it exceeds 0·3 per 100 of the population of their area;	Multiplying that number by £682·7
(*q*) The number of pupils under 16 years of age who are attending direct grant grammar schools at the expense of the council;	Multiplying that number by £504·1

Additional factor	*Manner of determining additional amount*
(*r*) The number of pupils 16 years of age or over who are attending direct grant grammar schools at the expense of the council;	Multiplying that number by £477·9
(*s*) The number of further education students, full time or full time equivalent, in their area, insofar as it exceeds 0·6 per 100 of the population of their area;	Multiplying that number by £758·5
(*t*) The number of persons in their area unemployed and registered for employment, insofar as it exceeds 1 per 100 of the population of their area;	Multiplying that number by £152·8
(*u*) In relation only to the council of the county of Bedfordshire, Berkshire, Buckinghamshire, Essex, Hampshire, Hertfordshire, Kent, Oxfordshire or Surrey, the amount of the labour cost differential in their area multiplied by the population of their area.	Multiplying that amount by 3·482
(*v*) In relation only to the council of the county of— Essex Gwynedd Hertfordshire Kent Powys West Sussex and to the council of the district of— Kirklees Knowsley Sheffield Sunderland Wigan the population of their area.	Multiplying that number by £2·805 £0·167 £3·242 £1·575 £0·298 £0·498 £0·164 £0·387 £1·762 £0·238 £1·980
(*w*) The number of the population of their area.	Multiplying that number by £4·98
2. In relation to an Outer London borough council—	
(*a*) The number of the population of their area;	Multiplying that number by £3·604 and multiplying the result by the adjustment coefficient

Additional factor	*Manner of determining additional amount*
(*b*) The number of persons in their area living in parishes or wards whose density exceeded 60 persons per hectare at the date of the 1971 census multiplied by the population of their area on 30th June 1976, and divided by the population of their area at the date of the 1971 census, insofar as the resultant number exceeds 4·25 per 100 of the population of their area;	Multiplying that number by £11·53 and multiplying the result by the adjustment coefficient
(*c*) The number of new permanent dwellings started in their area during the period from 1st April 1974 to 31st March 1977, insofar as it exceeds 0·12 per 100 of the population of their area;	Multiplying that number by £671·8 and multiplying the result by the adjustment coefficient
(*d*) The number of the population of their area divided by the number of domestic hereditaments in their area, multiplied by the population of their area;	Multiplying that number by £6·213 and multiplying the result by the adjustment coefficient
(*e*) The number by which the population of their area on 30th June 1966 exceeded that on 30th June 1976;	Multiplying that number by £65·43 and multiplying the result by the adjustment coefficient
(*f*) The number by which the population of their area on 30th June 1971 exceeded that on 30th June 1976, multiplied by one thousandth of the population of their area;	Multiplying that number by £0·3813 and multiplying the result by the adjustment coefficient
(*g*) The number by which the population of their area on 30th June 1971 exceeded that on 30th June 1976;	Multiplying that number by £113·6 and multiplying the result by the adjustment coefficient
(*h*) The number by which the population of their area on 30th June 1976 exceeded that on 30th June 1971, multiplied by one thousandth of the population of their area;	Multiplying that number by £2·878 and multiplying the result by the adjustment coefficient
(*i*) The number of men 65 years of age or over and women 60 years of age or over living alone in their area at the date of the 1971 census multiplied by the number of persons 65 years of age or over living in their area on 30th June 1976 and divided by the number of persons 65 years of age or over living in their area at the date of the 1971 census, insofar as the resultant number exceeds 2·7 per 100 of the population of their area;	Multiplying that number by £775·0 and multiplying the result by the adjustment coefficient

Additional factor	*Manner of determining additional amount*
(*j*) The number of persons in their area living in permanent buildings with a density of occupation greater than 1½ persons per room at the date of the 1971 census, insofar as it exceeds 1·15 per 100 of the population of their area;	Multiplying that number by £152·6 and multiplying the result by the adjustment coefficient
(*k*) The number of children under 5 years of age living in their area, insofar as it exceeds 5·1 per 100 of the population of their area;	Multiplying that number by £210·3 and multiplying the result by the adjustment coefficient
(*l*) The number of families with 3 or more children living in their area at the date of the 1971 census, insofar as it exceeds 1·65 per 100 of the population of their area;	Multiplying that number by £413·1 and multiplying the result by the adjustment coefficient
(*m*) The number of lone parent families with dependent children in their area at the date of the 1971 census, insofar as it exceeds 0·8 per 100 of the population of their area;	Multiplying that number by £2,384 and multiplying the result by the adjustment coefficient
(*n*) The number of children in care in their area, insofar as it exceeds 0·08 per 100 of the population of their area;	Multiplying that number by £2,376 and multiplying the result by the adjustment coefficient
(*o*) The number of the day time population of their area at the date of the 1971 census, insofar as it exceeds 82 per 100 of the population of their area;	Multiplying that number by £30·71 and multiplying the result by the adjustment coefficient
(*p*) The number of primary school pupils in their area, insofar as it exceeds 6·2 per 100 of the population of their area;	Multiplying that number by £376·9 and multiplying the result by the adjustment coefficient
(*q*) The number of secondary or special school pupils under 16 years of age in their area, insofar as it exceeds 5·4 per 100 of the population of their area;	Multiplying that number by £455·5 and multiplying the result by the adjustment coefficient
(*r*) The number of secondary or special school pupils 16 years of age or over in their area, insofar as it exceeds 0·4 per 100 of the population of their area;	Multiplying that number by £301·7 and multiplying the result by the adjustment coefficient
(*s*) The number of pupils under 16 years of age who are attending direct grant grammar schools at the expense of the council;	Multiplying that number by £464·7 and multiplying the result by the adjustment coefficient
(*t*) The number of pupils 16 years of age or over who are attending direct grant grammar schools at the expense of the council;	Multiplying that number by £211·2 and multiplying the result by the adjustment coefficient

Additional factor	*Manner of determining additional amount*
(*u*) The number of further education students, full time or full time equivalent, in their area, insofar as it exceeds 0·5 per 100 of the population of their area;	Multiplying that number by £335·2 and multiplying the result by the adjustment coefficient
(*v*) The number of the population of that part of the Metropolitan Police District within the area of Greater London;	Multiplying that number by the product of £6,215, the Metropolitan Police District rateable value ratio and the adjustment coefficient
(*w*) The number of the population of the area of Greater London.	Multiplying that number by the product of £16·05, the Greater London rateable value ratio and the adjustment coefficient
3. In relation to an Inner London borough council—	
(1) The additional factors set out in the following sub-paragraphs of paragraph 2 above—	
sub-paragraph (*a*)	Multiplying that number by £2·413 and multiplying the result by the adjustment coefficient
sub-paragraph (*b*)	Multiplying that number by £11·53 and multiplying the result by the adjustment coefficient
sub-paragraph (*c*)	Multiplying that number by £482·7 and multiplying the result by the adjustment coefficient
sub-paragraph (*e*)	Multiplying that number by £65·43 and multiplying the result by the adjustment coefficient
sub-paragraph (*f*)	Multiplying that number by £0·3599 and multiplying the result by the adjustment coefficient
sub-paragraph (*i*)	Multiplying that number by £775·0 and multiplying the result by the adjustment coefficient
sub-paragraph (*l*)	Multiplying that number by £413·1 and multiplying the result by the adjustment coefficient
sub-paragraph (*m*)	Multiplying that number by £1,317 and multiplying the result by the adjustment coefficient
sub-paragraph (*n*)	Multiplying that number by £2,376 and multiplying the result by the adjustment coefficient

Additional factor	*Manner of determining additional amount*
sub-paragraph (*o*)	Multiplying that number by £20·99 and multiplying the result by the adjustment coefficient
(2) The additional factors set out in the following sub-paragraphs of paragraph 2 above—	
sub-paragraph (*a*)	Multiplying that number by the product of £1·191, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*c*)	Multiplying that number by the product of £189·1, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*d*)	Multiplying that number by the product of £6·213, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*f*)	Multiplying that number by the product of £0·02139, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*g*)	Multiplying that number by the product of £113·6, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*j*)	Multiplying that number by the product of £152·6, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*k*)	Multiplying that number by the product of £210·3, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*m*)	Multiplying that number by the product of £1,067, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*o*)	Multiplying that number by the product of £9·727, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*p*)	Multiplying that number by the product of £376·9, the Inner London rateable value ratio and the adjustment coefficient

Additional factor	*Manner of determining additional amount*
sub-paragraph (*q*)	Multiplying that number by the product of £455·5, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*r*)	Multiplying that number by the product of £301·7, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*s*)	Multiplying that number by the product of £464·7, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*t*)	Multiplying that number by the product of £211·2, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*u*)	Multiplying that number by the product of £335·2, the Inner London rateable value ratio and the adjustment coefficient
with the substitution for references to their area of references to the area of Inner London; and in sub-paragraphs (*s*) and (*t*) for references to the council of references to the Inner London Education Authority;	
(3) The additional factors set out in the following sub-paragraphs of paragraph 2 above—	
sub-paragraph (*v*)	Multiplying that number by the product of £6·215, the Metropolitan Police District rateable value ratio and the adjustment coefficient
sub-paragraph (*w*)	Multiplying that number by the product of £16·05, the Greater London rateable value ratio and the adjustment coefficient
4. In relation to the Common Council of the City of London—	
(1) The additional factor set out in sub-paragraph (*o*) of paragraph 2 above	Multiplying that number by £71·61 and multiplying the result by the adjustment coefficient
(2) The additional factors set out in the following sub-paragraphs of paragraph 2 above—	

Additional factor	*Manner of determining additional amount*
sub-paragraph (*a*)	Multiplying that number by the product of £1.191, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*c*)	Multiplying that number by the product of £189·1, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*d*)	Multiplying that number by the product of £6·213, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (f)	Multiplying that number by the product of £0·02139, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (g)	Multiplying that number by the product of £113·6, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*j*)	Multiplying that number by the product of £152·6, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*k*)	Multiplying that number by the product of £210·3, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*m*)	Multiplying that number by the product of £1,067, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*o*)	Multiplying that number by the product of £9·727, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*p*)	Multiplying that number by the product of £376·9, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*q*)	Multiplying that number by the product of £455·5, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*r*)	Multiplying that number by the product of £301·7, the Inner London rateable value ratio and the adjustment coefficient

Additional factor	*Manner of determining additional amount*
sub-paragraph (*s*)	Multiplying that number by the product of £464·7, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*t*)	Multiplying that number by the product of £211·2, the Inner London rateable value ratio and the adjustment coefficient
sub-paragraph (*u*)	Multiplying that number by the product of £335·2, the Inner London rateable value ratio and the adjustment coefficient
with the substitution for references to their area of references to the area of Inner London; and in sub-paragraphs (*s*) and (*t*) for references to the council of references to the Inner London Education Authority;	
(3) The additional factor set out in sub-paragraph (*w*) of paragraph 2 above	Multiplying that number by the product of £16·05, the Greater London rateable value ratio and the adjustment coefficient

In this Schedule—

"the adjustment coefficient", in relation to the council of a London borough or the Common Council of the City of London, means the number in column 2 set opposite the name of the council in column 1 of the following table

TABLE

Column 1	*Column 2*
the council of the London Borough of Barking	1·0987
the council of the London Borough of Barnet	1·0200
the council of the London Borough of Bexley	1·0976
the council of the London Borough of Brent	0·9414
the council of the London Borough of Bromley	1·0523
the council of the London Borough of Camden	0·4587
the council of the London Borough of Croydon	0·9528
the council of the London Borough of Ealing	1·0006
the council of the London Borough of Enfield	1·0374
the council of the London Borough of Greenwich	0·9363
the council of the London Borough of Hackney	0·9244
the council of the London Borough of Hammersmith	0·8725
the council of the London Borough of Haringey	1·0137
the council of the London Borough of Harrow	1·1069
the council of the London Borough of Havering	1·1203
the council of the London Borough of Hillingdon	0·8302
the council of the London Borough of Hounslow	0·8794

Column 1	*Column 2*
the council of the London Borough of Islington	0·7774
the council of the Royal Borough of Kensington and Chelsea	0·5691
the council of the Royal Borough of Kingston upon Thames	1·0037
the council of the London Borough of Lambeth	0·8673
the council of the London Borough of Lewisham	0·9441
the council of the London Borough of Merton	1·0447
the council of the London Borough of Newham	1·0612
the council of the London Borough of Redbridge	1·0078
the council of the London Borough of Richmond upon Thames	0·9985
the council of the London Borough of Southwark	0·8585
the council of the London Borough of Sutton	1·0597
the council of the London Borough of Tower Hamlets	0·8086
the council of the London Borough of Waltham Forest	0·9999
the council of the London Borough of Wandsworth	0·9374
the council of the City of Westminster	0·1436
the council of the City of London	0·0001

"the area of Greater London" means the areas of the London boroughs, the City of London, the Inner Temple and the Middle Temple;

"the Greater London rateable value ratio", "the Inner London rateable value ratio" and "the Metropolitan Police District rateable value ratio", in relation to the council of a London borough or the Common Council of the City of London mean respectively the fraction r/R, where—

r is the aggregate rateable value of the hereditaments in the area of the council or £177 multiplied by the population of their area, whichever is the greater, and

R is the aggregate of the amounts calculated as for r in respect of—

in the case of the Greater London rateable value ratio, the area of each Council in Greater London;

in the case of the Inner London rateable value ratio, the area of each Council in Inner London; and

in the case of the Metropolitan Police District rateable value ratio, the area of each council in Greater London which is within the Metropolitan Police District.

"Inner London borough council" means the council of the London Borough of Camden, Greenwich, Hackney, Hammersmith, Islington, Kensington and Chelsea, Lambeth, Lewisham, Southwark, Tower Hamlets, Wandsworth or the City of Westminster; and "the area of Inner London" means the areas of those councils, the City of London, the Inner Temple and the Middle Temple;

"Outer London borough council" means the council of a London borough which is not an Inner London borough council.

For the purpose of this Schedule the aggregate rateable value of the hereditaments in an area shall be the aggregate of the values of hereditaments in the area shown in the valuation list on 1st April 1977.

Article 4

SCHEDULE 2

TRANSPORT SUPPLEMENTARY GRANT

Interpretation

1. In this Schedule—

"accepted estimated expenditure", in relation to a council, means so much of their estimated expenditure as the Secretary of State determines, pursuant to subsection (5) of section 6 of the Act, to be appropriate to be taken into account for the purposes of that section;

"council" means a county council or the Greater London Council; and any reference to the area of a council, however expressed, shall be construed as a reference to the relevant county or to Greater London, as the case may be;

"threshold level", in relation to a council, means a level of expenditure determined in relation to that council, in accordance with this Schedule and by reference to the factors prescribed therein, for the purposes of the said section 6.

Threshold level

2. The threshold level, in relation to the council of a non-metropolitan county, shall be the lowest of the following amounts—

(*a*) the amount obtained by multiplying the population of their area as at 30th June 1976 (as certified by the Registrar General to the Secretary of State for rate support grant purposes) by £9·992;

(*b*) the amount obtained by subtracting from their accepted estimated expenditure the amounts included therein which appear likely to be expended by them or by any district council within their area during the year ending 31st March 1979 for any purpose referred to in paragraph 3 below; and

(*c*) the amount obtained by subtracting from their accepted estimated expenditure the amounts included therein which appear likely to be expended by them or by any district council within their area during the year ending 31st March 1979 for the purposes of making payments in aid of the revenue expenditure of a public transport undertaking for any purpose referred to in paragraph 4 below;

and, in relation to the council of a metropolitan county or the Greater London Council, shall be the lower of the amounts in sub-paragraphs (*a*) and (*b*) above.

3. The purposes referred to in paragraph 2(*b*) above are—

(*a*) any purpose described in section 235(1) of the Highways Act 1959(**a**) (which provides for advances in respect of the construction and improvement of highways, etc.) in relation to which the Secretary of State has before 13th December 1974 given an undertaking to make advances; and

(*b*) any purpose described in section 56 of the Transport Act 1968(**b**) (which provides for assistance towards capital expenditure on public

(**a**) 1959 c. 25. (**b**) 1968 c. 73.

transport facilities), as affected by paragraph 9 of Schedule 1 to the Act, in relation to which the Secretary of State has before 13th December 1974 given an undertaking to make a grant.

4. The purposes referred to in paragraph 2(*c*) above are—

(*a*) any purpose described in section 34(1) of the Transport Act 1968(**a**) (which relates to assistance for rural bus or ferry services);

(*b*) any purpose described in section 203(3) of the Local Government Act 1972(**b**) (which relates to payments in respect of public transport outside passenger transport areas); and

(*c*) the purpose of meeting any deficit incurred in the carrying on by a district council of a road passenger transport undertaking in exercise of statutory powers.

5. In the event of any disagreement between a council and the Secretary of State as to the amount likely to be expended during any relevant year for any purpose referred to in this Schedule, the Secretary of State shall determine the issue.

Distribution of transport supplementary grant

6. The proportion of the aggregate amount of supplementary grants for transport purposes payable for the year to a council shall be determined by multiplying that amount by $\frac{x - y}{X - Y}$ where—

x is the accepted estimated expenditure determined in relation to the council for the year;

y is the threshold level determined in relation to the council for the year;

X is the aggregate of the amounts calculated as for x in relation to each council;

Y is the aggregate of the amounts calculated as for y in relation to each council.

Peter Shore,
Secretary of State for the Environment.

28th November 1977.

William Rodgers,
Secretary of State for Transport.

28th November 1977.

We consent

Donald R. Coleman,
T. E. Graham,
Two of the Lords Commissioners of Her Majesty's Treasury.

29th November 1977.

(**a**) 1968 c. 73.

(**b**) 1972 c. 70.

EXPLANATORY NOTE

(This Note is not part of the Order.)

This Order, which came into operation on 16th December 1977, fixes and prescribes for the year 1978–79 : —

(1) The aggregate amount of the rate support grants payable to local authorities in England and Wales under Part I of the Local Government Act 1974 (namely, £6,521,000,000);

(2) The division of this amount between the needs element, the resources element and the domestic element;

(3) The amount of the supplementary grants to county councils and the Greater London Council for transport purposes;

(4) The amount of the supplementary grants to county councils towards expenditure on National Parks;

(5) The amount by which rates on dwelling-houses are to be reduced in each rating area to take account of the domestic element;

(6) Various matters which have to be, or may be, prescribed for purpose of Part I of or Schedule 2 to the Local Government Act 1974 in connection with rate support grants.

The Order is complemented by the Rate Support Grant Regulations 1977 (S.I. 1977/1941) which prescribe how calculations are to be made for various purposes of the Order.

SI 1977/2113
ISBN 0-11-072113-6

