

Appendix C – Provisional Local Government Settlement 2025/26

Grant / income stream	Treatment	Core Spending Power (CSP) Allocation (Dec 2024) £m	Revised Net Revenue Funding Envelope (Dec 2024) £m	Comment on difference between CSP and Net Funding Envelope	Forecast Net Revenue Funding Envelope (CPC Nov 2024) £m	Value / Reason for change in funding compared to November estimate £m / text
Council Tax requirement excluding parish precepts	Unringfenced	305.1	307.3	Difference due to MHCLG assumed taxbase increase included in CSP rather than actual increase	307.3	No change
Settlement Funding Assessment – Baseline Funding Level (excluding RSG)	Unringfenced	46.5	57.1	Shown in MTFS as Business Rates Retention Scheme funding	57.1	No change
Compensation for under indexing the business rates multiplier	Unringfenced	9.4	-	Grant income included in (£57.1m) total above along with proportion of other S31 business rates grants	-	No change
Revenue Support Grant	Unringfenced	0.8	0.8		0.4	+0.4 Extended rights to free transport rolled into RSG (previously outside the CSP calculation)
Social Care Grant	Unringfenced	29.5	29.5		27.3	+2.2 Additional funding compared to October Budget statement plus only partial council tax precept equalisation resulting in more grant than estimated
New Homes Bonus	Unringfenced	3.0	3.0		3.0	No change

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Services Grant	Unringfenced	-	-		0.3	-0.3m Grant no longer exists from 2025/26
Children's Social Care Prevention Grant	Unringfenced	0.8	0.8			+0.8m New grant from 2025/26
Targeted deprivation funding stream	Unringfenced	-	-		1.6	-1.6m Estimated funding based on October Budget statement headlines. This has been superseded by other named grants
Recovery Grant	Unringfenced	-	-	Do not qualify to receive this grant	-	-
Funding Floor	Unringfenced	-	-	Do not qualify to receive this grant	-	-
Rural Services Delivery Grant	Unringfenced	-	-	Do not qualify to receive this grant	-	-
Housing Benefit Administration	Unringfenced	-	0.7	Not included in CSP	0.7	-
NNDR Admin Grant	Unringfenced	-	0.6	Not included in CSP	0.6	-
Local Reform and Community Voices	Unringfenced	-	0.2	Not included in CSP	0.2	-
Social Care in Prisons	Unringfenced	-	0.1	Not included in CSP	0.1	-
War Pension Scheme Disregard	Unringfenced	-	0.1	Not included in CSP	0.1	-
Domestic Abuse Safe Accommodation Grant	Ringfenced	0.8	-	Ringfenced income included in ASC service budget – previously outside of the CSP calculation	-	No change
Improved Better Care Fund + Discharge Funding (now rolled together)	Ringfenced	10.7	-	Ringfenced income included in ASC service budget	-	No change
ASC Sustainability and Improvement Fund	Ringfenced	6.3	-	Ringfenced income included in ASC service budget	-	No change

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Contribution towards National Insurance employer increase	Unringfenced	-	3.0 (estimated)	Not included in CSP settlement. Will be included as part of the final settlement	-	Costs associated with the increase have been estimated to be c.£3.7m
Core Spending Power Total		413.1				
Net Revenue Budget Funding Envelope			403.2		398.7	+4.5m Net improvement to the funding envelope compared to the position reported to Corporate Policy Committee November 2024
<i>Core Spending per dwelling</i>		<i>£2,173</i>		<i>Based on 190,079 homes</i>		
<i>Net Revenue Funding Envelope per dwelling</i>			<i>£2,105</i>	<i>Based on 190,079 homes</i>		