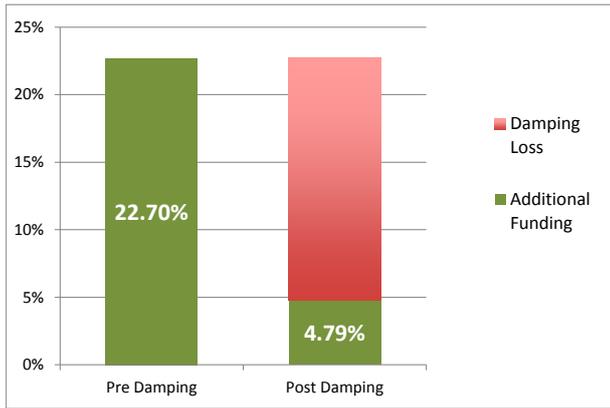


Authority: **Daventry**

Urban Comparator: **Milton Keynes**

**Changes to funding attributable to Rural Services Technical Adjustments - Pre and Post Damping**

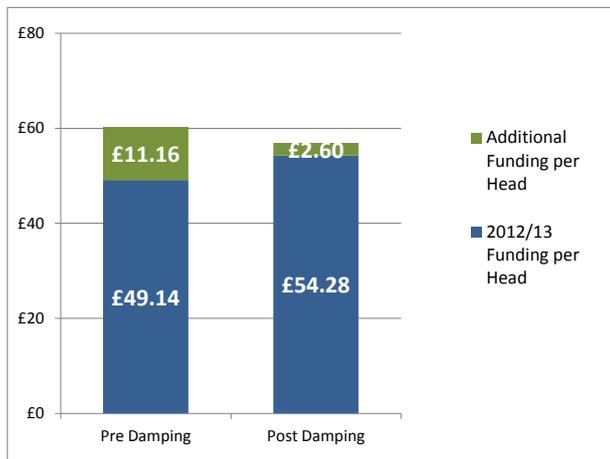


**Daventry Exemplifications Data**

	Pre Damping	Post Damping	Difference
2012/13 Funding	3,958,442	4,372,415	
Impact of Rural Services Adjustment	898,650	209,523	<b>-77%</b>
2012/13 Funding with Adjustment	4,857,093	4,581,938	
<b>Percentage change arising from Rural Services Adjustment</b>	<b>22.70%</b>	<b>4.79%</b>	

The graph and table show that Daventry would have had a pre-damping 22.7% increase in funding if the rural services adjustment had been implemented in 2012/13. However, damping would have reduced that gain arising from the rural service technical adjustment to 4.79%. Consequently, damping reduces the impact of the rural services technical adjustment by 77% for Daventry.

**Impact of the changes attributable to Rural Services Technical Adjustments on Funding - Pre and Post Damping**

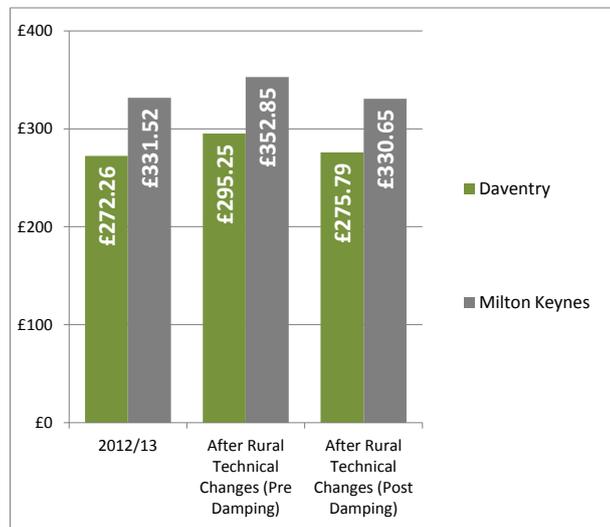


The impact of the **positive** rural services technical adjustment and the subsequent **negative** impact of damping can be seen in this graph.

The pre-damping impact for Daventry is a funding gain of £11.16 per head. For this reason, we feel that it is important that Daventry supports the rural services technical adjustment in the consultation.

However, the post-damping impact for Daventry is a much reduced funding gain of £2.6 per head. For this reason, SPARSE Rural have called on the Government to find a way of ensuring that a greater proportion of the pre-damping gains arising from the rural services technical adjustment are realised as cash funding.

**Impact of the changes attributable to Rural Services Technical Adjustments on Funding - Comparison with Nearest Urban Authority - post damping**



**Comparison of Impact of Technical Changes - Daventry v Milton Keynes**

To provide a comparison, in two tier areas, County and District funding has been added together. So, in order to be comparable with Milton Keynes which is a unitary authority Daventry's funding per head has been added to that of Northamptonshire County Council.

In 2012/13, Daventry received £59.26 less funding per head than Milton Keynes.

Prior to damping, the gains attributable to the rural services technical adjustment would have resulted in a closing of the gap between Milton Keynes and Daventry to £57.59 per head. This is a significant improvement for rural areas and SPARSE Rural has welcomed the changes in the recent Business Rates consultation.

As shown above, the damping block significantly reduces the gains arising from the rural services technical adjustment. After damping the gap in funding between Milton Keynes and Daventry increases to £54.86 per head.