

The Business Rates Retention Scheme for Hammersmith and Fulham

All figures estimated pending publication of the 2020/21 Local Government Finance Settlement and completion by H&F of the Government NNDR1 Return by 31 January

		2020/21 £m
Step 1	Business Rates Baseline Notification from the government of the business Rates they expect LBHF to collect	78.000
Step 2	Tariff Payable to government.	(16.144)
Step 3	Funding Baseline The income from business rates that government modelling assumes LBHF will retain	61.856
Step 4	Actual LBHF Forecast of Business Rates Income This will be updated when the NNDR1 Return is completed. Due to the impact of appeals it is assumed it will match the safety net threshold	57.216
Step 5	Safety Net Threshold Following the government decision to end the 75% Business Rates Retention pilot for London there is a guarantee that H&F will not receive less than 92.5% of their funding baseline (step 2). This compares to 95% for the pilot.	57.216
Step 6	Safety Net Compensation Sum Receivable by LBHF to bring it to the safety net threshold (Step 5 less Step 4)	0

The LBHF share of business rates income included in the 2020/21 budget is £57.216m. This is the minimum sum guaranteed by the safety net threshold. This is £4.640m lower than the funding baseline (step 3) assumed by the Government.