

SCHEDULE 1

PART I

Rates support grant formula

1. For the purposes of this Schedule—
 - (a) a council's wealth means its share of the Northern Ireland gross penny product, as calculated in accordance with this Schedule;
 - (b) a council's needs means its share of the Northern Ireland adjusted population (including the additional needs of a council) as calculated in accordance with this Schedule.
2. The formula to determine a council's entitlement to rates support grant shall be—

Wealth	Needs
$\left\{ \frac{\text{Council gross penny rate product}}{\text{Northern Ireland gross penny rate product}} \times 100 \right\} - \left\{ \frac{\text{Council home population adjusted}}{\text{Northern Ireland home population adjusted}} \times 100 \right\} = \text{Surplus or negative variance}$	

3. To calculate the proportion of rates support grant payable to a council, the total of negative variances shall be calculated and each council's negative variance (if any) expressed as a percentage of the total.

$$\frac{\text{Council's negative variance}}{\text{Total of councils' negative variances}} \times 100 = \text{Percentage allocation of total grant}$$