### SCHEDULE 1

# CONTENTS OF COMMUNITY CHARGE DEMAND NOTICES

## PART I

# PERSONAL COMMUNITY CHARGE

7. Subject to the provision at the end of the explanatory notes, explanatory notes in the following terms—

### EXPLANATORY NOTES

THE COMMUNITY CHARGE helps to pay for spending by the local authorities in your area. The rest of their spending is supported by:

- Government grants
- rates paid by businesses
- fees, charges and other income.

The spending plans of each of the local authorities in your area are shown separately on your bill. More detailed information can be found in the information accompanying the bill. The Common Council of the City of London has the job of collecting community charges in your area and is the authority to which you pay your community charge.

REVENUE SUPPORT GRANT: This grant is paid by the Government so as to enable authorities to spend to provide broadly a standard level of service everywhere in England for the same community charge. But because of the special circumstances of the City of London — notably its very small resident population and its high daytime population — there are special arrangements in relation to non-domestic rates to enable this to happen.

NON-DOMESTIC RATES: The non-domestic rates collected by the Common Council and other authorities are paid into a central pool and re-distributed in proportion to the number of community chargepayers in each authority's area. But the Common Council can set its own rate and retain part of the proceeds to help pay for the services it provides. These special arrangements ensure that City of London ratepayers and community chargepayers each bear an appropriate share of the cost of providing the services which benefit them.

INNER LONDON EDUCATION GRANT: This grant is paid by the Government to help with the cost of providing an education service following the abolition of the Inner London Education Authority. It will be phased out over the next few years.

OTHER ADJUSTMENTS: The main adjustments are to take into account the Common Council's estimate of:

- interest payable to or by the Council on certain monies
- changes in income due to movement of people on and off the community charges register
- income from standard community charges
- community charges not collected by the Council.

[PENALTY: If an amount is shown in respect of a penalty or penalties being recovered under the bill and you have not previously been informed of the ground on which it has or they have been imposed, further particulars will be found in the information accompanying the bill.]

The note in parentheses may be omitted, if inapplicable.