

**PROJECTED FUNDING 2001/02 - 2005/06**

	Notes	2001/02 £m	2002/03 £m	2003/04 £m	2004/05 £m	2005/06 £m
Central funding allocated by national allocation formula (ie main police grant, RSG and NNDR)	1	1,475.2	1,543.1	1,589.4	1,637.0	1,686.1
<i>Less</i>						
Reduction in grant to reflect new funding of NCS/NCIS	2	0.0	-35.9	-37.0	-38.1	-39.2
Sub-total	3	1,475.2	1,507.2	1,552.4	1,598.9	1,646.9
<i>Annual increase (before transfers)</i>			4.6%	3.0%	3.0%	3.0%
MPS special payment	4	191.0	196.7	202.6	208.7	215.0
<i>Annual increase</i>			3.0%	3.0%	3.0%	3.0%
Hypothecated grants:						
Crime Fighting Fund	5	38.1	58.3	68.4	70.5	72.6
Pay lead grant	6	18.0	20.3	25.3	29.4	32.6
Loan charges grant	7	3.9	3.9	3.7	3.5	3.0
Precept (excluding contribution to council tax benefit)		313.9	313.9	313.9	313.9	313.9
<i>Annual increase</i>			0.0%	0.0%	0.0%	0.0%
<b>TOTAL FUNDING</b>		<b>2,040.1</b>	<b>2,100.3</b>	<b>2,166.3</b>	<b>2,225.0</b>	<b>2,284.0</b>
<b><i>Annual increase</i></b>			<b>3.0%</b>	<b>3.1%</b>	<b>2.7%</b>	<b>2.7%</b>

**Notes**

- Projections for formula funding in 2002/03 and 2003/04 are based on SR2000. Increases in the following years are assumed to remain at 2003/04 level. No assumption has been made about the availability of PFI credits.
- Central funding of NCS/NCIS assumed to commence in 2002/03.
- MPS share of available formula funding is assumed to remain at 2001/02 level.
- MPS special payment is assumed to increase at same rate as police pay rise.
- Crime Fighting Fund runs to 2002/03. Funding arrangement thereafter are unclear but this line shows the sums that will need to be obtained through the formula allocation to meet the cost of all officers recruited under the CFF scheme.
- Assumes HO will continue to fund London pay lead at 75% of total annual cost.
- This grant is paid as a contribution to costs associated with pre-1990 debt and will disappear over time.