

2014/15 COUNCIL TAX RESOLUTION

1.0 SUMMARY

- 1.1 The purpose of this report is to enable Council to make the necessary resolutions in relation to the setting of Council Tax for 2014/15.

2.0 BACKGROUND

- 2.1 The Localism Act 2011 has made significant changes to the Local Government Finance Act 1992, and now requires the billing authority to calculate a council tax requirement for the year, not its budget requirement as previously.
- 2.2 Since the meeting of the Cabinet the precept levels of other precepting bodies have been received. These are detailed in the paragraphs below.

3.0 PROPOSALS

3.1 Adur District Council

The Adur District Council Precept (including special expenses, but excluding parishes) for 2014/15 is detailed in the Appendix A and total £5,402,520.00. The increase in the average Band D Council Tax is 0% and results in an average Band D Council Tax figure of £274.27 for 2014/15.

- 3.1.1 Section 30(1) of the Local Government Finance Act 1992 requires the Council to set an amount of Council Tax each financial year for each category of dwelling in its area. Adur District Council, as a billing authority for the purposes of Council Tax, is required to set its Council Tax before 11 March in the financial year preceding that for which the Council Tax is set.
- 3.1.2 These amounts are based on the Council's own budget, plus precepts from Parish councils where applicable, plus shares of the budget for West Sussex County Council and The Police and Crime Commissioner for Sussex, all divided by the tax base. At its meeting on 4th February 2014, the Cabinet approved the tax base for the Adur District and for each of the Parish Council areas for 2014/15 totalling 19,697.8 Band D equivalents.
- 3.1.3 For the purpose of calculating council tax, dwellings are allocated to valuation bands and the amount of Council Tax paid for dwellings in each band is calculated using nationally set weightings for each band.

3.0 PROPOSALS

3.1 Adur District Council

3.1.4 The Localism Act 2011 made significant changes to the Local Government Finance Act 1992, and now requires the Council to calculate a Council Tax Requirement for the year, not its Budget Requirement as previously.

3.1.5 Since the meeting of the Cabinet on 4th February 2014, the precept levels of the other precepting bodies have been received. These are detailed as follows:

Parish Councils

The Parish precepts for 2014/15 are detailed in Appendix B and C total £364,863.

West Sussex County Council

West Sussex County Council met on 14th February 2014 and set their precept at £22,888,646.62. This results in a Band D Council Tax of £1,161.99.

The Police and Crime Commissioner for Sussex

The Police and Crime Commissioner for Sussex met with the Police and Crime Panel who approved the Commissioner's proposal on 24th January 2014. The Council has now received the precept notification of £2,779,753.54. This results in a Band D Council Tax of £141.12.

3.2 Explanatory Note

3.2.1 The Act specifies the calculations required and the resolution is structured to meet those requirements. The resolution is divided into the following sections:

a) Council Tax Base (Resolution 1)

This resolution stipulates the Council Tax Base for the forthcoming financial year, as agreed by the Cabinet at its meeting on 4th February 2014.

b) Council Tax Requirement (Resolution 2)

This resolution sets the Council's own Council Tax Requirement for the purpose of setting council tax. It represents the amount of council tax that the Council must collect from the council tax payers in its area to fund the budget for its own activities for the forthcoming year.

The Council Tax Requirement is calculated by taking the Council's Net Revenue Budget for 2014/15 of £5,402,520, and deducting the aggregate of the amount of support the Council receives from the government in the form of Baseline Funding and Additional Business Rate income, and transfers to or from the Collection Fund.

3.0 PROPOSALS

c) Basic Amount of Council Tax (Resolution 3)

This resolution sets the Basic Amount of Council Tax for each part of the Council's area. These amounts are based on precepts from parish councils in addition to the budget for the Council's own activities and hence the Basic Amount of Council Tax differs between parts of the Council's area.

d) Precepts of Major Precepting Authorities (Resolution 4)

As a billing authority, the Council also collects council tax in its area on behalf of West Sussex County Council and The Police and Crime Commissioner for Sussex. The amount that they precept is based on their Council Tax Requirement, divided between West Sussex districts and boroughs in proportion to the number of Band D equivalent dwellings in each district/borough area.

e) Setting of Council Tax (Resolution 5)

This resolution sets out the total amount of council tax payable for each category of dwelling and for each part of the Council's area, including the basic amount for each part of the Council's area plus the amounts precepted by West Sussex County Council and The Police and Crime Commissioner for Sussex.

4.0 CONCLUSIONS

4.1 The recommendations of the Cabinet are set out in the formal Council Tax Resolution in Appendix A.

4.2 If the formal Council Tax Resolution at Appendix A is approved, the total Band D Council Tax will be as follows:

Lancing Parish Council

	2013/14 £	2014/15 £	Increase %
West Sussex County Council	1,161.99	1,161.99	0.0%
Sussex Police Authority	138.42	141.12	1.95%
Adur DC (excl special expenses)	262.08	261.90	-0.07%
Lancing Parish element	47.79	48.15	0.75%
<i>Lancing Parish Council subtotal</i>	<i>309.87</i>	<i>310.05</i>	<i>0.06%</i>
Total for Lancing Parish Area	1,610.28	1,613.16	0.18%

4.0 CONCLUSIONS

Sompting Parish Council

	2013/14 £	2014/15 £	Increase %
West Sussex County Council	1,161.99	1,161.99	0.0%
Sussex Police Authority	138.42	141.12	1.95%
Adur DC (excl special expenses)	262.08	261.90	-0.07%
Special Expenses	17.28	17.55	1.56%
Sompting Parish element	31.77	31.50	-0.85%
<i>Sompting Parish Council subtotal</i>	<i>311.13</i>	<i>310.95</i>	<i>-0.06%</i>
Total for Sompting Parish Area	1,611.54	1,614.06	0.16%

Unparished Areas

	2013/14 £	2014/15 £	Increase %
West Sussex County Council	1,161.99	1,161.99	0.00%
Sussex Police Authority	138.42	141.12	1.95%
Adur DC (excl special expenses)	262.08	261.9	-0.07%
Special Expenses	17.28	17.55	1.56%
<i>Unparished area total</i>	<i>279.36</i>	<i>279.45</i>	<i>0.03%</i>
Total for Unparished Areas	1,579.77	1,582.56	0.18%

5.0 RECOMMENDATION

- 5.1 Council is recommended to approve the formal Council Tax resolution for Adur District Council at Appendix A including the Council's specific Council Tax for 2014/15, Parish Precepts and Special Expenses, which are to be:
- 5.1.1 The basic part of Adur Council's requirements in 2014/15 to be £261.90 for a Band D equivalent property.
- 5.1.2 The special expenses part of Adur Council's requirements in 2014/15 to be £17.55 for a Band D equivalent property.
- 5.1.3 The average Band D equivalent for Adur per paragraph 3(f), to be £274.27.

Background Papers

Budget Spending Plans Report submitted to the Cabinet on 4th February 2014.

Local Government Finance Act 1992;
<http://www.legislation.gov.uk/ukpga/1992/14>

Localism Act 2011
https://www.gov.uk/government/uploads/system/uploads/attachment_data/file/5959/1896534.pdf

The Autumn Statement 2013 HM Treasury;
https://www.gov.uk/government/uploads/system/uploads/attachment_data/file/263942/35062_Autumn_Statement_2013.pdf

Appendices

- Appendix A Council Tax Resolutions
- Appendix B Council Tax charges 2014/15 and Parish Council precepts
- Appendix C Parish Precepts

ADUR DISTRICT COUNCIL – COUNCIL TAX RESOLUTION

The council is recommended to resolve as follows:

1. It be noted that on 4th February 2014, the Cabinet calculated the Council Tax Base 2014/15.
 - (a) for the whole Council area as **19,697.8** [Item T in the formula in Section 31B of the Local Government Finance Act 1992, as amended (the “Act”)]; and
 - (b) for dwellings in those parts of its area to which a Parish precept relates as in the attached Appendix C
2. That the Council Tax requirement for the Council’s own purposes for 2014/15 (excluding Parish precepts) is **£5,402,520**.
3. That the following amounts be calculated by the Council for the year 2014/15 in accordance with Sections 31 to 36 of the Act:
 - (a) **£49,077,913** being the aggregate of the amounts which the Council estimates for the items set out in Section 31A(2) of the Act taking into account all precepts issued to it by Parish Councils
 - (b) **£43,310,530** being the aggregate of the amounts which the Council estimates for the items set out in Section 31A(3) of the Act.
 - (c) **£5,767,383** being the amount by which the aggregate at 3(a) above exceeds the aggregate at 3(b) above, calculated by the Council in accordance with Section 31A(4) of the Act, as its Council Tax requirement for the year. (Item R), in the formula in Section 31B of the Act).
 - (d) **£292.79** being the amount at 3(c) above (Item R), all divided by Item T (1(a) above), calculated by the Council in accordance with Section 31B of the Act, as the basic amount of its Council Tax for the year (including Parish precepts).
 - (e) **£364,863** being the aggregate amount of all special items (Parish precepts) referred to in Section 34(1) of the Act (as per the attached Appendix C).
 - (f) **£274.27** being the amount at 3(d) above less the result given by dividing the amount at 3(e) above by Item T (1(a) above), calculated by the Council, in accordance with Section 34(2) of the Act, as the basic amount of its Council Tax for the year.
 - (g) **£243,399** being the aggregate amount of all special expenses (not applicable in the Lancing Parish area)

ADUR DISTRICT COUNCIL – COUNCIL TAX RESOLUTION

(h) **£261.90** being the amount at 3(d) above less the result given by dividing the amount at 3(e) and 3(g) above by Item T (1a above), calculated by the Council, in accordance with Section 34(2) of the Act, as the basic amount of its Council Tax for the year for dwellings in those parts of its area to which no Parish precept or Special Expense relates.

4. That it be noted that for the year 2014/15 the West Sussex County Council and The Police and Crime Commissioner for Sussex have issued precepts to the Council in accordance with Section 40 of the Local Government Finance Act 1992 for each category of dwellings in the Council’s area as indicated in the table below:-

All of the Council's Area 2014/15	Band A £	Band B £	Band C £	Band D £	Band E £	Band F £	Band G £	Band H £
West Sussex County Council	774.66	903.77	1,032.88	1,161.99	1,420.21	1,678.43	1,936.65	2,323.98
The Police and Crime Commissioner for Sussex	94.08	109.76	125.44	141.12	172.48	203.84	235.20	282.24

5. That the Council, in accordance with Sections 30 and 36 of the Local Government Finance Act 1992, hereby sets the amounts shown in Appendix B as the amounts of Council Tax for the year 2014/15 for each part of its area and for each of the categories of dwellings.

Sarah Gobey
Executive Head of Financial Services

Lancing Parish Council

Council Tax Schedule 2014/15	Band A £	Band B £	Band C £	Band D £	Band E £	Band F £	Band G £	Band H £
West Sussex County Council	774.66	903.77	1,032.88	1,161.99	1,420.21	1,678.43	1,936.65	2,323.98
Sussex Police Authority	94.08	109.76	125.44	141.12	172.48	203.84	235.20	282.24
Parish of Lancing	206.70	241.15	275.60	310.05	378.95	447.85	516.75	620.10
TOTAL	1,075.44	1,254.68	1,433.92	1,613.16	1,971.64	2,330.12	2,688.60	3,226.32

Sompting Parish Council

Council Tax Schedule 2014/15	Band A £	Band B £	Band C £	Band D £	Band E £	Band F £	Band G £	Band H £
West Sussex County Council	774.66	903.77	1,032.88	1,161.99	1,420.21	1,678.43	1,936.65	2,323.98
Sussex Police Authority	94.08	109.76	125.44	141.12	172.48	203.84	235.20	282.24
Parish of Sompting	207.30	241.85	276.40	310.95	380.05	449.15	518.25	621.90
TOTAL	1,076.04	1,255.38	1,434.72	1,614.06	1,972.74	2,331.42	2,690.10	3,228.12

Unparished Areas

Council Tax Schedule 2014/15	Band A £	Band B £	Band C £	Band D £	Band E £	Band F £	Band G £	Band H £
West Sussex County Council	774.66	903.77	1,032.88	1,161.99	1,420.21	1,678.43	1,936.65	2,323.98
Sussex Police Authority	94.08	109.76	125.44	141.12	172.48	203.84	235.20	282.24
Unparished Areas of Adur Council	186.30	217.35	248.40	279.45	341.55	403.65	465.75	558.90
TOTAL	1,055.04	1,230.88	1,406.72	1,582.56	1,934.24	2,285.92	2,637.60	3,165.12

Council Tax Base

	2013/14 Tax Base	2014/15 Tax Base
Lancing	5,818.90	5,860.30
Sompting	2,601.00	2,622.00
Unparished	11,260.80	11,215.50
TOTAL	19,680.70	19,697.80

Parish Precepts

Parish Precepts	2014/15	2013/14
Lancing Parish Council	£282,170	£278,000
Sompting Parish Council	£82,693	£82,693
Total	£364,863	£360,693