

TELFORD & WREKIN COUNCIL**COUNCIL – 1 MARCH 2018****COUNCIL TAX - FORMAL RESOLUTIONS FOR 2018/19****REPORT OF THE CHIEF FINANCIAL OFFICER (ASSISTANT DIRECTOR OF FINANCE AND HUMAN RESOURCES)****LEAD MEMBER – COUNCILLOR LEE CARTER****1. PART A – SUMMARY REPORT**

Council Tax levels must be approved by Full Council. This report sets out the formal resolutions to determine the levels of Council Tax for Telford & Wrekin Council for 2018/19. The levels of tax take account of the requirements of Telford & Wrekin Council, the West Mercia Police & Crime Commissioner, Shropshire and Wrekin Fire Authority, and the various Parish and Town Councils.

The Council's General and Special Fund budgets for 2018/19 were approved earlier at this meeting and the Council Tax Base was approved at the meeting of Full Council on 11 January 2018.

Council Tax levels are based on spending requirements and the council tax base (number of chargeable Band D equivalent dwellings). Once this report is agreed the Band D Council Tax will be:

| Authority | | Band D Council Tax £ | Increase % |
|---|--|-------------------------|------------|
| Telford & Wrekin | General Fund | 1,175.02 | 1.2 |
| | Special Fund | 15.12 | 1.5 |
| Telford & Wrekin | Total (excluding Adult Social Care Precept) | 1,190.14 | 1.2 |
| Telford & Wrekin | Adult Social Care Precept | 71.06 | 2.0 |
| Telford & Wrekin | Total (including Adult Social Care Precept) | 1,261.20 | 3.2 |
| West Mercia Police & Crime Commissioner | | 197.07 | 3.9 |
| Shropshire and Wrekin Fire Authority | | 97.34 | 3.0 |
| Parish & Town Councils | | 84.12 | 2.1 |
| Total Council Tax | | 1,639.73 | 3.2 |

The percentage increases all relate to change from current year levels except in the case of the Adult Social Care precept where the Government require councils to show whether a further 2% or 3% precept is being applied in 2018/19.

The increases in overall council tax will vary dependent on parish area. This Council has set a 1.2% increase for the main part of its Council Tax. From 2016/17, a new “Adult Social Care Precept” was introduced by the Government, which is equivalent to a 2% Council Tax increase in 2016/17 and 2% or 3% for 2017/18 and 2018/19, the income from which must be ring-fenced to be spent on Adult Social Care Services. This Council has elected to increase the Adult Social Care Precept by 2% in 2018/19.

In the Government’s calculation of core spending power from 2016/17 through to 2019/20, the Government have assumed that social services authorities such as Telford & Wrekin increase their council tax by 2% plus at least 2% for the Adult social Care Precept. Telford & Wrekin’s increase of 3.2% is therefore below the Government’s assumed increase each year.

Overall the total average bill has increased by 3.2% after including increases by Police, Fire and the average increase applied by Parish and Town Councils.

The average increase in overall bills represents a range from 2.82% to 5.24% depending on variations in parish council spending and precepts.

While the total average Band D bill will be £1,639.73, the majority of properties in the area fall in Bands A and B – for a Band B property the overall average bill is £1,275.35.

The necessary formal resolutions are set out in section 5 of the report.

2.0 RECOMMENDATIONS

Members are asked to approve the formal resolutions to determine the levels of Council Tax for 2018/19 as detailed in the report.

3.0 SUMMARY IMPACT ASSESSMENT

| | | |
|---|---|--|
| COMMUNITY IMPACT | Do these proposals contribute to specific priorities? | |
| | Yes | The level of Council Tax is a product of the Service & Financial Planning Strategy which is integral to ensuring that available resources are used as effectively as possible to deliver corporate priorities. |
| TARGET COMPLETION /DELIVERY DATE | The Council Tax must be set by 11 March each year prior to the start of the financial year to which it relates. | |
| FINANCIAL/VALUE FOR MONEY IMPACT | Yes | The financial impacts are detailed in the Service & Financial Planning Report. |

| | | |
|---|----|---|
| LEGAL ISSUES | No | The Council must make calculations concerning its spending and Council Tax for the area to enable the Council's statutory obligations to be fulfilled. Members should note that the Local Government Finance Act 1992 imposes a statutory duty upon the Council to calculate its council tax requirement and to set its Council Tax for 2018/19 before the 11th March, 2018. Details of those Regulations and how they have been observed are set out in this report. |
| OTHER IMPACTS, RISKS & OPPORTUNITIES | No | These are considered as part of the Service & Financial Planning report. |
| IMPACT ON SPECIFIC WARDS | No | Borough Wide |

PART B – ADDITIONAL INFORMATION

4.0. INFORMATION

The Council Tax Base was approved at Full Council on 11 January 2018. The Council's budget for 2018/19 was agreed earlier at this meeting.

The budget is made up of a General Fund element and a much smaller Special Fund element. The Special Fund is required to ring fence costs that apply to areas that were previously unparished and where the Council still provides some additional services normally provided by Town and Parish Councils mainly relating to footway lighting and cemeteries, whereas some parishes provide and pay for these services.

Some parishes in the special fund area have, however, assumed responsibility for footway lighting so that two special fund charges are applied in different areas dependent upon whether footway lighting is provided by this Council or the Parish Council. The charge for special fund areas has increased by 1.5%, and across the Borough as a whole the proposals set out in this report represent a 1.2% increase on average in the Council Tax levied by Telford & Wrekin Council plus the Adult Social Care Precept which is a 2% increase.

The Adult Social Care Precept is equivalent to a 2% Council Tax increase. The income from this must be ring-fenced to be spent on Adult Social Care Services.

5. FORMAL RESOLUTIONS

5.1. That it be noted that at its meeting on 11 January 2018 the Council calculated the following amounts for the year 2018/19 in accordance with Regulation 3 of the Local Authorities (Calculation of Council Tax Base) Regulations 2012 made under Section 33 of the Local Government Finance Act 1992 as amended (The Act):-

(a) **49,579.8** being the amount calculated by the Council, in accordance with Regulation 3 of the Local Authorities (Calculation of Council Tax Base) Regulations 2012 (The Regulations), as its Council Tax base for the year (The Council Tax Base).

(b) **Part of the Council's Area
Tax Base**

The Parish of:-

| | |
|---------------------------|-----------------|
| CHETWYND | 245.3 |
| CHETWYND ASTON & WOODCOTE | 172.7 |
| CHURCH ASTON | 505.9 |
| DAWLEY HAMLETS | 2,210.5 |
| DONNINGTON & MUXTON | 3,769.5 |
| EDGMOND | 536.0 |
| ERCALL MAGNA | 573.4 |
| GORGE, THE | 1,398.8 |
| GREAT DAWLEY | 2,415.9 |
| HADLEY & LEEGOMERY | 4,245.2 |
| HOLLINSWOOD & RANDLAY | 1,382.6 |
| KETLEY | 1,286.4 |
| KYNNERSLEY | 78.5 |
| LAWLEY & OVERDALE | 2,977.6 |
| LILLESHALL | 552.5 |
| LITTLE WENLOCK | 242.2 |
| MADELEY | 4,062.8 |
| NEWPORT | 3,805.8 |
| OAKENGATES | 2,368.1 |
| PRESTON | 99.3 |
| RODINGTON | 357.6 |
| ST GEORGES & PRIORSLEE | 3,833.5 |
| STIRCHLEY & BROOKSIDE | 2,252.0 |
| TIBBERTON & CHERRINGTON | 283.7 |
| WATERS UPTON | 387.9 |
| WELLINGTON | 6,589.2 |
| WROCKWARDINE | 1,435.9 |
| WROCKWARDINE WOOD | 1,473.3 |
| | 49,542.1 |

being the amounts calculated by the Council in accordance with Regulation 6 of The Regulations, as the amounts of its Council Tax Base for the year for dwellings in those parts of its area to which one or more special items relate.

5.2. That the following amounts be now calculated by the Council for the year 2018/19 in accordance with Sections 31 to 36 of The Act:-

- (a) £414,579,403 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) £347,878,921 being the aggregate of the amounts which the Council estimates for the items set out in Section 31A(3) of the Act.
- (c) £66,700,482 being the amount by which the aggregate at 5.2(a) above exceeds the aggregate at 5.2(b) above, calculated by the Council, in accordance with Section 31A(4) of the Act, as its Council Tax requirement for the year.
- (d) £1,345.32 being the amount at 5.2(c) above divided by the Council Tax base, 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 and special items).
- (e) £4,920,064 being the aggregate amount of all special items referred to in Section 34(1) of the Act.
- (f) £1,246.08 being the basic amount of its Council Tax for the year for dwellings in those parts of its area to which no special item relates (calculated by deducting from the amount at 5.2(d) above, the quotient of the amount at 5.2(e) above divided by the Council Tax Base). The only area that this relates to is the Parish of Eyton. This includes the Adult Social Care Precept of £71.06.

(g) **Part of the Council's Area**

£

The Parish of:

| | |
|---------------------------|----------|
| Chetwynd | 1,260.34 |
| Chetwynd Aston & Woodcote | 1,280.82 |
| Church Aston | 1,283.00 |
| Dawley Hamlets (SF2*) | 1,310.34 |
| Donnington & Muxton | 1,290.78 |
| Edgmond | 1,279.87 |
| Ercall Magna | 1,314.43 |
| The Gorge (SF2*) | 1,325.93 |
| Great Dawley (SF2*) | 1,465.43 |
| Hadley & Leegomery | 1,320.76 |

| | |
|-----------------------------------|----------|
| Hollinswood & Randlay | 1,411.47 |
| Ketley | 1,373.27 |
| Kynnersley | 1,279.00 |
| Lawley & Overdale (SF2*) | 1,344.90 |
| Lilleshall | 1,346.26 |
| Little Wenlock | 1,304.82 |
| Madeley (SF2*) | 1,396.93 |
| Newport | 1,362.97 |
| Oakengates (SF2*) | 1,439.76 |
| Preston | 1,249.10 |
| Rodington | 1,291.79 |
| St. Georges & Priorslee (SF1*) | 1,285.20 |
| Stirchley & Brookside(SF2*) | 1,388.72 |
| Tibberton & Cherrington | 1,263.47 |
| Waters Upton | 1,307.87 |
| Wellington (SF2*) | 1,335.85 |
| Wrockwardine | 1,292.31 |
| Wrockwardine Wood & Trench (SF1*) | 1,324.25 |

**SF1 indicates a parish in the special fund area which has taken over responsibility for footway lighting. An additional charge of £0.00 per Band D is made for cemeteries.*

**SF2 indicates a parish in the special fund area which has not taken over responsibility for footway lighting. An additional charge of £29.21 per Band D is made for both cemeteries and footway lighting.*

being the amounts given by adding to the amount at 5.2(f) above the amounts of the special item or items relating to dwellings in those parts of the Council's area mentioned above divided in each case by the amount at 5.1(b) above, calculated by the Council, in accordance with Section 34(3) of the Act, as the basic amounts of its council tax for the year for dwellings in those parts of its area to which one or more special items relate.

- (h) The amounts in Appendix 1 being the amounts given by multiplying the amounts at 5.2(f) and 5.2(g) above by the number which, in the proportion set out in Section 5(1) of the Act, is applicable to dwellings listed in a particular valuation band divided by the number which in that proportion is applicable to dwellings listed in valuation band D, calculated by the Council, in accordance with Section 36(1) of the Act, as the amounts to be taken into account for the year in respect of categories of dwellings listed in different valuation bands.

6. The West Mercia Police & Crime Commissioner precept for 2018/19 was set at its meeting on 6 February 2018. The following amounts were stated in precepts issued to the Council, in accordance with

Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:-

| <u>Valuation</u> <u>Band</u> | <u>Amount</u> <u>£</u> |
|---------------------------------|---------------------------|
| A | 131.38 |
| B | 153.28 |
| C | 175.17 |
| D | 197.07 |
| E | 240.86 |
| F | 284.66 |
| G | 328.45 |
| H | 394.14 |

7. The Shropshire & Wrekin Fire and Rescue Authority's precept for 2018/19 was set at its meeting on 14 February 2018. The following amounts were stated in precepts issued to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:-

| <u>Valuation</u> <u>Band</u> | <u>Amount</u> <u>£</u> |
|---------------------------------|---------------------------|
| A | 64.89 |
| B | 75.71 |
| C | 86.52 |
| D | 97.34 |
| E | 118.97 |
| F | 140.60 |
| G | 162.23 |
| H | 194.68 |

8. That, having calculated the aggregate in each case of the amounts at 5.2(h) and 6 and 7 above, the Council, in accordance with Section 30(2) of the Local Government Finance Act, 1992, hereby sets the amounts in Appendix 2 as the amounts of council tax for the year 2017/18 for each of the categories of dwellings shown.
9. Background Papers
Service & Financial Planning Report 2018/19 – 2019/20
Parish Precept Requests
Police & Crime Commissioner Precept Request
Fire Authority Precept Request
2018/19 Revenue Support Grant Settlement
Acts, Directions and Regulations as quoted above.