

REPORT TO:	COUNCIL	AGENDA ITEM: 6
DATE OF MEETING:	1st MARCH 2021	CATEGORY:
REPORT FROM:	STRATEGIC DIRECTOR (CORPORATE RESOURCES)	OPEN
MEMBERS CONTACT POINT:	KEVIN STACKHOUSE (01283 595811) kevin.stackhouse@southderbyshire.gov.uk	DOC: s/finance/committee/2020-21/Mar/Council/Council Tax setting
SUBJECT:	COUNCIL TAX SETTING 2021/22	REF:
WARD(S) AFFECTED:	ALL	TERMS OF REFERENCE:

1.0 Recommendations

1.1 That the formal Council Tax resolutions for 2021/22 at **Appendix 1** are approved.

2.0 Purpose of the Report

2.1 To set out the statutory resolutions to enable the Council to calculate and set the Council Tax for 2021/22. This is in accordance with regulations under the Local Government Finance Act 1992, as amended by the Localism Act 2011.

2.2 The Council Tax for District (South Derbyshire) Services is based on budgeted spending levels for 2021/22, as recommended by the Finance and Management Committee on 11th February. At its meeting on 24th February, the Council approved a Council Tax increase of 1.5% for 2021/22. This has been reflected in the updated schedules and resolutions for approval.

2.3 The report is set out in the following sections / appendices:

- **Section 3: Executive Summary** – summarising the proposed Council Tax level for South Derbyshire residents including charges set by other precepting authorities, together with an explanation of the technical resolutions.
- **Appendix 1:** The formal Council Tax resolution to meet statutory requirements.
- **Appendix 2:** The detailed Tax Base, Precept and Band D rates for Parish Councils, together with the level of Council Tax Reduction Scheme (CTRS) Grant allocated to Parish Councils.

- **Schedules A to C:** These detail the level of Council Tax by Preceptor and by band, aggregated for each part of the District.

3.0 Executive Summary

- 3.1 The Council is required to calculate a Council Tax Requirement (CTR) for the forthcoming financial year, 2021/22. Not only is this the basis for the local Council Tax rate, the CTR is used to test whether an increase in Council Tax from year to year is excessive in accordance with criteria laid down by the Secretary of State.

Precepts

- 3.2 The precept levels of other precepting bodies have been received and these are detailed below.

Parish Councils

- 3.3 Parish Council precepts for 2021/22 as notified to the Council under Section 41 of the Local Government Finance Act 1992 are detailed in **Appendix 2** and total £929,527.

Derbyshire County Council

- 3.6 Derbyshire County Council met on 3rd February 2021 and set their precept at £48,708,959. This results in a Band D Council Tax of £1,383.07 for 2021/22 (£1,349.34 in 2020/21). *This includes a specific Precept to fund Adult Social Care.*

Police and Crime Commissioner for Derbyshire

- 3.7 The Derbyshire Police and Crime Commissioner confirmed their precept on 10th February 2021 at £8,508,669. This results in a Band D Council Tax of £241.60 (£226.60 in 2020/21).

Derbyshire Fire and Rescue Service

- 3.8 The Derbyshire Fire and Rescue Authority met on 11th February 2021 and set their precept at £2,791,731 This results in a Band D Council Tax of £79.27 (£77.73 in 2020/21).

Overall Council Tax Level 2020/21

- 3.9 The recommendations of the Finance and Management Committee for District Council services are set out in the formal Council Tax Resolution in **Appendix 1**. If this resolution is approved, the total Band D Council Tax for 2021/22 will be as follows:

Overall Band D Council Tax (per year)	2020/21 £:p	2021/22 £:p	Increase £:p	Increase %
South Derbyshire District Council	165.48	167.96	2.48	1.50%
Derbyshire County Council	1,349.34	1,383.07	33.73	2.50%
Police and Crime Commissioner for Derbyshire	226.60	241.60	15.00	6.62%
Derbyshire Fire and Rescue Service	77.73	79.27	1.54	1.98%
TOTAL	1,819.15	1,871.90	52.75	2.90%

3.10 An explanation of the resolutions in **Appendix 1** is provided below.

Resolution 1 - Council Tax Base

3.11 This is the District Council's Tax Base, which was approved by Full Council at its meeting held on the 14th January 2021. The Tax Base was set at **35,218** and is known as **Item T**.

Resolution 2 – The Council Tax Requirement (CTR)

3.12 This is the amount of revenue expenditure to be met from Council Tax. It is the Council's Band D rate (excluding Parishes) multiplied by its Council Tax Base, as follows:

$$£167.96 * 35,218 = \underline{\underline{£5,915,215}}$$

Resolution 3 (a)

3.13 This is the Council's estimated gross expenditure for 2021/22 including the Housing Revenue Account and Parish Precepts and totals £44,365,291.

Resolution 3 (b)

3.14 This is the Council's estimated income for 2021/22. It includes all fees and charges, together with housing rents, specific government grants, contributions from reserves and declared surpluses on the Collection Fund. The total is £37,520,549.

Resolution 3 (c)

3.15 This is the difference between 3 (a) and 3 (b), i.e. £6,844,742 and is known as **Item R**. It represents the CTR for the year of £5,915,215 (Resolution 2) together with Parish Precepts of £929,527.

Resolution 3 (d)

3.16 This is the basic amount of Council Tax for 2021/22, including Parish Precepts and is item R divided by item T. i.e.

$$£6,844,742 / 35,218 = \underline{\underline{£194.35}}$$

Resolution 3 (e)

3.17 This is the total amount of Parish Precepts as detailed in **Appendix 2**, i.e. £929,527.

Resolution 3 (f)

3.18 This is the basic amount of Council Tax for areas where no Parish Precept applies, i.e.

$$£194.35 - (£929,527 / 35,218) = \underline{\underline{£167.96}}$$

Resolutions 4 and 5

3.19 These confirm the precepts levied by Parish Councils together with those notified to the Council by the County, Police/Crime Commissioner and Fire authorities. The equivalent tax rates by property band are shown in Schedules A and B.

Resolution 6

3.20 This is the aggregate amount of Council Tax for South Derbyshire as detailed in **Schedule C**.

Resolution 7

3.21 Schedule 5 of the Localism Act 2011 makes provision for a referendum to be held if an authority increases its Council Tax by an amount exceeding principles determined by the Secretary of State.

3.22 The Secretary has determined that for 2021/22, a Council Tax will be *deemed excessive* (and subject to a local Referendum) for shire district councils if the authority's relevant basic amount of Council Tax (i.e. Band D) for 2021/22 is:

(a) *2% greater than its relevant basic amount of Council Tax for 2020/21; and*

(b) *£5 greater than its relevant basic amount of Council Tax for 2020/21.*

3.23 As shown in the table in **paragraph 3.9**, the District's Band D rate will increase following the recommendation of Full Council on 24th February 2021, by 1.5%. Therefore, under the principles set out by the Secretary of State, the Council's increase is not deemed excessive.

Appendix 1

The Council is recommended to resolve as follows:

1. It be noted that on 14th January 2021, the Full Council calculated the Council Tax Base 2021/22:
 - (a) For the whole area as 35,218 (Item T in the formula in Section 31B of the Local Government Finance Act 1992, as amended by the Localism Act 2011).
 - (b) For dwellings in those parts of its area to which a Parish Precept relates as 24,019.
2. Calculate that the Council Tax Requirement for the Council's own purpose for 2021/22 (excluding Parish Precepts) is £5,915,295.
3. That the following amounts be calculated for the year 2020/21 in accordance with Sections 31 and 36 of the Localism Act 2011:
 - (a) £44,365,291

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) £37,520,549

Being the aggregate of the amounts which the Council estimates for the items set out in Section 31A (3) of the Act.
 - (c) £6,844,742

Being the amount by which the aggregate of 3(a) above exceeds the aggregate of 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) £194.35

Being the amount at 3(c) above (Item R) all divided by Item T (1a 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) £929,527

Being the aggregate amount of all Parish Precepts referred to in Section 34 (1) of the Act.

(f) £167.96

Being the amount at 3 (d) above less the result given by dividing the amount at 3 (e) 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 relates.

4. To note that Parish Councils have issued precepts to the Council in accordance with Section 41 of Local Government Finance Act 1992 for each category of dwellings in the Council's area as indicated in **Schedule A**
5. To note that the County Council, the Police and Crime Commissioner and the Fire and Rescue Service for Derbyshire, 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 **Schedule B**.
6. That the Council, in accordance with Sections 30 and 36 of the Local Government Finance Act 1992, hereby sets the aggregate amounts shown in **Schedule C**, as the amounts of Council Tax for 2021/22 for each part of its area and for each of the categories of dwellings, this being the aggregate of Schedules A and B.
7. That in accordance with Section 52 (ZB) of the Local Government Finance Act 1992, the Council determines that the amount of council tax shown at 3 (f) of £167.96 **is not** excessive compared to 2020/21 and therefore there is no requirement for a local referendum.

ANALYSIS OF PARISH PRECEPTS, TAX BASE AND BAND D RATES

Parish	Precept 2020/21 £	Precept 2021/22 £	Tax Base 2020/21	Tax Base 2021/22	Band D 2020/21 £	Band D 2021/22 £	LCTR Grant 2020/21 £	LCTR Grant 2021/22 £
Aston-on-Trent	34,068	34,749	724	720	47.06	48.26	1,317	1,317
Barrow-on-Trent	11,551	11,551	241	239	47.93	48.33	452	452
Bretby	3,586	3,658	407	414	8.81	8.84	73	73
Burnaston	8,770	8,945	690	691	12.71	12.95	148	148
Castle Gresley	25,309	25,309	626	626	40.43	40.43	2,876	2,876
Church Broughton	12,650	7,650	241	242	52.49	31.61	151	151
Coton-in-the-Elms	7,117	7,116	277	275	25.69	25.88	989	989
Dalbury Lees	1,600	1,600	125	132	12.80	12.12	102	102
Egginton	11,783	11,783	257	256	45.85	46.03	199	199
Elvaston	13,820	40,950	1,062	1,131	13.01	36.21	210	210
Etwall	47,286	56,753	1,131	1,179	41.81	48.14	2,751	2,751
Findern	35,682	41,371	1,168	1,366	30.55	30.29	1,135	1,135
Foston & Scropton	8,568	8,568	247	244	34.69	35.11	433	433
Hartshorne	8,200	8,350	1,079	1,091	7.60	7.65	1,783	1,783
Hatton	58,742	58,742	883	877	66.53	66.98	2,100	2,100
Hilton	172,900	172,900	2,735	2,792	63.22	61.93	5,484	5,484
Linton	44,407	44,407	748	752	59.37	59.05	3,325	3,325
Melbourne	79,709	82,100	1,996	1,994	39.93	41.17	2,568	2,568
Netherseal	10,242	10,700	328	337	31.23	31.75	1,141	1,141
Newton Solney	6,000	6,000	336	361	17.86	16.62	171	171
Overseal	31,930	33,000	864	884	36.96	37.33	2,801	2,801
Repton	42,272	42,272	1,172	1,171	36.07	36.10	693	693
Rosliston	10,000	11,000	290	302	34.48	36.42	378	378
Shardlow & Great Wilne	20,917	21,335	424	424	49.33	50.32	1,399	1,399
Smisby	5,213	5,474	127	124	41.05	44.14	164	164
Stenson	3,000	32,000	1,500	1,489	2.00	21.49	736	736
Ticknall	12,450	13,500	303	305	41.09	44.26	822	822
Walton-on-Trent	6,378	7,378	311	310	20.51	23.80	607	607
Weston-on-Trent	13,500	13,500	567	615	23.81	21.95	535	535
Willington	40,740	45,740	1,016	1,025	40.10	44.62	4,392	4,392
Woodville	59,635	61,126	1,661	1,651	35.90	37.02	3,692	3,692
TOTAL PRECEPTS / AVERAGE BAND D	848,025	929,527	23,536	24,019	34.22	35.70	43,627	43,627

SCHEDULE A - DISTRICT COUNCIL TAX 2021/22

Valuation Band and Proportion to Band D

<u>Part of Council's area:</u>	A	B	C	D	E	F	G	H
<u>Parish of</u>	6/9	7/9	8/9	1.00	11/9	13/9	15/9	18/9
	£:p	£:p	£:p	£:p	£:p	£:p	£:p	£:p

Aston-on-Trent	144.15	168.17	192.20	216.22	264.27	312.32	360.37	432.45
Barrow-on-Trent	144.19	168.23	192.26	216.29	264.36	312.42	360.48	432.58
Bretby	117.86	137.51	157.15	176.80	216.08	255.37	294.66	353.59
Burnaston	120.60	140.70	160.80	180.90	221.11	261.31	301.51	361.81
Castle Gresley	138.93	162.08	185.24	208.39	254.70	301.01	347.32	416.78
Church Broughton	133.05	155.22	177.40	199.57	243.92	288.27	332.62	399.14
Coton-in-the-Elms	129.22	150.76	172.30	193.84	236.91	279.99	323.06	387.67
Dalbury Lees	120.05	140.06	160.07	180.08	220.10	260.12	300.14	360.16
Egginton	142.66	166.43	190.21	213.99	261.54	309.09	356.65	427.97
Elvaston	136.11	158.80	181.48	204.17	249.54	294.91	340.28	408.33
Etwall	144.06	168.08	192.09	216.10	264.12	312.14	360.16	432.19
Findern	132.16	154.19	176.22	198.25	242.30	286.36	330.41	396.49
Foston & Scropton	135.38	157.95	180.51	203.07	248.20	293.33	338.45	406.15
Hartshorne	117.08	136.59	156.10	175.61	214.64	253.66	292.69	351.23
Hatton	156.63	182.73	208.84	234.94	287.15	339.36	391.57	469.88
Hilton	153.26	178.80	204.34	229.89	280.97	332.06	383.14	459.77
Linton	151.34	176.56	201.79	227.01	277.46	327.91	378.35	454.02
Melbourne	139.42	162.66	185.90	209.13	255.61	302.08	348.56	418.27
Netherseal	133.14	155.33	177.52	199.71	244.09	288.47	332.85	399.42
Newton Solney	123.05	143.56	164.07	184.58	225.60	266.62	307.63	369.16
Overseal	136.86	159.67	182.48	205.29	250.91	296.53	342.15	410.58
Repton	136.04	158.71	181.39	204.06	249.41	294.75	340.10	408.12
Rosliston	136.26	158.97	181.67	204.38	249.80	295.22	340.64	408.77
Shardlow & Great Wilne	145.52	169.77	194.03	218.28	266.79	315.29	363.80	436.56
Smisby	141.40	164.97	188.54	212.10	259.24	306.37	353.50	424.20

Stenson	126.30	147.35	168.40	189.45	231.55	273.65	315.75	378.90
Ticknall	141.48	165.06	188.64	212.22	259.38	306.54	353.70	424.44
Walton-on-Trent	127.84	149.15	170.45	191.76	234.37	276.99	319.60	383.52
Weston-on-Trent	126.61	147.71	168.81	189.91	232.11	274.32	316.52	379.82
Willington	141.72	165.34	188.96	212.58	259.83	307.07	354.31	425.17
Woodville	136.66	159.43	182.21	204.98	250.54	296.09	341.64	409.97
All other parts of the Council's area	111.97	130.64	149.30	167.96	205.28	242.61	279.93	335.92

SCHEDULE B - MAJOR PRECEPTING AUTHORITIES COUNCIL TAX 2021/22

Precepting Authority	<u>Valuation Band and Proportion to Band D</u>							
	A	B	C	D	E	F	G	H
	6/9 £:p	7/9 £:p	8/9 £:p	1.00 £:p	11/9 £:p	13/9 £:p	15/9 £:p	18/9 £:p
Derbyshire County Council	922.05	1,075.72	1,229.40	1,383.07	1,690.42	1,997.77	2,305.12	2,766.14
Police and Crime Commissioner for Derbyshire	161.07	187.91	214.76	241.60	295.29	348.98	402.67	483.20
Derbyshire Fire and Rescue Service	52.85	61.65	70.46	79.27	96.89	114.50	132.12	158.54

SCHEDULE C - AGGREGATED COUNCIL TAX FOR SOUTH DERYSIRE 2021/22

Valuation Band and Proportion to Band D

<u>Part of Council's area:</u>	A	B	C	D	E	F	G	H
<u>Parish of</u>	£:p							
Aston - on - Trent	1,280.11	1,493.46	1,706.81	1,920.16	2,346.87	2,773.57	3,200.27	3,840.33
Barrow - on - Trent	1,280.15	1,493.51	1,706.87	1,920.23	2,346.95	2,773.67	3,200.38	3,840.46
Bretby	1,253.82	1,462.79	1,671.77	1,880.74	2,298.68	2,716.62	3,134.56	3,761.47
Burnaston	1,256.56	1,465.99	1,675.42	1,884.84	2,303.70	2,722.55	3,141.41	3,769.69
Castle Gresley	1,274.89	1,487.37	1,699.85	1,912.33	2,337.29	2,762.25	3,187.22	3,824.66
Church Broughton	1,269.01	1,480.51	1,692.01	1,903.51	2,326.51	2,749.52	3,172.52	3,807.02
Coton - in - the - Elms	1,265.18	1,476.05	1,686.91	1,897.78	2,319.50	2,741.23	3,162.96	3,795.55
Dalbury Lees	1,256.01	1,465.35	1,674.69	1,884.02	2,302.69	2,721.36	3,140.04	3,768.04
Egginton	1,278.62	1,491.72	1,704.82	1,917.93	2,344.13	2,770.34	3,196.55	3,835.85
Elvaston	1,272.07	1,484.08	1,696.10	1,908.11	2,332.13	2,756.15	3,180.18	3,816.21
Etwall	1,280.02	1,493.36	1,706.70	1,920.04	2,346.71	2,773.39	3,200.06	3,840.07
Findern	1,268.12	1,479.48	1,690.83	1,902.19	2,324.89	2,747.60	3,170.31	3,804.37
Foston and Scropton	1,271.34	1,483.23	1,695.12	1,907.01	2,330.79	2,754.57	3,178.35	3,814.03
Hartshorne	1,253.04	1,461.87	1,670.71	1,879.55	2,297.23	2,714.91	3,132.59	3,759.11
Hatton	1,292.59	1,508.02	1,723.45	1,938.88	2,369.74	2,800.61	3,231.47	3,877.76
Hilton	1,289.22	1,504.09	1,718.96	1,933.83	2,363.57	2,793.31	3,223.04	3,867.65
Linton	1,287.30	1,501.85	1,716.40	1,930.95	2,360.05	2,789.15	3,218.25	3,861.90
Melbourne	1,275.38	1,487.95	1,700.51	1,913.07	2,338.20	2,763.33	3,188.46	3,826.15
Netherseal	1,269.10	1,480.62	1,692.13	1,903.65	2,326.68	2,749.72	3,172.75	3,807.30
Newton Solney	1,259.01	1,468.85	1,678.68	1,888.52	2,308.19	2,727.86	3,147.53	3,777.04
Overseal	1,272.82	1,484.96	1,697.09	1,909.23	2,333.50	2,757.78	3,182.05	3,818.46
Repton	1,272.00	1,484.00	1,696.00	1,908.00	2,332.00	2,756.00	3,180.00	3,816.00
Rosliston	1,272.22	1,484.25	1,696.29	1,908.32	2,332.40	2,756.47	3,180.54	3,816.65

Shardlow and Great Wilne	1,281.48	1,495.06	1,708.64	1,922.22	2,349.38	2,776.54	3,203.70	3,844.44
Smisby	1,277.36	1,490.26	1,703.15	1,916.04	2,341.83	2,767.62	3,193.40	3,832.08
Stenson Fields	1,262.26	1,472.64	1,683.01	1,893.39	2,314.14	2,734.90	3,155.65	3,786.78
Ticknall	1,277.44	1,490.35	1,703.26	1,916.16	2,341.98	2,767.79	3,193.60	3,832.32
Walton - on - Trent	1,263.80	1,474.43	1,685.07	1,895.70	2,316.97	2,738.23	3,159.50	3,791.40
Weston - on - Trent	1,262.57	1,473.00	1,683.42	1,893.85	2,314.71	2,735.56	3,156.42	3,787.70
Willington	1,277.68	1,490.63	1,703.58	1,916.52	2,342.42	2,768.31	3,194.21	3,833.05
Woodville	1,272.62	1,484.72	1,696.82	1,908.92	2,333.13	2,757.33	3,181.54	3,817.85
All other parts of the Council's area	1,247.93	1,455.92	1,663.91	1,871.90	2,287.88	2,703.86	3,119.83	3,743.80