



## **FULL COUNCIL REPORT**

Date Written	20 <sup>th</sup> February 2022
Report Author	Steve Jones
Service Area	Finance
Exempt/Non Exempt	Non Exempt
Committee Date	2 <sup>nd</sup> March 2022

*To: Mayor, Ladies and Gentlemen*

### **Council Tax Resolution 2022/23**

#### **1.0 SUMMARY OF THE REPORT**

- 1.1 The Council is required by legislation to disclose its calculations of its Budget Requirement and Council Tax for 2022/23 under statutory resolutions and to approve the formal Council Tax Resolution for 2022/23.
- 1.2 The Budget Requirement for 2022/23 (for Council Tax Resolution Purposes) is £143,008,088 with Band D Council Tax for 2022/23 as follows:
  - (a) Merthyr Tydfil County Borough Council of £1,746.27
  - (b) Police and Crime Commissioner for South Wales of £302.11
  - (c) Bedlinog and Trelewis Community Council of £23.95
- 1.3 The formal statutory Council Tax Resolution for 2022/23 is included as Appendix 1.

#### **2.0 RECOMMENDATIONS that**

- 2.1 The formal statutory Council Tax resolutions 2022/23 as outlined in Appendix 1, and summarised in paragraph 5.1, be noted and approved.
- 2.2 The Police and Crime Commissioner for South Wales approved precept for 2022/23 of £5,615,451 for the Merthyr Tydfil County Borough Council area be noted.
- 2.3 The Bedlinog and Trelewis Community Council approved precept for 2022/23 of £27,870 for the Community Council area be noted.
- 2.4 The Welsh Government 2022/23 Non Domestic Rate for Wales of 53.5 pence in the £ be noted.

### **3.0 INTRODUCTION AND BACKGROUND**

- 3.1 The Local Government Finance Act 1992 (as amended) requires the Council to set out its calculations of its Budget Requirement and Council Tax for the forthcoming financial year under statutory council tax resolutions.
- 3.2 The Council Tax Resolution for 2022/23 is appended as Appendix 1 and summarised in Sections 4 and 5 of this report.

### **4.0 COUNCIL TAX 2022/23**

#### **4.1 Merthyr Tydfil County Borough Council**

The “*Budget Requirement and Council Tax 2022/23 – State of the Council Debate*” report to this Council of 2<sup>nd</sup> March 2022 recommended for approval:

- A Budget Requirement for 2022/23 (for Council purposes) of £143.074 million.
- A Council Tax increase of 1.0% for 2022/23, resulting in a County Borough Council Band D Council Tax of £1,746.27 for 2022/23.

#### **4.2 Police and Crime Commissioner for South Wales (South Wales Police Authority)**

The Police and Crime Commissioner for South Wales precept in respect of services provided to the Merthyr Tydfil County Borough Council area for 2022/23 is £5,615,451. This equates to a Band D equivalent charge of £302.11, a 5.0% increase on the previous year.

#### **4.3 Bedlinog and Trelewis Community Council**

The Bedlinog and Trelewis Community Council precept in respect of services provided to the Bedlinog Community Council area for 2022/23 is £27,870. This equates to a Band D equivalent charge of £23.95.

- 4.4 The Welsh Government has determined that the Non Domestic Rate for Wales for 2022/23 will be 53.5 pence in the £.

### **5.0 FINANCIAL IMPLICATIONS**

- 5.1 The statutory Council Tax resolution for the financial year commencing 1<sup>st</sup> April 2022 is outlined in Appendix 1 and is summarised as follows:

- Total Budget Requirement for 2022/23 of £143,008,088 (inclusive of Bedlinog and Trelewis Community Council precept of £27,870 and exclusive of Discretionary Non Domestic Rate Relief of £94,000)

- Total Council Tax levy for 2022/23 for the Merthyr Tydfil County Borough Council area of:

Council Tax Valuation Band	Merthyr Tydfil County Borough Council £	South Wales Police Authority £	Total Merthyr Tydfil Area £	Bedlinog & Trelewis Community Council £	Total Bedlinog & Trelewis Area £
A (6/9)	1,164.18	201.41	1,365.59	15.97	1,381.56
B (7/9)	1,358.21	234.97	1,593.18	18.63	1,611.81
C (8/9)	1,552.24	268.54	1,820.78	21.29	1,842.07
D (9/9)	1,746.27	302.11	2,048.38	23.95	2,072.33
E (11/9)	2,134.33	369.25	2,503.58	29.27	2,532.85
F (13/9)	2,522.39	436.38	2,958.77	34.59	2,993.36
G (15/9)	2,910.45	503.52	3,413.97	39.92	3,453.89
H (18/9)	3,492.54	604.22	4,096.76	47.90	4,144.66
I (21/9)	4,074.63	704.92	4,779.55	55.88	4,835.43

## 6.0 INTEGRATED IMPACT ASSESSMENT

### 6.1

	Positive Impacts	Negative Impacts	Neutral/Not Applicable
<b>1. Merthyr Tydfil Well-being Objectives</b>	4 of 4	0 of 4	0 of 4
<b>2. Sustainable Development Principles - How have you considered the five ways of working?</b> <ul style="list-style-type: none"> <li>Long term</li> <li>Prevention</li> <li>Integration</li> <li>Collaboration</li> <li>Involvement</li> </ul>	5 of 5	0 of 5	0 of 5
<b>3. Protected Characteristics</b> (including Welsh Language)	0 of 10	0 of 10	10 of 10
<b>4. Socio-economic Disadvantage</b>	0 of 6	0 of 6	6 of 6
<b>5. Consultation and Engagement</b>	<b>Undertaken</b>	<b>Due to be Undertaken</b>	<b>Not Required</b>
	1 of 1	0 of 1	0 of 1
<b>6. Data and Evidence to inform the proposal</b>	<b>Yes</b>		<b>No</b>
	1 of 1		0 of 1

<b>7. Biodiversity and the resilience of Ecosystems</b>	<b>Maintained</b>	<b>Enhanced</b>	<b>Reduced</b>	<b>Neutral/Not Applicable</b>
	0 of 1	0 of 1	0 of 1	1 of 1
<b>Summary</b>				
<b>The main positive impacts are:</b>	<p>The proposed Council Tax increase supports the financial sustainability of the Council in setting a balanced budget for 2022/23 whilst protecting service delivery to customers.</p> <p>Financial pressures faced by the customer are recognized with the proposed increase in Council Tax of 1% for MTCBC.</p>			
<b>The main negative impacts are:</b>	<p>Service demands and external pressures continue to grow placing service delivery under constant financial pressure leading to a fine balancing act between protecting services and minimizing the Council Tax increase to the customer.</p>			

**ELLIS COOPER**  
**CHIEF EXECUTIVE**

**COUNCILLOR CHRIS DAVIES**  
**CABINET MEMBER FOR GOVERNANCE**  
**AND RESOURCES**

<b>BACKGROUND PAPERS</b>		
<b>Title of Document(s)</b>	<b>Document(s) Date</b>	<b>Document Location</b>
Provisional Local Government Settlement 2022/23	21 <sup>st</sup> December 2021	Finance Department
Budget Requirement and Council Tax 2022/23 – State of the Council Debate	2 <sup>nd</sup> March 2022	Council agenda / Finance Department
Local Government Finance Act 1992	6 <sup>th</sup> March 1992	Finance Department
<b>Does the report contain any issue that may impact the Council's Constitution?</b>		No

***Consultation has been undertaken with the Corporate Management Team in respect of each proposal(s) and recommendation(s) set out in this report.***

**Council Tax Resolution 2022/23**

1. Council of 1<sup>st</sup> December 2021 passed the resolution in accordance with the Local Authorities (Calculation of Tax Base) Regulations 1995 (as amended) that the calculated Council Tax Base for 2022/23 shall be as follows:
  - (a) 18,587.44 for the Merthyr Tydfil County Borough Council area
  - (b) 1,163.52 for the Bedlinog and Trelewis Community Council area
  
2. That the following amounts be calculated in accordance with Sections 32 to 36 of the Local Government Finance Act 1992 (the Act), as amended by the Local Authorities (Alteration of Requisite Calculations) (Wales) Regulations 2013:
  - (a) The aggregate of the amounts which the Council estimates for the items set out in Section 32(2)(a) to (d) of the Act - **£179,753,048**
  - (b) The aggregate of the amounts which the Council estimates for the items set out in Section 32(3)(a) to (c) of the Act - **£36,744,960**
  - (c) The amount by which the aggregate at 2.(a) above exceeds the aggregate at 2.(b) above, calculated by the Council in accordance with Section 32(4) of the Act, as its budget requirement for the year - **£143,008,088**
  - (d) The aggregate of the sums which the Council estimates for the year will be payable into its Council Fund in accordance with the Act in respect of Revenue Support Grant, Redistributed Non-Domestic Rates less discretionary Non Domestic Rate Relief - **£110,521,511**
  - (e) The amount at 2.(c) above less the amount at 2.(d) above, all divided by the amount at 1.(a) above, calculated by the Council, in accordance with Section 33(1) of the Act, as the basic amount of its Council Tax for the year - **£1,747.77**
  - (f) The aggregate amount of all special items referred to in Section 34(1) of the Act - **£27,870**
  - (g) The amount at 2.(e) above less the result given by dividing the amount at 2.(f) above by the amount at 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 for dwellings in those parts of its area to which no special items relate - **£1,746.27**
  - (h) The amounts given by adding to the amount at 2.(g) above the amounts of the special items relating to dwellings in those parts of the Council's area mentioned below, divided by the amount at 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 -

<b>Community Council</b>	<b>£</b>
Bedlinog and Trelewis	23.95

- (i) The amounts given by multiplying the amounts at 2.(g) and 2.(h) 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 the categories of dwellings listed in the different valuation bands -

<b>Council Area</b>	<b>Band A £</b>	<b>Band B £</b>	<b>Band C £</b>	<b>Band D £</b>	<b>Band E £</b>	<b>Band F £</b>	<b>Band G £</b>	<b>Band H £</b>	<b>Band I £</b>
Bedlinog and Trelewis	1,180.15	1,376.84	1,573.53	1,770.22	2,163.60	2,556.98	2,950.37	3,540.44	4,130.51
All other parts of Merthyr Tydfil CBC area	1,164.18	1,358.21	1,552.24	1,746.27	2,134.33	2,522.39	2,910.45	3,492.54	4,074.63

3. It should be noted that for the year 2022/23 the Police and Crime Commissioner for South Wales has stated the following amounts 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-

<b>South Wales Police Authority</b>	<b>Band A £</b>	<b>Band B £</b>	<b>Band C £</b>	<b>Band D £</b>	<b>Band E £</b>	<b>Band F £</b>	<b>Band G £</b>	<b>Band H £</b>	<b>Band I £</b>
All parts of the area	201.41	234.97	268.54	302.11	369.25	436.38	503.52	604.22	704.92

4. Having calculated the aggregate in each case of the amounts at 2.(i) and 3. above, the Council in accordance with Section 30(2) of the Local Government Finance Act 1992, hereby sets the following amounts of Council Tax for the year 2022/23 for each of the categories of dwelling shown below –

<b>Council Area</b>	<b>Band A £</b>	<b>Band B £</b>	<b>Band C £</b>	<b>Band D £</b>	<b>Band E £</b>	<b>Band F £</b>	<b>Band G £</b>	<b>Band H £</b>	<b>Band I £</b>
Bedlinog and Trelewis	1,381.56	1,611.81	1,842.07	2,072.33	2,532.85	2,993.36	3,453.89	4,144.66	4,835.43
All other parts of Merthyr Tydfil CBC area	1,365.59	1,593.18	1,820.78	2,048.38	2,503.58	2,958.77	3,413.97	4,096.76	4,779.55