



CABINET – 11TH DECEMBER 2024

SUBJECT: COUNCIL TAX BASE 2025-2026

REPORT BY: CORPORATE DIRECTOR FOR EDUCATION AND CORPORATE SERVICES

1. PURPOSE OF REPORT

1.1 For Cabinet to agree the calculation of the Council Tax Base for the 2025/26 financial year.

2. SUMMARY

2.1 The report provides details of the Council Tax base for 2025/26 for tax setting purposes and the collection percentage to be applied.

3. RECOMMENDATIONS

3.1 It is recommended that: -

- The Council Tax collection rate is maintained at 97.50% for the 2025/26 financial year.
- The Council Tax Base for 2025/26 be **62,675.70**, with the Council Tax Base for each community council area being outlined in paragraph 5.7.

4. REASONS FOR THE RECOMMENDATIONS

4.1 To determine the Council Tax base for 2025/26.

5. THE REPORT

5.1 The Local Government Finance Act 1992 and The Local Authorities (Calculation of Council Tax Base) (Wales) Regulations 1995 as amended set out the rules for the calculation of the Council Tax base. This is the amount required by the Local Government Finance Act 1992 to be used in the calculation of the Council Tax.

5.2 The Council Tax Base is the measure of the relative taxable capacity of different areas within the County Borough and is calculated in accordance with prescribed rules. The Tax Base represents the number of chargeable dwellings in the area expressed as Band D equivalents, taking into account the total number of exemptions, disablement

reductions, discounts, and for next year Council Tax Premiums, with the net Tax Base calculated by taking account of the Council's estimated collection rate.

- 5.3 The gross Council Tax base (excluding Council Tax Premiums) for discounted chargeable dwellings, expressed as Band D equivalents has been calculated at 63,166.45 for 2025/26. This figure is used by Welsh Government as part of the process for calculating the Revenue Support Grant.
- 5.4 For the purpose of calculating the Revenue Support Grant, Welsh Government exclude Council Tax Premiums.
- 5.5 The in-year collection rate for Council Tax had been maintained at between 96% and 97% prior to the breakout of the Covid-19 pandemic and then the subsequent Cost of Living crisis. Last year however, it was only 95.4%, which is an improvement of 0.5% over the previous year. This was representative across most Welsh authorities, with the majority reporting a lower in-year collection rate due to the impact of the Cost-of-Living crisis
- 5.6 The Authority actively pursues all Council Tax arrears which historically results in the previously approved collection rate of 97.5% being regularly exceeded over time. It is therefore proposed that the budgeted collection rate be maintained at 97.50% for 2025/26.
- 5.7 The Council Tax base for 2025/26 (including Council Tax Premiums) is 64,282.77 x 97.50%, which equates to **62,675.70**. Members are advised that increases in Band D equivalents can result in a reduced Revenue Support Grant when the Local Government Financial Settlement announcement is made later this year. The Council Tax base analysed over community council areas is as follows: -

Community Councils Tax Base 2025/26

Community Council	Band D
Aber Valley	2050.22
Argoed	913.31
Bargoed	3774.55
Bedwas, Trethomas and Machen	4092.32
Blackwood	3086.45
Caerphilly	6399.05
Darran Valley	719.99
Draethen, Waterloo and Rudry	645.10
Gelligaer	6398.48
Llanbradach and Pwlypant	1537.76
Maesycwmmer	1006.88
Nelson	1621.37
New Tredegar	1391.43
Penyrheol, Trecenydd and Energlyn	4635.64
Rhymney	2624.42
Risca East	2054.78
Risca West	1893.34

Van	1656.41
Areas without Community Councils	16174.20
Total	62675.70

6. ASSUMPTIONS

- 6.1 It is assumed that although the council tax collection rate of 97.50% is unlikely to be reached by the end of the financial year, it will be met over a period of time.

7. SUMMARY OF INTEGRATED IMPACT ASSESSMENT

- 7.1 The calculation of the Council Tax base is a statement of fact and as such an Integrated Impact Assessment is not required.

8. FINANCIAL IMPLICATIONS

- 8.1 As identified throughout this report.

9. PERSONNEL IMPLICATIONS

- 9.1 There are none in respect of this report.

10. CONSULTATIONS

- 10.1 There are no consultation responses which have not been reflected in this report.

11. STATUTORY POWER

- 11.1 Local Government Finance Act 1992 and regulations made under the Act.

Author: Sean O'Donnell, Principal Council Tax and NNDR Officer
(E-mail: odonns@caerphilly.gov.uk Tel: 01443 864013)

Consultees: Dave Street, Interim Chief Executive

(Email: streed@caerphilly.gov.uk)

Richard Edmunds, Corporate Director for Education and Corporate Services

(Email: edmunre@caerphilly.gov.uk)

Stephen Harris, Head of Financial Services and S151 Officer

(Email: harrisr@caerphilly.gov.uk)

Cllr Eluned Stenner, Cabinet Member Finance and Performance

(Email: stenne@caerphilly.gov.uk)

Robert Tranter, Head of Legal Services and Monitoring Officer

(Email: trantrj@caerphilly.gov.uk)

Andrew Southcombe, Finance Manager (Corporate Finance)

(Email: southak@caerphilly.gov.uk)

Appendices:

Appendix 1 Council Tax Dwellings Return for 2025-26