

Appendix 1

The Formula that by Statute Must be Used to Calculate the Council Tax Base (Local Authorities (Calculation of Council Tax Base) (England) Regulations 2012)

For each property band the following formula is used to derive the council tax base:

$$((H-Q+E+J)-Z) \times (F \text{ divided by } G)$$

Where,

- Item H is the total number of chargeable dwellings
- Item Q is an adjustment to take into account the total number of chargeable dwellings subject to a discount
- Item E is an adjustment to take account of the total number of chargeable dwellings subject to a premium
- Item J is an adjustment to take account of estimated changes in the number of chargeable dwellings, exemptions and discounts expected in the year for which the tax base is being calculated
- Item Z is an adjustment to take account of the effect on the tax base of the local council tax support scheme adopted by the authority
- Item (F divided by G) is the proportion which when applied gives the band D equivalent council tax base for the property band in question
e.g. for band A (F divided by G) is $\frac{6}{9}$