

**Bolsover District Council**

**Meeting of the Executive on 16<sup>th</sup> May 2022**

**Business Rates Mandatory and Discretionary Rate Relief Policy**

**Report of the Portfolio Holder for Finance**

<b>Classification</b>	This report is public
<b>Report By</b>	Assistant Director of Finance and Resources
<b>Contact Officer</b>	Assistant Director of Finance and Resources Theresa Fletcher 01246 242548 <a href="mailto:theresa.fletcher@bolsover.gov.uk">theresa.fletcher@bolsover.gov.uk</a>

**PURPOSE/SUMMARY OF REPORT**

To seek approval from Executive for the Business Rates Mandatory and Discretionary Rate Relief Policy, attached at **Appendix 1**.

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**REPORT DETAILS**

**1. Background**

- 1.1 The Council has the power to award business rate relief under Section 44a, Section 47 and Section 49 of the Local Government Finance Act 1988.
- 1.2 The law governing the granting of discretionary rate relief is found in Section 47 of the 1988 Act and subsequent amending legislation and Section 69 of the Localism Act 2011.

**2. Details of Proposal or Information**

- 2.1 This policy applies to Non-domestic ratepayers within the Bolsover District Council area that are requesting the authority use their discretion to reduce the organisation's Business Rates liability. There are two distinct types of relief.

**Mandatory Business Rate Relief**

- 2.2 This rate relief is available to:

- Any organisation which is a registered or excepted charity or trustees for a charity and the property is used wholly or mainly for charitable purposes.

- Community Amateur Sports Clubs (CASC) registered with HMRC.
- 2.3 Mandatory rate relief for these organisations is funded by the government and gives the recipient an 80% reduction in their business rates.
- Discretionary Business Rate Relief
- 2.4 Billing authorities have the discretion to award discretionary relief in the following circumstances:
- Where the ratepayer is a registered charity or certain other charitable organisation and the property is wholly or mainly for charitable purposes.
  - Where the ratepayer is an organisation which is not established or conducted for profit and whose main objectives are:
    - a) Either - Charitable, Philanthropic or Religious
    - b) Or are concerned with – Education, Social Welfare, Science, Literature or Fine Arts.
- 2.5 Discretionary rate relief of up to 100% may be granted, after taking into consideration all other reliefs an organisation may qualify for. The amount of any award is at the discretion of the Council. The relief is funded 50% by the government; 40% by the Council; 9% by the County and 1% by the Fire and Rescue Service (being the percentages applicable to share out the business rates income from the collection fund).
- 2.6 For charities and CASC's that are eligible for the 80% mandatory relief, the Council has powers to award discretionary rate relief as a 'top-up' of up to 20%.
- 2.7 Within the policy is described the application, decision making and appeals process for Mandatory and Discretionary Relief. Guidance is also given on Partial Occupation Relief and Hardship Relief which are both forms of discretionary relief. Rural Rate Relief is also included which can have both a discretionary and mandatory element.

### **3. Reasons for Recommendation**

- 3.1 The Business Rates Mandatory and Discretionary Rate Relief Policy has been updated to take account of all legislative and operational changes to ensure it remains fit for purpose. The policy was presented to the Customer Services Scrutiny Committee on 21<sup>st</sup> March 2022 for comments.

### **4 Alternative Options and Reasons for Rejection**

- 4.1 No alternatives found – the Council is required to have a Business Rates Mandatory and Discretionary Rate Relief Policy to enable us to operate the schemes.

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## **RECOMMENDATION(S)**

1. That Executive approves the Business Rates Mandatory and Discretionary Rate Relief Policy.

Approved by Councillor Clive Moesby, Portfolio Holder for Finance

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### **IMPLICATIONS:**

**Finance and Risk:**            Yes             No

**Details:**

The financial issues are covered within the attached document and throughout the report.

On behalf of the Section 151 Officer

**Legal (including Data Protection):**            Yes             No

**Details:**

There are no legal or data protection issues arising directly from this report.

On behalf of the Solicitor to the Council

**Staffing:**            Yes             No

**Details:**

There are no human resource issues arising directly out of this report.

On behalf of the Head of Paid Service

## **DECISION INFORMATION**

<b>Is the decision a Key Decision?</b> A Key Decision is an executive decision which has a significant impact on two or more District wards or which results in income or expenditure to the Council above the following thresholds:  <b>Revenue - £75,000</b> <input type="checkbox"/> <b>Capital - £150,000</b> <input type="checkbox"/> <input checked="" type="checkbox"/> <i>Please indicate which threshold applies</i>	No
<b>Is the decision subject to Call-In?</b> <i>(Only Key Decisions are subject to Call-In)</i>	No

<b>District Wards Significantly Affected</b>	None
<b>Consultation:</b> <b>Leader / Deputy Leader</b> <input type="checkbox"/> <b>Executive</b> <input type="checkbox"/> <b>SLT</b> <input type="checkbox"/> <b>Relevant Service Manager</b> <input type="checkbox"/> <b>Members</b> <input type="checkbox"/> <b>Public</b> <input type="checkbox"/> <b>Other</b> <input checked="" type="checkbox"/>	<b>Details:</b>  Portfolio Holder for Finance

<b>Links to Council Ambition: Customers, Economy and Environment.</b>

<b>DOCUMENT INFORMATION</b>	
<b>Appendix No</b>	<b>Title</b>
1	Business Rates Mandatory and Discretionary Rate Relief Policy (February 2022)

<b>Background Papers</b>
<i>(These are unpublished works which have been relied on to a material extent when preparing the report. They must be listed in the section below. If the report is going to Executive you must provide copies of the background papers).</i>
None