These notes refer to the Local Government Finance Act 2012 (c.17)

## **EXPLANATORY NOTES**

# LOCAL GOVERNMENT FINANCE ACT 2012

**INTRODUCTION** 

### **OVERVIEW AND SUMMARY**

### **OVERVIEW OF THE STRUCTURE**

Non-domestic rates

**Council tax** 

**Council tax reduction schemes** 

**Technical reforms for council tax** 

### TERRITORIAL EXTENT AND APPLICATION

**Territorial Extent: Scotland** 

**Territorial Application: Wales** 

**Territorial Extent: Northern Ireland** 

### **COMMENTARY ON SECTIONS**

### **Non-Domestic Rates**

Section 1: Local retention of non-domestic rates

Section 2: Revenue support grant

Section 3: Additional grant

Section 4: General GLA Grant

Section 5: Local retention of non-domestic rates: further amendments

Section 6: Definition of domestic property

Section 7: Payments to and from authorities

Section 8: Provision of information about non-domestic rates

### **Council Tax**

Section 9: Council tax reduction schemes: review

Section 10: Council tax reduction schemes

Section 11: Power to determine further discounts for certain dwellings

Section 12: Power to set higher amount for long-term empty dwellings

Section 13: Mortgagee in possession to be liable for council tax

Section 14: Regulations about powers to require information, offences and penalties

Section 15: Calculation of a billing authority's council tax base

Section 16: Provision of information about council tax

Section 17: Power for HMRC to supply information for purposes of council tax

Section 18: Power for HMRC to supply information for purposes of rates in Northern Ireland

### General

Section 19: Interpretation

Section 20: Power to make transitional, consequential etc provision

Section 21: Financial provisions

Section 22: Extent and short title

Schedule 1: Local retention of non-domestic rates

### PART 1: MAIN NON-DOMESTIC RATING ACCOUNTS

# PART 2: DETERMINATION OF THE CENTRAL AND LOCAL SHARE

PART 3: PAYMENTS TO THE SECRETARY OF STATE IN RESPECT OF THE CENTRAL SHARE

PART 4: PAYMENTS BY BILLING AUTHORITIES TO MAJOR PRECEPTING AUTHORITIES

PART 5: PRINCIPAL PAYMENTS IN CONNECTION WITH LOCAL RETENTION OF NON-DOMESTIC RATES

### **PART 6: LEVY ACCOUNTS**

# PART 7: LEVY PAYMENTS, SAFETY NET PAYMENTS AND DISTRIBUTION OF REMAINING BALANCE

### **PART 8: TRANSITIONAL PROTECTION PAYMENTS**

#### **PART 9: POOLING OF AUTHORITIES**

PART 10: DESIGNATION OF AREAS AND CLASSES OF HEREDITAMENT

These notes refer to the Local Government Finance Act 2012 (c.17)

### **PART 11: SUPPLEMENTARY**

Schedule 2: Amendments of provisions about revenue support grant in England

Schedule 3: Further amendments relating to non-domestic rating

## PART 1: AMENDMENTS TO SCHEDULE 8 TO THE LGFA 1988

### **PART 2: OTHER AMENDMENTS**

Schedule 4: Amendments relating to council tax reduction schemes

### COMMENCEMENT

### HANSARD REFERENCES

**GLOSSARY OF TERMS AND ABBREVIATIONS**