

# LPT September 2024 Council Meeting

## Local Property Tax



# Budget 2025 - Indicative Timetable

LPT		
Initial CPG Meeting	Monday 16th September at 2.30pm	LPT
LPT Workshop	Monday 16th September at 3.30pm	LPT
Council Meeting (Item on Ordinary Meeting)	Monday, 23 <sup>rd</sup> September at 3pm	Council decision to vary rate of LPT for up to and including 5 years of Council Term (2025,2026,2027,2028 and 2029) as agenda item
<b>LPT Decision Deadline</b>	15th October	Notify Revenue Commissioners & DHPLG of Resolution passed re LPT local adjustment factor.
Draft Budgetary Plan and General Municipal Allocation (GMA )		
Draft Budgetary Plan  Workshop prior to MD Council Meeting	14th October 2024 to 15th November 2024	<i>Workshop &amp; Statutory Draft Budgetary Plan</i> - Cappamore / Kilmallock MD – Thursday 17 <sup>th</sup> October - Metropolitan District – Monday 21 <sup>st</sup> October - Newcastle West MD – Wednesday 6 <sup>th</sup> November - Adare Rathkeale MD – Monday 12 <sup>th</sup> November
Statutory Budget		
(2 <sup>nd</sup> ) CPG Meeting	Monday 21 <sup>st</sup> October 2024 at 2.30pm	Budget 2025 parameters
(3 <sup>rd</sup> ) CPG Meetings	Monday 18 <sup>th</sup> November 2022 at 2.30pm	Update on Budget 2025 progress
Budget Workshop	Monday 18 <sup>th</sup> or 25 <sup>th</sup> November 2024 at 3pm	The prescribed periods that will apply for the holding of 2025 Budget meetings are as follows: 1 <sup>st</sup> November 2024 to 6 <sup>th</sup> December 2024.
Statutory Budget Meeting	Friday 29th November 10.00am	

# Local Property Tax 2025

- The Public consultation process regarding the LPT was advertised both online and in the local media.
- Submissions had to be received by close of business the 28th August 2024.
- Submissions received from public consultation (four submissions received):
  - 3 received requesting reduction of 15%
  - 1 received requesting No Change from the Base Rate
- Prepare report for Council meeting, setting out the matters to which the Council must have regard in making a decision on the LPT including the financial position of Limerick City and County Council.

# Maintain 5-Year Programme Funded by LPT Rate Variation

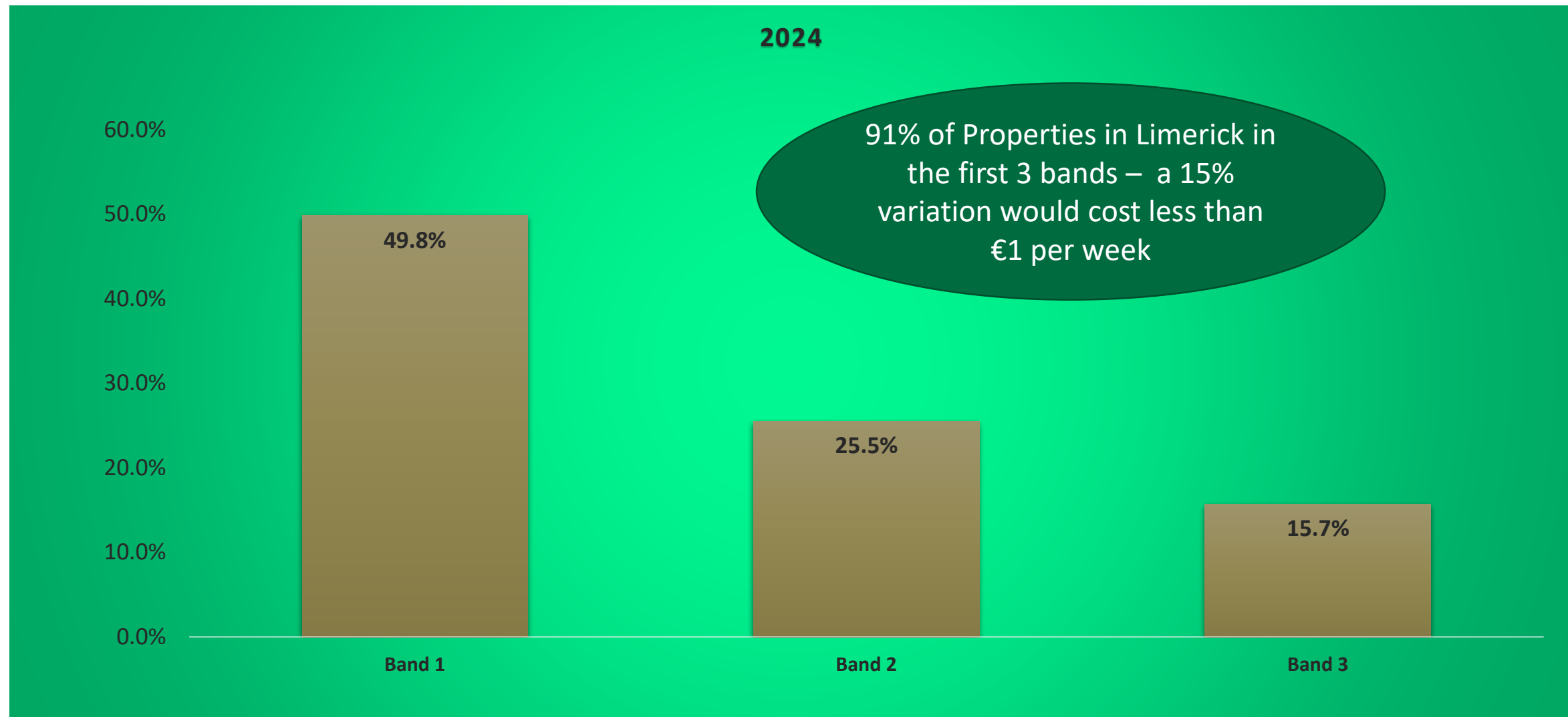
Service	Per Annum Value	5 – Year Term Value
Local & Regional Roads / Traffic Management / Street Cleaning	€770K	€3.85M
Other Local Services (e.g. Fire / Library etc.)	€440K	€2.20M
Capital Investment in New Plant to Deliver Efficient Local Services	€400K	€2.0M
Urban and Rural Regeneration Fund	€550K	€2.75M
GMA	€200K	€1M
<b>Total Investment</b>	<b>€2.36M</b>	<b>€11.80M</b>

# LPT - Property Valuation Bands (Market Values at 1 November 2021 which determine the LPT charge for the years 2022 to 2025 inclusive)

## Current Bands:

Valuation Band	01	02	03	04	05	06	07	08	09
Valuation Band	1 – 200,000	200,000 – 262,500	262,501– 350,000	350,000– 437,500	437,501– 525,000	525,001- 612,500	612,501- 700,000	700,001– 787,500	787,501– 875,000
Base Rate P/Annum	€90	€225	€315	€405	€495	€585	€675	€765	€855
LPT with 15% increase applied	€103.50	€258.75	€362.25	€465.75	€569.25	€672.75	€776.25	€879.75	€983.25
Difference	€13.50	€33.75	€47.25	€60.75	€74.25	€87.75	€101.25	€114.75	€128.25

# Bands 1-3



- Almost 50% of properties in Limerick now in Band 1

# Local Property Tax 2025 Summary

	2024	2025	Difference
<b>LPT Collection Retained Locally 100%</b>	<b>€15,167,516</b>	<b>€15,676,454</b>	<b>€508,938</b>
<b>Baseline</b>	<b>€19,054,464</b>	<b>€19,054,464</b>	<b>-</b>
<b>Net Deficit to be funded from LGF</b>	<b>- €3,886,948</b>	<b>-€3,378,010</b>	<b>-€508,938</b>
<b>Value of potential increase/ decrease in 2025 LPT Allocation for every 1%</b>			<b><u>+/- €156,765</u></b>

# Local Property Tax 2025 Summary

	2024	2025	Difference
<b>LPT Collection</b>	<b>€15,167,516</b>	<b>€15,676,454</b>	<b>€508,938</b>
<b>Value of 15% Variation</b>	<b><u>€2,275,125</u></b>	<b><u>€2,351,475</u></b>	<b><u>€76,350</u></b>



- Recommend to Maintain variation for Council's current term –  
2024 to 2029
- The Council can decide at any time during the 5 years to **repeat the process as outlined in the Regulations and Guidance**, i.e. full consultation with public, report for elected members and pass a **new resolution** in accordance with the standing orders of the LA to supersede any previous decision and relevant parties notified of the outcome.
- Note: If the Council decides to repeat the process for 2026, this decision would have to be made by **June 2025** to allow time for public consultation etc.

- Summary

- Projections included in Report accompanying agenda item include variation of LPT by 15% which means no change in LPT charge.
- Annual Value of LPT Variation of 15% is €2.351m
- Recommend to maintain variation for Council's current term – 2024 to 2029.
- The Council is therefore requested to consider whether to pass a resolution to vary the basic rate of Local Property Tax for the **five years ending 31st December 2025 to 31<sup>st</sup> December 2029** (inclusive) in accordance with Section 20 of the Finance (Local Property Tax) Act, 2012, as amended.