
Report To:	Policy & Resources Committee	Date:	6 February 2024
Report By:	Chief Financial Officer	Report No:	FIN/02/24 /AP/TB
Contact Officer:	Alan Puckrin	Contact No:	01475 712090
Subject:	Council Tax Long Term Empty and Second Homes Policy		

1.0 PURPOSE AND SUMMARY

- 1.1 For Decision For Information/Noting
- 1.2 The purpose of this report is to update Committee with the outcome of the results from the public consultation on proposed amendments to the Council Tax Long Term Empty and Second Homes Policy and to seek approval for a new Policy to come into effect from 1 April 2024.
- 1.3 The Council Tax (Variation for Unoccupied Dwellings) (Scotland) Amendment Regulations 2023 allows councils in Scotland to apply a council tax premium of up to 100%, or double the normal rate of council tax, on second homes from 1st April 2024. Further, the legislation introduces a restriction on the power to vary council tax on unoccupied dwellings undergoing repairs or renovations, where certain conditions are met.
- 1.4 The report indicates the estimated financial implications of amending the Policy and seeks a decision from the Committee on the proposals.

2.0 RECOMMENDATIONS

- 2.1 It is recommended that Committee note the results of the public consultation on council tax on second homes, summarised in section 4 of the report and detailed in Appendix 1.
- 2.2 It is recommended that Committee note the potential estimated additional income to be raised from the proposed amendments to the updated Policy and that, if approved, the extra income will be factored into the 2024/26 Budget.
- 2.3 It is recommended that the Committee approve the amended Policy attached at Appendix 2.
- 2.4 It is recommended that the Committee note the amendment to the Policy regarding the restriction on the power to vary council tax on unoccupied dwellings undergoing repairs or renovations, where certain conditions are met.

Alan Puckrin
Chief Financial Officer

3.0 BACKGROUND AND CONTEXT

- 3.1 The Council responded to the joint Scottish Government and COSLA Consultation supporting proposed amendments to non-domestic rates/ council tax on second and empty homes. The consultation sought views on greater fiscal empowerment for councils in council tax whilst creating the incentives to increase the availability of housing within council areas. The consultation also sought views on potential changes to non-domestic rates thresholds for self-catering accommodation.
- 3.2 The premise of the consultation was that second and empty homes can impact on the availability of housing stock and result in increased house prices and rents in the private rented sector. Increased premiums on council tax would aim to contribute to a fairer housing and taxation system, and to encourage more residential accommodation to be in occupation and used for permanent domestic occupation.
- 3.3 The definition of a second home for council tax purposes is 'a dwelling which is no one's sole or main residence and that is lived in for at least 25 days during the 12-month period of the council tax charge'.
- 3.4 Councils in Scotland currently have flexibility to set a council tax discount level of between 0% and 50% for second homes. The second home discount level set by Inverclyde Council from 1 April 2017 is 0% which means council tax on second homes is charged at the same level as homes occupied as someone's sole or main residence. Prior to 1 April 2017 second homes were eligible for a discount of 10%.
- 3.5 There are 101 second homes in Inverclyde, with there being minimal movement in this number since the second homes council tax discount was removed in 2017. Appendix 3 shows the distribution of second homes by postcode.
- 3.6 The Scottish Government published the results of the consultation and has since laid the Council Tax (Variation for Unoccupied Dwellings) (Scotland) Amendment Regulations 2023 which allows councils to apply a council tax premium of up to 100%, or double the normal rate of council tax, on second homes from 1st April 2024. There are no legislative changes relating to non-domestic rates thresholds for self-catering accommodation at this point.
- 3.7 The legislative amendment introduces the same council tax flexibility for second homes as the council tax on properties which have been unoccupied for 1 year or more, known as the long-term empty property levy. Introducing a council tax premium on second homes aligned with the council tax long term empty property levy removes any financial incentive to switch between the two categories. Inverclyde Council's Council Tax Long Term Empty Property and Second Homes policy currently applies the maximum 100% council tax premium to unoccupied property unless exemption criteria covered by the policy is met. The premium does not apply to water and sewerage charges.
- 3.8 The additional income from increasing the council tax premium on second homes would be available to Councils, to use at their discretion. Estimated additional income of approximately £120,000 could be generated from the introduction of a 100% premium. The estimate is based on 2023/24 council tax charges and allowing for an element of attrition, in line with the main policy aim. The level of income could vary as the amended policy takes effect.
- 3.9 A public consultation on proposed amendments to the Council Tax Long Term Empty and Second Homes Policy ran for a period of 2 weeks to 15th December 2023. The results are summarised at section 4 with more detail provided in Appendix 1.

3.10 The Council Tax (Variation for Unoccupied Dwellings) (Scotland) Amendment Regulations 2023 also introduce a six-month grace period, or such longer period as may be agreed by the Council, from the Council Tax Long Term Empty Property levy for new owners of properties that have previously been empty for more than twelve months. New owners will be protected from paying double the full council tax rate, subject to evidence being produced that renovations or repairs are being undertaken by the owner that contribute to the improvement of the property with a view to the building being brought back into use. The current policy allows for such discretion however, setting within legislation formalises the provision.

4.0 CONSULTATION RESULTS

4.1 The consultation results were largely inconclusive with a balanced view on the proposal to introduce a Council Tax premium on second homes. Of those that agreed a premium should be charged the majority chose the maximum 100% premium of the options offered. The majority agreed that the premium should be applied from the date a second homeowner becomes liable for council tax for their second home. Options were provided to those who felt the premium should be delayed for a period, from 3 months to twelve months however results were inconclusive. All respondents were asked about the timing of potential changes to the policy, ranging from 1st April 2024 until 1st April 2025, again there was not a clear preference. Appendix 1 provides the results and analysis.

5.0 PROPOSALS

5.1 The main proposed amendments contained within the draft Council Tax Long Term Empty and Second Homes Policy found at Appendix 2 are:

5.1.1 Introduce a Council Tax Second Homes Premium of 100% from 1st April 2024.

5.1.2 Apply the Council Tax Second Homes Premium of 100% to all second home owners from 1st April 2024 or from the date a second homeowner becomes liable for council tax for their second home whichever is later.

5.1.3 Exempt from the Long-Term Empty Property Council Tax Levy, dwellings purchased by the council tax payer less than 6 months ago or up to 12 months, undergoing repairs or renovations that contribute to the improvement of the property, subject to evidence being produced.

5.2 A summary of the changes from the current Policy is attached as a front piece to Appendix 2.

6.0 IMPLICATIONS

6.1 The table below shows whether risks and implications apply if the recommendations are agreed:

SUBJECT	YES	NO
Financial	x	
Legal/Risk	x	
Human Resources		x
Strategic (Partnership Plan/Council Plan)	x	
Equalities, Fairer Scotland Duty & Children/Young People's Rights & Wellbeing	x	
Environmental & Sustainability		x

Data Protection		x
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6.2 Finance

One off Costs

Cost Centre	Budget Heading	Budget Years	Proposed Spend this Report	Virement From	Other Comments
N/A					

Annually Recurring Costs/ (Savings)

Cost Centre	Budget Heading	With Effect from	Annual Net Impact	Virement From (If Applicable)	Other Comments
Council Tax	Income	2024-25	(120,000)		Estimated impact of introducing a 100% second homes premium from 1.4.24

6.3 Legal/Risk

Legal Services assisted with the development of the proposed changes to the Council Tax Long Term Empty and Second Homes Policy.

6.4 Human Resources

There are no HR implications arising from this report.

6.5 Strategic

Officers believe that the proposed changes to the Policy will positively impact upon the availability of permanently occupied domestic properties in Inverclyde whilst providing a modicum of extra income.

6.6 Equalities, Fairer Scotland Duty & Children/Young People

(a) Equalities

This report has been considered under the Corporate Equalities Impact Assessment (EqIA) process with the following outcome:

X	<p>YES – Assessed as relevant and an EqIA is required in relation to the proposed change to the Council Tax Long Term Empty and Second Homes Policy. Assessment will be made available through the Inverclyde Council Website:</p> <p>https://www.inverclyde.gov.uk/council-and-government/equality-impact-assessments</p>
	<p>NO – This report does not introduce a new policy, function or strategy or recommend a substantive change to an existing policy, function or strategy. Therefore, assessed</p>



as not relevant and no EqlA is required. Provide any other relevant reasons why an EqlA is not necessary/screening statement.

7.0 CONSULTATION

7.1 The Council Tax on Second Homes Consultation 2023 ran from 4 December 2023 until 15 December 2023. People were invited to respond via an on-line survey. A total of 133 people responded.

8.0 BACKGROUND PAPERS

8.1 None.

Results of the Council Tax Premium on Second Homes Consultation 2023

Consultation Period: 4th December 2023 until 15th December 2023

1.0 Consultation Methodology

- 1.1 The method by which people were invited to make their views heard on the Consultation question set was via an on-line survey, hosted on the council’s website, promoted via social media and with council employees on Icon.
- 1.2 A total of 133 people responded to the survey which ran from 4th December until 15th December 2023.
- 1.3 Respondents were asked to indicate from a list in what capacity they were responding to the Consultation (Table 1). All options required respondents to have a connection to Inverclyde and can be defined as 86% being an interested member of the public, 12% being an owner of a second home, 2% being an owner of an empty property in Inverclyde, Table 1.
- 1.4 The range of consultation responses and the associated degree of awareness of respondents give some confidence that the views reflected have a reasonable degree of validity and are appropriate for consideration in informing the review. All sample surveys are however subject to a degree of random error. Based on the return rate, the margin of error is +/- 8-10%.

1.5 **Question 1. Respondent Profile**

Total No. of Responses – 133

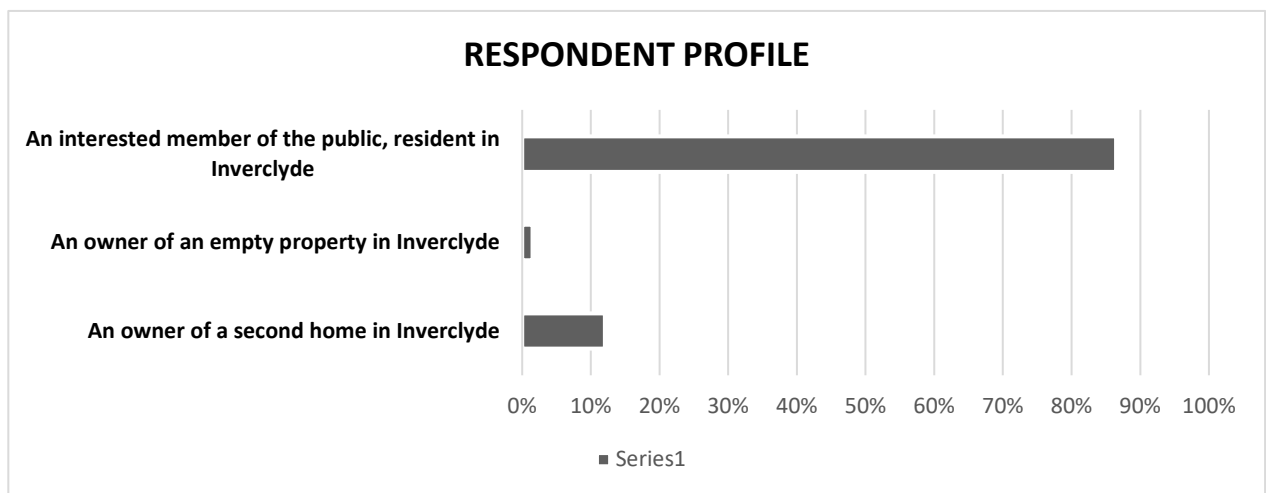


Table 1

2.0 Consultation Results

- 2.1 The survey began by stating that Inverclyde Council applies a 100% council tax premium to Empty Homes unless they meet an exemption covered by the Council Tax Long Term Empty Property and Second Homes Policy.

2.2 **Question 2. Should a council tax premium be applied to second homes?**

Total No. of Responses – 133

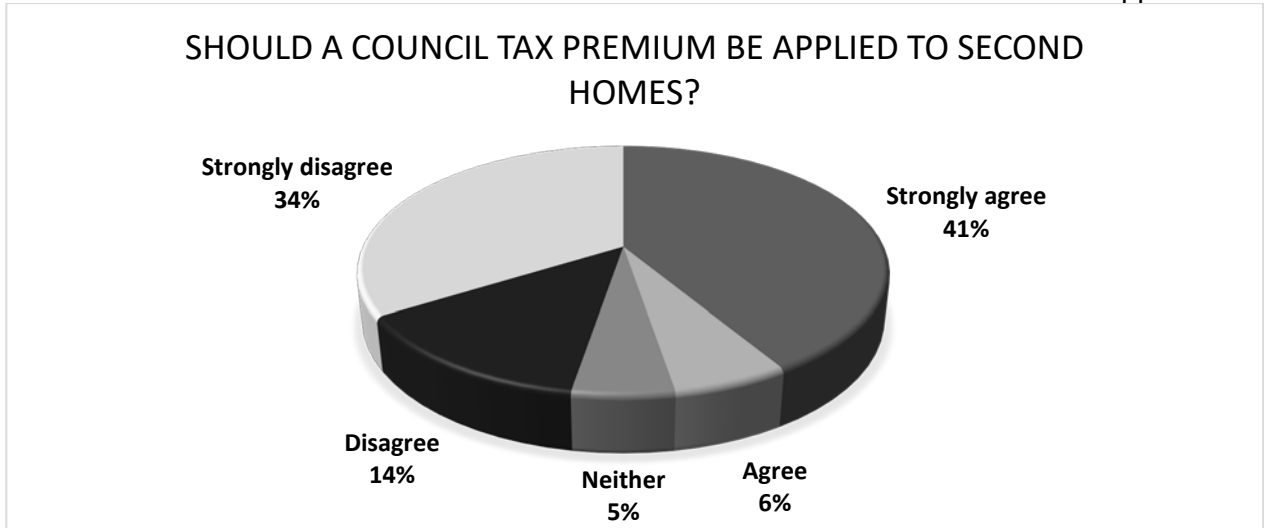


Chart 1

2.5 When asked if a council tax premium should be applied to second homes, responses were evenly balanced with 47% of respondents either agreeing or strongly agreeing while 48% disagreed or strongly disagreed. The remaining 5% neither agreed nor disagreed with the proposal.

2.6 **Question 3. If the Council were to add a council tax premium to second homes, how much should applied?**

Total No. of Responses – 83

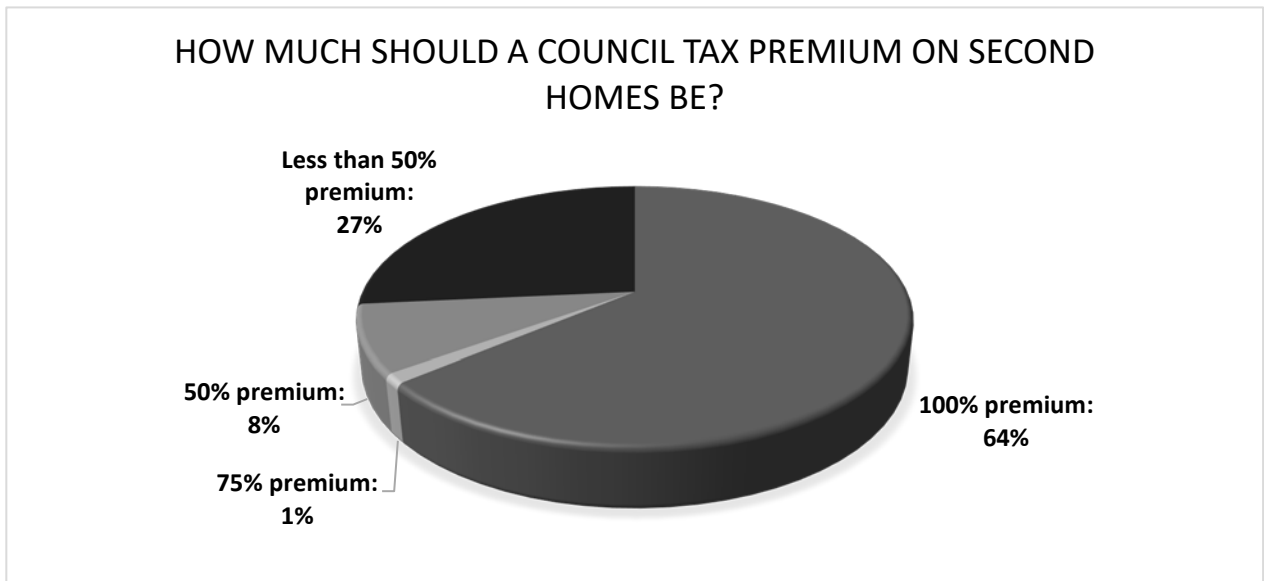


Chart 2

2.7 Respondents who agree with a Council Tax Premium on second homes were asked about the level at which a premium should be set. Options of 100%, 75%, 50% and less than 50% were provided. A premium of 100% was the preferred option with 64% of respondents agreeing with that level.

2.8 **Question 4. Should the Council Tax premium on second homes be applied from the date the second home owner becomes liable for Council Tax for their second home?**

Total No. of Responses – 85

SHOULD THE COUNCIL TAX PREMIUM BE APPLIED FROM THE DATE THE SECOND HOME OWNER BECOMES LIABLE FOR COUNCIL TAX FOR THEIR SECOND HOME?

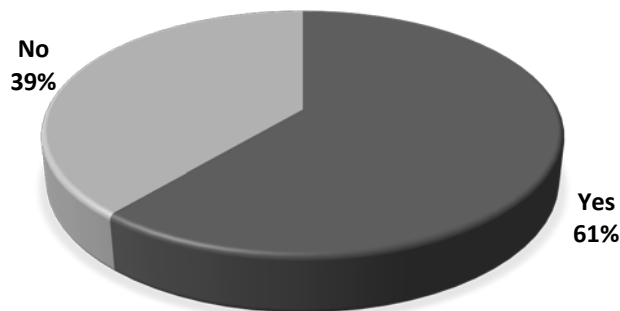


Chart 3

2.9 Of those who agree with a Council Tax premium on second homes, 61% agree that it should be applied from the date the second home owner becomes liable for Council Tax on their second home

2.10 **Question 5. The Council Tax premium on second homes should be delayed from the date the second home owner becomes liable for council tax for a period of:**

Total No. of Responses – 42

THE COUNCIL TAX SECOND HOME PREMIUM SHOULD BE DELAYED FROM THE DATE THE SECOND HOME OWNER BECOMES LIABLE FOR COUNCIL TAX

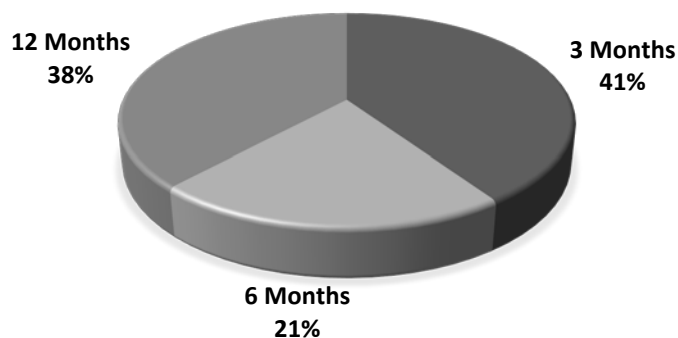


Chart 4

2.11 Those who felt that the implementation of a premium should be delayed for a period after the second home owner becomes liable for council tax on their second home were given options of 3 months, 6 months and 12 months. Responses in the order of the options offered indicate a preference for a short delay: 41%, 21% and 38%.

2.12 **Question 6. Changes to the Policy can be phased to allow second home owners time to adjust. When do you think changes to the Policy should be introduced?**

Total No. of Responses – 117

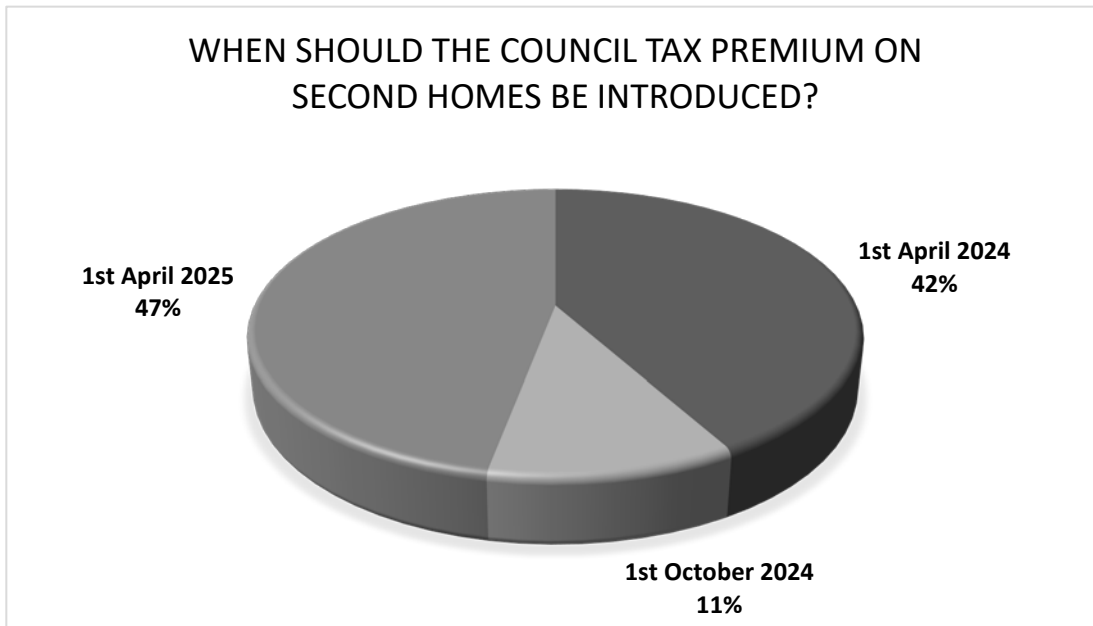


Chart 5

2.13 Options for the preferred policy implementation start date were offered with 42% preferring 1st April 2024, 11% from 1st October 2024 and 47% from 1st April 2025.

SUMMARY OF PROPOSED REVISIONS TO COUNCIL TAX LONG TERM EMPTY PROPERTY AND SECOND HOMES POLICY –
FEBRUARY 2024

PAGE	TITLE	SECTION	PROPOSED CHANGE
2/3	Document Control Page	N/A	New Document Control Section
4	Table of Contents	N/A	Minor amendment to page numbers
5	Introduction	1.0	Minor amendment to include reference to second homes
5	Background	2.2	Inclusion of legislation enabling an increase of up to 100% council tax on second homes from 1 st April 2024.
5	Background	2.3/ 2.4	Minor amendment to reflect the inclusion of second homes.
6	Background	2.6	Inclusion of legislation providing a six month grace period from the long term empty property levy (LTE) for new owners of property undergoing repairs or renovation
6	Second Homes	4.1	Inclusion of text enabling an increase of up to 100% council tax on second homes from 1 st April 2024. Inclusion of text explaining the definition of a second home.
6	Second Homes	4.2	Inclusion of text explaining a council tax increase on second homes has no impact on water and sewerage charges
6	Second Homes	4.3	Removed text stating councils are not able to charge a council tax increase on second homes.
6	Second Homes	4.4	Minor amendment referring to retrospective second home discount application requirements.
8	Property undergoing repairs or renovations	5.3	New section explaining a six month grace period from the LTE for new owners.
8	Additional flexibility to vary discount/ increase	5.4	Previously section 5.3
12	Council Tax Levy Policy	7.13	New section inserting mandatory exemptions from the LTE
12	Council Tax Levy Policy	7.14	Amendment, consolidating discretionary exemptions into a single table
14	Second Homes Policy	8.1	Inclusion of text stating increase of 100% council tax on second homes from 1 st April 2024.
14	Second Homes Policy	8.2	Previously section 8.1. Amendment to text, inserting an end date of 31 st March 2024 for 0% second homes discount.

14	Second Homes Policy	8.3	Text inserted explaining how the second home status of property will be verified. Removal of text used to substantiate the award of a second home council tax discount.
14	Second Homes Policy	8.5	Minor amendment, clarifying retrospective second home discount application procedure
14	Second Homes Policy	8.6	Inclusion of new text explaining circumstances which end the second homes increase.
14	Second Homes Policy	8.7 – 8.10	Deletion of obsolete sections referring to second homes discount application procedures
14-15	Appeals	9.2	Minor amendment for change of appeal body.

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Revenues and Benefits**

Council Tax

**Long Term Empty Property &
Second Homes Policy**

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Document Control

Prepared by:
Approved by:

Liz Brown
Policy & Resources Committee

August 2015
September 2015

Change Control Table

Version	Version Date	Revised By	Reason for Change
2.0	March 2018	L Brown	Levy increased to 50% from 1 st April 2018
3.0	December 2018	L Brown	Levy increased to 100% from 1 st April 2019
			Additional discretionary exemption categories introduced
			Second Homes Policy added to document
4.0	February 2019	L Brown	Policy updated to include exemption agreed by Policy & Resources Committee on 5 th February 2019
5.0	February 2022	T Bunton	(7.3) Removal of the Levy from property located in the Clune Park Estate not owned by the Council
			(7.12) Property awaiting demolition – clarification
6.0	February 2024	T Bunton	Second Homes 100% increase introduced from 1 st April 2024

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			(5.3) Additional exclusion from the long term empty Levy – property undergoing repairs or renovations
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1.0 Introduction

This document details Inverclyde Council's Policy on a Council Tax Increase (Levy) on Long Term Empty (LTE) properties and Second Homes.

2.0 Background

2.1 The Council Tax (Variation for Unoccupied Dwellings) (Scotland) Regulations 2013 provides local authorities with a discretionary power to remove the empty property discount or set a council tax increase of up to 100% on certain properties which have been empty for 1 year or more. Previously, local authorities were only able to vary the level of discounts, with a minimum discount of 10% for empty homes.

2.2 The Council Tax (Variation for Unoccupied Dwellings) (Scotland) Amendment Regulations 2023 allows councils in Scotland to set a council tax increase of up to 100% on second homes from 1st April 2024. Previously, flexibility was limited to setting a council tax discount level of between 0% and 50%. The legislation equalises the treatment of second homes with empty property, allowing councils to remove any financial incentive to switch between status.

2.3 This greater flexibility is intended as an additional tool to help local authorities encourage owners to bring empty properties back into use, both to increase the supply of housing for those who need homes and in the case of empty property, to reduce the blight on communities caused by houses being left unoccupied and allowed to fall into disrepair. The council tax increase could be used as part of a wider approach to tackle long-term empty homes including support and guidance to owners and provision of loans or grants if available.

2.4 For eligible unoccupied properties and second homes, local authorities can set a discount of between 0% and 50% or an increase of up to 100%. The provision also gives local authorities discretion to vary the council tax charged for different circumstances, and to apply discounts or increases in all or part of their areas. This can be done by using postcode boundaries, council wards or data zones. This could include charging different rates for a variety of different reasons as a local authority considers appropriate, and is intended to recognise that different pressures and factors will affect different areas.

2.5 Guidance has been issued by the Scottish Government in relation to the allowable flexibility available to ensure that authorities do not unfairly penalise owners who are justified in leaving their dwelling unoccupied or where there are reasons why the dwelling could not be lived in, sold or let.

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2.6 The Council Tax (Variation for Unoccupied Dwellings) (Scotland) Amendment Regulations 2023 provides a six-month grace period or such longer period as may be agreed by the council from the Council Tax Long Term Empty Property levy for new owners of properties that have previously been empty for more than twelve months. New owners will be protected from paying double the full council tax rate, subject to evidence being produced that renovations or repairs are being undertaken by the owner that contribute to the improvement of the property with a view to the building being brought back into use.

3.0 Unoccupied Dwellings

3.1 The council tax increase can be applied to homes which have been unoccupied for 1 year or more. An unoccupied dwelling is any dwelling which is not someone's sole or main residence, but does not fall within the definition of a second home. An unoccupied dwelling may be either furnished or unfurnished but is either not lived in at all or is lived in for less than 25 days in any twelve month period.

3.2 The council tax increase does not apply to water and sewerage charges.

4.0 Second Homes

4.1 The council tax increase can be applied to second-homes from 1st April 2024. A second home is defined as being furnished and lived in for at least 25 days in any twelve month period, but not as someone's sole or main residence.

4.2 The second home council tax increase does not apply to water and sewerage charges.

4.3 Previously, councils flexibility was restricted to setting a discount level of between 0% and 50%. The second home discount level set by Inverclyde Council from 1st April 2017 was 0%, prior to 1st April 2017 the level was set at 10%.

4.4 It will be for owners to prove that their property is a genuine second home and to provide evidence to substantiate a retrospective application for council tax discount. Evidence provided may be in the form of utility bills, TV license and anything else deemed appropriate. Visiting officers may be utilised to follow up on individual properties.

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5.0 Exclusions from the Increase

5.1 Existing Mandatory Discounts and Exemptions

The new flexibility does not affect an owner's eligibility to claim council tax exemptions under the Council Tax (Exempt Dwellings) (Scotland) Order 1997.

As long as an owner is eligible for an exemption, they would not be charged any council tax, regardless of how long the dwelling has been unoccupied. However, where a dwelling becomes no longer eligible for the exemption, but remains unoccupied, it will become eligible for the council tax increase after the property has been empty for 1 year.

Properties classed as purpose built holiday homes or occupied as job related dwellings will continue to receive 50% discount.

The legislation defines a purpose built holiday home as a dwelling which is used for holiday purposes and is either, in accordance with any license or planning permission regulating the use of the site, or for any other reason, not allowed to be used for human habitation throughout the whole year or, by reason of its construction or facilities which it does, or does not, provide, is unfit so to be used.

5.2 Homes actively being marketed for sale or let

Homes being marketed for sale or let will be exempt from the council tax increase until they have been unoccupied for 2 years, these homes will continue to attract a discount of 10%. New build properties can also qualify for this exemption from the increase. This exemption is conditional on the home being genuinely marketed for sale or let at a realistic market price. In considering whether a home is genuinely being marketed for sale or let, the council can have regard to any unduly restrictive conditions being attached to the sale or let as well as the sales price/ rent level. In coming to their decision on whether or not the property is being genuinely marketed for sale or let, the council can request and take into account evidence including:

- Home Report - If the property is being marketed for sale, does it have a valid home report? Most houses for sale in Scotland require a home report which also includes a valuation of the property. If the home report valuation is significantly below the advertised price, it may be that the owner is not making a genuine attempt to sell their property.

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- Marketing - Is the owner's marketing efforts providing adequate exposure to the market? Is the property being actively marketed by an agent and/or property sale/letting website?

5.3. Property undergoing repairs or renovations

Homes purchased by the Council Tax payer less than six months ago or such longer period as may be agreed by the Council where, subject to evidence being produced to establish they are undergoing repairs or renovations that contribute to the improvement of the property, will be exempt from the council tax increase.

5.4 Additional flexibility to vary discount/increase

Regulation 4 of the Council Tax (Variation for Unoccupied Dwellings) (Scotland) Regulations 2013 includes provision for local authorities to apply additional exemption from the increase, or to charge a reduced level of increase. This could include charging different rates according to, for example, the area the dwelling is in; the length of time that the dwelling has been unoccupied and other circumstances as a local authority considers appropriate.

This additional flexibility is included so that local authorities can modify provision by

- not charging a council tax increase,
- charging a reduced level of increase,
- offering a higher level of discount.

The legislation provides adequate flexibility to ensure that individual owners are not unfairly penalised. The circumstances of individual owners should be taken into account when applying the increase. This allows a local authority to avoid charging a council tax increase, or to charge a lower level of council tax than for other unoccupied dwellings, where it considers there are reasons why the owner is justified in leaving the dwelling unoccupied and/or reasons why the dwelling could not be lived in, sold or let.

Scottish Government guidance states that the following circumstances would merit flexibility in terms of not charging the council tax increase where the property has been empty for over a year and:

- The owner is finishing renovations prior to moving in/selling/letting and can demonstrate that these works are progressing.
- A long-term second home where the owner was unable to meet the 25 day occupancy criteria in the previous 12 months due to personal circumstances but where a history of 25 day occupancy can be shown in previous years.

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- A property that is taking a long time to sell/let in a stagnant market despite being priced appropriately.
- Any other circumstances where the owner has agreed with an Empty Homes Officer to take positive steps to re-occupy their property and it is in the view of the Empty Homes Officer that a time-limited council tax increase “holiday” would encourage the property to be brought back into use sooner.

For all cases, the maximum discount of 50% and a maximum increase of 100% as set in the legislation must not be exceeded. Under the legislation, local authorities are prevented from using their discretion to vary council tax charges in a way that gives more favourable treatment to unoccupied social rented dwellings just because they are owned by a social landlord.

It is important that all owners take steps to bring unoccupied homes back into use as soon as possible, rather than leaving them empty.

6.0 Information Requests

6.1 The Council Tax (Administration and Enforcement) (Scotland) Amendment Regulations 2012 require the council to take reasonable steps to ascertain whether a taxpayer is entitled to a discount or liable to an increased amount before calculating the council tax liability, with the default position being that there is no variation unless a reason for variation is identified. The council is also required to ensure that the taxpayer is notified of assumptions made and of their responsibilities to advise of changes in their circumstances or of an erroneous assumption.

6.2 The regulations also place an obligation on specific persons to provide information which is sought by the council for the purposes of ascertaining whether a discount or increase in council tax liability applies as a result of non-occupation of the dwelling.

7.0 Council Tax Levy Policy

7.1 Under this policy the council tax increase to be applied by Inverclyde Council is:

- From 1st April 2016 the increase is set at 30% of the annual council tax charge for the property.
- From 1st April 2018 the increase is set at 50% of the annual council tax charge for the property.

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- From 1st April 2019 the increase is set at 100% of the annual council tax charge for the property.

7.2 There is no council tax increase on the water and sewerage charge.

7.3 The Council Tax levy does not apply to the property located in the Clune Park Estate that is not owned by Inverclyde Council. The increase applies to all other parts of the Council area.

7.4 In order to ascertain whether a vacant property is eligible for the council tax increase, a review form will be issued once a property has been unoccupied for 12 months.

7.5 Once the review form is returned a decision will be made on whether the property is entitled to a discount or should be subject to an increased amount.

7.6 Any additional information or evidence required will be requested from the owner.

7.7 Visiting officers may also be utilised to follow up on individual properties.

7.8 Officers will carry out checks to verify claims and any decision made is final subject to appeal.

7.9 Once the review form has been processed the owner will be notified in writing of the decision.

7.10 Owners will be advised of the mandatory and discretionary exemptions that can be applied for, their right to appeal any decision and also of their responsibility to advise of any change in circumstances or of any erroneous assumptions by the council.

7.11 An application for a mandatory or discretionary exemption from the council tax increase must be made in writing by completion of an application form.

7.12 Exclusion from the full implementation of LTE Council Tax levy would be considered for a defined housing area provided an intervention plan led by an RSL has been agreed with the Council. The Plan's delivery must be resourced and be time limited to a reasonable period which reflects the level of intervention required. The exemption will be for 12 months initially. Intervention plans lasting longer than 12 months will require further application(s) for additional exemption. These further applications will be considered favourably if the interventions are making adequate progress against the agreed plan. Other owners within the defined area will also be eligible for exemption subject to an agreed intervention plan. For clarification, dwellings owned by the Council

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or an RSL and kept unoccupied following a formal documented decision by the Council or RSL to demolish the property are likely to qualify for exemption. Exemption from Council Tax and the LTE Council Tax levy on this basis will be terminated for every dwelling within a block if one or more dwellings subject to the exemption within the same block are let to tenants for occupation subsequent to the exemptions being granted and the preceding exemption period will also be reviewed.

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7.13 Mandatory exemptions from the Council Tax Long Term Empty Property Levy that can be applied for under this policy:

Mandatory Exemptions

Mandatory Category	Criteria and Purpose	Maximum Exemption Period	Effective date
New Owner or Tenant	Property is undergoing major repair to make it habitable, the liable person can demonstrate work is progressing.	6 months (or such a longer period as may be agreed by the service)	1 st April 2024
Homes actively being marketed for sale or let (including new homes)	To provide owners a reasonable period to sell or let their property. Evidence of the property being actively marketed at a realistic price is required.	12 months	Pre April 2019

7.14 The following discretionary exemptions from the Council Tax Long Term Empty Property Levy that can be applied for under this policy:

Discretionary Exemptions

Discretionary Category	Criteria and Purpose	Maximum Exemption Period	Effective date
New Owner or Tenant	The new owner or tenant requires a short period of time to make the property fit for occupation or to move in.	3 Months	1 st April 2019

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Owner is working with Empty Homes Officer	Owner has agreed with the Empty Homes Officer to take positive steps to re-occupy their property and it is the view of the Empty Homes Officer that a time-limited council tax increase “holiday” would encourage the property to be brought back into use sooner.	6 Months	1 st April 2019
Property undergoing repair/renovation	Property is undergoing major repair to make it habitable, the liable person can demonstrate work is progressing (excludes those new tenants or owners eligible for mandatory exemption).	12 Months	1 st April 2019
Exceptional Circumstances	The owner considers that their property is empty due to exceptional circumstances not covered by the discretionary exemption categories	6 Months	Pre 1 st April 2019

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8.0 Second Homes Policy

8.1 Under this policy the council tax increase to be applied on second homes by Inverclyde Council is:

- From 1st April 2024 the increase is set at 100% of the annual council tax charge for the property.

8.2 Under this policy the council tax discount on second homes to be applied by Inverclyde Council is:

- From 1st April 2017 until 31st March 2024 the discount is set at 0% of the annual council tax charge for the property.
- Prior to 1st April 2017 the discount was set at 10% of the annual council tax charge for the property.

8.3 A second home is defined as being furnished and lived in for at least 25 days in any twelve month period, but not as someone's sole or main residence. In order to ascertain whether a property is eligible for the council tax increase, a review form will be issued to the council tax payer to confirm its status.

8.4 Under this policy properties that are undergoing renovation or repair will not be considered as second homes.

8.5 It will be for the owners of a second home who apply retrospectively for a council tax discount to prove that their property was a genuine second home by providing evidence to substantiate their application. Evidence may be in the form of photographs of the interior of the property, utility bills, TV license, second home insurance schedule and anything else deemed appropriate. In addition proof of travel to the property such as train or airline tickets may be requested.

8.6 The Second Homes increase will terminate on the date the property is determined to be occupied as the liable person's main residence.

9.0 Appeals

9.1 Appeals can be made in writing to the Revenues and Benefits Manager; the appellant will be notified of the outcome of their appeal within 2 months.

9.2 If, following the appeal to the Revenues and Benefits Manager, the customer remains dissatisfied with the decision they have a further right of appeal to the Local

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Taxation Chamber. Any appeals to the Local Taxation Chamber must be within four months of the date of their original appeal.

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SECOND HOME LOCATIONS BY TOWN/ VILLAGE AND POSTCODE

Town	Number
Gourock	34
Greenock	33
Inverkip	15
Kilmacolm	5
Port Glasgow	4
Quarriers Village	2
Wemyss Bay	8
Total	101

Postcode	Number
PA11 3	2
PA13 4	5
PA14 5	2
PA14 6	2
PA15 1	2
PA15 2	2
PA15 3	1
PA15 4	7
PA16 0	16
PA16 7	10
PA16 8	7
PA16 9	3
PA18 6	8
PA19 1	34
Total	101