

**Fees & Charges 2023-24**

<b>Will this be a Key Decision</b>	Yes
<b>Urgency</b>	Not Applicable
<b>Final Decision-Maker</b>	Executive
<b>Lead Head of Service</b>	Mark Green, Director of Finance, Resources & Business Improvement
<b>Lead Officer and Report Author</b>	Adrian Lovegrove, Head of Finance
<b>Classification</b>	Public
<b>Wards affected</b>	All

**Executive Summary**

This report sets out the proposed fees and charges for 2023-24 for the services within the remit of this committee. Fees and charges determined by the council are reviewed annually, and this forms part of the budget setting process. Changes to fees and charges agreed by the Executive will come into effect on 1 April 2023 unless otherwise stated in the report.

**Recommendation to Economic Regeneration & Leisure Policy Advisory Committee**

1. That the contents of the report be noted.
2. That the Executive be recommended to approve the Fees and Charges as detailed in Appendix 1.

**Timetable**

<b>Meeting</b>	<b>Date</b>
Executive	21 December 2022

# Fees & Charges 2023-24

## 1. CROSS-CUTTING ISSUES AND IMPLICATIONS

Issue	Implications	Sign-off
<b>Impact on Corporate Priorities</b>	<ul style="list-style-type: none"> <li>We do not expect the recommendations will by themselves materially affect achievement of corporate priorities. However, the Council’s policy on charging has been developed to support corporate priorities as set out in the strategic plan and the proposals within the report have been made with reference to this.</li> </ul>	Adrian Lovegrove, Head of Finance
<b>Cross Cutting Objectives</b>	<ul style="list-style-type: none"> <li>The report recommendations support the achievement of the cross-cutting objectives by ensuring that costs of service delivery are recovered where possible, which enables services which support these objectives to be sustained.</li> </ul>	Adrian Lovegrove, Head of Finance
<b>Risk Management</b>	<ul style="list-style-type: none"> <li>This is covered within section 5 of the report.</li> </ul>	Adrian Lovegrove, Head of Finance
<b>Financial</b>	<ul style="list-style-type: none"> <li>Financial implications are set out in the body of the report. If agreed, this income will be incorporated into the Council’s medium term financial strategy for 2023-24 onwards.</li> </ul>	Adrian Lovegrove, Head of Finance
<b>Staffing</b>	<ul style="list-style-type: none"> <li>The recommendations do not have any staffing implications.</li> </ul>	Adrian Lovegrove, Head of Finance
<b>Legal</b>	<ul style="list-style-type: none"> <li>Acting on the recommendations is within the Council’s powers as set out within the Local Government Act 2003 and the Localism Act 2011.</li> <li>Section 93 of the Local Government Act 2003 permits best value authorities to charge for discretionary services provided the authority has the power to provide that service and the recipient agrees to take it up on those terms.</li> </ul>	Interim Team Leader (Contentious and Corporate Governance)

	<p>The authority has a duty to ensure that taking one financial year with another, income does not exceed the costs of providing the service. A number of fees and charges for Council services are set on a cost recovery basis only, with trading accounts used to ensure that the cost of service is clearly related to the charge made. In other cases, the fee is set by statute and the Council must charge the statutory fee. In both cases the proposals in this report meet the Council's legal obligations.</p> <ul style="list-style-type: none"> <li>• Where a customer defaults on the fee or charge for a service, the fee or charge must be defensible, in order to recover it through legal action. Adherence to the MBC Charging Policy on setting fees and charges provides some assurance that appropriate factors have been considered in setting such fees and charges.</li> </ul>	
<b>Privacy and Data Protection</b>	<ul style="list-style-type: none"> <li>• The recommendations do not have any privacy or data protection implications.</li> </ul>	Policy and Information Team
<b>Equalities</b>	<ul style="list-style-type: none"> <li>• The recommendations do not propose a change in service therefore will not require an equalities impact assessment.</li> </ul>	Policy & Information Manager
<b>Public Health</b>	<ul style="list-style-type: none"> <li>• The recommendations do not have any public health implications.</li> </ul>	Public Health Officer
<b>Crime and Disorder</b>	<ul style="list-style-type: none"> <li>• The recommendations do not have any public health implications.</li> </ul>	Adrian Lovegrove, Head of Finance
<b>Procurement</b>	<ul style="list-style-type: none"> <li>• The recommendations do not have any procurement implications.</li> </ul>	Adrian Lovegrove, Head of Finance
<b>Biodiversity and Climate Change</b>	<ul style="list-style-type: none"> <li>• There are no direct implications</li> </ul>	Biodiversity and Climate Change Manager

## **2. INTRODUCTION AND BACKGROUND**

- 2.1 The council is able to recover the costs of providing certain services through making a charge to service users. For some services, this is a requirement and charges are set out in statute, and in other areas the council has discretion to determine whether charging is appropriate, and the level at which charges are set. All charges for services which fall within the remit of this committee are set at the council's discretion.
- 2.2 In recent years, the use of charging has become an increasingly important feature of the council's medium term financial strategy, as pressures on the revenue budget limit the extent to which subsidisation of discretionary services is feasible. Recovering the costs of these services from users where possible helps to ensure sustainability of the council's offer to residents and businesses, beyond the statutory minimum.
- 2.3 A charging policy (attached at Appendix 2 for reference) is in place for charges which are set at the council's discretion and this seeks to ensure that:
- a) Fees and charges are reviewed regularly, and that this review covers existing charges as well services for which there is potential to charge in the future.
  - b) Budget managers are equipped with guidance on the factors which should be considered when reviewing charges.
  - c) Charges are fair, transparent and understandable, and a consistent and sensible approach is taken to setting the criteria for applying concessions or discounted charges.
  - d) Decisions regarding fees and charges are based on relevant and accurate information regarding the service and the impact of any proposed changes to the charge is fully understood.
- 2.4 The policy covers fees and charges that are set at the discretion of the council and does not apply to services where the council is prohibited from charging, e.g. the collection of household waste. Charges currently determined by central government, e.g. planning application fees, are also outside the scope of the policy.
- 2.5 Managers are asked to consider the following factors when reviewing fees and charges:
- a) The council's strategic plan and values, and how charge supports these;
  - b) The use of subsidies and concessions targeted at certain user groups or to facilitate access to a service;
  - c) The actual or potential impact of competition in terms of price or quality;
  - d) Trends in user demand including an estimate of the effect of price changes on customers;
  - e) Customer survey results;
  - f) Impact on users, both directly and on delivering the council's objectives;

- g) Financial constraints including inflationary pressure and service budgets;
- h) The implications of developments such as investment made in a service;
- i) The corporate impact on other service areas of council wide pressures to increase fees and charges;
- j) Alternative charging structures that could be more effective;
- k) Proposals for targeting promotions during the year and the evaluation of any that took place in previous periods.

### **Proposed Fees & Charges for 2023-24**

- 2.6 It is important that charges are reviewed on a regular basis to ensure that they remain appropriate and keep pace with the costs associated with service delivery as they increase over time.
- 2.7 Charges for services which fall within the remit of this committee have been reviewed by budget managers in line with the policy, as part of the development of the medium term financial strategy for 2023/24 onwards. The detailed results of the review carried out this year are set out in Appendix 1.
- 2.8 Table 1 below summarises the 2021/22 outturn and 2022/23 estimate for income from the fees and charges which fall within the remit of this committee.
- 2.9 The overall increase in income if these changes are agreed and implemented as planned is expected to be £760 which amounts to a 0.4% increase in the overall budgeted Fees and Charges figure for this committee for the current financial year. We are reviewing the overall position as part of finalising the 2023/24 budget process, it may be necessary for further changes to be included in the budget proposals that will be considered by the Committee in January.

### **Fees and Charges**

<b>Service Area</b>	<b>2020-21 Outturn</b>	<b>2021-22 Estimate</b>	<b>Proposed change in income</b>	<b>2022-23 Estimate</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Parks and Open Spaces - Leisure Activities	20,012	20,530	760	21,290
Economic Development (Jubilee Square)	175	3,500	0	3,500
Market	84,477	123,000	0	123,000
Museum	34,230	44,400	0	44,400
<b>Total income from fees set by the Council</b>	<b>138,894</b>	<b>191,430</b>	<b>760</b>	<b>192,190</b>

*Table 1: Fees & Charges Summary (ERL)*

- 2.10 Detailed proposals are set out within Appendix 1 to this report.

### **3. AVAILABLE OPTIONS**

#### **3.1 Option 1**

The committee could recommend approval to adopt the fees and charges as proposed in Appendix 1. As these proposals have been developed in line with the council's policy on fees and charges, they will create a manageable impact on service delivery whilst maximising income levels.

#### **3.2 Option 2**

The committee could recommend alternative charges to those set out within Appendix 1. Any alternative increases may not be fully compliant with the policy, would require further consideration before implementation and may not deliver the necessary levels of income to ensure a balanced budget for 2023-24. The impact on demand for a service should also be taken into account when considering increases to charges beyond the proposed level.

#### **3.3 Option 3**

The committee could recommend to do nothing and retain charges at their current levels. However, this might limit the Council's ability to recover the cost of delivering discretionary services and could result in the Council being unable to set a balanced budget for 2023-24.

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### **4. PREFERRED OPTION AND REASONS FOR RECOMMENDATIONS**

- 4.1 Option 1 as set out above is recommended as the proposed fees and charges shown within Appendix 1 have been developed by budget managers in line with the Council's Charging Policy. The proposed charges are considered appropriate and are expected to create a manageable impact on service delivery whilst maximising cost recovery. Changes to fees and charges recommended by this committee will go to the Executive for approval and will come into effect on 1 April 2023 unless otherwise stated.
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### **5. RISK**

- 5.1 The risks associated with this proposal, including the risks if the Council does not act as recommended, have been considered in line with the Council's Risk Management Framework. We are satisfied that the risks associated are within the Council's risk appetite and will be managed as per the Policy.
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### **6. CONSULTATION RESULTS AND PREVIOUS COMMITTEE FEEDBACK**

- 6.1 No consultation has been undertaken specifically relating to the proposals set out in the report. However, the Council has undertaken a Budget survey of residents which will be used to inform wider decisions related to budget setting and spending priorities. The results of this survey will be considered as part of the budget process.

## **7. NEXT STEPS: COMMUNICATION AND IMPLEMENTATION OF THE DECISION**

- 7.1 Corporate Services Policy Advisory Committee will receive an overarching report of all fees and charges proposals on 14 December 2022.
  - 7.2 Proposed changes to fees and charges will go to the Executive on the 21 December 2022 for approval as set out within Appendix 1 and will be implemented with effect from 1 April 2023.
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## **8. REPORT APPENDICES**

- 8.1 The following documents are to be published with this report and form part of the report:
    - Appendix 1: Current and Proposed Fees & Charges – ERL PAC
    - Appendix 2: Charging Policy
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## **9. BACKGROUND PAPERS**

None