TONBRIDGE & MALLING BOROUGH COUNCIL

FINANCE, INNOVATION and PROPERTY ADVISORY BOARD

09 January 2019

Report of the Management Team

Part 1- Public

Matters for Recommendation to Cabinet - Key Decision

1 REVIEW OF FEES AND CHARGES 2019/20

This report brings forward for consideration as part of the budget setting process for 2019/20 proposals in respect of those fees and charges that are the responsibility of the Cabinet Member for Finance, Innovation and Property or not reported elsewhere.

1.1 Introduction

- 1.1.1 The purpose of this report is to set out for 2019/20 the proposals for those fees and charges which fall within the remit of this Board or which have not been reported elsewhere.
- 1.1.2 The budgetary guidance issued to Chief Officers for the 2019/20 budget cycle, and approved by Cabinet, reiterated the objective to maximise income subject to market conditions, opportunities and comparable charges elsewhere. In bringing forward proposals officers have paid due regard to the guiding principles for the setting of fees and charges previously approved by this Board and endorsed by Cabinet.
- 1.1.3 The proposals regarding fees and charges outlined in this report are incorporated within the Revenue Estimates to be found elsewhere on this agenda. Any changes required following this meeting will be incorporated before the Estimates are presented to Cabinet on 14 February 2019. The proposals are set out on a service by service basis with the recommendations at the end of each section.

LEGAL SERVICES

1.2 Legal Fees Payable by Third Parties

1.2.1 From time to time the Council's legal fees can be recovered from third parties, for example costs in connection with section 106 agreements. Our level of fees have historically followed the Supreme Court guideline hourly rates, which are currently as follows:

Solicitors with over 8 years post qualification experience including at least 8 years relevant experience	£217
Solicitors and legal executives with over 4 years post qualification experience including at least 4 years relevant experience	£192
Other solicitors and legal executives and fee earners of equivalent experience	£161
Trainee solicitors, paralegals and fee earners of equivalent experience	£118

1.2.2 It is **RECOMMENDED** that the Council's charges follow the rates set out above.

1.3 LAND CHARGES

- 1.3.1 The Local Authorities (England) (Charges for Property Searches) Regulations 2008 enable local authorities to charge for their property search services or responding to official search requests.
- 1.3.2 This is a volatile area of activity where income can fall, or alternatively increase, quickly. The last year has shown a slight decline in search income this may be associated with the uncertainty around Brexit.
- 1.3.3 In bringing this report forward market considerations have been taken into account where permissible within the appropriate legislation and we aim to operate a competitive charging policy where we are able to do so. The current charges have not increased since 2008.
- 1.3.4 In July 2016 the Local Authority implemented changes to the questions it answered using the new Official Enquiries of Local Authority forms R and O (more commonly known as "Con 29"). This was successfully introduced and has now been in place for over two years. Your officers have undertaken random sampling and time recording using the new form to test the level of fees in accordance with the appropriate legislation on charging. It is not proposed to increase the standard fees which were charged last year.
- 1.3.5 The table at Annex 1 shows the fees for land charges searches and enquiries and the VAT element of those proposed to be effective from 1 April 2019.
- 1.3.6 It is not believed that it is appropriate to have any concessionary charges apply to these fees given that the search function supports the sale and purchase of private property. Members are reminded of the requirement under the Public Sector Equality Duty (s149 of the Equality Act 2010) to have regard to the requirement to (i) eliminate unlawful discrimination, harassment, victimisation and other conduct prohibited by the Act, (ii) to advance equality of opportunity between people from different groups and (iii) to foster good relations between people from different groups, it is not believed that these charges will have an adverse impact on any particular group protected by the 2010 legislation. As the charges will be

- the same for everyone there does not appear to be any disproportionate effect on any of the protected groups.
- 1.3.7 It is **RECOMMENDED** that the proposed scale of fees for local land charges searches and enquiries set out in this report be adopted with effect from 1 April 2019.

ADMINISTRATIVE SERVICES

1.4 Photocopying Charges

- 1.4.1 A photocopying service is offered for members of the public calling at the council's main offices or requiring copies of Council documents sent by post. The current charges are 10p for each page of the same document or additional copies of the same page plus postage as appropriate.
- 1.4.2 These charges are intended to cover the costs of the photocopy meter charge (including toner), paper and an allowance towards the staff time in looking out documents and postage where appropriate.
- 1.4.3 The level of charge was reduced in 2007/08 after remaining static for a number of years to comply with Freedom of Information requirements. The marginal cost per copy (including paper) is still approximately £0.10 per copy. Comparative charges in neighbouring authorities have been somewhat difficult to ascertain and many appear not to charge for photocopying. However, it is considered appropriate to retain a charge to avoid requests for multiple copies of pages and to cover cases where documents cannot be provided by email. It is therefore suggested that the current charge be maintained.
- 1.4.4 It is **RECOMMENDED** that Cabinet be recommended to retain the current photocopying charges of £0.10 (inclusive of VAT) for each page of the same document or additional copies of the same page plus postage as appropriate.

STREET NAMING & NUMBERING SERVICES

1.5 Street Naming & Numbering - Introduction

- 1.5.1 The requirement to provide a Street Naming & Numbering service is derived from the Towns Improvement Clauses act 1847, the Public Health Acts Amendment Act 1907 and the County of Kent Act 1981. The TMBC Street Naming & Numbering Policy sets out the framework under which the service is delivered in this authority.
- 1.5.2 The IT GIS Team are responsible for delivery of this service. The actual cost of service delivery has been calculated by recording staff processing time, software costs and postage costs. The service is estimated to generate an income of circa £42,000 a year. Neighbouring boroughs have their costs calculated in a different

- way from TMBC, where new developments can be more costly and single addresses can be less costly, but the overall income is balanced.
- 1.5.3 In line with the previous fee schedule the following priorities have been accounted for in the latest review:
 - There should be no overall reduction of income to the Council through the SNN function;
 - The cost of SNN to the Council should, where possible, be recovered through fees and charges (noting that this is not always possible, and not always desirable);
 - Ensure there are no 'perverse incentives' to apply for alternative naming schemes to minimise costs;
 - Ensure there is clarity in the fee schedule to avoid confusion and the need for officer discretion in charging fees;
 - Where workloads are sufficient to justify such, additional new fees should be considered.
- 1.5.4 The changes introduced in the fee structure last year continue to address the five principles set out above.
- 1.5.5 For the purposes of this year's review, we have concentrated on priorities 1 and 2 ensuring that the cost of SNN to the Council is recovered where possible through fees and charges.
- 1.5.6 All fees have been uplifted by circa 3%, in line with inflation.

1.6 Proposed Fee scale for Street Naming and Numbering

- 1.6.1 A development is considered to be separate if they are received on separate applications and/or they do not share a common road which is also being named for the first time as part of the application.
- 1.6.2 Individual flats are considered as individual plots.

New Properties

Category	Up to three in-fill properties on an existing	Current	Proposed
	street	Fee	Fee
		2018/19	2019/20
1	Addressing one new in-fill property	£177	£182
2	Addressing two to three in-fill properties	£92 per property	£95 per property
	Where four or more properties are to be named or numbered, the fee for new		

developments (below) will be levied.	

	Four or more in-fill properties on an existing street, or new properties on a new street		
3	Fee for naming of a street, other than in relation to new property addressing	£215	£221
4	Fee for addressing plots, including street naming if Required 1- 4 Units	£216 +£33	£222 +£34
5	5 – 10 Units	£216 +£28	£222 +£29
6	11 or more units	£431 +£12	£444 +£12

1.6.3 Existing Properties

7	Renumbering an existing property	£77	£80
8	Renaming an existing property, not in a current	£77	£80
	numbering scheme		
9	Registering the addition or change or an alias	£77	£80
	to a		
	numbered property		
10	Removing an existing alias from a numbered	No	No charge
	property	charge	
11	Rename an existing street	£1,617	£1,665
12	Rename a block of flats	£1,617	£1,665
13	Fee for addressing units (flats) when splitting	£92 per	£95 per
	an existing	unit	unit
	property		
14	Fee for addressing a single property when	£177	£182
	merging		
	separate units		

1.6.4 It is **RECOMMENDED** to Cabinet that the above fee Schedule for Street Naming and Numbering be adopted from 1 April 2019.

1.7 Council Tax and Business Rate Court Costs

- 1.7.1 The Council is obliged by law to collect all unpaid amounts of council tax and business rates and therefore has to take recovery action through the Magistrates' Court to obtain the necessary order.
- 1.7.2 The Council's costs in taking this recovery action is charged back to the taxpayer as follows:-

Court Costs 2018/19			
Tonbridge & Malling	Summons	Liability Order	Total
Council Tax	£55	£45	£100
Business Rates	£120	£60	£180

- 1.7.3 The level of costs is agreed with the Magistrates' Court each year and evidence must be provided to justify the amount being requested. The Magistrates' Court has accepted our cost evidence during this financial year for the above charges.
- 1.7.4 The Court of Protection, Civil Proceedings and Magistrates' Courts Fees (Amendment) Order 2018 came into effect on 4 July 2018, reducing the liability order application fee from £3 to 50p.
- 1.7.5 This will reduce the cost of collection; however the increase in our administration charges has been rising since the costs were last reviewed in 2009.
- 1.7.6 As a result of this and taking into account pressure from organisations such as the Money Advice Trust and the Citizens Advice Bureau regarding the use of enforcement action, we do not propose to seek the Court's approval to increase the level of costs requested from taxpayers.
- 1.7.7 It is **RECOMMENDED**, therefore, that the amount of costs recharged should remain the same for the 2019/20 financial year.

1.8 Legal Implications

1.8.1 The Council's financial rules require that all fees and charges must be reviewed at least once a year and be reported to Members.

1.9 Financial and Value for Money Considerations

1.9.1 As set out above in relation to individual fees and charges.

1.10 Risk Assessment

1.10.1 As part of the review of fees and charges Chief Officers will consider the risks associated with any proposals.

1.11 Equality Impact Assessment

1.11.1 The decisions recommended through this paper have a remote or low relevance to the substance of the Equality Act. There is no perceived impact on end users.

1.12 Recommendations

1.12.1 Recommendations are set out at the end of each section.

Background papers: contact: Adrian Stanfield

Nil

Sharon Shelton

Director of Finance & Transformation on behalf of Management Team