

REPORT TO:		STANDARDS COMMITTEE
DATE:		05 October 2015
PORTFOLIO:		Cllr Gareth Molineux - Resources
REPORT AUTHOR:		Monica Bell, Senior Democratic Services Officer
TITLE OF REPORT:		Grant of Dispensations
EXEMPT REPORT (Local Government Act 1972, Schedule 12A)	No	Not applicable
KEY DECISION:	No	If yes, date of publication:

1. Purpose of Report

1.1 To seek the granting of dispensations to a number of Hyndburn Borough Councillors to vote on certain issues (see Section 3 of the report).

2. Recommendations

2.1 That Standards Committee considers the requests from Hyndburn Borough Council Members to grant dispensations to speak and vote on the issues set out in Section 3.2 of the report.

3. Reasons for Recommendations and Background

3.1 In June 2012, Hyndburn Borough Council adopted a new Code of Conduct following the introduction of the new standards regime under the Localism Act 2011. Unlike the previous code, the new Code does not expressly enable Councillors to speak and vote on a number of specific issues where a large number would have an interest, e.g. setting the Council Tax. Therefore, Standards Committee will need to consider granting dispensations on those issues where legislation does not specifically allow Hyndburn Councillors to speak and vote.

3.2 Hyndburn Councillors Lisa Allen, Loraine Cox, Diane Fielding, Melissa Fisher and Eamonn Higgins have applied individually for dispensation to speak and vote on the following matters and their request forms are attached:-

- An allowance, payment or indemnity given to Members; and
- Ceremonial honours given to Members; and

- Setting Council Tax or a precept under the Local Government and Finance Act 1992 as amended from time to time or any superseding legislation
- Setting a local Council Tax reduction scheme for the purposes of the Local Government Finance Act 2012 as amended from time to time or any superseding legislation
- Setting a local scheme for the payment of business rates, including eligibility for rebates and reductions, for the purposes of the Local Government Finance Act 2012 as amended from time to time and any superseding legislation

3.3 A dispensation has already been granted to the remaining 30 Hyndburn Borough Councillors.

3.4 The Government takes the view that a dispensation is unnecessary and that councillors do not have a disclosable pecuniary interest in decisions relating to the setting of council tax levels. The matter has not been decided by a court however and there is scope to argue that Hyndburn Borough Councillors do potentially have a disclosable pecuniary interest when making decisions of this type as they reside in the Borough and would be required to pay any new level of council tax or precept. However, legal grounds exist to grant the requested dispensations pursuant to the Localism Act 2011.

3.5 Standards Committee needs to decide whether to grant dispensations to allow each Councillor to speak and vote on the relevant issues.

3.6 If granted, the dispensation will last for four years. Committee may grant a dispensation to speak only or may grant a dispensation to speak and vote. A dispensation can be granted if Committee is satisfied on any of the following grounds:

- The number of members prevented from speaking or voting would be so great as to “impede the transaction of business”; or
- The political balance at the relevant meeting would otherwise be sufficiently affected as to alter the likely outcome of the vote; or
- The dispensation is in the interests of people living in the area; or
- All the members of the Cabinet are affected by the interest; or
- It is otherwise appropriate to grant the dispensation.

4. Alternative Options considered and Reasons for Rejection

4.1 Not applicable.

5. Consultations

5.1 None required.

6. **Implications**

Financial implications (including any future financial commitments for the Council)	None.
Legal and human rights implications	The legal requirements are discussed in Section 3 above.
Assessment of risk	No risks identified.
Equality and diversity implications <i>A Customer First Analysis should be completed in relation to policy decisions and should be attached as an appendix to the report.</i>	Not applicable.

7. **Local Government (Access to Information) Act 1985: List of Background Papers**

7.1 None.

8. **Freedom of Information**

8.1 The report does not contain exempt information under the Local Government Act 1972, Schedule 12A and all information can be disclosed under the Freedom of Information Act 2000.