#### NORWICH CITY COUNCIL

### **Report for Resolution**

Report To Licensing Committee

31 March 2011

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Report of Head of Citywide Services

Head of Financial Services

**Subject** Licence and Registration Fees

#### **Purpose**

This report invites members to consider the level of fees payable for those licences administered by the council's licensing section.

#### Recommendation

To approve the fees detailed in the column headed 'Recommended Charge' of Appendix A.

# **Financial Consequences**

If members approve the proposed licence fee levels, this will set the estimated income for the year 2011/12 as shown in the 'Estimated Income' column of Appendix A.

# **Corporate Objective/Service Plan Priority**

The report helps to achieve the service plan priority of protecting the interests of the public through the administration of the licensing function.

#### **Contact Officers**

Phone No lan Streeter 212439

# **Background Documents**

### The Report

- 1. This report invites members to consider increasing the fees payable for those licences currently administered by the Head of Citywide Services and detailed in Appendix A. The fees in respect of the licences shown in Appendix A were last reviewed at the meeting of the Regulatory Committee on 30 September 2010 and a copy of the relevant minute is attached at Appendix B.
- 2. Members will note that the charges fall under three headings: Discretionary Fees (the level of fee is at the discretion of the licensing authority subject to the principles outlined in paragraph 4 below), Discretionary Fees with Statutory Maxima (as Discretionary Fees but with an upper limit) and Fixed Fees (set by statute and cannot be increased).

#### Level of licence fees

- 3. When determining the levels of fees charged for the licensing function there are three main areas for consideration. Firstly, case law has established that local authorities are entitled to recover the cost of administering a licensing scheme, provided that allowance is made for exemptions or reductions. Following on from this point, the second area for consideration is that where certain licences are exempt from a fee, the cost of administering these licences cannot be 'transferred' to other licence fee payers. Lastly, it has also been determined through case law that local authorities are not empowered to raise revenue through their licensing function.
- 4. The points outlined in paragraph 3 above are taken into account when determining the base estimates for the current financial year. In calculating the projected income for each type of licence it is necessary to estimate the number of licences that may be issued over the course of the year.

#### **Proposals for financial year 2011/12**

- 5. The Head of Financial Services and I have considered the level of licence fees for the 2011/12 financial year and the proposals are contained in Appendix A attached to this report.
- 6. Having taken into account the criteria outlined above, the table at Appendix A suggests a charge for each licence which is obtained by applying a 5% increase to the current fees, except where the fee is fixed by statute.

#### **Implementation**

7. The increases can be brought into effect from the April 2011. However, members should be aware that a statutory advertising procedure applies in respect of an increase in the fees payable for Hackney Carriage Vehicle Licences, Private Hire Vehicle and Private Hire Operators' Licences. If objections are received in respect of these particular fees, then members will have to give further consideration to those increases.

NORWICH CITY COUNCIL LICENSING CHARGES 2007/08 TO 2010/11

NORWICH CITY COUNCIL LICENSING CHARGES 2007/08 TO 2010/11										
			Estimated No. of			Estimated No. of		Recommended	Estimated No. of	
		2008/09	Licences (squed in	Estimated Income	2010 / 11	Licences leaved in	Estimated Income	Charge ( 5.00% Increase )	Licences Issued in	Estimated Income
		Charge £	2008/09	2008/09 £	Charge £	2010/11	2010/11 £	2011/12 €	2011/12	2011/12 £
DISCRETIONARY FEES (i) Hackney Carriage & Private	e Hire									
HC and PH Drivers - Grant HC and PH Drivers - Renewal		208.00 91.00	9 486	1.872 44.226	218.00 96.00	5 449	1,090 43,104	229.00 101.00	5 449	1,145 45,349
PH Drivers Licence - Grant PH Drivers Licence - 3 Month		208.00 67.00	36 48	7.488 3,216	218.00 70.00	55 44	11,990 3,080	229.00 74.00	55 44	12,595 3,256
PH Drivers Licence - Renewal Hackney Carriage Vehicle		91.00 115.00	366 311	33,306 35,765	96.00 120.00	350 217	33,600 26,040	101.00 126.00	350 217	35,350 27,342
Private Hire Vehicle Private Hire Operator		98.00 206.00	507 15	49,686 3,090	103.00 216.00	335 7	34,505 1,512	108.00 227.00	335 7	36,180 1,589
Transfer of HC/PH vehicle licence Replacement Vehicle Licence Pla		12.00 15.00	50 10	600 150	13.00 16.00	60 15	780 240	14.00 17.00	60 15	840 255
(ii) Environmental Services Licen										
Acupuncture - Shop Acupuncture - Employee		206.00 22.00	1 2	206 44	216.00 23.00	0 2	0 48	227.00 24.00	0 2	0 48
Ear Piercing - Shop Ear Piercing - Employee		206.00 22.00	1 5	206 110	216.00 23.00	0	0 92	227.00 24.00	0	0 96
Electrolysis - Shop Electrolysis - Employee		206.00 22.00	0	0	216.00 23.00	0	0	227.00 24.00	0	0
Tattoring - Shop Tattoring - Employee		206.00 22.00	1 2	206 44	216.00 23.00	1 15	216 345	227.00 24.00	1 15	227 360
Dangerous Wild Animals Dog Breeding		206.00 206.00	0	0	216.00 216.00	0	0	227.00 227.00	0	0
Animel Boarding Establishments Pet Shops		206.00 206.00	0 4	0 824	216. <b>00</b> 216. <b>0</b> 0	0 6	0 1.296	227.00 227.00	0 6	0 1,362
(III) Other Non-fixed Licences										
Sex Establishments Motor Salvage Operators (3 Yea	arty)	9,886.00 84.00	0	9,886 0	10,380.00 88.00	1	10,380 0	10,899.00 92.00	0	10,899 0
Tables and Chairs (grant) Tables and Chairs (renewal)		477.00 98.00	3 24	1,431 2,352	500. <b>00</b> 103. <b>00</b>	4 15	2.000 1,545	525.00 108.00	4 15	2,100 1,620
Tables and Chairs (renewal 3 yes	arly)	294.00	°[	0 194,708	309.00	°c	171,861	324.00	°	0 180,613
Gambling Act 2005 Licences (Discretionary fees with statutory maxima)										
Bingo Club Transitional (fast track	0	300.00	2	600	300.00	0	0	300.00	0	0
New Application Annual Fee		3,255.00 1,000.00	0 2	2000	3,418.00 1,000.00	0 2	2. <b>00</b> 0	3,500.00 1,000.00	0 2	2.000
Variation Transfer		1,750.00	0	0	1,750.00	0	0	1,750.00	0	0
Re-Instatement Provisional Statement		1,200.00	ŏ	o o	1,200.00 3,418.00	0	0	1,200.00 3,500.00	0	ő
Provisional Licence Ap Betting Premises	plication	1,200.00	ŏ	ŏ	1,200.00	ŏ	ŏ	1,200.00	ŏ	ŏ
Transitional (fast track New Application	()	300.00 3,000.00	27 0	8100 3000	300.00 3,000.00	0	3,000	300.00 3,000.00	0	0
Annual Fee Variation		600.00 1,500.00	27 0	16200	600.00 1,500.00	36 0	21,600	600.00 1,500.00	36 0	21,600
Transfer Re-Instatement		1,200.00	o o	o o	1,200.00	0	0	1,200.00	0	0
Provisional Statement Provisional Licence Ap	olication	3,000.00 1,200.00	0	0	3,000.00 1,200.00	0	0	3,000.00 1,200.00	0	0
Tracks Transitional (fast track		300.00	1	300	300.00	0	0	300.00	0	0
New Application Annual Fee	•	2,500.00 1,000.00	0	1000	2,500.00 1,000,00	0	1,000	2,500.00 1,000.00	0	1,000
Variation Transfer		1,250,00 950,00	0	0	1,250.00 950.00	0	0	1,250. <b>00</b> 950.00	0	0
Re-Instatement Provisional Statement		950.00 2,500.00	0	0	950.00 2,500.00	0	0	950.00 2,500.00	0	0
Provisional Licence Ap Family Entertainment Centre	plication	950.00	o	0	950.00	o	o	950.00	0	0
Transitional (fast track New Application	()	300.00 2,000.00	1	300 2,000	300.00 2,000.00	0	0	300.00 2,000.00	0	0
Annual Fee Variation		750.00 1,000.00	2	1,500	750.00 1.000.00	1 0	750 0	750.00 1,000.00	1	750 0
Transfer Re-Instatement		950.00 950.00	0	0	950.00 950.00	0	0	950.00 950.00	0	0
Provisional Statement Provisional Licence Ap	plication	2,000.00 950.00	0	0	2,000.00 950.00	0	0	2,000.00 950.00	0	0
Adult Gaming Centre Transitional (fast track		300.00	3	900	300.00	0	0	300.00	0	0
New Application Annual Fee		2,000.00	1	2000 3000	2,000.00	0 2	2,000	2,000.00 1,000.00	0	2,000
Variation Transfer		1,000.00 1,200.00	0	0	1,000.00 1,200.00	0	0	1,000.00	2 0 0	0
Re-Instatement Provisional Statement		1,200.00	0	0	1,200.00	0	0	1,200.00	0	0
Provisioned Licence Ap	plication	1,200.00	0	0	1,200.00	0	0	1,200.00	0	0
Gambling Act 2005 Permits (Fixed Family Entertainment Centre	i fees)									
Transitional New Application		100.00 300.00	0	0	100.00 300.00	0	0	100.00 300.00	0	0
Renewall Fee Prize Gaming		300.00	ō	ō	300.00	ō	ō	300.00	ō	ō
Transitional New Application		100.00 300.00	0	0	100.00 300.00	0	0	100.00 300.00	0	0
Renewall Fee Alcohol Licensed Premises - n	ottfication of	300.00	0	ō	300.00	0	o	300.00	0	0
Application fee Alcohol Licensed Premises - m		50.00	20	1000	50.00	50	2,500	50.00	50	2,500
Transitional New Application		100. <b>00</b> 150. <b>00</b>	10 0	1000	100.00 150.00	10 9	1,000 1,350	100.00 150.00	10 9	1,000 1,350
Annual Fee Club Gaming Permit		50.00	10	0	50.00	21	1,050	50.00	21	1,050
Transitional New Application		100.00 200.00	0	0	100.00 200.00	0	0	100.00 200.00	0	0
Renewal Fee Annual fee		200.00 50.00	0	0	200.00 50.00	0 2	0 100	200.00 50.00	0	100
Club Gaming Machine Permit Transitional		100.00	0	0	100.00	0	0	100.00	0	0
New Application Renewall Fee		200.00 200.00	0	0	200.00 200.00	0	0	200.00 200.00	0	0
Annua;i fee Small Society Lottery Registra	tion	50.00	0	0	50.00	0	0	50.00	0	0
Application fee Annual fee		40. <b>00</b> 20. <b>00</b>	10 177	400 3540	40.00 20.00	14 154	560 3,060	40.00 20.00	14 154	560 3,080
				48,840			39,990			36,990
Licensing Act 2003 (Fixed Fees)										
Premises Licence / Club Premise	Band A	100.00	10	1,000	100.00	3	300	100.00	3	300
	Band B Band C	190.00 315.00	16 4	3,040 1,260	190,00 315.00	14 5	2,660 1,575	190.00 315.00	14 5	2,660 1,575
	Band D Band E	450.00 635.00	5	0 3.175	450.00 635.00	1 4	450 2,540	450.00 635.00	1	450 2,540
Other Licensing Act 2003 fees Premises Licence / Club Premise		Annual Fee		8,325			6,601			6,601
	Band A Band B	70.00 180. <b>00</b>	80 388	4,200 69,840	70.00 180. <b>00</b>	52 342	3,840 61,560	70.00 180.00	52 342	3,840 61,560
	Band C Band D	295.00 320.00	70 16	20,650 5,780	295.00 320.00	70 15	20,650 4,800	295.00 320.00	70 15	20,650 4,800
Premises Licence / Club Premise			62	21,700	350.00	51	17,850	350.00	51	17,850
	Band A Band B	100.00 190.00	3 12	300 2,280	100.00 190.00	1 17	100 3,230	100.00 190.00	17	100 3,230
	Band C Band D	315.00 450.00	8 0	2,520	315.00 450.00	6	1,890 450	315.00 450.00	1	1,890 450
Personal Licence	Band E	635.00 37.00	6 111	3,810 4,107	635.00 37.00	1 108	635 3.996	635.00 37. <b>00</b>	1 108	635 3,996
Temporary Event Notice		21.00	151	3,171	21.00	226	4.748	21.00	226	4,746
				155,136			137,673			137,673
		Total Income	-	396,686		-	349,524		-	355,276

# **APPENDIX B**

Licensing Committee: 30 September 2010

#### 3. LICENCE AND REGISTRATION FEES

The senior licensing officer presented the report and asked members to consider the increase where applicable and the level of fees payable for those licences administered by the council's licensing section. The senior licensing officer explained how the fees were categorised under three headings. He said the council were unable to generate income from licence fees and they were used for the costs of operating the licensing service. The increased fees had been prepared in conjunction with the head of finance and the suggested 5% increase would come into effect on 1 November 2010 where applicable. In response to questions the senior licensing officer said if an acupuncture business was ran from a private residence then it would constitute as a premises licence. He also explained the difference between family entertainment centres and adult gaming centres.

The senior licensing officer confirmed that as we were halfway through the financial year the increased fees would not apply retrospectively and would commence from 1 November 2010. The 5% increase was calculated by the heads of both citywide services and finance by looking at the cost of running the licensing service and would form part of the recharge to the licensing budget. It was calculated on the estimated time and cost of processing a licence and the annual increase in the cost of staff in terms of salaries, national insurance and pension contributions.

The senior licensing officer said in comparison with other councils in the vicinity it had been found that it was common practice to increase fees. Those local authorities who were in more rural locations had a greater increase in fees as their premises were more spread out. He said not all councils operated their licensing service in the same way and subsequently fees could vary accordingly. Norwich city council had a policy that prospective taxi drivers had to undertake a knowledge test and driving assessment when they applied for a licence, which was not the case for all other licensing authorities.

He said that were certain licences and permits for which there was no statutory power to charge a fee and that the increase in the discretionary fee licenses could not be used to recover the costs of the work undertaken to process these nonchargeable matters. The senior licensing officer explained that the total income figures for 2010/2011 as shown in Appendix A were estimated figures and not total amounts. The figures were lower than the year before as they reflected that the council was halfway through the financial year with fewer applications. Periods such as Christmas would see an increase in the amount of hackney carriage and private hire applications. In response for clarification, the senior licensing officer explained how the charge for a Sex Establishment licence was calculated and said it was high due to the amount of work undertaken across multiple departments of the council.

**RESOLVED** unanimously to approve the fees as detailed in the column headed 'Recommendation Charge' of Appendix A of the report.