CORPORATE
GOVERNANCE & AUDIT
STANDARDS
COMMITTEE

# COUNCILLOR MAURICE SHEEHAN (OPERATIONAL SERVICES PORTFOLIO HOLDER)

26th July 2022

**REPORT NO. OS2212** 

**KEY DECISION? NO** 

## **REVIEW OF ANIMAL LICENSING FEES**

#### **SUMMARY AND RECOMMENDATIONS:**

This report outlines background and current fees for the Animal Licensing regime and proposes a new fee scale as set out in the table in Appendix A to take effect from 1<sup>st</sup> August 2022.

Recommendation to the Cabinet that these proposed new fees are agreed to take effect from that date.

#### 1. INTRODUCTION

1.1. The purpose of this report is to seek the Committee's approval for the amendment of the current Animal Licensing fees from 1<sup>st</sup> August 2022.

#### 2. BACKGROUND

- 2.1. The Council is facing significant financial pressures in the current financial year due to the impact of inflation on costs and uncertainty around interest rates and the wider UK economy.
- 2.2. In common with many other local authorities, the Council is also forecasting a funding gap over the Medium-Term Financial Strategy (MTFS) period. A Savings and Transformation Programme is already in place with the Council working on a number of cost reduction and income generation workstreams to mitigate the financial sustainability risk outlined in the MTFS.
- 2.3. In light of the current year's financial pressures and the funding gap over the medium-term, services are expected to review their services to ensure costs are minimised and income from fees and charges take into account issues of cost recovery. This report sets out the position on Animal Fees and should be seen in the wider context of strong budgetary control and robust financial management as a proportionate and balanced response.
- 2.4. Responsibility for the Animal Licensing regime has recently moved from Environmental Health to the Licensing Team. The previous qualified

inspector left the authority some time ago, and therefore the inspection activities are currently contracted to the City of London. The fees and charges for the service have not been reviewed since this change was made and a new fee structure is essential to secure cost recovery.

## 3. DETAILS OF THE PROPOSAL

#### General

- 3.1. Under the Animal Welfare Act 2018, local authorities may only charge on a cost recovery basis and there is guidance in respect of how fees should be calculated.
- 3.2. The current costs are not recovered by the Council.
- 3.3. Our current fees are generally below our neighbouring authorities, whereas the proposed fees would put us above a number of the authorities, although not all. Some have a different fee scale for some licence types. The comparison with neighbouring authorities is outlined in Appendix B.
- 3.4. It is proposed that fees are amended for the ongoing service to achieve full cost recovery as far as we are able to in accordance with the legislation. The proposed new fee scale is outlined in Appendix A.
- 3.5. The difference that the proposed fees are likely to make to the budget for the remainder of this financial year, and next financial year are outlined in Appendix C.

# **Alternative Options**

- 3.6. No change. Fees would remain unchanged and we would not recover the costs we are able to.
- 3.7. The Licensing Team are currently producing a business case to consider training an animal inspector in-house, which is likely to reduce costs, and therefore enable us to set our fees accordingly. However, if this is the agreed course of action, it takes some time for someone to become qualified, as there is a lengthy period of study, followed by the requirement to carry out a number of supervised inspections to demonstrate competence. Therefore, this will not resolve the issue in the short term, so it is appropriate to set fees based on the current arrangements, as they will be reviewed again on a regular basis.

#### 4. IMPLICATIONS

#### Risks

4.1. There are no risks associated with this report.

## **Legal Implications**

4.2. The Council is obliged to work within the relevant regulations to avoid any income over and above a cost recovery basis. There are no other legal implications for this report.

# **Financial and Resource Implications**

4.3. If fees are not increased, cost recovery is not achieved and there will continue to be a budgetary shortfall in running the animal licensing service as demonstrated by Appendix C.

## **Equalities Impact Implications**

4.4. There are no equalities implications arising from this report.

## **Community Safety Implications**

4.5. There are no community safety implications arising from this report.

## 5. CONCLUSIONS

5.1. The new fee scale is recommended to the Committee to be implemented from 1<sup>st</sup> August 2022 to ensure cost recovery is achieved in accordance with the legislation.

## **BACKGROUND DOCUMENTS:**

None

## **CONTACT DETAILS:**

**Report Author** – Shelley Bowman - Licensing Manager **Head of Service** – James Duggin – Head of Operations

# Appendix A Current and proposed fees

Licence Types			P	roposed	Fees		Current Fees		
		Application Fee		forcement fee nt on length of licence) 2yr 3yr			Application Fee	Enforcement Fee	
	New	£460.59	£193.18	_	£193.18		£219.00	£71.00	
Kennels and catteries	Renewal	£370.92	£193.18		£193.18		£101.00	£71.00	
Home	New	£344.31	£193.18		£193.18		£212.00	£59.00	
Boarders	Renewal	£295.03	£193.18	£193.18	£193.18		£101.00	£59.00	
	New	£437.33	£193.18				£212.00	£59.00	
Dog Day Care	Renewal	£382.25	£193.18	£193.18	£193.18		£101.00	£59.00	
	New	£477.72	£206.77	£220.37	£233.96	+Vet fee*	£240.00	£72.00	
Breeders	Renewal	£370.92	£206.77	£220.37	£233.96		£125.00	£72.00	
	New	£554.83	£206.77	£220.37	£233.96		£240.00	£72.00	
Pets for Sale	Renewal	£466.39	£206.77	£220.37	£233.96		£125.00	£72.00	
Animals for	New	£554.83	£0.00				£212.00	£59.00	
exhibition	Renewal	£466.39	£0.00				£101.00	£59.00	
Dangerous	New	£554.83	£0.00	£0.00	£0.00	+ Vet Fee*	Enquire		
Wild Animals	Renewal	£466.39	£0.00	£0.00	£0.00	+ Vet Fee*	Enquire		
	New	£570.75	£324.15	£455.12	£586.09	+ Fee per Horse	£240.00	£79.00	
Hiring Horses	Renewal £433.66		£324.15	£455.12	£586.09	+ Fee per Horse	£139.00	£79.00	
		Fee	per horse	First 10 h	orses	£18.00	*Vet Fee as invoiced to		
				Next 11-5 horses	50	£12.00	RBC		
				Each hor 51	se over	£9.60			

Zoo	New / Renewal	Price on App	lication	Price on Application		
_						
Miscellaneous						
Minor Variation		£15.10			£75.00	
Re-Rating or Major variation		£159.53			£50.00	
Additional copy of Licence		£5.92			£30.00	

# Appendix B Current fees charged by neighbouring authorities

			ngstok Deane	e &	Guildford			Hart		Surrey Heath			Waverley			Rushmoor Proposed			
		Арр	Enf	Total	Арр	Enf	Total	Арр	Enf	Total	Арр	Enf	Total	Арр	Enf	Total	Арр	Enf	Total
Licence Types																			
Kennels and	New	*270	*268	538	400	123	523	*352	N/A	352	195	113	308	398	312	710	460.59	193.18	653.77
catteries	Renewal	*206	*258	464	400	123	523	*352	N/A	352	185	113	298	398	312	710	370.92	193.18	564.10
	New	215	215	430	400	123	523	252	N/A	252	155	86	241	346	312	658	344.31	193.18	537.49
Home Boarders	Renewal	153	208	361	400	123	523	252	N/A	252	145	86	231	346	312	658	295.03	193.18	488.21
	New	N/A	N/A	N/A	400	123	523	252	N/A	252	155	86	241	398	312	710	437.33	193.18	630.51
Dog day care	Renewal	N/A	N/A	N/A	400	123	523	252	N/A	252	145	86	231	398	312	710	382.25	193.18	575.43
	New	*270	*268	538	400	123	523	**277/377	N/A	277/377	195	113	308	346	312	658	477.72	206.77	684.49
Breeders	Renewal	*206	*258	464	400	123	523	**277/377	N/A	277/377	185	113	298	346	312	658	370.92	206.77	577.70
	New	270	268	538	400	123	523	***252/352	N/A	252/352	195	113	308	346	312	658	554.83	206.77	761.60
Pets for Sale	Renewal	206	258	464	400	123	523	***252/352	N/A	252/352	185	113	298	346	312	658	466.39	206.77	673.17
Animals for	New	270	268	538	143	72	215	352	N/A	352	0	0	0	346	312	658	554.83	0.00	554.83
exhibition	Renewal	206	258	464	143	72	215	352	N/A	352	0	0	0	346	312	658	466.39	0.00	466.39
Dangerous Wild	New	N/A	N/A	N/A	N/A	N/A	N/A	377	N/A	377	*2172	0	2172	N/A	N/A	N/A	554.83	0.00	554.83
Animals	Renewal	N/A	N/A	N/A	N/A	N/A	N/A	377	N/A	377	*1086	0	1086	N/A	N/A	N/A	466.39	0.00	466.39
	New	270	268	538	400	123	523	#275/375	N/A	275/375	N/A	N/A	N/A	*398/476/549	338	736 - 887	570.75	324.15	894.90
Hiring Horse	Renewal	206	258	464	400	123	523	#275/375	N/A	275/375	N/A	N/A	N/A	N/A	N/A	N/A	433.66	324.15	757.81
	New	683	0	683	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	On App	On App	On App
Zoo	Renewal	411	0	411	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	On App	On App	On App
Minor Variation		24	N/A	24	92	N/A	92	126	N/A	126	53	N/A	N/A	N/A	N/A	N/A	15.10	N/A	15.10
Re-Rating or Major	variation	233	N/A	233	224	N/A	233	126	N/A	126	100	N/A	N/A	208	N/A	208	159.53	N/A	159.53
Additional copy of	Licence	24	N/A	24	N/A	N/A	24	126	N/A	126	28	N/A	N/A	N/A	N/A	N/A	5.92	N/A	5.92
* more than 20 animals or 1 bitch: otherwise as per home boarders		**less than/ ***Dome	*over 20 animals  **less than/more than 3 bitches  ***Domestic/Commercial  #up to 20/over 20			* per animal		* 1-8/9-15/15+ horses NB: £156 for each additional visit / inspection			Enforcement fee may differ dependent on duration of licence granted. The above is based on a 1 year licence.								
NB: All authorities	add Vets fe	es whe	ere req	  uired	base	d on t	the ass	sessment nee	ded at t	he time									

# Appendix C Expected income

August	2022 - March	2023	Financial Year 23/24					
Current Fees	Proposed	Difference	Current Fees	Proposed	Difference			
	Fees			Fees				
£1890	£4442.56	+£2552.56	£3177	£9466.98	+£6289.98			