

DEMOCRATIC SERVICES COMMITTEE - 17TH SEPTEMBER 2014

SUBJECT: DEVOLUTION, DEMOCRACY AND DELIVERY WHITE PAPER -

REFORMING LOCAL GOVERNMENT

REPORT BY: ACTING DIRECTOR OF CORPORATE SERVICES AND SECTION 151

OFFICER

1. PURPOSE OF REPORT

1.1 To inform Democratic Services Committee of the Welsh Government White Paper 'Devolution, Democracy and Delivery – Reforming Local Government which is subject to consultation until 1st October 2014.

2. SUMMARY

2.1 This report informs Democratic Services Committee of the Welsh Government's proposals in the White Paper 'Devolution, Democracy and Delivery – Reforming Local Government' and, specifically highlights potential implications for the scrutiny function.

3. LINKS TO STRATEGY

3.1 The operation of scrutiny is required by the Local Government Act 2000 and subsequent Assembly legislation.

4. THE REPORT

4.1 Welsh Government have published a White Paper entitled 'Devolution, Democracy and Delivery – Reforming Local Government', a copy is attached at appendix 1. The White Paper sets out the Welsh Government's detailed response to the report and recommendations made by the Commission on Public Service Governance and Delivery.

The White Paper contains a number of very significant potential issues for local government. The Welsh Government intends to bring forward legislation to fundamentally change the structure, membership and governance of local authorities as well as further strengthening the transparency of decision-making and impact of the scrutiny function.

- 4.2 The White paper includes proposals for the further strengthening of scrutiny arrangements. The key proposals are outlined below:
 - Fundamental review of how Local Authorities are constituted to build a new constitutional settlement for reformed local authorities (page 14).
 - Scrutiny and governance will be re-designed to ensure greater openness, transparency and accountability (page 14).
 - Reduce the complexity of audit, inspection and regulation requirement for auditors and regulators to report directly to scrutiny committees (page 14).

- Expectation on public service organisations to provide investment in scrutiny functions, ensuring appropriate training to ensure scrutiny is effective and engaging with service users (page 15).
- Putting Local Service Boards on a statutory footing ensuring the LSB is held to account by a designated Local Government scrutiny committee (pages 17 –18).
- Scrutiny committees to provide effective challenge to how their authority performs –
 actively identifying and responding to emerging issues of performance or governance
 before they are highlighted by auditors or inspectors (page 19).
- 4.3 Democratic Services Committee is asked to consider the scrutiny and governance related elements of the White Paper. Any views Members may wish to make can be forwarded to the Welsh Government as part of the consultation process.

5. EQUALITIES IMPLICATIONS

5.1 This report is for information purposes, so the Council's EqIA process does not need to be applied.

6. FINANCIAL IMPLICATIONS

6.1 There are no financial implications not contained in the report.

7. PERSONNEL IMPLICATIONS

7.1 There are no personnel implications not contained in the report.

8. CONSULTATIONS

8.1 There are no consultation responses not contained in the report.

9. **RECOMMENDATIONS**

9.1 Democratic Services Committee consider the White Paper 'Devolution, Democracy and Delivery – Reforming Local Government'.

10. REASONS FOR THE RECOMMENDATIONS

10.1 To ensure that Democratic Services Committee is aware of the White Paper and have the opportunity to contribute to the Welsh Government's consultation.

11. STATUTORY POWER

11.1 Section 21 of the Local Government Act 2000.

Author: Catherine Forbes-Thompson, Scrutiny Research Officer

Consultees: Nicole Scammell Acting Director of Corporate Services and Section 151 Officer

Gail Williams, Interim Head of Legal Services and Monitoring Officer.

Angharad Price, Interim Deputy Monitoring Officer Jonathan Jones, Democratic Services Manager

Appendices:

Appendix 1 Devolution, Democracy and Delivery White Paper – Reforming Local Government