

# STANDARDS COMMITTEE

(SPECIAL MEETING)

Friday,

27 April 2007

1.00 p.m.

Council Chamber, Council Offices, Spennymoor

# **AGENDA** REPORTS





# This document is also available in other languages, large print and audio format upon request

# (Arabic) العربية

إذا أردت المعلومات بلغة أخرى أو بطريقة أخرى، نرجو أن تطلب ذلك منا.

# বাংলা (Bengali)

যদি আপনি এই ডকুমেন্ট অন্য ভাষায় বা ফরমেটে চান, তাহলে দয়া করে আমাদেরকে বলুন।

# (中文 (繁體字)) (Cantonese)

如欲索取以另一語文印製或另一格式製作的資料,請與我們聯絡。

# हिन्दी (Hindi)

यदि आपको सूचना किसी अन्य भाषा या अन्य रूप में चाहिये तो कृपया हमसे कहे

# polski (Polish)

Jeżeli chcieliby Państwo uzyskać informacje w innym języku lub w innym formacie, prosimy dać nam znać.

# ਪੰਜਾਬੀ (Punjabi)

ਜੇ ਇਹ ਜਾਣਕਾਰੀ ਤੁਹਾਨੂੰ ਕਿਸੇ ਹੋਰ ਭਾਸ਼ਾ ਵਿਚ ਜਾਂ ਕਿਸੇ ਹੋਰ ਰੂਪ ਵਿਚ ਚਾਹੀਦੀ, ਤਾਂ ਇਹ ਸਾਥੋਂ ਮੰਗ ਲਓ।

# Español (Spanish)

Póngase en contacto con nosotros si desea recibir información en otro idioma o formato.

(Urdu) اروو

اگرآپ کومعلومات کسی دیگرزبان یا دیگرشکل میں در کار ہوں تو برائے مہربانی ہم سے پوچھئے۔

# **AGENDA**

# 1. APOLOGIES

# 2. DECLARATIONS OF INTEREST

To notify the Chairman of any items that appear later in the agenda in which you may have an interest.

# 3. ARRANGEMENTS FOR REVIEW OF THE CONSTITUTION

To consider the attached report of the Chief Executive. (Pages 1 - 6)

# 4. IMPLEMENTATION OF THE REVISED MODEL CODE OF CONDUCT FOR MEMBERS

To consider the attached report of the Solicitor to the Council and Monitoring Officer. (Pages 7 - 32)

B. Allen Chief Executive

Council Offices SPENNYMOOR

# L. Petterson (Chairman)

Councillors Mrs. B. Graham, A. Gray, Mrs. L. Hovvels, Mrs. C. Sproat and J. Wayman J.P.

Councillor J. Marr (Spennymoor Town Council) Mr. I. Jamieson (Independent Member)



# Item 3

# REPORT TO STANDARDS COMMITTEE 27TH APRIL 2007 REPORT OF CHIEF EXECUTIVE

# ARRANGEMENTS FOR REVIEW OF THE CONSTITUTION (1)

# 1. SUMMARY

- 1.1 The Council's Constitution was adopted on the 24th May 2002 as part of the Council's approach to implementing the Local Government Act 2000. A number of reviews have taken place.
- 1.2 The Constitution itself must necessarily be kept under regular review so as to ensure that it reflects existing law and its operation continues to provide an efficient and effective framework for delivering the Council's aims and objectives. This report is a further review for the purposes of Article 16 of the Constitution.
- 1.3 The recommendations in this report, based on advice from the Council's Monitoring Officer, and following meetings of the Constitutional Review Group, reflect those areas where it is considered appropriate to make some further changes, viz:
  - changes to the remit of the Employment Issues Panel which arise from proposals contained in a report of the Chief Executive and Director of Resources entitled "Changes to the Local Government Pension Scheme Impact of New Age Discrimination Regulations: Introduction of New Policies on (1) Discretionary Compensation Payments on Termination, and (2) Flexible Retirement": this report is to be considered by Cabinet on the 26th April 2007.
- 1.4 The proposed changes are the subject of a separate report to Cabinet. Any amendments arising from Cabinet's consideration will be reported to Standards Committee at the meeting.
- 1.5 The details of the proposals for change are contained in the appendix to this report.

### 2. RECOMMENDATIONS

- 2.1 That the Council be recommended to approve the amendments set out in the Appendix and directs the Council's Monitoring Officer:
  - (a) to amend the Constitution accordingly and make all necessary and consequential amendments; and
  - (b) to publish an amended version on the Council's website.

# 3. BACKGROUND

- 3.1 Work is ongoing in reviewing the Constitution. A number of officers have formed a Constitutional Review Group, headed by the Monitoring Officer, and its purpose is to consider proposals for change with a view to reflecting the law and improving the efficiency of decision taking within the authority.
- 3.2 Previous reviews are identified in the list of background papers accompanying this Report.

# 4. LEGAL IMPLICATIONS

- 4.1 It is intended that these changes shall have immediate effect.
- 4.2 The principal changes are referred to in paragraph 1.3 above.

# 5. CONSULTATIONS

- 5.1 Management Team has been consulted on the proposed changes. Cabinet will consider the relevant report at its meeting on the 26th April 2007.
- 5.2 All Departments of the Council have been consulted with regard to the amendments suggested in this report.

**Contact Officer:** D.A. Hall, Solicitor and Monitoring Officer

**Telephone No:** (01388) 816166, Ext. 4268 dahall@sedgefield.gov.uk

Ward(s)

**Key Decision Validation** 

# **Background Papers**

# Reports:

- Council 16th May 2003
- Council 26th June 2003
- Standards Committee 4th November 2003
- Council 26th November 2003
- Council 21st May 2004
- Cabinet 25th November 2004
- Council 25th February 2005
- Standards Committee 3rd November 2005
- Council 25th November 2005
- Standards Committee 9th February 2006
- Council 24th February 2006
- Standards Committee 6th April 2006
- Council 21st April 2006
- Standards Committee 5th May 2006
- Council 19th May 2006
- Standards Committee 6th July 2006
- Council 28th July 2006
- Standards Committee 2nd November 2006
- Council 24th November 2006
- Standards Committee 8th February 2007
- Council 27th February 2007
- Standards Committee 5th April 2007
- Council 20th April 2007

**Examination by Statutory Officers** 

Examination by Statutory Officers							
		Yes	Not Applicable				
1.	The report has been examined by the Council's Head of the Paid Service or his representative						
2.	The content has been examined by the Council's S.151 Officer or his representative						
3.	The content has been examined by the Council's Monitoring Officer or his representative						
4.	The report has been approved by Management Team						

# PROPOSED CHANGES FOR COUNCIL APPROVAL - 18TH MAY 2007

Page	Reference and Proposed Amendment	Basis for Change
A Cou	52 – Part 3 Responsibility for Functions : uncil Functions - Employment Issues Panel: osed Changes	
(a)	after "Early Retirement/Voluntary Redundancy Policy" and specifically to determine matters as follows:-	
	⇒ applications by employees under the Flexible Retirement Policy, Regulation 31 (Employee Initiated Retirement) Policy and cases submitted under Early Retirement/ Voluntary Redundancy Policy ("the Policies") and in each case the decision of the Panel shall be final.	
	⇒ such other employee related matters where the Policies require the exercise of discretion in individual cases.	
	⇒ to make recommendations to Cabinet regarding any proposed changes to the Policies.	
	⇒ to receive annual reports upon the operation of the Policies from the Head of Organisational Development.	

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Item 4

# REPORT TO STANDARDS COMMITTEE

27<sup>th</sup> April 2007

# REPORT OF SOLICITOR TO THE COUNCIL AND MONITORING OFFICER

# IMPLEMENTATION OF THE REVISED MODEL CODE OF CONDUCT FOR MEMBERS

# 1. SUMMARY

- 1.1 The decision to amend the Code of Conduct so as to make it more effective and proportionate formed part of the Government's wider review of the conduct regime, the revised Code is clearer but maintains a rigorous approach to the identification of serious misconduct.
- 1.2 The revised Code of Conduct has been approved by the Government and will be coming into force on the 3<sup>rd</sup> May 2007.

# 2. RECOMMENDATIONS

- 2.1 That Standards Committee note the changes and implementation of the revised Code of Conduct.
- 2.2 That by approval of full Council on the 29<sup>th</sup> June 2007, the Revised Code of Conduct be adopted unamended, that the Council adopts the 10 General Principles as an annex to the new Code; that Parish and Town Councils be advised to do likewise.
- 2.3 That consequential changes be made to the Council's Constitution.

# 3. DETAIL

- 3.1 On the 4<sup>th</sup> April 2007 the Government tabled in Parliament the revised Model Code of Conduct for Members, (The Local Authorities (Model Code of Conduct) Order 2007 is attached at Appendix 1). The revised Code will come into force on the 3<sup>rd</sup> May and all Local Authorities will then have 6 months to adopt the revised Code. S.51 of the Local Government Act 2000 states that Authorities have 6 months from the date the order was made, (2<sup>nd</sup> April 2007) to adopt the revised Code. Therefore, if not adopted by 1<sup>st</sup> October 2007 will apply automatically. Parish and Town Councils are to make their own arrangements for the adoption of their new Codes.
- 3.2 In order to facilitate implementation, ensure consistency across authorities and assist Members to understand the revised Code, the Standards Board recommend that Local Authorities adopt the revised Code at their first opportunity and without amendment. This will give certainty to Members and the public as to what standards are expected,

- ensure consistency throughout the Country, and minimise the legal risk of any Authority adopting additional provisions, which are unenforceable.
- 3.3 However, it is also recommended that Local Authorities adopt the ten General Principles as a non-enforceable pre-amble or annex to the Code to remind Members and the public of the principles underlying the Code.
- 3.4 The Standards Board will be publishing a general guide for Members on the revised Code, which they hope will be available from the 3<sup>rd</sup> May 2007. Copies will be distributed shortly afterwards to Members and Parish and Town Clerks for distribution to their Members.
- 3.5 The main changes to the Code made by the Local Authorities (Model Code of Conduct) Order 2007 include:
  - clarification, making the language in which it is written gender-neutral;
  - amending the rules relating to prejudicial interests, so that a Member only has a prejudicial interest where his interest is greater than that of the majority of people in the ward affected by the matter, rather than merely greater than the interest of other people in the Council's area;
  - allowing Members with a prejudicial interest to speak at a Council meetings providing this is to solely allow them to make representations, answer questions or give evidence, but not to vote.
  - Applying the Code to Members' conduct in their private capacity where such conduct has resulted in a criminal conviction.
- 3.6 All the changes to the Code of Conduct will be covered by the Monitoring Officer at the Post Election Member Induction on Standards and Ethics, which will be held on the 10<sup>th</sup> May 2007 at 10.00a.m in the Council Chamber. A further training session facilitated by Peter Keith-Lucas of Bevan Brittan Solicitors is planned to take place on 27<sup>th</sup> June 2007, which will cover in detail the changes to the Code. A Standards Board Roadshow is also due to take place in Newcastle on 12<sup>th</sup> June 2007, where the Council will be represented.

# 4. RESOURCE IMPLICATIONS

4.1 No specific financial implications have been identified.

# 5. CONSULTATIONS

- 5.1 This report has been prepared for Standards Committee immediately following publication of the Local Authorities (Model Code of Conduct) Order 2007.
- 5.2 This report has been passed to Parish and Town Councils for their guidance.

6.	OTHE	OTHER MATERIAL CONSIDERATIONS						
	6.1	contents of this re	siderations have been taken port. In particular, risks may aris ppraised on standards matters.					
7. OVERVIEW AND SCRUTINY IMPLICATIONS								
	7.1	None apply.						
8. LIST OF APPENDICES								
	8.1 The Local Authorities (Model Code of Conduct) Order 2007							
Contact Officer: Telephone Number: E-mail address:			Dennis A. Hall/Laura Starrs 01388 816166, Ext. 4268 dahall@sedgefield.gov.uk					
Ward	s:		N/A					
Key [	Decisio	n Validation:	N/A					
Back	ground	l Papers						
SI 200	07 No.	1159 The Local Au	thorities (Model Code of Conduc	ct) Order 2007	•			
Exam	inatio	n by Statutory Off	cers		Not			
1.	The report has been examined by the Council's Head of the Paid Service or his representative			Yes	Applicable			
2.		The content has been examined by the Council's S.151 Officer or his representative						
3.	The content has been examined by the Council's Monitoring Officer or his representative							
4.	The re	port has been app	roved by Management Team					

This report will be tabled for approval at the Council meeting on the  $29^{\text{th}}$  June 2007.

5.3

# Statutory Instrument 2007 No. 1159

# The Local Authorities (Model Code of Conduct) Order 2007

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# STATUTORY INSTRUMENTS

# 2007 No. 1159

# LOCAL GOVERNMENT, ENGLAND AND WALES

The Local Authorities (Model Code of Conduct) Order 2007

Made2nd April 2007Laid before Parliament4th April 2007Coming into force3rd May 2007

The Secretary of State for Communities and Local Government makes the following Order in exercise of the powers conferred by sections 50(1) and (4), 81(2) and (3), and 105(2), (3) and (4) of the Local Government Act 2000[1].

The Secretary of State has consulted in accordance with section 50(5) of that Act.

The Secretary of State is satisfied that this Order is consistent with the principles for the time being specified in an order under section 49(1) of that Act[2].

# Citation, commencement and application

- 1.—(1) This Order may be cited as the Local Authorities (Model Code of Conduct) Order 2007 and comes into force on 3rd May 2007.
  - (2) This Order applies—
    - (a) in relation to police authorities in England and Wales; and
    - (b) in relation to the following authorities in

# England—

- (i) a county council;
- (ii) a district council;
- (iii) a London borough council;
- (iv) a parish council;
- (v) the Greater London Authority;
- (vi) the Metropolitan Police Authority;
- (vii) the London Fire and Emergency Planning Authority;
- (viii) the Common Council of the City of London;
- (ix) the Council of the Isles of Scilly;
- (x) a fire and rescue authority;
- (xi) a joint authority;
- (xii) the Broads Authority; and
- (xiii) a National Park authority,

and in this Order references to "authority" are construed accordingly.

# **Model Code of Conduct**

- 2.—(1) The code set out in the Schedule to this Order ("the Code") has effect as the model code issued by the Secretary of State under section 50 of the Local Government Act 2000 as regards the conduct which is expected of members and co-opted members of an authority.
- (2) Subject to paragraphs (3) to (6), every provision of the Code in the Schedule to this Order is mandatory for an authority.
- (3) Paragraph 6(c) of the Code is not mandatory for police authorities, the Greater London Authority, the Metropolitan Police Authority, the London Fire and Emergency Planning Authority, fire and rescue

authorities and joint authorities.

- (4) Paragraph 7 of the Code is not mandatory for parish councils.
- (5) Subject to sub-paragraph (6)(c) and (d) below, paragraphs 10(2)(c)(i) and (ii), 11 and 12(2) of the Code are mandatory only for county councils, district councils and London borough councils, the Common Council of the City of London and the Council of the Isles of Scilly.
- (6) The following provisions of the Code are mandatory only for an authority which is operating executive arrangements—
  - (a) in paragraph 1(4), in the definition of "meeting"—
    - (i) sub-paragraph (b);
    - (ii) in sub-paragraph (c), the words "or its executive's" and ", or area committees";
  - (b) paragraphs 9(6), 9(7) and 12(1)(b);
  - (c) in paragraph 11(a), the words "your authority's executive or"
  - (d) in paragraph 11(b), the word "executive,"; and
  - (e) in paragraph 12(2), the words in brackets.

# Disapplication of certain statutory provisions

- **3.** The following provisions shall not apply (where they are capable of doing so) to an authority which has adopted a code of conduct or to which such a code applies—
  - (a) sections 94 to 98 and 105 to the Local Government Act 1972[3];
  - (b) section 30(3A) of the Local Government Act 1974[4];
  - (c) regulations made or a code issued under section 19 and 31 of the Local Government and Housing Act 1989[5];

- (d) paragraphs 9 and 10 of Schedule 7 to the Environment Act 1995[6]; and
- (e) any guidance issued under section 66 of the Greater London Authority Act 1999[7].

# **Revocation and savings**

- **4.**—(1) Subject to paragraphs (2) and (3), the following orders are revoked—
  - (a) the Local Authorities (Model Code of Conduct) (England) Order 2001[8];
  - (b) the Parish Councils (Model Code of Conduct) Order 2001[9];
  - (c) the National Park and Broads Authorities (Model Code of Conduct) (England) Order 2001[10]; and
  - (d) the Police Authorities (Model Code of Conduct) Order 2001[11].
- (2) The Orders referred to in paragraph (1) continue to have effect for the purposes of and for purposes connected with
  - (a) the investigation of any written allegation under Part 3 of the Local Government Act 2000, where that allegation relates to conduct which took place before the date when, pursuant to section 51 of that Act—
    - (i) the authority adopts a code of conduct incorporating the mandatory provisions of the Code in the Schedule to this Order in place of their existing code of conduct;
    - (ii) the authority revises their existing code of conduct to incorporate the mandatory provisions of the Code in the Schedule to this Order; or
    - (iii) the mandatory provisions of the Code in the Schedule to this Order apply to members or co-opted members of the authority under

# section 51(5)(b) of that Act;

- (b) the adjudication of a matter raised in such an allegation; and
- (c) an appeal against the decision of an interim case tribunal or case tribunal in relation to such an allegation.
- (3) Any order made under section 83 of the Local Government Act 1972[12] shall have effect for the purpose of prescribing the form of a declaration of acceptance of office in relation to a county council, district council, London borough council and a parish council.

Signed on behalf of the Secretary of State for Communities and Local Government

Phil Woolas
Minister of State Department for Communities and
Local Government

2nd April 2007

### **SCHEDULE**

# THE MODEL CODE OF CONDUCT

# Part 1

# General provisions

# **Introduction and interpretation**

- 1.—(1) This Code applies to **you** as a member of an authority.
- (2) You should read this Code together with the general principles prescribed by the Secretary of State[13].
  - (3) It is your responsibility to comply with the

provisions of this Code.

# (4) In this Code—

- "meeting" means any meeting of—
  (a) the authority;
- (b) the executive of the authority;
- (c) any of the authority's or its executive's committees, sub-committees, joint committees, joint sub-committees, or area committees;
- "member" includes a co-opted member and an appointed member.
- (5) In relation to a parish council, references to an authority's monitoring officer and an authority's standards committee shall be read, respectively, as references to the monitoring officer and the standards committee of the district council or unitary county council which has functions in relation to the parish council for which it is responsible under section 55(12) of the Local Government Act 2000.

# Scope

- **2.**—(1) Subject to sub-paragraphs (2) to (5), you must comply with this Code whenever you—
  - (a) conduct the business of your authority (which, in this Code, includes the business of the office to which you are elected or appointed); or
  - (b) act, claim to act or give the impression you are acting as a representative of your authority,

and references to your official capacity are construed accordingly.

- (2) Subject to sub-paragraphs (3) and (4), this Code does not have effect in relation to your conduct other than where it is in your official capacity.
- (3) In addition to having effect in relation to conduct in your official capacity, paragraphs 3(2)(e), 5 and 6(a) also have effect, at any other time, where that conduct constitutes a criminal offence for which

you have been convicted.

- (4) Conduct to which this Code applies (whether that is conduct in your official capacity or conduct mentioned in sub-paragraph (3)) includes a criminal offence for which you are convicted (including an offence you committed before the date you took office, but for which you are convicted after that date).
- (5) Where you act as a representative of your authority—
  - (a) on another relevant authority, you must, when acting for that other authority, comply with that other authority's code of conduct; or
  - (b) on any other body, you must, when acting for that other body, comply with your authority's code of conduct, except and insofar as it conflicts with any other lawful obligations to which that other body may be subject.

# **General obligations**

- **3.**—(1) You must treat others with respect.
- (2) You must not—
  - (a) do anything which may cause your authority to breach any of the equality enactments (as defined in section 33 of the Equality Act 2006[14]);
  - (b) bully any person;
  - (c) intimidate or attempt to intimidate any person who is or is likely to be—
    - (i) a complainant,
    - (ii) a witness, or
    - (iii) involved in the administration of any investigation or proceedings,

in relation to an allegation that a member (including yourself) has failed to comply with his or her authority's code of conduct; or

- (d) do anything which compromises or is likely to compromise the impartiality of those who work for, or on behalf of, your authority.
- (3) In relation to police authorities and the Metropolitan Police Authority, for the purposes of sub-paragraph (2)(d) those who work for, or on behalf of, an authority are deemed to include a police officer.

### 4. You must not—

- (a) disclose information given to you in confidence by anyone, or information acquired by you which you believe, or ought reasonably to be aware, is of a confidential nature, except where—
  - (i) you have the consent of a person authorised to give it;
  - (ii) you are required by law to do so;
  - (iii) the disclosure is made to a third party for the purpose of obtaining professional advice provided that the third party agrees not to disclose the information to any other person; or
  - (iv) the disclosure is—
    - (aa) reasonable and in the public interest; and
    - (bb) made in good faith and in compliance with the reasonable requirements of the authority; or
- (b) prevent another person from gaining access to information to which that person is entitled by law.
- **5.** You must not conduct yourself in a manner which could reasonably be regarded as bringing your office or authority into disrepute.

# **6.** You—

(a) must not use or attempt to use your

position as a member improperly to confer on or secure for yourself or any other person, an advantage or disadvantage; and

- (b) must, when using or authorising the use by others of the resources of your authority—
  - (i) act in accordance with your authority's reasonable requirements;
  - (ii) ensure that such resources are not used improperly for political purposes (including party political purposes); and
- (c) must have regard to any applicable Local Authority Code of Publicity made under the Local Government Act 1986[15].
- 7.—(1) When reaching decisions on any matter you must have regard to any relevant advice provided to you by—
  - (a) your authority's chief finance officer; or
  - (b) your authority's monitoring officer,

where that officer is acting pursuant to his or her statutory duties.

(2) You must give reasons for all decisions in accordance with any statutory requirements and any reasonable additional requirements imposed by your authority.

#### Part 2

### Interests

### **Personal interests**

- **8.**—(1) You have a personal interest in any business of your authority where either—
  - (a) it relates to or is likely to affect—
    - (i) any body of which you are a member or in a position of general control or management and to which

you are appointed or nominated by your authority;

# (ii) any body—

- (aa) exercising functions of a public nature;
- (bb) directed to charitable purposes; or
- (cc) one of whose principal purposes includes the influence of public opinion or policy (including any political party or trade union),

of which you are a member or in a position of general control or management;

- (iii) any employment or business carried on by you;
- (iv) any person or body who employs or has appointed you;
- (v) any person or body, other than a relevant authority, who has made a payment to you in respect of your election or any expenses incurred by you in carrying out your duties;
- (vi) any person or body who has a place of business or land in your authority's area, and in whom you have a beneficial interest in a class of securities of that person or body that exceeds the nominal value of £25,000 or one hundredth of the total issued share capital (whichever is the lower);
- (vii) any contract for goods, services or works made between your authority and you or a firm in which you are a partner, a company of which you are a remunerated director, or a person or body of the description specified in paragraph (vi);

- (viii) the interests of any person from whom you have received a gift or hospitality with an estimated value of at least £25;
- (ix) any land in your authority's area in which you have a beneficial interest;
- (x) any land where the landlord is your authority and you are, or a firm in which you are a partner, a company of which you are a remunerated director, or a person or body of the description specified in paragraph (vi) is, the tenant;
- (xi) any land in the authority's area for which you have a licence (alone or jointly with others) to occupy for 28 days or longer; or
- (b) a decision in relation to that business might reasonably be regarded as affecting your well-being or financial position or the well-being or financial position of a relevant person to a greater extent than the majority of—
  - (i) (in the case of authorities with electoral divisions or wards) other council tax payers, ratepayers or inhabitants of the electoral division or ward, as the case may be, affected by the decision:
  - (ii) (in the case of the Greater London Authority) other council tax payers, ratepayers or inhabitants of the Assembly constituency affected by the decision; or
  - (iii) (in all other cases) other council tax payers, ratepayers or inhabitants of your authority's area.
- (2) In sub-paragraph (1)(b), a relevant person is—
  - (a) a member of your family or any person with whom you have a close association; or

- (b) any person or body who employs or has appointed such persons, any firm in which they are a partner, or any company of which they are directors;
- (c) any person or body in whom such persons have a beneficial interest in a class of securities exceeding the nominal value of £25,000; or
- (d) any body of a type described in subparagraph (1)(a)(i) or (ii).

# Disclosure of personal interests

- 9.—(1) Subject to sub-paragraphs (2) to (7), where you have a personal interest in any business of your authority and you attend a meeting of your authority at which the business is considered, you must disclose to that meeting the existence and nature of that interest at the commencement of that consideration, or when the interest becomes apparent.
- (2) Where you have a personal interest in any business of your authority which relates to or is likely to affect a person described in paragraph 8(1)(a)(i) or 8(1)(a)(ii)(aa), you need only disclose to the meeting the existence and nature of that interest when you address the meeting on that business.
- (3) Where you have a personal interest in any business of the authority of the type mentioned in paragraph 8(1)(a)(viii), you need not disclose the nature or existence of that interest to the meeting if the interest was registered more than three years before the date of the meeting.
- (4) Sub-paragraph (1) only applies where you are aware or ought reasonably to be aware of the existence of the personal interest.
- (5) Where you have a personal interest but, by virtue of paragraph 14, sensitive information relating to it is not registered in your authority's register of members' interests, you must indicate to the meeting that you have a personal interest, but need not disclose the sensitive information to the meeting.
  - (6) Subject to paragraph 12(1)(b), where you have

a personal interest in any business of your authority and you have made an executive decision in relation to that business, you must ensure that any written statement of that decision records the existence and nature of that interest.

(7) In this paragraph, "executive decision" is to be construed in accordance with any regulations made by the Secretary of State under section 22 of the Local Government Act 2000[16].

# Prejudicial interest generally

- 10.—(1) Subject to sub-paragraph (2), where you have a personal interest in any business of your authority you also have a prejudicial interest in that business where the interest is one which a member of the public with knowledge of the relevant facts would reasonably regard as so significant that it is likely to prejudice your judgement of the public interest.
- (2) You do not have a prejudicial interest in any business of the authority where that business—
  - (a) does not affect your financial position or the financial position of a person or body described in paragraph 8;
  - (b) does not relate to the determining of any approval, consent, licence, permission or registration in relation to you or any person or body described in paragraph 8; or
  - (c) relates to the functions of your authority in respect of—
    - (i) housing, where you are a tenant of your authority provided that those functions do not relate particularly to your tenancy or lease;
    - (ii) school meals or school transport and travelling expenses, where you are a parent or guardian of a child in full time education, or are a parent governor of a school, unless it relates particularly to the school which the child attends;
    - (iii) statutory sick pay under Part XI

of the Social Security Contributions and Benefits Act 1992, where you are in receipt of, or are entitled to the receipt of, such pay;

- (iv) an allowance, payment or indemnity given to members;
- (v) any ceremonial honour given to members; and
- (vi) setting council tax or a precept under the Local Government Finance Act 1992.

# Prejudicial interests arising in relation to overview and scrutiny committees

- 11. You also have a prejudicial interest in any business before an overview and scrutiny committee of your authority (or of a sub-committee of such a committee) where—
  - (a) that business relates to a decision made (whether implemented or not) or action taken by your authority's executive or another of your authority's committees, sub-committees, joint committees or joint sub-committees; and
  - (b) at the time the decision was made or action was taken, you were a member of the executive, committee, sub-committee, joint committee or joint sub-committee mentioned in paragraph (a) and you were present when that decision was made or action was taken.

# Effect of prejudicial interests on participation

- **12.**—(1) Subject to sub-paragraph (2), where you have a prejudicial interest in any business of your authority—
  - (a) you must withdraw from the room or chamber where a meeting considering the business is being held—
    - (i) in a case where sub-paragraph (2) applies, immediately after making representations, answering questions or giving evidence;
    - (ii) in any other case, whenever it

becomes apparent that the business is being considered at that meeting;

unless you have obtained a dispensation from your authority's standards committee;

- (b) you must not exercise executive functions in relation to that business; and
- (c) you must not seek improperly to influence a decision about that business.
- (2) Where you have a prejudicial interest in any business of your authority, you may attend a meeting (including a meeting of the overview and scrutiny committee of your authority or of a sub-committee of such a committee) but only for the purpose of making representations, answering questions or giving evidence relating to the business, provided that the public are also allowed to attend the meeting for the same purpose, whether under a statutory right or otherwise.

# Part 3

# Registration of Members' Interests

# **Registration of members' interests**

- 13.—(1) Subject to paragraph 14, you must, within 28 days of—
  - (a) this Code being adopted by or applied to your authority; or
  - (b) your election or appointment to office (where that is later),

register in your authority's register of members' interests (maintained under section 81(1) of the Local Government Act 2000) details of your personal interests where they fall within a category mentioned in paragraph 8(1)(a), by providing written notification to your authority's monitoring officer.

(2) Subject to paragraph 14, you must, within 28 days of becoming aware of any new personal interest or change to any personal interest registered under paragraph (1), register details of that new personal

interest or change by providing written notification to your authority's monitoring officer.

### **Sensitive information**

- 14.—(1) Where you consider that the information relating to any of your personal interests is sensitive information, and your authority's monitoring officer agrees, you need not include that information when registering that interest, or, as the case may be, a change to that interest under paragraph 13.
- (2) You must, within 28 days of becoming aware of any change of circumstances which means that information excluded under paragraph (1) is no longer sensitive information, notify your authority's monitoring officer asking that the information be included in your authority's register of members' interests.
- (3) In this Code, "sensitive information" means information whose availability for inspection by the public creates, or is likely to create, a serious risk that you or a person who lives with you may be subjected to violence or intimidation.

### **EXPLANATORY NOTE**

(This note is not part of the Order)

The Order contains a model code of conduct as regards the conduct which is expected of members and co-opted members of relevant authorities in England and police authorities in England and Wales. The Secretary of State has power to issue such a code under section 50 of the Local Government Act 2000. Under section 51 of that Act, each authority must adopt a code of conduct applying to its members and co-opted members which must incorporate any mandatory provisions of the Code. Under section 51(5), where an authority does not adopt such a code within six months of the Order coming into force, the mandatory provisions of the Code will apply to the members of the authority until it adopts its own code.

**Article 1** provides that this Order applies to specified authorities in England and police authorities in

England and Wales.

**Article 2** provides that a model code is set out in the Schedule to the Order, and states which of its provisions are mandatory.

**Article 3** disapplies the statutory provisions relating to the National Code of Local Government Conduct and members' interests.

### **Article 4** revokes—

the Local Authorities (Model Code of Conduct) (England) Order 2001[17];

the Parish Councils (Model Code of Conduct) Order 2001[18];

the National Park and Broads Authorities (Model Code of Conduct) (England) Order 2001[19]; and

the Police Authorities (Model Code of Conduct) Order 2001[20].

These Orders continue to have effect in relation to misconduct committed before the date when the new code is adopted or applied to an authority.

Article 4(3) provides that orders made under section 83 of the Local Government Act 1972 shall have effect for the purpose of prescribing the form of a declaration of acceptance of office.

### In the Schedule to the Order—

**Paragraph 1** of the Code provides that the Code applies to any member of an authority and that it is the responsibility of each member to comply with the Code.

Paragraph 2 of the Code provides that the Code applies whenever a member is acting in his or her official capacity, and in relation to conduct in a member's private capacity the code only applies where such conduct has resulted in a criminal conviction. Additionally, where a member is acting as a representative of his or her authority, he or she must continue to observe the authority's code, unless he or she is subject to another relevant authority's code, or unless (in relation to any other body) it

conflicts with any other legal obligations.

Paragraph 3 of the Code provides that members must treat others with respect and not do anything which may cause their authority to breach equality legislation, or which compromises the impartiality of those who work for the authority or bully anyone or intimate persons involved in code of conduct cases.

**Paragraph 4** of the Code provides that members must not without consent disclose confidential information they have acquired and must not prevent others from gaining access to information to which they are entitled.

**Paragraph 5** of the Code provides that a member must not conduct himself or herself in a manner which could bring his or her authority into disrepute.

**Paragraph 6** of the Code provides that a member must not use his or her position improperly to gain an advantage or confer a disadvantage and that when using or authorising the use of the authority's resources, he or she must act in accordance with the authority's reasonable requirements, must not permit those resources to be used for political purposes and must have regard to the Local Authority Code of Publicity.

**Paragraph 7** of the Code provides that a member must have regard to advice given by the chief finance officer and monitoring officer and must give reasons for decisions made.

**Paragraph 8** of the Code provides a list of matters which constitute a personal interest.

**Paragraph 9** of the Code provides that generally a member with a personal interest in any business of his or her authority must disclose that interest at any meeting at which the business is considered.

Paragraph 10 of the Code provides that generally a member with a personal interest also has a prejudicial interest if the interest could be regarded by a member of the public as so significant that it is likely to prejudice his or her judgement of the public interest. The paragraph provides that in specified circumstances a member may regard himself as not having a prejudicial interest.

**Paragraph 11** of the Code provides that a member who was involved in making a decision or taking action on a matter must not be involved in the overview and scrutiny committee's consideration of that decision or action.

Paragraph 12 of the Code provides that a member with a prejudicial interest must, unless, for example, he or she is making representations and members of the public are also allowed to make representations on that matter, or he or she has obtained a dispensation, withdraw from any meetings at which the business is being considered, and must not improperly influence decisions in relation to the business.

**Paragraph 13** of the Code provides that a member must notify the monitoring officer of his or her personal interests and any change to those interests must also be notified.

Paragraph 14 of the Code provides that a member may notify the monitoring officer of any sensitive information the availability of which to the public creates, or is likely to create, a serious risk that the member or a person who lives with him or her may be subjected to violence or intimidation.

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Notes:
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[1] 2000 c.22.<u>back</u>

[2] *See* the Relevant Authorities (General Principles) Order 20001 (S.I. 2001/1401).back

[3] 1972 c.70.<u>back</u>

[4] 1974 c.7. Section 30(3A) was inserted by section 32(1) of the Local Government and Housing Act 1989 (c. 42), with effect from 1st April 1990.back

[5] 1989 c.42.<u>back</u>

[6] 1995 c.25.<u>back</u>

[7] 1999 c.29.<u>back</u>

[8] S.I. 2001/3575.back

[9] S.I. 2001/3576.<u>back</u>

[10] S.I. 2001/3577.back

[11] S.I. 2001/3578.back

[12] Orders made under section 83 of the Local Government Act 1972 were disapplied, by the Orders mentioned in article 4(1)(a) and (b) of this Order, and are here being revived. back

[13] *See* the Relevant Authorities (General Principles) Order 2001 (S.I. 2001/1401).back

[14] 2006 c.3.back

[15] 1986 c.10.<u>back</u>

[16] See the Local Authorities (Executive Arrangements) (Access to Information) (England) Regulations (S.I 2000/3272).back

[17] S.I. 2001/3575.back

[18] S.I. 2001/3576.back

[19] S.I. 2001/3577.back

[20] S.I. 2001/3578.back

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