

WASTE DEVELOPMENT FUND**WDA/22/22****Recommendation**

That:

1. Members note the assurance provided by District Councils regarding the way they have spent the monies allocated to them from the Waste Development Fund on actions that achieve the shared objectives of the Joint Recycling and Waste Management Strategy.

THIS PAGE INTENTIONALLY BLANK

WASTE DEVELOPMENT FUND**WDA/22/22****Report of the Treasurer****1. Purpose of the Report**

- 1.1 In April 2014 the Authority distributed its Waste Development Fund of £28.9M to constituent District Councils. The Fund was distributed under the terms of a Memorandum of Understanding, signed by all parties, which established the basis for the distributed funds to be utilised. The Funds were to be used to support the delivery of the objectives of the Joint Recycling and Waste Management Strategy for Merseyside (JRWMS).
- 1.2 As a part of the Memorandum of Understanding the District Councils were required to write to the Authority setting out how they have utilised their share of the fund, so that a report on how the funds have been used in pursuit of the JRWMS can be provided for Members of the Authority. This report meets that requirement.

2. Background

- 2.1 A report to Members on 31st January 2014, WDA/02/14 set out the consultation that had taken place with Constituent District Councils on Joint Working proposals. It was agreed that the Authority's Sinking Fund should be transferred into a Waste Development Fund.
- 2.2 Legal advice which was commissioned jointly by the Authority and the District Councils confirmed that the Authority has only limited powers, and that these are limited to waste and waste related activities. Should the Authority distribute any monies to District Councils it was obliged to put in place arrangements, agreed with the Districts, which would provide it with assurances that the funds had been utilised for these limited purposes and not for non-waste related activities.
- 2.3 The report set out proposals for distributing the Waste Development Fund among constituent District Councils, for them to utilise in pursuit of the

objectives of the JRWMS as all parties recognised that the District Councils were best placed to achieve those shared objectives locally.

- 2.4 The report confirmed that under the MoU, each year the District Councils would write to the Authority setting out what they had been able to do with the funds in pursuit of the shared objectives of the JRWMS. At the same time, it was agreed that a report would be made each year confirming to the Authority how the distributed funds had been applied by the constituent District Councils.
- 2.5 We have contacted each of the Councils to seek an update from those with balances remaining on how the funds apportioned to them have been utilised; the Councils' responses are summarised in the section 4 of this report. This is the seventh report to the Authority on how those funds have been applied by the Councils.

3. Waste Development Fund

- 3.1 The Waste Development Fund was distributed to constituent District Councils as follows:

District Council	Amount £
Knowsley	3,209,864
Liverpool	9,288,542
St Helens	3,800,719
Sefton	5,937,299
Wirral	6,701,613
Total	28,938,036

- 3.2 The distribution of the fund to District Councils was on the same basis and in the same proportion that the funds had been collected from Districts over a number of earlier years.

- 3.3 Members will continue to receive a report each year on the performance of the Development Fund until it has been fully utilised.

4. The Councils' utilisation of waste development funds

- 4.1 The Councils have been asked to provide an update on how they have utilised the fund is distributed under the Waste Development Fund during 2020-21. Their responses to date are summarised as follows:

Knowsley Council, Liverpool City Council, Sefton Council

- 4.2 Each of these Councils has reported in earlier years that they have fully utilised the funds allocated to them under the terms of the MoU to contribute to meeting the shared objectives of the JRWMS. As the expenditure was in previous years there is no longer a requirement for any reporting back to this Authority regarding the way the funds were allocated for use. There will be no future requirement for any reporting back to this Authority regarding the way the funds were allocated for use.

St Helens Council

Scheme	2015/16 £M	2016/17 £M	2017/18 £M	2018/19	2019/20	2020/21	2021/22	Total £M
Trollibocs Recycling scheme trial	0.041	0	0	0	0	0	0	0.041
Recycling Vehicles and modifications	0	0.064	0.153	0	1.777	0.392	0.045	2.431
Kerbside Recycling services	0	0	0	0	0.125	0	0	0.125
Total	0.041	0.064	0.153	0	1.902	0.392	0.045	2.597
Balance								1.204

- 4.1 The Council has reviewed the actual spending and has provided assurance that in its view the expenditure and future expenditure will contribute to meeting the shared objectives of the JRWMS. The Council also confirm that further annual letters of assurance will be prepared, until this Council's share of the Waste Development Fund has been fully utilised.

Wirral Council

Scheme	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	Total
	£M	£M	£M	£M	£M	£M			£M
Consultants to verify Future Waste Management Options Appraisal	0	0	0.019	0	0	0	0	0	0.019
Tackling alleyway dumping, deployment of alleyway dumping investigation team	0.200	0.200	0.161	0	0	0	0	0	0.561
Additional recycling provision and operational support	0	0	0	0.082	0	0	0	0	0.082
Alleyway cleansing	0	0	0	0.104	0.107	0.108	0	0	0.319
Alleyway dumping enforcement	0	0	0	0.058	0.013	0	0	0	0.071
Full subsidy of grey bin recycling bins	0	0.090	0.051	0	0.033	0	0	0	0.174
Reduction of charge for replacement (green) residual wheeled bins	0	0.040	0	0	0	0	0	0	0.040
Bin repair service	0	0.022	0.019	0	0	0	0	0	0.041
Promotion campaign to increase capture rates for recycling on the co-mingled scheme	0	0.150	0.091	0	0	0	0		0.241
Appoint four Neighbourhood Recycling Officers	0	0.085	0.088	0	0	0	0	0	0.173

Programme of community clean up and environmental events	0	0.040	0.015	0.002	0	0	0	0	0.057
Additional Garden Waste Marketing	0	0	0	0	0.005	0	0		0.005
Total	0.200	0.627	0.444	0.246	0.158	0.108	0	0	1.783
Balance									4.919

- 4.2 The Council has reviewed the actual and planned spending and has provided assurance that in its view the expenditure will contribute to meeting the shared objectives of the JRWMS. In particular, the Council has confirmed that the remaining balance of its share of the fund will go unspent until 2023-24. In 2023-24 the Council may utilise the balance of the fund to support capital and revenue investment to bring in a food waste collection service.

Performance Update

- 4.3 The Waste Development Fund was set up to contribute towards the delivery of the Joint Recycling and Waste Management Strategy which was approved by the Authority and each of the Merseyside Councils in 2011.
- 4.4 The JRWMS established specific targets, and these are reflected in the MoU. Of particular note was the household recycling target of 50% recycling by 2020.
- 4.5 Overall, the household recycling performance rose during 2021/22 with Merseyside as a whole seeing a change in recycling from 34.8% in the previous year to 36.6%. The specific performance of each partner using the latest available figures from Waste Data Flow (NI192) is as follows:

	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
	% Recycled	% Recycled	% Recycled	% Recycled	% Recycled	% Recycled	% Recycled	% Recycled
Merseyside	42	41.2	41.1	38.9	37.8	37.2	34.8	36.6
Liverpool	29.6	29.2	28.1	26.6	23.5	23.6	23.5	22.9
Wirral	36	36.4	35.9	33.2	32.5	33.3	31.9	32.3
Sefton	41.1	39.5	37.8	36.9	35	33.7	34.8	33.2
St Helens	40.6	39	38.9	35.9	35.3	37.4	31.4	36.8
Knowsley	36.7	35.9	32.8	30.2	30.2	30.7	28.7	26.5

5. Risk Implications

- 5.1 The Authority commissioned joint legal advice with the Councils to ensure it could find an appropriate mechanism to re-distribute the Waste Development Fund to the Councils. That mechanism is the Memorandum of Understanding (MoU) in which all parties agree that the funds will be utilised by the District Councils in pursuit of the objectives of the shared JRWMS. The MoU is supported by annual letters of assurance from Councils until their allocated funds have been fully utilised. These assurances are summarised annually for Members of the Authority.
- 5.2 In the event that a Council, or Councils, were unable to commit the funds to these shared objectives there would need to be consideration of how the funds should then be returned to the Authority.

6. HR Implications

- 6.1 There are no HR implications associated with this report.

7. Environmental Implications

- 7.1 By committing funding to the development of their local waste collection services the individual councils are committing to the achievement of shared objectives under the JRWMS.

8. Financial Implications

- 8.1 The financial implications are included in the body of the report.

9. Legal Implications

- 9.1 The MoU provides a framework for assurance to the Authority that funds allocated to Councils have been utilised for waste related purposes.

10. Conclusion

- 10.1 This report meets one of the Authority's obligations under the terms of the MoU with District Councils regarding the distribution of the Waste Development Fund, by reporting to Members on the assurances provided by each Council that the funds have been used to support the shared objectives of the JRWMS.

The contact officer for this report is: Peter Williams
7th Floor, Number 1 Mann Island, Liverpool, L3 1BP

Email: peter.williams@merseysidewda.gov.uk
Tel: 0151 255 2542
Fax: 0151 227 1848

The background documents to this report are open to inspection in accordance with Section 100D of The Local Government Act 1972 - Nil.