

LGA Executive

14 June 2012

Item 6

Independent Local Government Campaign

Purpose of Report

For discussion and direction.

Summary

The LGA has been conducting a debate within the sector about how to respond to the House of Commons Political and Constitutional Reform Select Committee's proposal for a Code entrenching local government independence. The Executive will wish to discuss how to bring that debate to a conclusion and frame a response to the select Committee.

Recommendation

That following discussions with the Chairman of the Select Committee, the LGA set out a formal position at annual conference along the lines suggested in this paper.

Action

A cross-party group of members are asked to engage with the Select Committee.

Contact officer: Paul Raynes

Position: Head of Programmes

Phone no: 0207 664 3037

E-mail: paul.raynes@local.gov.uk



LGA Executive

14 June 2012

Item 6

Independent Local Government Campaign

Background

- 1. The LGA has been conducting a debate within the sector about how to respond to the House of Commons Political and Constitutional Reform Select Committee's proposal for a Code entrenching local government independence. This is an extremely unusual and welcome collaboration between the LGA and a Select Committee. We have held events and discussions across the country involving national politicians and academics as well as councils. These have tested the draft Code published by the Committee.
- 2. The tentative conclusions emerging from those events are as follows:
 - 2.1. the principle of a Code is possibly of less significance than its substance and effectiveness;
 - in particular, a declarative Code could not remove legal barriers identified by councils as limiting their autonomy and councils would look for measures with legal effect;
 - 2.3. of the substantive ideas reflected in the Select Committee's draft Code, councils were attracted by the idea of genuine financial self-sufficiency, subject to retaining mechanisms for fairness and redistribution;
 - 2.4. councils were attracted by removing many of central Government's unnecessary supervisory powers;
 - 2.5. councils were attracted by the prospect of removing central Government's power to intervene in councils' boundaries, structures and governance models:
 - 2.6. councils were attracted by making it a default position that local government should have the power to provide any local public service not explicitly reserved to another body;
 - 2.7. councils were attracted by the possibility of entrenching local government's position in a way that made it harder for future Parliaments to re-regulate local government.
- 3. A number of other proposals in the Select Committee's draft Code, however, did not command consensus among councils.
- 4. A copy of the Select Committee's draft Code is attached at **Appendix A** to this paper.



LGA Executive

14 June 2012

Item 6

5. Following the Executive's discussion, which Graham Allen MP, the Select Committee's Chairman is available to attend, the Executive may wish to mandate a cross-party group of members, including Cllr Robert Light who is the Leadership Board's sponsor for this piece of work, to seek to agree a formal response to the Select Committee which the Committee might be minded to accept and which we might then jointly at the LGA annual conference commend to central Government as a way of pursuing a policy of localism.