RIBBLE VALLEY BOROUGH COUNCIL REPORT TO PLANNING & DEVELOPMENT COMMITTEE

Agenda Item No. 8

meeting date: 3 OCTOBER 2019

title: APPROVAL OF INCREASE TO BUILDING CONTROL FEES 2019/20

submitted by: CHIEF EXECUTIVE

principal author: HEATHER BARTON - HEAD OF ENVIRONMENTAL HEALTH SERVICES

1 PURPOSE

- 1.1 To approve increased Fees & Charges in relation to Building Control Services.
- 1.2 Relevance to the Council's ambitions and priorities:
 - Council Ambitions To help make people's lives safer and healthier.
 - Community Objectives To support health, environmental, economic and social wellbeing of people who live, work and visit Ribble Valley.
 - Corporate Priorities To enable the delivery of effective and efficient services.
 - Other Considerations None.

2 BACKGROUND

- 2.1 In accordance with Government policy, Local Authorities have been empowered to charge for carrying out main Building Control functions relating to building regulations, based on the principle of full cost recovery since the late 1970's. Initially charges were prescribed fees set by Government but have been devolved to Local Authorities since the introduction of The Building (Local Authority) Charges Regulations 2010.
- 2.2 The Council's Building Control fees are reviewed in line with Fees & Charges applied by other Building Control Services in Lancashire. The previous increase was February 2018. Charges are kept competitive due to direct competition from the private sector (Approved Inspectors) who are often preferred & used by larger house builders and persons wishing to avoid perceived Local Authority bureaucracy. Currently Local Authorities have 65 70% of the Building Control market.
- 2.3 Building Control Services are only permitted to charge sufficient to 'break even' and cover the costs of delivery averaged over 5 years. Within the last 5 years the service has significantly reduced to 2.3 FTE full time qualified surveyors (currently we do not have a qualified full time surveyor) and 1.0 FTE Building Control Technician which is considered to be below the absolute minimum to deliver the service taking into account service response times, management & development, holidays, sickness, maintaining professional competence and risk to the Authority We have experienced problems recruiting due to both a national shortage of qualified surveyors and low salaries paid by Ribble Valley compared to neighbouring Authorities.

3 ISSUES

- 3.1 The new Ribble Valley Scheme of Charges has been based on the LABC model scheme in setting out standard charges for the majority of projects applicable in Ribble Valley. The scheme is similar to schemes in Pendle, Rossendale, Hyndburn Council and Pennine Lancashire.
- 3.2 The principles of the scheme are that the user pays for the service provided. The new scheme of charges has been formulated using many years of national and local experience. Local Authorities are reminded in the CIPFA accountancy guide that they should not use building regulation charges to offset other Building Control functions or any other function of the Council.
- 3.3 As in previous years applications to provide access or facilities for disabled persons to existing dwellings and disabled adaptations to buildings to which the public have access are exempt from Building Regulation charges. The cost of building control service for such projects being met from Council funds.
- 3.4 Nationally continuing competition from private 'Approved Inspectors' has resulted in approx. 25 35% of work being undertaken by the private sector. In order for Local Authorities to remain competitive building regulation charges must be set at a reasonable level, be fair and equitable relative to the degree of involvement by Building Control.
- 3.5 The appendix sets out the new Ribble Valley Scheme of Building Regulation Charges. Overall the proposed changes would result in a 3% increase in charges although several charges subject to the fiercest competition remain the same. The full scheme will be made available on the Internet, a simplified version being available for day to day use.

3.6 Examples of the changes are:

	Present scheme £(ex VAT)	New Scheme £(ex VAT)
New Single dwelling	720.00	775.00
Extension >6m ² <40m ²	500.00	500.00 (no increase)
Work estimated cost £2000 - £5000	310.00	320.00
Work estimated cost £15,000	391.67	404.17
Work estimated cost £70,000	875.00	902.50
Work estimated cost £160.000	1345.83	1400.00

4 RISK ASSESSMENT

- 4.1 The approval of this report may have the following implications:
 - Resources The report has the financial implications as set out above.
 - Technical, Environmental and Legal Ensure appropriate levels of fees & charges are applied in relation to services delivered.
 - Political To enable the delivery of effective and efficient services.
 - Reputation Substantial increase to charges can generate adverse publicity.
 - Equality & Diversity No implications identified

5 **RECOMMENDED THAT COMMITTEE**

5.1 Approve the recommended increased fees and charges in relation to Building Control Services from 1 November 2019 as set out in the appendix to this report.

HEATHER BARTON
HEAD OF ENVIRONMENTAL HEALTH SERVICES

MARSHAL SCOTT CHIEF EXECUTIVE

BACKGROUND PAPERS

1 None.

For further information please ask for Geoff Lawson, extension 4508



RIBBLE VALLEY BOROUGH COUNCIL **BUILDING REGULATION CHARGES**

The Building (Local Authority Charges) Regulations 2010 **Charges with effect from 1st November 2019** (VAT rate of 20.00%)



Explanatory Notes

- Before you build, extend or convert, you or your agent must advise your local authority either by submitting Full Plans or a Building Notice. 6. The charges payable depends on the type of work, the number of dwellings in a building and the total floor area. The following tables may 7. 01200 414508.
- Charges are payable as follows:
- Should you submit Full Plans you will pay a plan charge at the and also excluding land acquisition costs. 2.1 time of submission to cover their passing or rejection.
- With Full Plans submissions, for most types of work, an inspection measured 2 metres above floor level. charge covering all necessary site visits will normally be payable 9. following the first inspection. You will be invoiced for this charge.
- 2.3 Should you submit a Building Notice, the appropriate Building is payable on resubmission for substantially the same work. Notice charge is payable at the time of submission and covers all 9.2 necessary checks and site visits.
- unauthorised building work, commenced on or after 11 November 1985, assess the charge.
- 3. Table A: Charges for small domestic buildings e.g., certain new 10. 700m² and the building has no more than three storeys, each basement invoice is sent. level being counted as one storey. In any other case, Table E applies.
- 4. Table B: Where work comprises more than one domestic extension the total internal floor areas of all the extensions shown on the application may be added together to determine the relevant charge. If applies (subject to a minimum plan charge).

- 5. Table C: Charges for certain alterations to dwellings.
- **Table D**: Charges for extension and new buildings other than dwellings.
- Table E: Applicable to all other building work not covered by Table A, B, be used in conjunction with the current scheme to calculate the charges. C, or D. Total estimated cost means an estimate accepted by the local If you have difficulties calculating the charges ring Building Control on authority of a reasonable cost that would be charged by a person in business to carry out the work shown or described in the application excluding VAT and any professional fees paid to an architect, engineer or surveyor, etc.,
 - Floor area is measured as gross internal area on a horizontal plane 8.
 - Exemptions/reduction in charges:
 - Where plans have been either approved or rejected no further charge
- Works to provide access and/or facilities for disabled people to existing dwellings and buildings to which the public have access are exempt from 2.4 Should you apply for a regularisation certificate, regarding charges. In these regulations 'disabled person' means a person who is within any of the descriptions of persons to whom section 29(1) of the you will pay a regularisation charge to cover the cost of assessing your National Assistance Act 1948 applied, as that section was extended by virtue application and all inspections. The Local Authority will individually of section 8(2) of the Mental Health Act 1959, but not taking into account amendments made to section 29(1) by paragraph 11 of schedule 13 to the Children Act 1989.
- With the exception of the regularisation charge, all local authority dwelling houses and flats. Applicable where the total internal floor area Building Regulation charges are subject to VAT at the rate applicable at the of each dwelling, excluding any garage or carport does not exceed time the application is deposited and for the inspection charge when the
 - 11. For work exceeding an estimated cost £200,000 or for complex work the Building Regulation charge will be individually assessed. Please tel. 01200 414508 or email building.control@ribblevalley.gov.uk
- the extension(s) exceed 80m2 or three storeys in height then Table E 12. A full copy of the Ribble Valley Borough Council Scheme of Charges is available on request or may be viewed on www.ribblevalley.gov.uk

TABLE A STANDARD CHARGES FOR NEW HOUSING (up to 300m² floor area including flats and maisonettes but not conversions)

No of Dwellings	Plan Charge	Vat	Total	Inspect Charge	Vat	Total	Building Notice Charge	Vat	Total
1	275.00	55.00	330.00	500.00	100.00	600.00	840.83	168.17	1009.00
2	395.00	79.00	474.00	800.00	160.00	960.00	1355.83	271.17	1627.00
3	480.00	96.00	576.00	950.00	190.00	1140.00	1626.67	325.33	1952.00
4	554.17	110.83	665.00	1050.00	210.00	1260.00	1828.33	365.67	2194.00
5	608.33	121.67	730.00	1133.33	266.67	1360.00	2085.83	417.17	2503.00

Notes

- For more than 5 dwellings or flats over three storeys, the charge will be individually determined. (See table below for dwellings over 300m²)
- The amount of the plan charge is based on the number of dwellings contained in the application. 2
- The inspection charge is based on the total units in the project. 3
- 4 Unless otherwise agreed, schemes exceeding twelve months in duration may be subject to an additional charge.
- 5 For larger building projects the Council may agree to fees being paid by instalments.

STANDARD CHARGES FOR NEW HOUSING (floor area between 301m² and 700m²)

	Plan Charge	Vat	Total	Inspect Charge	Vat	Total	Building Notice Charge	Vat	Total
Single Dwelling with floor area between 301m ² and 500m ²	275.00	55.00	330.00	737.50	147.50	885.00	1116.67	223.33	1340.00
Single Dwelling with floor area between 501m ² and 700m ²	275.00	55.00	330.00	979.17	195.83	1175.00	1412.50	282.50	1695.00

If the floor area of the dwelling exceeds 700m² the charge is individually determined.

All the above charges are on the basis that any controlled electrical work is carried out by a person who is a member of a registered Competent Person Scheme, if this is not the case an additional charge may apply.

TABLE B

STANDARD CHARGES FOR
CERTAIN SMALL BUILDINGS, EXTENSIONS AND ALTERATIONS TO DWELLINGS

CHARGES FOR CERTAIN SMALL BUILDINGS, EXTENSIONS AND DOMESTIC ALTERATIONS											
Proposal	Plan Fee	VAT	Total	Insp. Fee	VAT	Total	Building Notice Charge	VAT	Total		
CATEGORY 1. <u>Extensions to dwelling</u>	<u>s</u>										
Extension(s):- Internal floor area not exceeding 6m ²	337.50	67.50	405.00	Inc	Inc	Inc	404.17	80.83	485.00		
Internal floor area over 6m ² but not exceeding 40m ²	208.33	41.67	250.00	291.67	58.33	350.00	575.00	115.00	690.00		
Internal floor area over 40m ² but not exceeding 60m ²	208.33	41.67	250.00	420.83	84.17	505.00	729.17	145.83	875.00		
Internal floor are over 60m ² but not exceeding 80m ²	208.33	41.67	250.00	516.67	103.33	620.00	854.17	170.83	1025.00		
	<u>iched build</u> 	<u>ing or an</u> I	<u>extension</u>	to a dwe	<i>lling:</i>	1	1				
CATEGORY 2. Garages and Carports Erection or extension of a detached or atta which consists of a garage, external store, carport having a floor area not exceeding	ched build	ing or an	<u>extension</u>	to a dwe	lling:		l				
40m ² in total and is intended to be used in common with an existing building or the conversion of an attached garage into a habitable room.	275.00	55.00	330.00	Inc.	Inc.	Inc.	316.67	63.33	380.00		
Where the garage/store exceeds a floor area of 40m² but does not exceed 60m²	383.33	76.67	460.00	Inc.	Inc.	Inc.	458.33	91.67	550.00		
CATEGORY 3. Loft Conversions and Dormers Formation of a room in a roof space, including means of access thereto. Fees for lofts greater than 40m² are to be based on the cost of work.											
	I	70.00	425.00	Inc.	Inc.	Inc.	425.00	85.00	510.00		
Without a dormer but not exceeding 40m ² in floor area*	354.17	70.83	425.00	IIIC.	1110.		120.00	00.00	310.00		

WHERE THE EXTENSION TO THE DWELLING EXCEEDS 80M^2 IN FLOOR AREA, THE CHARGE IS BASED ON THE ESTIMATED COST IN TABLE E, SUBJECT TO THE SUM OF THE PLAN CHARGE AND INSPECTION CHARGE BEING NOT LESS THAN £902.50 (nett of Vat). THE TOTAL ESTIMATED COST OF THE WORK MUST THEREFORE BE AT LEAST £50,001.

Note: All the above charges are on the basis that any controlled electrical work is carried out by a person who is a member of a registered Competent Person Scheme, if this is not the case an additional charge may apply.



TABLE C STANDARD CHARGES FOR ALTERATIONS TO DWELLINGS

Proposal	Plan Fee	VAT	Total	Insp. Fee	VAT	Total	Building Notice Fee	VAT	Total
1. Installation of replacement windows and doors * in a dwelling where the number of windows / doors does not exceed 20.	91.67	18.33	110.00	Inc.	Inc.	Inc.	91.67	18.33	110.00
2. Underpinning with a cost not exceeding £30,000.	283.33	56.67	340.00	Inc.	Inc.	Inc.	283.33	56.67	340.00
3. Controlled Electrical work* to a single dwelling (not carried out in conjunction with work being undertaken that falls within Table B)	183.33	36.67	220.00	Inc.	Inc.	Inc.	183.33	36.67	220.00
4. Renovation of a thermal element (excluding cavity wall insulation) i.e. work involving recovering of a roof or renovation of an external wall to which Regulation L1b applies	108.33	21.67	130.00	Inc.	Inc	Inc	108.33	21.67	130.00
5. Formation of a single en suite bathroom/shower room or cloakroom within an existing dwelling (excluding electrical work)	225.00	45.00	270.00	Inc	Inc	Inc	225.00	45.00	270.00
6. Removal or partial removal of chimney breast	225.00	45.00	270.00	Inc	Inc	Inc	225.00	45.00	270.00
7 Removal of wall and insertion of beam(s) maximum span 4 metres (If more than one opening formed use schedule E)	137.50	27.50	165.00	Inc	Inc	Inc	137.50	27.50	165.00
8 Converting two existing dwellings into a single dwelling where no alterations are necessary) Otherwise use table E	312.50	62.50	375.00	Inc	Inc	Inc	312.50	62.50	375.00
9. Heating Appliance Installation Installation of a multi fuel heating appliance including associated flue to a single dwelling by a person not registered under a Competent Persons Scheme. (Where new chimney use schedule E)	166.67	33.33	200.00	Inc.	Inc.	Inc.	166.67	33.33	200.00

^{*} Not carried out under a Competent Person Scheme

Where it is intended to carry out additional work internally within a dwelling at the same time as undertaking alterations as defined in Table B then the charge for all of the internal work (including work as defined in table C) may be assessed using the total estimated cost of work as set out in table E). All other work within dwellings will be charged as set out in table E.



TABLE D EXTENSIONS AND NEW BUILD – OTHER THAN TO DWELLINGS

(i.e. shops, offices, industrial, hotels, storage, assembly etc.)

Note – must be submitted as a full plans application (other than application for replacement windows)

Category of Work	Proposal	Plan Fee	VAT	Total	Insp. Fee	VAT	Total
1	Internal floor area not exceeding 6m2	395.83	79.17	475.00	Inc	Inc	Inc
2	Internal floor area over 6m ² but not exceeding 40m ²	208.33	41.67	250.00	291.67	58.33	350.00
3	Internal floor are over 40m² but not exceeding 80m²	208.33	41.67	250.00	466.67	93.33	560.00
4	Shop fit out not exceeding a value of £50,000	416.67	83.33	500.00	Inc	Inc	Inc
5	Replacement windows						
	a – not exceeding 10 windows	129.17	25.83	155.00	Inc	Inc	Inc
	b – between 11 – 20 windows	220.83	44.17	265.00	Inc	Inc	Inc

TABLE E
STANDARD CHARGES FOR ALL OTHER WORK NOT IN TABLES A, B, C & D
(excludes individually determined charges)

Estimated	l Cost	-		-	Tradaily ac	·	J			
								Building Notice		
From	То	Plan Fee	VAT	Total	Insp. Fee	VAT	Total	Fee	VAT	Total
0	1,000	137.50	27.50	165.00	Inc	Inc	Inc	166.67	33.33	200.00
1,001	2,000	229.17	45.83	275.00	Inc	Inc	Inc	275.00	55.00	330.00
2,001	5,000	266.67	53.33	320.00	Inc	Inc	Inc	313.33	62.67	376.00
5,001	7,000	291.67	58.33	350.00	Inc	Inc	Inc	343.33	68.67	412.00
7,001	10,000	335.00	67.00	402.00	Inc	Inc	Inc	400.00	80.00	480.00
10,001	20,000	404.17	80.83	485.00	Inc	Inc	Inc	476.67	95.33	572.00
20,001	30,000	520.83	104.17	625.00	Inc	Inc	Inc	626.67	125.33	752.00
30,001	40,000	308.33	61.67	370.00	362.50	72.50	435.00	730.00	146.00	876.00
40,001	50,000	337.50	67.50	405.00	425.00	85.00	510.00	841.67	168.33	1010.00
50,001	75,000	387.50	77.50	465.00	515.00	103.00	618.00	966.67	193.33	1160.00
75,001	100,000	420.83	84.17	505.00	650.00	130.00	780.00	1179.17	235.83	1415.00
100.001	150,000	483.33	96.67	580.00	737.50	147.50	885.00	1310.83	262.17	1573.00
150.001	200,000	541.67	108.33	650.00	858.33	171.67	1030.00	1583.33	316.67	1900.00

Where it is intended to carry out additional work on a dwelling at the same time as undertaking an extension within table B then the charge for this additional work (as indicated in Table E) shall be discounted by 50% subject to a maximum estimated cost of less than £30,000

Note: In respect of domestic work the above charges are on the basis that any controlled electrical work is carried out by a person who is a member of a registered Competent Person Scheme, if this is not the case an additional charge may apply.

Where the estimated cost of work exceeds £200,000 Ribble Valley Borough Council will individually assess the charge.

