

LICENSING COMMITTEE

Monday, 11 April 2022

| Subject | FUEL SURCHARGE FOR HACKNEY CARRIAGE VEHICLES IN THE EAST SUFFOLK DISTRICT |
|-----------------------|---|
| Report by | Councillor Mary Rudd – Cabinet Member with responsibility for Community Health |
| Supporting Officer | Martin Clarke Licensing Manager and Housing Lead Lawyer 01502 523226 <u>Martin.clarke@eastsuffolk.gov.uk</u> |

Is the report Open or Exempt? OPEN

| Category of Exempt | Not applicable |
|---|----------------|
| Information and reason why it | |
| is NOT in the public interest to | |
| disclose the exempt | |
| information. | |
| Wards Affected: | All Wards |
| | |
| | |

Purpose and high-level overview

Purpose of Report:

For the Licensing Committee to consider:

- 1) a proposal received from a group of licensed hackney carriage drivers for a fuel surcharge of 60p per journey for a temporary period of 12 months.
- 2) Delegating the matter of introducing any future fuel surcharges and/or reviewing a fuel surcharge to the Licensing Committee Chairman, in consultation with the Vice-Chairman, and the Cabinet member for Licensing.

Options:

- 1) To approve the proposal for a fuel surcharge of 60p per journey for a temporary period of 12 months.
- 2) Not to approve the proposal for a fuel surcharge for a temporary period.
- 3) To approve the proposal to delegate authority to introduce, review and amend a fuel surcharge to the Licensing Committee Chairman in consultation with the Vice-Chairman, and the Cabinet member for Licensing.
- 4) Not to approve the proposal to delegate authority to introduce, review and amend a fuel surcharge to the Licensing Committee Chairman in consultation with the Vice-Chairman, and the Cabinet member for Licensing.

Recommendation/s:

That the Committee:

- Considers and approves the proposed fuel surcharge of 60p per journey for a temporary period of 12 months AND
- 2) Considers and approves the delegation of introducing any future fuel surcharge and reviewing any fuel surcharge to the Licensing Committee Chairman in consultation with the Vice-Chairman, and the Cabinet member for Licensing.

Corporate Impact Assessment

Governance:

Licensing is a Council function exercised by Licensing Committee and Licensing Sub-Committees.

ESC policies and strategies that directly apply to the proposal:

Hackney carriage and private hire licensing policy

Environmental:

No impact

Equalities and Diversity:

No impact

| Financial: | |
|------------------|--|
| No impact | |
| Human Resources: | |
| No impact | |
| ICT: | |
| No impact | |
| Legal: | |
| No impact | |
| Risk: | |
| No impact | |

| External Concultance | Licensed Hackney Carriage Drivers within East Suffolk. |
|----------------------|--|
| | Members of the public. |

Strategic Plan Priorities

| this p | Et the priorities of the <u>Strategic Plan</u> which are supported by proposal: <i>et only one primary and as many secondary as appropriate)</i> | Primary priority | Secondary priorities |
|--------|--|---------------------|-------------------------|
| T01 | Growing our Economy | | |
| P01 | Build the right environment for East Suffolk | | |
| P02 | Attract and stimulate inward investment | | |
| P03 | Maximise and grow the unique selling points of East Suffolk | | |
| P04 | Business partnerships | | |
| P05 | Support and deliver infrastructure | | \boxtimes |
| T02 | Enabling our Communities | | |
| P06 | Community Partnerships | | |
| P07 | Taking positive action on what matters most | | |
| P08 | Maximising health, well-being and safety in our District | \boxtimes | |
| P09 | Community Pride | | |
| Т03 | Maintaining Financial Sustainability | | |
| P10 | Organisational design and streamlining services | | |
| P11 | Making best use of and investing in our assets | | |
| P12 | Being commercially astute | | |
| P13 | Optimising our financial investments and grant opportunities | | |
| P14 | Review service delivery with partners | | |
| т04 | Delivering Digital Transformation | | |
| P15 | Digital by default | | |
| P16 | Lean and efficient streamlined services | | |
| P17 | Effective use of data | | |
| P18 | Skills and training | | |

| P19 | District-wide digital infrastructure | | |
|-----|---|--|--|
| T05 | Caring for our Environment | | |
| P20 | Lead by example | | |
| P21 | Minimise waste, reuse materials, increase recycling | | |
| P22 | Renewable energy | | |
| P23 | Protection, education and influence | | |
| XXX | Governance | | |
| XXX | How ESC governs itself as an authority | | |
| How | How does this proposal support the priorities selected? | | |

Licensing plays an important role in the themes in the Council's Strategic Plan of growing our economy and enabling our community's Hackney carriage (and private hire vehicles) are a key part of the public transport system, enabling people without their own private transport or without easy access to other means of public transport to travel for education, employment, and entertainment, to shop and to attend medical appointments or deliver/receive care.

Background and Justification for Recommendation

| 1 | Background facts |
|-----|--|
| 1.1 | The Council is responsible for licensing hackney carriage and private hire drivers and vehicles, and private hire operators. It has the power to set and vary fares for hackney carriages under section 65 of the Local Government (Miscellaneous Provisions) Act 1976. Section 55 of the Town Police Clauses Act 1847 prohibits the driver of a |
| | hackney carriage from charging more than the set fare. |
| 1.2 | A fuel surcharge is an extra charge added to the fare according to the fluctuation of fuel costs outside the existing fare adjustment mechanism meaning that a driver can add the additional charge at the start of the journey without the need to have the vehicle meter recalibrated and tested. There is currently no fuel surcharge in place in East Suffolk. |
| 1.3 | Due to the rapid and significant increase in fuel prices in recent weeks, a proposal has been received from several drivers, via Mr Mike Stokell of Felixstowe Cabs, Felixstowe, Suffolk for a temporary fuel surcharge – Appendix A. |
| 1.4 | Private hire operators are able to set and amend their own fare prices so any fuel surcharge agreed will not apply to private hire vehicles. |
| 1.5 | If a fuel surcharge is approved by the Committee, a notice must be published in a local newspaper setting out the proposed variation. The notice must |

| 2 | Current position |
|-----|---|
| 2.1 | The Council does not currently have any surcharge in place. |
| 2.2 | The Licensing Committee is responsible for setting fares for Hackney Carriage's, including the introduction of any fuel surcharge. There is no delegated power to introduce a fuel surcharge meaning that drivers have to wait until the next convened Licensing Committee meeting for any proposal to be considered. This is not ideal as recent fuel prices have increased very quickly and drivers would wish to see a surcharge introduced as soon as possible. |

| 3 | How to address current situation |
|-----|--|
| 3.1 | To assist drivers with the cost of fuel for their licensed vehicles, a temporary fuel surcharge be introduced. |
| 3.2 | Since a fuel surcharge is always likely to be a temporary measure and may need to be reviewed on regular basis and at short notice, delegated authority be given to the Licensing Committee Chairman in consultation with the Vice-Chairman, and the Cabinet member for Licensing to introduce, and carry out, a review of any fuel surcharge. |

| 4 | Reason/s for recommendation |
|-----|---|
| 4.1 | To support and assist drivers of hackney carriage vehicles during a period when fuels prices have increased significantly. |
| 4.2 | To make the process of reviewing any fuel surcharge easier and quicker when the point of a surcharge is usually to assist in a timely manner. |

Appendices

| Appendices: | |
|-------------|--|
| Appendix A | Request for fuel surcharge from Mr M Stokell |
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| Background reference papers: | | |
|------------------------------|------|----------------|
| Date | Туре | Available From |
| | None | |