



Draft for Approval

MEMBERS' ALLOWANCES SCHEME 2021 - 2022

The Mid Devon District Council, in exercise of the powers conferred by the Local Authorities (Members' Allowances) Regulations 2003, hereby makes the following scheme:

1. This scheme may be cited as the Mid Devon District Council Members' Allowances Scheme, and shall have effect for the period 1st April 2021 until the 31st March 2022
2. In this scheme:
 - "Approved Duties" means those duties set out in Schedule 2
 - "Councillor" means an elected Member of Mid Devon District Council;
 - "Member" means a Councillor; and
 - "year" means the twelve months ending with 31st March.

Basic Allowance

3. Subject to paragraph 6, from 1st April 2021 a Basic Allowance of £5252.70 p.a. shall be paid to each Councillor (subject to any in year staff increase). During the year, it will be increased in line with, but no greater than, any staff pay award.

Special Responsibility Allowances

4. (a) For each year a Special Responsibility Allowance shall be paid to those Councillors who hold the Special Responsibilities in relation to the Authority that are specified in the Schedule to this scheme. These allowances shall be calculated based upon a weighting applied to the Basic Allowance. Any increase in the Basic Allowance as a result of a staff pay award will also result in an increase to the Special Responsibility Allowances.

(b) Subject to paragraph 6, the amount of each such Allowance shall be the amount specified against that Special Responsibility in that Schedule.

(c) No Councillor is entitled to claim more than one Special Responsibility Allowance.

Renunciation

5. A Councillor may, by notice in writing given to the Deputy Chief Executive (Section 151 Officer), elect to forego any part of their entitlement to one or more allowances under this scheme.

Part-Year Entitlements

6. Where a Councillor's entitlement to an allowance in this scheme begins or ends (for whatever reason) part of the way through the year, their entitlement to such allowance will be in the same proportion as the number of days during the term of office to the number of days in that year.

Carer's Allowance

7. Subject to paragraph 6, a Councillor can claim a Carer's Allowance for Approved Duties, except where Schedule 2 states that such an allowance is not payable.
8. The following conditions and limitations apply to any claim for a Carer's Allowance:
 - (a) The carer must be over the age of 18 and someone who does not normally live with the Councillor as part of their family or household;
 - (b) The person being cared for is a dependent of the Councillor and is:
 - (i) a child under the age of 14;
 - (ii) an elderly person; or
 - (iii) someone with a recognised disability who cannot reasonably be left unsupervised for the period during which the Councillor is going to be absent on an Approved Duty;
 - (c) Where the care is booked and paid for by the hour, Councillors may claim the hourly rates set out in sub-paragraph (e) for the time incurred in the Approved Duty, plus the reasonable travelling time taken by the Councillor in –
 - (i) carrying out the Approved Duty; and
 - (ii) dropping off or picking up the dependant at the place of care before and after the Approved Duty;
 - (d) Where the care can only be booked and paid for as a fixed period or session, Councillors may claim for the duration of the fixed period or session plus the reasonable travelling time taken by the Councillor in dropping off or picking up the dependent at the place of care before and after the Approved Duty. If the location or timing of the Approved Duty means that two or more fixed periods or sessions need to be booked, Councillors may claim for those periods or sessions. The amount payable will be the hourly rate set out in sub-paragraph (e), unless the dependent is a child (see sub-paragraph (b)(i)) attending an Ofsted registered nursery, pre-school or playgroup – in such cases, if the hourly rate would not cover the cost of the fixed period(s) or session(s), the actual cost may be claimed;
 - (e) The hourly rate is the National Living Wage (25 and over);
 - (f) Councillors may also claim for the carer's reasonable expenses incurred whilst the dependent is in their care in accordance with this paragraph 8, provided the Councillor produces the relevant receipt from the carer in respect of those expenses.

Travelling Allowances and Subsistence Allowances

9. Travelling and subsistence allowances* will be paid in accordance with the scales of allowance set out in Schedule 1 to this scheme in connection with or relating to the Approved Duties set out in Schedule 2.

* the start point for a Councillor claiming travel to attend a meeting must usually be within the administrative boundary of Mid Devon.

Payments

10. (a) Payments of the Basic and Special Responsibility Allowances will be made (subject to sub-paragraph (b)), in twelve monthly instalments – one twelfth of the amount specified in this scheme will be paid on the 22nd day of each month.
- (b) Where a payment of one twelfth of the amount specified in this scheme in respect of a Basic Allowance or a Special Responsibility Allowance would result in the Councillor receiving more than the amount to which they are entitled, the payment will be adjusted to ensure that no more is paid than the amount to which the Councillor is entitled.

Claims

11. Claims for the payment of Carer's Allowance and Travelling and Subsistence Allowances must be made by the person to whom they are payable within two months of the date on which an entitlement to such allowance arises. Such claims must be evidenced by relevant receipts.

Pensions

12. None of the allowances contained within this scheme are eligible for inclusion within the Local Government Pension Scheme.

Tax and Benefits

13. Income Tax

- a) Basic, Special Responsibility and Carers Allowances are subject to Income Tax as they are payments made in respect of the duties of an office.
- b) The HMRC is notified of the names and addresses of all Councillors who claim taxable allowances. Tax is deducted at basic rate until the HMRC notifies the Council of the appropriate tax code for each Councillor.
- c) Some expenses incurred by Councillors in the course of their Council duties may be deductible against tax. Any Councillor who believes that some of their expenses as a Councillor may be tax deductible should seek appropriate tax advice.

14. National Insurance Contributions

- a) Basic, Special Responsibility and Carers Allowance payments will attract National Insurance (NI) Contributions at levels that vary depending on the total earnings of Councillors.

Appendix 2

- b) Some Councillors may not be liable to any NI Contributions on Allowances if they are over the state retirement age; in accordance with prevailing legislation. See the Government website for more information. <https://www.gov.uk/tax-national-insurance-after-state-pension-age>
- c) Some Councillors - married women or widows who have elected to pay reduced rate NI Contributions - may also need to have the NI Contributions on Allowances calculated at a reduced rate.
- d) Councillors who are self-employed may also be subject to different levels of NI Contributions.
- e) Councillors who believe that they fall into any of the above categories should contact the Group Manager for Finance who will seek further information to assist with the query. Councillors should also obtain the appropriate certificates from the Department for Work and Pensions (DWP).

Chairman's Civic Budget

- 15. The Chairman of the Council is allocated a small budget for civic functions, not to exceed £2,000 per annum and to be agreed each year. Payments with regard to his or her Civic role should be paid retrospectively and only on production of a receipt/s

IT Allowances

- 16. Councillors may claim an IT allowance of £150 per annum, provided they use digital devices only in carrying out their official duties. This allowance is intended to act as an incentive to move to paperless working and will be reviewed annually. The intention is that the allowance will not be a permanent feature of the scheme.

Stephen Walford
Chief Executive
Mid Devon District Council

DATED 31st March 2021

SCHEDULE 1

With effect from 1st April 2021, the following are specified as Special Responsibilities in respect of which Special Responsibility Allowances are payable, and the amounts of those Allowances:

| | |
|--|------------|
| Leader of the Council | £15,758.10 |
| Deputy Leader of the Council | £7,879.05 |
| Cabinet Member | £6,565.88 |
| Chairman of Scrutiny Committee | £6,565.88 |
| Chairmen of Policy Development Groups | £3,939.53 |
| Chairman of Audit Committee | £3,939.53 |
| Chairman of the Planning Committee | £6,565.88 |
| Chairman of the Licensing/Regulatory Committee | £1,313.18 |
| Chairman of the Standards Committee | £1,313.18 |
| Chairman of the Council | £2,626.35 |

With effect from 1st April 2021*, the following amounts are specified as the amounts of allowance payable in respect of travelling and subsistence arising from those approved duties set out within this scheme:

(a) Travelling Allowances:

- 45p per mile for the first 10,000 miles
- 25p per mile thereafter
- 5p per mile per passenger carried (up to a maximum of 4 passengers, payable to the driver)
- 25p per mile for push bikes
- 24p per mile for motorcycles

(b) Subsistence Allowances

| | |
|-----------|--------|
| Breakfast | £7.87 |
| Lunch | £10.86 |
| Tea | £4.27 |
| Dinner | £13.44 |

All claims for subsistence must be accompanied by a receipt. The maximum allowance will only be paid where the cost of subsistence is equal to, or greater than, the maximum allowance.

Note: *HMRC rates come into effect on the 1 April each year and therefore these amounts to be increased (or decreased) accordingly at that time.

SCHEDULE 2

| Description of Approved Duty | Carers' Allowance | Travel & Subsistence |
|--|-------------------|----------------------|
| 1. Councillors attending meetings of Council, Cabinet, Policy Development Groups, Audit, Scrutiny, Standards and Regulatory Committees (includes Substitutes), whether members of that body or otherwise | YES | YES |
| 2. Duly appointed Councillors attending meetings of bodies to which the Council makes appointments | YES | YES |
| 3. (a) Any meeting authorised by the Council, Cabinet, Policy Development Groups, Audit, Scrutiny, Standards or Regulatory Committees to which Councillors of more than one Political Group have been duly (and specifically) appointed (b) Non duly-appointed Councillors | YES | YES |
| 4. A meeting of a Local Authority Association | YES | YES |
| 5. Any conference or meeting of a body where the Council, Cabinet or a Committee have agreed to send the Councillor as a representative | YES | YES |
| 6. (a) Any visits or inspections undertaken by Councillors, approved by the Council or any Cabinet, Policy Development Groups, Audit, Scrutiny, Standards or Regulatory Committees (includes Councillors who are members of the body, Committee, Group and substitutes) (b) Non-Committee Members attending such visits or inspections by invitation of the Cabinet, Policy Development Group, Audit, Scrutiny, Standards and Regulatory Committees. (c) Non-Committee Members attending uninvited | YES | YES |
| 7. Councillors attending as a member of a deputation approved by the Council, the Cabinet, Policy | YES | YES |

Appendix 2

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| Development Group, Audit, Scrutiny, Standards or Regulatory Committees. | | |
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Appendix 2

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| 8. | Attendance by Chairman or Vice-Chairman of the Council, Cabinet, Policy Development Group, Audit, Scrutiny, Standards and Regulatory Committees at meetings with a Chief Officer where Council or Committee business is discussed | YES | YES |
| 9. | Attendance by Chairman of the Council and Chairman of Committees acting in such capacity at meetings of Parish Councils | YES | YES |
| 10. | For any particular duty undertaken by a Councillor for which express authority from time to time is given by the Council or in case of emergency by the Chairman or Vice-Chairman of the Council | NO | YES |
| 11. | Civic Receptions and other social functions | NO | YES |
| 12. | Councillors attending meetings of Parish Councils within their Wards, or as Ward Member at meetings at the specific request of a Parish Council | NO | YES |

Notes:

- (1) In all cases, the duties for which claims are made must have been approved prior to the event.
- (2) Meetings (3 above) includes Working Groups, approved seminars, and Briefing meetings where more than one Political Group is invited
- (3) Other Briefing meetings fall within (8) above.