

You are requested to attend a meeting of the Council to be held in The John Meikle Room, The Deane House, Belvedere Road, Taunton on 16 August 2011 at 19:15.

Agenda

The meeting will be preceded by a Prayer to be offered by the Mayor's Chaplain.

- 1 To receive any apologies for absence.
- 2 To receive any communications.
- 3 Declaration of Interests. To receive declarations of personal and prejudicial interest in accordance with the Code of Conduct. The usual declarations made at meetings of Full Council are set out in the attachment.
- 4 To receive questions from Taunton Deane Electors under Standing Order 15.
- 5 To receive any petitions or deputations from Taunton Deane Electors under Standing Orders 16 and 17.
- 6 Deane DLO (Direct Labour Organisation) Internal Transformation - Final Proposals. To consider recommendations from the meeting of the Executive held immediately before the meeting of Full Council (attached). A copy of the Executive's agenda and report has been circulated to all Members.

Tonya Meers
Legal and Democratic Services Manager

13 April 2012

Members of the public are welcome to attend the meeting and listen to the discussions.

There is time set aside at the beginning of most meetings to allow the public to ask questions.

Speaking under “Public Question Time” is limited to 4 minutes per person in an overall period of 15 minutes. The Committee Administrator will keep a close watch on the time and the Chairman will be responsible for ensuring the time permitted does not overrun. The speaker will be allowed to address the Committee once only and will not be allowed to participate further in any debate.

If a member of the public wishes to address the Committee on any matter appearing on the agenda, the Chairman will normally permit this to occur when that item is reached and before the Councillors begin to debate the item.

This is more usual at meetings of the Council’s Planning Committee and details of the “rules” which apply at these meetings can be found in the leaflet “Having Your Say on Planning Applications”. A copy can be obtained free of charge from the Planning Reception Desk at The Deane House or by contacting the telephone number or e-mail address below.

If an item on the agenda is contentious, with a large number of people attending the meeting, a representative should be nominated to present the views of a group.

These arrangements do not apply to exempt (confidential) items on the agenda where any members of the press or public present will be asked to leave the Committee Room.

Full Council, Executive, Committees and Task and Finish Review agendas, reports and minutes are available on our website: www.tauntondeane.gov.uk

If you would like an agenda, a report or the minutes of a meeting translated into another language or into Braille, large print, audio tape or CD, please telephone us on 01823 356356 or e-mail us at: enquiries@tauntondeane.gov.uk



Lift access to the John Meikle Room and the other Committee Rooms on the first floor of The Deane House, is available from the main ground floor entrance. Toilet facilities, with wheelchair access, are also available off the landing directly outside the Committee Rooms.



An induction loop operates to enhance sound for anyone wearing a hearing aid or using a transmitter.

For further information about the meeting, please contact Democratic Services on 01823 356382 or email d.durham@tauntondeane.gov.uk

Council Members:-

Councillor S Brooks (Chairman)
Councillor J Adkins
Councillor J Allgrove
Councillor J Baker
Councillor A Beaven
Councillor C Bishop
Councillor R Bowrah, BEM
Councillor N Cavill
Councillor S Coles
Councillor B Denington
Councillor D Durdan
Councillor K Durdan
Councillor M Edwards
Councillor H Farbahi
Councillor M Floyd
Councillor E Gaines
Councillor A Govier
Councillor J Govier
Councillor T Hall
Councillor K Hayward
Councillor R Henley
Councillor C Herbert
Councillor C Hill
Councillor M Hill
Councillor J Horsley
Councillor J Hunt
Councillor L James
Councillor R Lees
Councillor S Lees
Councillor L Lisgo, MBE
Councillor J Meikle MBE
Councillor N Messenger
Councillor I Morrell
Councillor M Mullins
Councillor B Nottrodt
Councillor U Palmer
Councillor H Prior-Sankey
Councillor D Reed
Councillor J Reed
Councillor S Ross
Councillor T Slattery
Councillor G Slattery
Councillor F Smith
Councillor P Smith
Councillor V Stock-Williams
Councillor P Stone
Councillor B Swaine
Councillor P Tooze
Councillor J Warmington

Councillor P Watson
Councillor E Waymouth
Councillor D Webber
Councillor A Wedderkopp
Councillor D Wedderkopp
Councillor J Williams - Leader of the Council
Councillor G Wren

Usual Declarations of Interest by Councillors

Full Council

- **Members of Somerset County Council – Councillors Brooks, Govier, Henley, Prior-Sankey, Mrs Waymouth, D Wedderkopp**
- **Employees of Somerset County Council – Councillors Mrs Hill, Mrs Smith and Stone**
- **Employee of Viridor – Councillor Miss James**
- **Employee of Sedgemoor District Council – Councillor Slattery**
- **Employee of Job Centre Plus – Councillor Henley**
- **Employee of UK Hydrographic Office – Councillor Tooze**
- **Employee of Natural England – Councillor Wren**
- **Somerset Waste Board representatives – Councillor Hayward and Councillor**
- **Director of Southwest One – Councillor Nottrodt**
- **Alternate Director of Southwest One – Councillor Watson**
- **Tone Leisure Board representatives – Councillors D Durdan and Stone**
- **Part-time Swimming Instructor at St James Street Pool – Councillor Swaine**
- **Employee of EDF Energy – Councillor Mullins**
- **Chief Executive of Age UK (Somerset) Limited – Councillor Ms Lisgo**

Taunton Deane Borough Council

Council Meeting – 16 August 2011

To receive recommendations to the Council from the Executive.

Councillor Williams

Deane DLO Internal Transformation – Final Proposals

At its meeting immediately preceding Council, the Executive gave detailed consideration to proposals for the internal transformation of the Council's Direct Labour Organisation – Deane DLO (Theme 3 of the Core Council).

The proposals build upon the interim plans which were approved by Full Council in December 2010 which have yielded financial efficiencies and established a 'direction of travel' for further internal transformation work. The following five improvement priorities continue to guide the process of internal transformation:-

- A lean, efficient and resilient service, able to respond flexibly to the changing demands of the Council and external clients;
- A thriving business, focused on commercial success;
- Excellence in performance management (financial and service);
- Excellent customer service and quality; and
- A committed and empowered workforce.

These final proposals represent a 'root and branch' programme of change for Deane DLO, to be implemented over the four year period to the end of March 2015.

Proposals are grouped into two categories: (i) changes to ways of working and (ii) structural changes.

With regard to the former, it is proposed to introduce an area working model, where front-line DLO staff and services will be grouped under 'Building' and 'Open Space' functions, which will be organised and delivered across specific geographic areas.

Building services will comprise of:-

- Housing maintenance and repair functions; and
- Highways and drainage works.

Open Space services will comprise of:-

- Grounds maintenance;
- Cleansing of streets and public conveniences;
- Parks;
- Nursery; and
- Tree surgery.

There will be a greater emphasis on a multi-skilled workforce. This involves a shift towards generic working, where the workforce is supported to work across a variety of tasks.

It is anticipated that a 10% saving in workforce costs can be achieved as there will be less repetition of work and fewer occasions when multiple trades need to attend to complete a job.

The introduction of modern information and communications technology is proposed to support many of the processes. This will free up time for supervisors, operatives and back office staff and will help monitor work performance and compliance with contracts.

Technological improvements will be used to track vehicles for better deployment and utilisation of the fleet and to monitor jobs and reduce the reliance on manual work processes. The maintenance of the DLO's vehicle fleet (excluding mowers and specialist plant/equipment) will be performed by an alternative supplier leading to extensive benefits.

Home based working will reduce the current dependency on the depot site, as staff will start their working day from home, rather than travelling to the depot to be assigned work and pick up supplies.

Centralised control for purchasing and stores functions will be introduced resulting in a reduced stock and the greater control of goods purchased from external suppliers.

It is further proposed that all new roles within the management and support structure will move from a 39 hour week to a 37 hour week with this reduction being phased in by 1 April 2012.

Beyond the management and supervisory structure, it is also proposed that a 37 hour week is applied to the wider workforce in 2012/2013, following introduction of mobile working, appropriate methods of charging and subject to further consultation with both staff and UNISON.

The DLO intends to apply commercial principles and develop measures to ensure that all existing and core business is delivered efficiently. The majority of services are provided direct to the Council but a number are also provided to a range of external organisations.

Although current legislation prevents Local Authorities from trading on a fully commercial basis unless through a separate, wholly owned trading company, there is considerable scope to increase commercial activity within the current operating model.

Deane DLO has always supported and recognised the benefits of employing apprentices and the proposed new structure will see new apprentice positions within the Business Support Team as well as developing multi-skilled trade operatives and open space staff.

The improvements have financial and operational efficiencies and they also work towards building a service that is less reliant on the current depot site and requires less space. Visits have already been carried out to look at potential sites in the Taunton area and a project team will be established to further progress the potential relocation of the DLO away from the Priory Depot site.

A culture of innovation and performance improvement is being developed to support the entire DLO transformation which will benefit the Council, customers and residents.

With regard to the structural changes, the key features of the proposed new structure are:-

- The creation of a Business Support Team which will pull together existing staff delivering similar administrative and support functions across the DLO, bringing a greater level of resilience and critical mass than currently exists. The team will be responsible for business development, customer contact, performance monitoring and ongoing support for the DLO transformation programme, including the day to day administrative tasks.

A reduced stores team and a post to carry out maintenance on the Council's fleet of mowers, plant and equipment will also be part of the Business Support Team.

- Changes to supervisory and technical support arrangements will result in Area Supervisors being allocated to one of the newly created geographical areas, either in the Building or Open Space service areas.

Two Project and Contract Supervisor posts will be responsible for delivering the existing contracts held by DLO, organising and co-ordinating the efficient delivery of other project works, such as void property completions, and winning new works for the DLO.

A technical support officer post dedicated for the Open Space service will be created, with expertise in the adoption, design and ongoing management of public open spaces and associated play and leisure/sports facilities.

Within the Building service, there will be a dedicated scheduling and administrative assistant post, responsible for allocating jobs to the most appropriate member of the work force.

- A new post of DLO Manager is proposed, responsible for the overall leadership of the newly created service and structure, and managing the ongoing transformation programme. This post will report to a director but will not be a Theme Manager.

The proposals are designed to be able to adapt to potential changes arising from the wider budget review project, including reductions in spend in some services or growth in others.

The proposed staffing and structural changes have resulted in a number of individuals being placed 'at risk' of redundancy. Recruitment to all new posts in the proposed structure will be completed by the end of December 2011.

This recruitment process will follow the same approach agreed with UNISON in previous themes of the Core Council Review and is consistent with the Council's own Redundancy Policy. The means of filling new posts will be rigorous, designed to ensure that the new structure contains all the necessary skills and competencies for success.

One-off redundancy costs from implementing the proposed structural changes will be in the range of £420,000 (minimum) to £540,000 (maximum). The actual cost is likely to fall somewhere in the middle of this range and will be funded from a mix of reserves.

Further one-off capital investment of £400,000 in new technology and systems will be required to support the transformation programme.

It is anticipated that net efficiencies resulting from the internal transformation process will reach in the region of £1,000,000 per annum by the end of 2013/2014, with a cumulative net efficiency gain of approximately £3,100,000 over the period to the end of March 2015.

It is therefore **recommended** that:-

The proposals for the internal transformation of Deane DLO be approved, particularly:-

- (a) The proposed changes to ways of working;
- (b) The proposed new management structure and recruitment process;
- (c) The timetable for introducing the above changes;
- (d) A sum of £540,000 is “ring-fenced” from reserves to fund the one off redundancy and staff related costs of implementing the internal transformation proposals. This sum to be split as follows:- DLO Reserve (£120,000), General Fund Reserve (£336,000), and Housing Revenue Account Reserve (£84,000);
- (e) A Capital Programme Supplementary Budget in 2011/2012 of £400,000 be approved to fund the required investment in information and communications technology. The Budget is to be funded from borrowing and used as required alongside the necessary procurement activity, with the capital debt being repaid over 10 years; and
- (f) The development of a business case for the relocation of the DLO site, for future consideration by the Council.

* There will also be a further recommendation from the Executive for consideration by Members concerning when the question of outsourcing should be considered again.