English devolution and local government reorganisation

LLG

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01 Local Government Reorganisation

The White Paper

- Programme LGR for all remaining two tier areas, plus smaller or failing unitaries
- Areas need to be 500,000 + but can be exceptions
- Proposals from areas
- Priority areas will be those where LGR can 'unlock' devolution
- Timetable unclear Nov proposals, prep through 2026, and in existence 2027
- Funding likely to be available
- Possible postponement of 2025 elections

- Local Government and Public Involvement in Health Act 2007
- S2 SoS can invite proposals from Principal Authorities
- Proposals can include:
 - Single tier for whole county area (Type A)
 - Single tier for local government for one or more districts within the county (Type B)
 - Single tier for one of above, plus relevant adjoining areas (Type C)
- Power of direction to be re-introduced
- Consultation required with any LA affected who did not make the proposal, and such other persons as SoS think appropriate
- Sos can implement a proposal with or without modifications
- SoS may seek advice from Boundary Commission but not required to

02 English Devolution

The White Paper

- Universal coverage of Strategic Authorities is the aim
- Foundation, Mayoral, Established
- 1.5m + people
- Functional economic areas, contiguous boundaries other SAs, no devolution islands, have an identity, be aligned other public sector boundaries where possible
- Priority Devolution Programme elections May 2026
- Criteria for becoming Established:
 - Have been in existence for 18 months
 - Have published a Local Assurance Framework
 - Not subject to a Best Value notice etc

The White Paper

- No material accounting concerns; and,
- Track record of managing major programmes
- Integrated settlements
 - Single mutually agreed outcomes framework
 - Monitored over a spending period
- English devolution bill
 - Direction to be introduced
 - Introduction of powers and governance framework
 - Simple majority voting

- Local Democracy, Economy and Construction Act 2009/Levelling up and Regeneration Act 2024 for CA's and CCA's respectively
- CCA's will be the vehicle in two tier areas, but constitution will need to change when LGR happens underneath
- Two possible processes for creation of CCA's:
 - Process used to date:
 - Proposal created by LA's and consulted on by them
 - LA's then need to submit proposal to SoS with consent of all LA's
 - SoS can make Regulations which implement proposal, or variation on it
 - Likely process:
 - SoS can carry out a consultation without a proposal
 - SoS can then make Regulations which create a CCA

 New powers and governance framework not likely to come into effect under English devolution bill until 2027, but will take a standard approach in Regulations creating SA's.

• Timetable for new SAs in May 2026

03 Key considerations

- Sequencing
 - Government priority is devolution except where LGR will unlock devolution
 - Do currently need consent of upper tier councils for creation SA, so lack of agreement could be barrier
 - Twin tracking?
- Size and Geography
 - 500,000 and 1.5m
 - If not of size then other compelling reasons
 - Close gaps in geography for CCAs
 - Join existing SAs?
 - For LGR, bring in areas adjacent, or part of areas

- Consent and consensus
 - Govt will prefer areas where there is consensus
 - LGR does not require consent whereas SAs do
- Government approach and priorities
 - Priorities creation of SAs
 - Likely to prioritise areas with consensus and who will work at pace

04 The next phase...

Other considerations

- Moving beyond thoughts of mechanisms for creation...
- What will make the different tiers of Government work?
- Think of this as three tiers of government which all have to deliver at each level, and operate together as well as separately:
 - Strategic authorities delivery of strategic functions including planning, development, transport, public health. Geography which makes sense for these things matters.
 - Local authorities single tier delivering all functions if creating smaller geographies might there still be things which work at the old county levels – or might there be benefit to running some services at the same geography as SAs?
 - Parish councils some areas are doing governance reviews due to wanting government closer to people

Other considerations

- What makes all of this work?
 - Relationships drive successful outcomes.
 - Facilitation powers of Mayors are likely to be key
 - Delivery of services at the right level will require co-operation
- Delivery teams
 - Councils working together on transition to SAs/LGR
 - Will be a significant role for a number of people
 - Project management
- Transition phase
 - Protection of delivery of services
 - Delivering in a way which doesn't undermine the new structures

05 Conclusion

Conclusion

- Much is still uncertain
- Lots of change happening at once
- Questions around cost, capacity, and timings
- Political aspects confuse further
- But this is coming
- Early adopters will likely have an advantage
- Being agile and flexible is likely to be a winning formula
- Relationships will be key

Thank you

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