

MEETING:	Regulatory committee
MEETING DATE:	12 SEPTEMBER 2014
TITLE OF REPORT:	To consider adoption of schedule 3 of the Local Government (miscellaneous provisions) act 1982 as amended by section 27 of the Policing and Crime Act 2009 – regulations affecting sex establishments and approve sex establishment policy
PORTFOLIO AREA:	Economy, Communities and Corporate Directorate
REPORT BY	Head of Trading Standards and Licensing

**CLASSIFICATION: Open** 

### **Key Decision**

This is a Key Decision because it is likely to be significant in terms of its effect on living or working in an area comprising of one or more wards in the county.

#### **Wards Affected**

Countywide

### **Purpose**

To agree a draft sex establishment licensing policy for recommendation to Council.

## Recommendation(s)

That the following be recommended to Council;

- a. Schedule 3 of the Local Government (Miscellaneous Provisions) Act 1982 as amended by section 27 of the Policing and Crime Act 2009 be adopted; and
- b. the draft sex establishment licensing policy be approved.

#### Reasons for Recommendations

1. By adopting the amended provisions of Schedule 3 of the Local Government (Miscellaneous Provisions) Act and a policy on sex establishment licensing, the local authority can provide clear guidance through policy to operators of such premises on how applications for sex establishment licences will be assessed and granted. Communities can be protected from an oversupply of such establishments.

### **Options**

2. Decide not to adopt Schedule 3 of the Local Government (Miscellaneous Provisions) Act 1982 as amended

**AND** 

Reject/decide not to adopt the Sex Establishment Licensing Policy which would mean that the local authority would be able unable to legitimately regulate the provision of such establishments within the county.

### **Key Considerations**

3. Whether to approve the policy, amended legislation and consultation programme.

### Introduction and Background

4. The Policing and Crime Act 2009 amended Schedule 3 to the Local Government (Miscellaneous Provisions) Act 1982 to include sexual entertainment venues.

Unless schedule 3 is formally adopted Herefordshire Council has no power or means of controlling the operation of sex establishments. Adoption allows local authorities to control, by way of a licensing regime, the number, locality and operation of sex establishments in their area. Virtually all other local authorities across the country have carried out this adoption process.

For successful adoption, the local authority must pass a resolution under Section 2 of the Local Government (Miscellaneous Provisions) Act 1982 to adopt Schedule 3 and specify the day the provisions are to come into effect. This must be no earlier than 1 month after the date of the resolution.

The local authority must then publish a notice in a local newspaper in two consecutive weeks stating that they have passed such a resolution and its general effect. The first notice must appear no later than 28 days before the date the provisions are to come into force.

These provisions allow the local authority to refuse a licence because there is already an appropriate number of sex establishments in an area and/or that a sex establishment would 'conflict' with the character of the area or other premises nearby e.g. schools, places of worship etc.

To control the impact of a sex establishment in an area, Schedule 3 of the Act allows a District Council to impose conditions on such things as:

- hours of opening and closing,
- the nature of displays or advertisements on or in such establishments and
- the visibility of the interior of such establishments to passers-by.

These controls are designed to protect children. The policy on sex establishments will detail what kind of conditions may be appropriate in particular circumstances.

In Summary schedule 3 to the 1982 Act will, in particular:

- Allow local authorities to adopt the legislation.
- Allow local people to oppose an application for a sex establishment licence if they have

legitimate concerns that a lap dancing club would be inappropriate, given the character of the area, for example if the area was primarily residential or next to a school etc.

- Require licences to be renewed at least yearly, at which point local people will have the
  opportunity to raise objections with the local authority.
- Allow a Local authority to reject a licence application if they believe that to grant a licence for a lap dancing club would be inappropriate given the character of a particular area.
- Allow a local authority to set a limit on the number of sex encounter venues that they think appropriate for a particular area.
- Allow a local authority to impose a wider range of conditions on the licences of lap dancing clubs than they are currently able to under the 2003 Act.

Subject to agreement to adopt the relevant legislation, then a Policy in respect of the licensing of sexual entertainment venues can be adopted.

This policy will be subject to the consultation process prior to being brought back before Committee.

Should the Committee decide that the amended Schedule 3 of the 1982 Act should not be adopted, the current licensing regime under the 1982 Act will continue so that any premises that operate as a sex shop or sex cinema in Herefordshire will require a licence from the local authority. However any premises operating as a sexual entertainment venue offering relevant entertainment such as lap dancing or pole dancing, will not require a licence under the 1982 Act and may be able to operate unregulated by the local authority.

Under part (c) above, the local authority can refuse an application for a sex establishment licence if the number of sex establishments in the relevant locality at the time the application is made, is equal to or exceeds the number which the authority considers is appropriate for that locality. When determining the appropriate number of sex establishments in each relevant locality, the 1982 Act provides that the appropriate number may be nil.

This policy has been drafted on the assumption that the appropriate number will be nil but if the Committee considers that a different number is appropriate, modifications to the policy will need to be made.

Furthermore the proposed Sex Establishment Licensing Policy proposes that whilst all applications for sex establishment licences for premises in Herefordshire will be considered on their own merit, there will be a presumption of refusal of applications for such licences.

## **Community Impact**

5. To protect children, the vulnerable of the community and to preserve the character of certain localities, it is essential that the current regime is properly regulated. Not being able to licence such premises could have an adverse effect on the community especially those who may be at risk and or need of protecting.

# **Equality and Human Rights**

6. There are no equality or human rights issues in relation to the content of this report

### **Legal Implications**

7. The Sex Establishment policy has been drafted to reflect current legislative requirements. Failure to do so would leave the authority in breach and open to challenge.

### **Financial implications**

8. The licensing section is required to operate the function on a full cost recovery basis. The fees for Gambling Act applications have not altered. A robust policy which is fit for purpose is essential if full cost recovery is to be maintained.

### **Risk Management**

9. Failure to reach a decision could result in an application for Judicial Review being made.

#### Consultation.

- 10. The legislation requires us to consult with various groups before we determine our policy and adoption of the Regulations, these include:-
  - · The chief officer of police for West Mercia
  - One or more persons who represent the interests of Licensed establishments in Herefordshire
  - One or more persons who appear to represent the interest of persons who are likely to be affected by the implementation of the new regulations and policy in Herefordshire.

Above and beyond this, we intend to give the broadest range of people the opportunity to give us their views. We will therefore also include:

- The Responsible Authorities who are consulted on Licence applications in Herefordshire (Planning, Environmental Health, Child Safeguarding Board, Fire and Rescue Service, HM Revenue and Customs, Gambling Commission)
- All Ward Councillors of Herefordshire Council and all Local MPs

The consultation document will be published on the Council Website Council approval.

Consultation will also take place by:-

- Publishing Notices in the local press.
- Writing to all premises licensed under the Licensing Act 2003
- Local or National organisations identified as having an interest in Sex Establishments.
- Notifying Local members.
- Writing to local organisations acting on behalf of young people and children.

The responses will be collated and presented to Council following the consultation process. If no responses are received Members can agree the Policy and Legislation be implemented and state a date when the relevant parts of the Acts will be adopted.

# **Appendices**

Draft sex establishment policy

# **Background Papers**

None