MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS

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Administered by:

9th January 2025

Dear Board Members

Upcoming meeting of the Commissioners
Wednesday 22nd January 2025

Please find overleaf the agenda for the meeting of the Commissioners to be hosted at the Lamb & Flag, Welney PE14 9RB at 11.30am on Wednesday 22nd January 2025, following the Finance meeting (9.45am).

Finance Committee meeting – 9.45am
Meeting of Commissioners – 11.30am
Lunch – 1pm

PLEASE NOTE THAT THIS AGENDA INCLUDES CONFIDENTIAL PAPERS. APART FROM THE COPY RETAINED WITH THE CONFIDENTIAL MINUTES THEY WILL BE DESTROYED FOLLOWING THE MEETING AND MEMBERS ARE REMINDED THAT THEY MUST NOT BE DISCUSSED WITH ANYONE OTHER THAN A BOARD MEMBER.

AFTER THE MEETING PLEASE DESTROY YOUR COPY OF THE PAPERS OR RETURN THEM TO THE OFFICE TO BE DESTROYED.

As you'll be aware, we administer thirty Boards that mostly all meet within similar date ranges. Thank you to the majority of Members who already confirm their attendance proactively.

Please help us manage your Board effectively by **proactively letting Polly know as soon as possible, by telephone or email, if you can attend the meeting, or not, or if you're uncertain.** This results in less abortive time and cost to the running of all Boards.

It is important that we have early confirmation whether or not the Board will be quorate.

Yours truly

P BURROWS, FCIWEM C.WEM CEnv

Clerk to the Board

MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS

Wednesday 22nd January 2025 – 11.30am

Lamb & Flag, Welney PE14 9RB

Agenda:

Item No	*Topic*	*Format*	*Lead*
1	Welcome & apologies	Verbal	Chair
2	Declarations of Interest	Verbal	Chair
3	Minutes of last meeting and matters arising	Pages 3 - 9	Chair
4	Constitution & Membership • Attendance • Vacancies & appointments • Composition and amalgamations • Training	Pages 10 - 12	Clerk
5	Clerk's Report • Fens Reservoir	Pages 13 - 17 Pages 18 - 20	Clerk
6	Environment Officer's Report	Verbal	Clerk
7	Consulting Engineer's Reports, including: • Capital Programme & FCRM Grant-In-Aid	Pages 21 - 28	Clerk or Engineer
8	Health & Safety	Verbal	Chair
9	District Superintendent's Report inc maintenance works	Pages 29 – 32	DO
10	Governance • Internal Controls & Banking • Annual Return 2023/2024 • Auditors report 2023/2024 • Review Policies • Consider & approve authorised officers, RFO & DPO • Risk Assessment & insured values • Exercise of Public Rights	Pages 33 - 37 Pages 38 - 42 Pages 43 - 52 Pages 53 - 63	Clerk
11	Finance Report: looking back • Finance Officer's Review • Payments 2024/25 • Budget Monitoring & Highland Water Contributions from the Environment Agency	Page 64 Page 65	Clerk
12	Finance Report: looking forward • Finance Officer's summary • Fees, remuneration and subscriptions • Determination of Rating Values & Rate Arrears (Confidential) • Precept to the Environment Agency • Estimates for 2025/26 • Rate & Special Levy Requirements 2025/26	Pages 66 - 67 Page 68 Page 69	Clerk
13	Date of Next Meeting	Verbal	Chair
14	Any other business	Verbal	Chair

(NB: If required for any agenda item:

In pursuance of Section 1(2) of the Public Bodies (Admission to Meetings) Act 1960, the public be excluded from the meeting when the above matters are being considered by reason of the confidential nature of the business to be transacted.)

NB: Any reference to Board within these papers shall also mean Commissioners.

MANEA AND WELNEY DISTRICT DRAINAGE COMMISSIONERS

At a Meeting of the Manea and Welney District Drainage Commissioners held at The Lamb and Flag Public House, Welney on Thursday 13th June 2024

PRESENT

J E Heading Esq (Chairman)	P D Hawes Esq
R M C Sears Esq (Vice Chairman)	S Imafidon Esq
N Cook Esq	C Marks Esq
C Crofts Esq	Mrs A J Morris
M D R Fairey Esq	C W Sears Esq
R Gladwin Esq	

Mr Robert Hill (representing the Clerk to the Commissioners) & Mrs Nicola Oldfield (Chief Engineer) were in attendance.

Welcome

The Chairman thanked members for attending today's meeting and inspection and welcomed Mr Imafidon to his first meeting of the Commissioners.

Apologies for Absence

Apologies for absence were received from C Barnes Esq, J Carney Esq, J H Hawes Esq, M E Heading Esq, and N V M Walker Esq.

C.1024 Declarations of Interest

Mr Hill reminded the Commissioners of the importance of declaring an interest in any matter included in today's agenda that involved or was likely to affect any of them.

The Chairman, Mrs A Morris and Mr C Crofts declared interests (as Members of the Middle Level Board) in the payments made to and any matters concerning the Middle Level Commissioners.

Mr C Crofts and Mr Gladwin declared interests (as Members of Upwell IDB) in the payments made to and any matters concerning the Upwell IDB.

Mr C Crofts declared an interest (as a Councillor) in the payment made to Borough Council of Kings Lynn & West Norfolk

Mr C Marks declared an interest (as a member of the planning committee of Fenland District Council) in any planning matters concerning Fenland District Council.

C.1025 Confirmation of Minutes

RESOLVED

That the Minutes of the Meeting of the Commissioners held on the 10th January 2024 are recorded correctly and that they be confirmed and signed.

C.1026 Constitution & Membership

Mr Hill summarised the report which the Commissioners noted and approved.

Amalgamations

The Chairman referred to previous discussions concerning potential amalgamation with Sutton & Mepal IDB and Upwell IDB, both Boards with their own plant & equipment and an employee.

The Vice-Chairman referred to previous discussions with members from these Boards and the benefit of having such routine meetings with other Boards.

The Chairman considered that the long-term objective would be for three boards that discharge into Old Bedford River to amalgamate.

C.1027 Clerks Report

Mr Hill referred to the Clerk's report and asked the Board to take note of Appendix 1 of the report, regarding Pumping Station Valuations, and to bear the Clerk's comments in mind when this was discussed later in the agenda.

Banking

Mr Fairey considered the Commissioners should look to maximise on interest and was of the opinion that better returns were available than offered by Barclays Bank Plc. Mr Hill reported that he was only allowed to operate within the authority mandate from the Commissioners, which currently only extended to Barclays Bank Plc.

RESOLVED

> That a sub-committee of the Chairman, Vice-Chairman and Mr Fairey be formed to look further into maximising bank deposit interest and that they be authorised to take any further actions as they consider appropriate and necessary to achieve this.

Electricity

Mr Hill referred to the Clerk's comments regarding the procurement of electricity for the Middle Level Commissioners and its administered Boards. He reported that an Electricity Committee had been formed bringing together a small group of IDB Chairs to review options and ultimately decide on the next contract arrangements.

Mr Hill enquired whether the Board would authorise the Electricity Committee to decide the next electricity contract on their behalf.

RESOLVED

> That Mr M Fairey represent the Commissioners on the Electricity sub-committee.
> (Mr Hill confirmed that the meeting of the sub-committee will be at 10am on 24th June 2024)
>
> That the Electricity Committee be authorised to decide the next electricity contract on behalf of the Commissioners.

Insurances

The Chairman reported that the values had previously been reviewed by the Finance Committee and approved by the Commissioners and these insured values were index linked.

RESOLVED

That no changes be made to the insured values of pumping stations, that they continue to be index-linked and the matter be discussed further when more information concerning valuations becomes available.

C.1028 Environment Officer's Report

The Commissioners noted and approved the report of the Environment Officer.

The Chairman reported on the increasing environmental regulations drainage authorities needed to comply with and the likely increase in costs associated with this compliance. He considered that the Commissioners District Super Intendent had an active interest in the environment and conservation and carried out the Commissioners drain maintenance works in such a manner to comply with regulations.

RESOLVED

The Chairman be appointed the Commissioners Environmental Representative.

C.1029 Consulting Engineers Reports

Mrs Oldfield referred to discussions from the previous meeting where the impact of new development was discussed and the actions of some IDB's in relation to this.

With regards to meter readings, the Chairman confirmed that the District Superintendent will take and report meter readings on a monthly basis.

In response to the Chairman, Mrs Oldfield confirmed that the review of services provided was required to give grater clarity as to what boards expect from the provision of services ad what can be provided. She confirmed that there would be a need to utilise consultants for the larger projects and District Studies. She reported that there was a large work-load building up with regards to IDB improvement works for which the Middle Level do not currently have the resources for.
In response to the Chairman, Mrs Oldfield confirmed that the figured in the Capital Programme for the electrification of Glenhouse pumping station were the estimates used for the previous PAF submission and that these figures would be updated following the conclusions of the District Study.
The Chairman referred to the Anglian Water reservoir proposal and the impact this is now likely to have across the Manea & Welney district with connections being by pipework rather than open watercourses.
In response to Mrs Morris, Mrs Oldfield reported that the proposal to use water from the Old Bedford River required the reinstatement of part of the Forty Foot River to allow water to be conveyed along the river to then be pumped into the reservoir.

Mr Morris referred to the likely major issues associated with this with regards to the porous nature of parts of these banks.

The Chairman referred to the likely impact of the proposals on the Block Fen Storage Scheme.

Mr Marks reported that Fenland District Council have started to put together a sub-committee to discuss current and emerging issues with regards to the reservoir proposal and if there are any issues raised by board members then contact Mr Marks.

The Chairman referred to the electrification of Glenhouse pumping station proposals and the possible use of HVO fuel in the diesel engines. Mr Fairey enquired if any work had been carried out to look at comparing diesel/electricity pumping and Mr Hill referred to the trials carried out by the Middle Level Commissioners at their St Germans pumping station over winter. With regards to standing charges, he confirmed that this matter had been taken up by ADA and through the Middle Level offices and had received positive responses from OfGem concerning this.

Mr Morris referred to the possible use of solar energy at Glenhouse pumping station. The Chairman considered that the roofing on the old building would require substantial refurbishment to allow this.

Mrs Oldfield reported on proposals being investigated to install solar panels at St Germans pumping station with a view to cover the base load at the station.

RESOLVED

i) That the Reports and the actions referred to therein be approved

ii) That the Capital Programme be approved in principle and kept under review.

C.1030 Health & Safety

The Chairman reported that the District Superintendent was fully aware of the Health & Safety requirements associated with his employment and addresses matters as they are notified through Health & Safety visits.

C.1031 District Superintendent's Report

Mr Hill referred to the report of the District Officer which the Commissioners noted and approved.

Mr Marks referred to the additional works carried out in the village of Manea by Andy Maddams, which had been of great benefit and asked that thanks are conveyed to him. He reported that there were some further issues to be addresses and that it could be possible to get some funding from the Parish Council towards these works. He reported that the Fenland District Council planning committee were aware of issues concerning the 9m byelaw distance and also that on occasions, the Middle Level did not have resources to respond to planning applications but urged the Commissioners to make representation if considered to be an issue concerning drainage.

C.1032 Governance

Banking – see Clerks report C.1027

Risk Management

Mr Hill outlined that the Commissioner's Risk Management Strategy had been due an update, that he had drafted and published an updated strategy for all IDBs and Commissioners clerked by the Middle Level Commissioners. He added the new strategy will run from 2024 to 2027 and outlines how Members and the Middle Level Commissioners staff govern the Commissioner's risks.

RESOLVED

The Commissioners considered & approved their new risk management strategy.

Finance Regulations & Finance Code

Mr Hill referred to the Commissioner's Finance Regulations and Finance Code Policy which are available on the website for Commissioner's to approve for an extension of one more year.

RESOLVED

> That the Commissioner's current Finance regulations and Finance Code Policy be approved for a further year and the Clerk and Responsible Finance Officer be authorised to carry out a full review of both and report at next year's meeting.

Internal Controls

Mr Hill reported that there had been no changes to the Internal Controls in place and that these had now been set out in a summary document which had now been put on the website. He further reported that these controls were generally financial and it was proposed to look at formalising 'controls' for the internal management process of the boards.

RESOLVED

> The Commissioners considered that they are satisfied with the current Internal Controls.

Exercise of Public Rights

Mr Hill referred to the publishing of the Notices of Public Rights and publication of unaudited Annual Return, Statement of Accounts, Annual Governance Statement and the Notice of Conclusion of the Audit and right to inspect the Annual Return.

Consideration of potential litigation, liabilities, commitments

Mr Hill reported that as part of the Annual Governance review the Board were required to consider if there were any litigation, liabilities or commitments, events or transactions, occurring either during or after the year-end that have a financial impact on the authority. He confirmed that there were no such matters that have been raised through the office of the clerk. Members gave consideration to the position.

RESOLVED

> That there are no such events that would have an adverse financial impact on the Board that would need to be included within the accounting statements for the financial year ended 31st March 2024.

Annual Governance Statement

The Commissioners considered and approved the Annual Governance Statement for the year ended 31st March 2024.

RESOLVED

> That the Chairman be authorised to sign the Annual Governance Statement on behalf of the Commissioners for the financial year ended 31st March 2024.

C.1033 Finance Report – Looking Back

Finance officer's review and key messages

Mr Hill referred to the comments concerning the 2023/2024 year which were noted. He outlined how the final year end out-turn impacted/compared to the forecast position received by the Commissioners at their meeting on 10th January 2024

Payments 2023/2024

The Commissioners considered and approved the Payments amounting to £251,246.39 for 2023/2024.

NB: The Chairman, Mr Crofts & Ms A Morris declared an interest in the payment made to Middle Level Commissioners (as members of the ML Board)

NB: Mr Gladwin & Mr Crofts declared an interest in payments made to Upwell IDB (as members of Upwell Board)

NB: Mr Crofts declared an interest in the payment made to BCKLWN (as a Councillor for BCKLWN)

Annual Accounts and Finance Papers 2023/2024

The Commissioners considered and approved the Annual accounts and Finance Papers for the year ended 31st March 2024, as required in the Audit regulations.

RESOLVED

> That the Chairman be authorised to sign the Annual Return, on behalf of the Commissioners for the financial year ended 31st March 2024.

C.1034 Finance – Looking Forward

Contributions from Developers

Mr Hill reported that Contributions from Developers had been received.

C.1035 Date of Next Meeting

Wednesday 22nd January 2025 at 10am at The Lamb & Flag Welney

C.1036 Inspection

PRESENT

J Heading Esq (Chairman)	R Gladwin Esq
R Sears Esq (Vice-Chairman)	S Imafidon Esq
N Cook Esq	Ms Morris
C Crofts Esq	C Sears Esq
M Fairey Esq	

Mr Hill (representing the Clerk to the Commissioners) & Mrs Oldfield (Chief Engineer) also attended the inspection.

Members held a tour and inspection to view the strategic parts of the Old Bedford River system which is vitally important for the evacuation of water from the district and for the intake of water during the summer. The Middle Leve Chief Engineer accompanied the members and gave a brief report on all aspects of the system viewed by the Commissioners. The Inspection ended with a tour of the Middle Leve Commissioners St Germens Pumping Station,

The tour comprised of:

- The Old Bedford River at Welney Bridge and the Welney gate
- Salters Lode, taking in the overspill structure, Old Bedford Sluice and the River Great Ouse
- St Germans Pumping Station.

Provided by the Middle Level Commissioners		**Item No:**	**4**
Meeting:	**MANEA & WELNEY DDC**	**Subject:**	**CONSTITUTION & MEMBERSHIP**
Date:	**Wednesday 22nd January 2025**	**Officer Responsible:**	**Polly Tombleson**

RECOMMENDATIONS

The Board is asked to:

A. Note the current status of its membership and the role they each play as members serving the interests of the Board.
B. Review attendance records and identify any resolutions as necessary.
C. There are currently **2** vacancies
D. To consider previous discussions of amalgamation – SM, MWe & Up.
E. Reinforce the need for members to view all five 'Good Governance' videos.
F. Identify any topic areas for additional training, as well as any inspection/site visit requirements.

1. Current status

1.1 The table below outline the current composition of the Board and the quorum as detailed in the standing orders.

	Elected Members	Appointed Members	Total Members	Quorum
Composition	14	N/A		5
Actual	12	3 FDC, 1 KLWN	16	
Vacancies	2		2	

1.2 The table below details the current elected members of the Board

No	Name	Status (one of four categories)	Commentary
1	Christopher Barnes	Ratepayer	
2	Neil Cook	Co-opted member to vacancy - ratepayer	Oddfellows rep
3	Michael Fairey	Nominee of Ratepayer (M Crouch)	
4	Roger Gladwin	Ratepayer	
5	James Hawes	Nominee of Ratepayer (Westfield Farms)	
6	Peter Hawes	Ratepayer	
7	John Heading	Ratepayer	Chairman
8	Marc Heading	Ratepayer	
9	Alison Morris	Ratepayer	
10	Charles Sears	Ratepayer	
11	Robert Sears	Ratepayer	Vice-Chair
12	Verden Walker	Nominee of ratepayer (M Crouch)	
13			
14			

1.3 The table below details the current appointed members of the Board.

1.4 Special levy paying District Councils appoint members to Boards and their role is to be part of the Board representing all the non-agricultural interests within the Board's district. The Council must consider appointing members who have relevant knowledge or experience that is relevant to the Board and its district.

1.5 Appointed members do not need to be councillors or employees of the Council, therefore can represent wider relevant interests within the district, eg major infrastructure, commerce, community groups, environmental interests.

No	Name	Appointing Council	Commentary (one of three categories)
1	James Carney	(FDC)	Councillor
2	Christopher Crofts	(BCKLWN)	Councillor
3	Sidney Imafidon	(FDC)	Councillor
4	Charlie Marks	(FDC)	Councillor

1.6 All Members are reminded that have equal status to each-other around the Board table and are here to serve the interests of the Board.

2. Attendance

2.1 The table below outlines the attendance record for the last four meetings of the Board.

Elected Members

No	Name	13/6/2024	10/1/2024	8/6/2023	8/2/2023
1	Christopher Barnes	Apologies	Present	apologies	
2	Neil Cook	Present	Present	attended	attended
3	Michael Fairey	Present	Present	attended	attended
4	Roger Gladwin	Present	Present	apologies	attended
5	James Hawes	Apologies	Present	attended	apologies
6	Peter Hawes	Present	Apologies	attended	apologies
7	John Heading	Present	Present	attended	attended
8	Marc Heading	Apologies	Present	attended	attended
9	Alison Morris	Present	Present	attended	attended
10	Charles Sears	Present	Apologies	apologies	attended
11	Robert Sears	Present	Present	attended	apologies
12	Verden Walker	Apologies	Present	apologies	attended
13					
14					

Attendance at Chairs Meetings

No	Name	6/12/2024	6/10/2023	13/12/2022	12/4/2022
1	John Heading	Present	apologies	attended	

Appointed Members (current and previous)

No	Name (Council)	13/6/2024	10/1/2024	8/6/2023	8/2/2023
1	James Carney (FDC)	Apologies	Present		n/a
2	Christopher Crofts (BCKLWN)	Present	Present	attended	attended
3	Sidney Imafidon (FDC)	Present	Apologies		n/a
4	Charlie Marks (FDC)	Present	Present	attended	

3. Vacancies & appointments

3.1 Appointment of Chairman – (Present Chairman – John Heading)
3.2 Appointment of Vice-Chair – (Present Vie-Chair – Robert Sears)
3.3 To appoint the Finance Committee – (Present Committee – Cllr C Crofts, R Gladwin, J Heading, Ms A Morris, R Sears)
3.4 There are currently 2 vacancies.

4. Composition and amalgamations

4.1 The Board is encouraged to continually monitor and review its membership, financial and climate resilience, along with assessing its influence locally, regionally and nationally. These are all factors that may lead the Board to consider changing its composition and/or amalgamation with (an)other Board(s).

4.2 Amalgamations and composition changes are not swift processes and can take a number of years. They require planning and additional/specialist resourcing by the MLC as your clerk, Environment Agency and Defra. Therefore, the Board is encouraged to think ahead five to ten years in its decision making, thinking about the next generation.

4.3 The Clerk to report on previous discussions regarding a possible amalgamation between – SM, MWe & Up.

5. Training

5.1 All Members are asked to digest the Good Governance Guide for Internal Drainage Boards published by the Association of Drainage Authorities and view the five accompanying videos intended to bring the guide to life. They are available via https://middlelevel.gov.uk/about/idb-governance/

5.2 To date 1 of 16 Board Members have reported viewing all five videos.
To date 4 of 16 Board Members have reported viewing 2 of the 5 videos.
To date 1 of 16 Board Members has reported viewing 3 of the 5 videos.

5.3 Members are asked to identify any topics areas they would value further training on as well as any site inspections that would help them undertake their role on the Board more effectively.

5.4 Member training is reported to Defra as part of the annual IDB1 return.

Author Name: Polly Tombleson
Role: Senior Business Support Officer

Provided by the Middle Level Commissioners		Item No:	5
Meeting:	**MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS**	**Subject:**	**CLERK'S REPORT**
Date:	**Wednesday 22nd January 2025**	**Officer Responsible:**	**Paul Burrows**

RECOMMENDATIONS

The Board is asked to:

A. Note the content of the report and feedback on items as appropriate.

1. MLC Services to IDBs

We have made the business decision to focus our clerking and technical services offer to IDBs within the Middle Level where there is water management connectivity with the Middle Level Commissioners' catchment.

The continued service offer to IDBs is contingent on their open-mindedness, support and leadership within the reform/amalgamation agenda, as this is needed to create a more sustainable medium- long term business model between the MLC and IDBs. It also contingent on IDBs taking active decisions to manage their risks appropriately to sustain and/or improve their health.

Therefore, the following eight IDBs have been provided with notice that our service offer will be discontinued:
- Bluntisham IDB
- Over & Willingham IDB
- Haddenham Level Drainage Commissioners
- Swavesey IDB
- Hundred Foot Washes IDB
- Hundred of Wisbech IDB
- Waldersey IDB
- Feldale IDB (administered by the Whittlesey Consortium of IDBs)

This covers all the services offered by MLC, i.e. clerking (admin, governance and finance), environment, M&E, planning & consenting, operations, survey, GIS and capital works.

The 'consultancy agreement' for clerkship services between the MLC and each IDB requires no less than 6-months' notice by either party expiring on 31st March in any year. Therefore, notice must be given by the end of September in any year. To provide each IDB with sufficient time to source alternative suppliers and to enable us to work with those suppliers and the IDB on a transition plan, the termination of services will come into force on 1st April 2026 at the latest. We will however conclude the year-end accounts and annual returns for 2025/26 which happens after 1st April 2026.

It is likely that there will be certain activities or pieces of work that may need to be continued beyond this date until a suitable milestone is reached. This will be agreed as part of a transition plan and a bespoke fee arrangement will be agreed for each of these.

Our service offer to Sutton & Mepal IDB and Manea & Welney DDC will continue given:
- The Old Bedford River interrelationship and potential future amalgamation with Upwell IDB.
- The Fens Reservoir proposal and Cranbrook/Counterdrain strategy may change the water management connectivity between these districts and the Middle Level Commissioners' system.

We are in discussion with Ramsey IDB with a view to taking on their clerkship.

We are refocussing because:

- There has been significant incremental change over the last 10-20 years in terms of IDB governance standards, financial requirements, health & safety, and environmental legislation.
- The scale of M&E and capital works is increasing as a generation of assets deteriorate and come to the end of their reliable life.
- Development pressures and the squeeze on Byelaws have intensified over the last 15 years.
- There is now much more of a need than in the past to work in partnership with a wider range of bodies across an increasingly diversifying suite of agendas.
- The active member inputs around many IDBs have reduced given the changes in farming and age demographic and some Boards are now struggling for attendance.
- The scale of strategic issues facing the Middle Level catchment has and will continue to increase exponentially and will require more focussed working with a broader range of partners locally, regionally and nationally than ever before (e.g. scale and impact of development, pressure on water resources, Fens Reservoir, scale of MLC capital works, impact of climate change on our system, lowland peat, environmental enhancement).
- We are not exploiting the opportunity to maximise sources of income beyond the drainage rate and special levy funding base.

All of the above means that MLC staffing resource is currently spread far too thinly and has been for some time. We consider that the organisation broadly has the staff capacity to provide a good level of service for the Middle Level Commissioners' responsibilities alone. Many staff are working well beyond their contracted hours to provide as good a service as possible for the MLC and the IDBs we currently have a service provision relationship with.

This all means that our service provision to IDBs is now having a direct impact on the delivery of the Middle Level Commissioners' responsibilities, therefore increasing their risks, liabilities and costs. The quality of service provided to all IDBs is also not where we feel it needs to be, which affects all IDBs.

The shorter-term measures to mitigate this are:

- Focussing our service provision
- Creating a new MLC Service Catalogue, including a review of fee arrangements, targeted improvements in efficiency, effectiveness and productivity.
- Introducing Key Health Indicators to better enable IDBs to manage their risks and enable comparison across the Middle Level.
- Targeted increase of staff capacity and use of 'bought in service'.
- Developing a 'case for change' in terms of IDB reform/amalgamation across the Middle Level (this needs resourcing).
- Ongoing amalgamation of March East & Euximoor IDBs and reconstitutions of Conington & Holme IDB and Warboys, Somersham & Pidley IDB.

The medium-term measures to mitigate this are:

- IDB reform/amalgamation across the Middle Level, including a review of the business model between the MLC and IDBs.
- Increasing and diversifying income, including a review of our charges associated with planning and consenting.

In terms of developing a new catalogue and associated fee structure, this is underway but not yet as developed as hoped given workload challenges. New staff are also bringing a new perspective to this. There are a few significant gaps in service provision emerging that need to be explored with the IDBs and would require resourcing (finance and people) and training. These include:

- Consent compliance
- Enforcement (inc complex cases and legacy issues)
- Major development and sites of concern (inc, multi-agency working)
- Authorisations and powers of entry
- Proactively formalising land registry, easements and agreements

- Communications and engagement

To ensure no conflict of interests within our service provision to IDBs, we will not undertake private work for ratepayers, landowners, developers, or any prospective consent applicant. It is particularly important that ratepayers' and Board Members understand and respect this position within any works they plan or are involved in that may need consent from the IDB or MLC. This will support Board Members in managing their own conflict of interest and within their code of conduct. There may be exceptions to this that will need to be reviewed and agreed between the MLC Chief Executive/Clerk and IDB Chairman.

2. The IDB governance future within the Middle Level of the Fens

As previously reported to the MLC Board and IDBs, on 15th February 2024 the Chairs, Vice Chairs and Board Members who sit on more than one IDB within the Middle Level (and those outside the catchment that we administer) had been invited to an informal session in Ramsey to share thoughts about the future IDB governance landscape within the Middle Level and whether action was needed to ensure this was resilient for the future.

The consensus from those who attended was that we needed to act and a small working group was identified to draft an initial case for change. The working group met on 5th September 2024 and were joined by Innes Thomson, ADA Chief Executive. The group used the 'Geoff Beel' vision from 2009 as a starting point to discuss the primary drivers for change and the key concerns that any proposed new model would need to take account of.

A summary of the discussion:

- Change is not new within the Middle Level and there has been ongoing evolution of IDBs.
- We need to locally design and drive future change, proactively taking control of our own collective future. IDBs are the decision makers.
- We need to agree what we need to look like in 5-15 years to be sustainable and efficient for the subsequent 25 years.
- Do Nothing and Do Minimum (continued incremental change) are not considered as options as amongst other risks they increase the likelihood of reform being directed upon us.
- The scope is to develop options and then identify a preferred option for the future IDB model of IDBs within the Middle Level catchment ie where we have two tiers of land drainage.
- Similar discussions are happening elsewhere and currently the new government is in supportive and listening mode. We need to develop our approach very much with the Minister (plus Defra and Environment Agency) not for the Minister.
- We risk becoming more of an anomaly if other IDB landscapes drive reform and we do not.
- Amalgamating IDBs into the Middle Level Commissioners or becoming one very large two tier IDB has been ruled out and will not be recommended to the MLC Board (see below for rationale).
- We think options for one, two, three, four and maybe five IDBs need to be developed to an outline design stage. The management and operational delivery model may change for each of these.
- Any preferred option would need to ensure and ideally enhance value for money and make sense from a business point of view.
- Private Districts are an added complexity that ought to be considered within a detailed design phase, once a core IDB preferred option has been determined.
- There is a recognition that additional resources are needed to develop and deliver a case for change. IDBs will need to make a provision/contribution for this and in doing so increase the likelihood of securing funding from others. Seed funding to get us moving is needed ahead of asking 24 IDBs for funds.
- There is a recognition that implementation of a preferred option would need to be resourced, managed and led as a change programme.

The Middle Level Commissioners, whilst having the responsibilities and functions of an Internal Drainage Board under the Land Drainage Act 1991 and Floods & Water Management Act 2010, have functions and responsibilities beyond a 'normal' IDB that are specified and catered for within a suite of primary legislation, predominantly the Middle Level Acts.

Amalgamating 24 IDBs into the Middle Level Commissioners would likely need new primary legislation and similarly becoming one large two tier Middle Level IDB (solely acting under the Land Drainage Act) would mean repealing a suite of primary legislation. Both approaches would be significantly more complex, costly time-consuming and controversial than recent experience with the Middle Level Act (2018) that introduced navigation licensing.

Repealing the Middle Level Acts and becoming a Middle Level IDB would mean new legislation and a new body would be needed to take over the MLC's navigation authority role (or the Environment Agency subsume these) and potentially our water transfer role. This would add unwelcomed additional complexity to water level management within the Middle Level given how the system and infrastructure serves and balances a variety of interests and is likely to be largely unsupported by many of beneficiaries of our system.

The next steps identified:

- Paul Burrows and Innes Thomson to pitch for seed funding from the Environment Agency's Fens2100+ programme. Paul Burrows to ask the MLC Board to consider a financial contribution at their meeting on 7th November 2024.
- MLC to then act as lead client bringing in local knowledgeable extra hands to develop the scoping and outline design. A scope for this will need to be developed.
- The ambition would be to present outline design options via IDB 2025 meetings. This ambition is subject to funding, resources and not having an exceptionally wet winter to contend with again.
- Working Group to meet again in January 2025 (dependent upon the above).

3. Electricity

3.1 Electricity Service

In terms of standing charge policy, our appearance on BBC Countryfile has contributed to ofgem consulting on a revised approach. They have no definite timescales as yet unfortunately but have reiterated that IDBs remain an important case study for them and one they will continue to raise with decision-makers within government.

A group made up of nominated IDB Chairs along with the MLC Chairman and Vice Chair reviewed the electricity contract. Having reviewed options, it was agreed by all to enter into a 12 month fully fixed, 100% renewable power electricity contract with EDF Energy, together with a service level agreement with Green Energy Advice Bureau (GEAB), who will manage the contract and validate invoices.

New Unit Rates are within the range of 21-29p. Following the last TCR in 2023/2024 the annual standing charges amounted to £155,662.32, these now stand at £130,467.61 before adding St. Germans, which at present equates to £49,122.50, being a total of £179,590.11, an annual increase of £23,927.79 across the portfolio. The St. Germans quote does not include the Targeted Charging Review (TCR) charges, which is not down to GEAB nor EDF, but a supplier wide decision due to the EH1V type of meter, which means suppliers will charge the TCR as they are charged from the Distribution Network Operator (DNO).

We have been advised that the standing charges will continue to increase due to the TCR charges as these are going up year on year. The DUoS (Distribution) and TNUoS (Transmition) charges are set each year, and this is the distribution and transportations costs and will be affected by such things as oil prices and demand for dealing with Liquified Natural Gas (LNG) shipments.

4. Charging for Planning & Consenting

As previously reported, we have for a long time been reactive and had insufficient resources to cater for the amount and range of planning and consenting workload for the Commissioners and IDBs with an inability to step back and identify and implement improvements. Our reputation has suffered, and we receive regular complaints.

With new leadership capacity and capability within Technical Services, we are now in a healthier position to identify and drive improvements. A key foundation of improvement is a review and implementation of our charging approach for developers and consent applicants. We have identified that we are significantly out of sync with neighbours and have likely been missing out on substantial income over many years. This is income that could in part be reinvested into developing our capacity and capability to improve our service, as well as contributing to asset improvement budgets.

The Board is asked to support the need to review our charging model to maximise income. The intent is to present a proposal to the MLC Board for approval in April 2025 with subsequent approval being sought by the IDBs thereafter.

5. Rating

As previously reported the Water Management Alliance's (WMA) support for their rating software (DRS2005) which we use to manage and issue circa 4000 drainage rates on behalf of the Commissioners and administered IDBs will be discontinued on 31 March 2025. ADA subsequently decided not to lead on the redevelopment of DRS.

The WMA have re-written DRS for their members IDBs in Access 365, which will be made available for other IDBs to use under licence. This software is known as DRS365 and runs on their Terminal Server, which will be securely operated, maintained and supported remotely.

Upgrading to DRS 365 (the software licence, training and transitioning work) will cost circa £10k per site (ie covering MLC and our administered IDBs) and the annual support charge will be circa £5k per site. This covers their costs and provides a more robust, sustainable and better supported system than we currently have, reducing risk to MLC and our administered IDBs. These costs will be reviewed next on 1 April 2025 and annually thereafter. The existing DRS2005 maintenance fee is £1k per annum.
The only other options we have would be to create our own software (which is impractical) or revert to a paper-based system (which would be a retrograde and resource intensive step). In these circumstances the WMA would offer a year extension to the DRS2005, hosted on their server, but at our risk should Microsoft decide to turn off the Access 2003 platform upon which the existing DRS is dependent.

6. Debt Management

Having had limited success with previous bailiffs, we are trialling a new approach to debt management. We have issued a suite of legacy drainage rate and developer charges debt held by the Commissioners and some IDBs to Glenwood debt management company. They operate on a no win no fee basis, and if they prove successful there is opportunity to issue them cases much earlier on in the process, at non-payment stage. This could be significantly more efficient in terms of staff time and hopefully more effective.

Author Name: Paul Burrows
Role: Clerk

<table>
<tr><td colspan="2">Provided by the Middle Level Commissioners</td><td>Item No:</td><td>Under Clerks report</td></tr>
<tr><td>Meeting:</td><td>MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS</td><td>Subject:</td><td>FENS RESERVOIR</td></tr>
<tr><td>Date:</td><td>Wednesday 22nd January 2025</td><td>Officer Responsible:</td><td>Paul Burrows</td></tr>
</table>

RECOMMENDATIONS

The Board is asked to:

A. Approve that the Board act as one with the Middle Level Commissioners and other impacted IDBs. Therefore, the Middle Level Commissioners staff, consultants and legal service provider are authorised to act on behalf of and represent the Board.
B. Acknowledge that the Fens Reservoir DCO may need to overwrite/disallow existing statutory powers held by the Board and delegate the decision making on this to the Clerk, engaging with the Chairman/Vice Chairman as he sees fit.

1. Latest position

1.1 On behalf of the Middle Level Commissioners and IDBs, we responded to the phase two public consultation and having worked closely with Anglian Water over the last 24-months, what is now clear within the proposals is that in terms of water source, water transfer, site flood resilience, emergency drawdown and downstream water transfer routes, the planning, construction and operation of the reservoir will be dependent upon the Middle Level Commissioners' and IDB infrastructure, our operations and our resources. These need to be ready and resilient for this enhanced future role.

1.2 Whilst the Middle Level has always been key within UK food security, the Fens Reservoir (see website) is a game-changer as our collective infrastructure and operations will also become critical for regional housing and economic growth beyond our catchment. This is arguably the boldest and most transformational investment in the Fens since the original great drainage schemes of the 1600s. It presents a great opportunity to bring resilience and investment into the Middle Level as we face the accelerated challenges of a changing climate as evidenced within the recent Future Fens Integrated Adaptation Programme's Climate Change Risk Assessment.

1.3 We will be prioritising input into the Fens Reservoir as the potential gains are significant and the stakes are high. Therefore, please be mindful that other service standards may be affected.

1.4 We have been recovering our staff time costs associated with many aspects of supporting Anglian Water develop the Fens Reservoir proposals through a Service level Agreement (SLA). The SLA is being updated to cover additional technical support we need to bring in, e.g. consultants. We are also finalising a separate agreement for reservoir project funded additional staff capacity.

1.5 By spring 2025 Anglian Water aim to have a whole scheme solution identified ahead of another design freeze and third non statutory public consultation.

2. IDB Interests

2.1 The table below outlines the IDBs that we administer that are directly impacted in one way or another by the proposals so far. However, with the Middle Level being the proposed primary source of water, this means indirectly all the other IDBs that gravity outfall or pump into the Middle Level Commissioners watercourses also have an interest.

Organisation	Direct Interest areas	Notes
Middle Level Commissioners	Interaction with and impact on MLC infrastructure and operations: • Water sources • Emergency drawdown • Site design • Downstream transfer Governance impacts of reservoir	
Curf & Wimblington Combined IDB	Interaction with and impact on IDB infrastructure and operations: • Site design (main site) • Downstream transfer Governance impacts of reservoir	
Commissioners for imbanking fen lands and low grounds within the Parishes of Chatteris, Doddington and Wimblington, also known as the 'Imbanking Commissioners'	*Governance opportunities the reservoir may enable dissolve the Commissioners and redistribute assets*	
Nightlayers IDB	Interaction with and impact on IDB infrastructure and operations: • Site design (treatment works) • Downstream transfer Governance impacts of reservoir	
Sutton & Mepal IDB	Interaction with and impact on IDB infrastructure and operations: • Downstream transfer	
Warboys Somersham & Pixley IDB	Interaction with and impact on IDB infrastructure and operations: • Downstream transfer	
Manea & Welney District Drainage Commissioners	Interaction with and impact on IDB infrastructure and operations: • Downstream transfer	
Upwell IDB	Interaction with and impact on IDB infrastructure and operations: • Downstream transfer	
Bluntisham IDB	Interaction with and impact on IDB infrastructure and operations: • Downstream transfer	*From 1st April 2026 we are discontinuing MLC services to these IDBs. With them and their new service provider we'll need to consider what this means for the Fens Reservoir.*
Hundred Foot Washes IDB	Ouse Washes as a potential water source	

3. Legal approach

3.1 Over the coming months we need to work with Anglian Water to develop a draft 'Statement of Common Ground' and identify any 'Principle Areas of Disagreement'.

In terms of our external legal costs, Anglian Water have confirmed that they are prepared to cover the reasonable costs associated with activities that assist in the Development Consent Order (DCO) process/implementation of the scheme. This would be Anglian Water covering legal costs associated with:

1. The drafting, negotiation and completion of any legal agreements for the protection of MLC's assets (as a result of the DCO).
2. The drafting, negotiation and completion of any legal agreements in relation to operational matters required to be agreed/formalised to allow the DCO to be implemented/operate.
3. The drafting and negotiation of any protective provisions on the face of the DCO.
4. Entering into, and review of, the Statement of Common Ground (SoCGs)

Anglian Water would <u>not</u> expect to cover <u>any legal costs</u> related to activities such as:

1. Review of consultation and other materials and the drafting/review of consultation responses
2. Drafting/review of relevant and written representations during the DCO examination.
3. Drafting of responses to Examining Authority posed questions directly to MLC.
4. Drafting/review of any other written submissions during the DCO examination (e.g. Principle Areas of Disagreement (PADSS)).
5. Attendance at hearings.

3.2 We approached several external solicitors with experience in DCOs and are due to get into contract with our preferred supplier in January 2025.

3.3 For the Fens Reservoir, if the Middle Level Commissioners (including their employees and consultants) are to act on behalf of the MLC and IDBs they administer in a manner that is legally robust for a scheme of this complexity and significance, it is prudent to secure specific delegations and authority from each organisation.

3.4 Acting as one will enable efficiencies, increase agility, improve responsiveness and help manage and mitigate conflict of interests that some individual MLC/IDB Board Members have with the Fens Reservoir.

3.5 Acting independently would mean each organisation may need different staffing and legal service arrangements to look after their individual interest, i.e. the MLC staffing structure would not be able to act for each IDB as well as the MLC. This is impractical. It is also unlikely we would be able to practically manage the terms of any security/non-disclosure requirements that come with a scheme of this type by acting independently.

3.6 As the Fens Reservoir Development Consent Order will disallow/overwrite exiting statutory powers held by the Middle Level Commissioners and IDBs, the Board is asked to acknowledge this need and delegate the decision-making authority to the Clerk engaging with the Chairman/Vice Chair as he sees fit.

Author Name: Paul Burrows
Role: Clerk

Provided by the Middle Level Commissioners		Item No:	7
Meeting:	**MANEA & WELNEY DDC (Hereafter referred to as the Board)**	**Subject:**	**CONSULTING ENGINEERS REPORT: CHIEF ENGINEER'S SUMMARY & CAPITAL PROGRAMME**
Date:	**Wednesday 22 January 2025**	**Officer Responsible:**	**Nicola Oldfield**

RECOMMENDATIONS

The Board is asked to:

A. **Acknowledge the proposed approach to introduce interim charges for responding to applicant's questions.**
B. **Confirm whether it wishes to create, adopt and issue standing advice notes for its district and instruct the Consulting Engineer accordingly.**
C. **Confirm if it wishes to submit any bids for the IDB Fund T2B.**
D. **Consider the development of an investment plan for asset refurbishment/replacement as described in the M&E Report and instruct the Consulting Engineer accordingly.**

1. Technical Services

1.1 Since Chris Bailey started as our new Head of Technical Services, we have been updating the catalogue of services which the MLC could provide. Given the increasing frequency of complex cases where Boards consider there may be a need for regulation and enforcement dependant on the costs and benefits, we are reviewing and updating training, policies, and capacity to undertake enforcement and compliance regulation on behalf of the Boards we represent.

1.2 We are receiving an increased number of questions from developers ahead of planning applications/consent applications, with an expectation that we can provide the information freely. Until we have completed the review of our charging model, we will be introducing interim charges for answering these questions if applicants do not enter into a pre-app agreement. There is already provision for this within our existing charging structure.

Please refer to item 4 in the Clerks report.

2. Summary of Key Planning Issues

We will, when possible, seek the Board's input, rather than wait for Board meetings. This will be done via correspondence with the Chair, Vice Chair/District Officer and any appropriate sub-committees.

2.1 ***New developments and the use of SuDS***

Analysis of the responses from the last round of meetings revealed that the Board and its members had overwhelming concerns about the uses of SuDS Devices from the design, construction, ownership, management and maintenance phases.

Despite the new government growth agenda, as partly discussed above, it appears unlikely that the previously announced implementation of Schedule 3 of the Flood and Water Management Act and the introduction of the SuDS Approval Board (SAB) will occur in the near future.

2.2 ***The Board's System Flood & Drainage Infrastructure Capacity***

Further to the last Board meeting the Board is asked to confirm whether it wishes to create, adopt and issue standing advice notes for its district and instruct the Consulting Engineer accordingly.

2.3 **Cranbrook/Counter Drain (CCD) Flood Risk Management (FRM) Strategy**

Further to the last Board Meeting the recommencement of the once regular Update Meetings has not occurred but the Environment Agency advises that work continues on this long-term Strategy. A return to regular meetings even on a trimonthly or quarterly basis has been requested.

The MLC Planning Engineer continues to represent the Boards on the Stakeholder Group and associated engagement but was unable to attend an EA "Internal Workshop" held in August.

A MLC & IDB Meeting, attended by members of the Boards sub-committee, together with the Commissioners Chief Engineer and Head of Technical Services, who both sit on the Project Board, was held during December. This included a general discussion concerning the IDB's involved and provided a brief update on the current situation but largely required them to reaffirm their position.

From the Boards perspective little or slow progress appears to be made. It is also noted that there have been several outcomes which the Boards have contributed to but have not yet been supplied for review/consideration. The EA have been advised that it is difficult to make a recommendation when none of the detail is known. Therefore, on the Boards behalf a request was made for the provision of any outcomes – Lidar, ground water, topographical survey, hydraulic modelling etc but this has not yet been received.

2.4 **Manea-Town Lots Water Recycling Centre (WRC)**

Capacity Issues

It is understood that the issues associated with this WRC continue but no other concerns or material evidence have between received to support the case.

As discussed previously these concerns were raised during Anglian Waters DWMP the final version of which was issued in May 2023. This document advises (on page 127) that its Medium Term Plan (by 2035) requires Ground Water Infiltration Reduction but no Long Term Plan (by 2050) is proposed.

Anglian Water have now replaced its previous DWMP & Water Recycling Growth Manager but, unfortunately, the previously proposed meeting to discuss issues with both this and other WRC's of interest has not yet occurred due to illness. A request will be issued for such a meeting to be held in the New Year.

Water Quality

In recent months the Environment Agency have objected to developments intending to discharge to the WRC stating:

"The proposed development site is located within the catchment of the Manea – Town Lots Waste Water Treatment Works (WWTW), which serves the village of Manea. This WWTW is exceeding the limits set for its environmental permit to discharge treated flows to a surface waterbody which in this case is the drain under the jurisdiction of the Manea and Welney Internal Drainage Board which forms part of the Old Bedford and Middle Level catchment. The Middle Level is at 'moderate' classification and required under the Water Environment (Water Framework Directive) (England and Wales)

Regulations 2017 to reach 'good' by 2027. The River Basin Management Plan for this catchment cites challenges caused by pollution from the water industry as a reason for not achieving 'good'. We note that Anglian Water Services (AWS) have not identified actions to increase capacity at this WWTW in their published Drainage and Wastewater Management Plan.

The limits in the environmental permit issued for this WWTW are set to prevent harm to the waterbody into which the treated flows discharge. Exceedance of this presents a risk of causing deterioration. The Manea WWTW has frequently exceeded the set permit limit since 2017. This situation is likely to be exacerbated by increased foul water flows from new development, especially if this occurs in a similar timeframe to other consented developments but there appears to be no discussion in the submitted documents of how the proposed development would affect this. For these reasons we consider that the applicant has not provided sufficient information to assure the Local Planning Authority that if consented, this development will not cause unacceptable harm to the water environment.

<u>*Reason*</u>

Paragraph 180 of the National Planning Policy Framework stated that the planning system should contribute to and enhance the natural and local environment by preventing both new and existing development from contributing to, being put at unacceptable risk from, or being adversely affected by, unacceptable levels of water pollution."

In order to bypass this problem developers are suggesting that foul water is dealt with using private treatment plants. As discussed previously there are several issues associated with this including water quality and the lack of dilution of any discharge within the receiving watercourses including the neighbouring Curf and Wimblington IDB.

Developers have been advised that neither the Curf & Wimblington Combined IDB or the Manea & Welney District Drainage Commissioners will consent to the discharge of treated foul effluent into watercourses in their districts. However, it is suggested that given the issues involved this extended to include the disposal of surface water.

Due to the proximity of the discharge to the Ouse Washes a nutrient neutrality assessment will be required to support future consent applications.

The Boards comments on the above principle and the issuing of a Standing Advice/Position Statement that can be issued to the relevant parties.

2.5 **Other Developments**

NB – The following entries provide an update since the January 2024 Meeting Report.

<u>Welney</u>

<u>Residential development to the north west of The Grange and south east of New Road (Old Croft Place), Welney - Client of JPP Consulting (MLC Ref No 559) & Mr R Boyd (Lincoln Jack Ltd/Loyd Homes/Client of SEA Structural Engineers Ltd) (MLC Ref No 567)</u>

The development which fronts on to the Old Croft River is complete.

Some documentation associated with this site concerning the Boards acceptance to the site, believed to be a request from Homes England, remains outstanding and now may be an appropriate time to raise any issues of concern that the Board may have.

3. **IDB Recovery Fund T2B**

Funding allocations for Tranche 2 were confirmed in mid-November and work is underway to deliver by the end of March 2025. No bids were submitted on behalf of the Board due to time constraints for delivery.

At the end of November 2024, we received confirmation of the bidding window for the remaining £19m. Expressions of interest for Tranche 2B are to be submitted between 4th December 2024 and 31st January 2025, for capital-only works to be delivered in 2025/26. Outcome of the bids is expected at the end of February 2025.

The criterion for bids is/was for the modernisation, innovation, and upgrade of IDB assets and waterways, making them more effective, sustainable, environmentally friendly for agricultural land, flood risk and rural communities.

The Board is asked to confirm if it wishes to submit any bids.

4. **Capital Programme**

4.1 In terms of FCRM Grant-in-Aid (FCRM GiA) the current indication is that there will be no further funding allocation within the current spending review period. This has meant that the catchment study due to start this year will not be funded to completion next year and work has been stopped.

4.2 However, at the recent Cranbrook/Counter Drain Flood Risk Management Strategy meeting it was agreed that detailed structural inspections of the adjacent Boards' pumping stations could be completed this financial year to inform the strategy. It is therefore proposed to use the funding allocated to the catchment study this year to deliver an asset inspection of the Board's pumping stations. The Consulting Engineer will progress this in consultation with the Environment Agency. The results of the inspection will confirm the residual life of the pumping station and inform future grant funding bids.

4.3 The Board's Capital Programme is shown as Appendix 1.

Author Name: Nicola Oldfield
Role: Chief Engineer

Appendix 1: Capital Programme
Appendix 2: List of applications responded to since last meeting
Appendix 3: M&E Report

Appendix 1

Manea & Welney District Drainage Commissioners														
Capital Improvement Programme (2025/2026)		PREVIOUS YEARS	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30	2030/31	2031/32	2032/33	FUTURE YEARS	ALL YEARS
		Pre Yr 0	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Post Year 10	Total Expenditure
Glenhouse p/s	Pumping station replacement	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Pumping station pumping and control equipment replacement	0	0	0.0	0.0	750.0	750.0	0.0	0.0	0.0	0.0	0.0	0.0	1500.0
	Pumping station automatic weedscreen cleaning equipmet	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Pumping station Control building refurbishment/replacement	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	15.0	15.0
	Pumping station compound/surrounds improvements	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Purls Bridge p/s	Pumping station replacement	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	5,000.0	5000.0
	Pumping station pumping and control equipment replacement	0	0	0.0	180.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	180.0
	Pumping station automatic weedscreen cleaning equipmet	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Pumping station Control building refurbishment/replacement	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Pumping station compound/surrounds improvements	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	John Deere Tractor - *purchased April 2020 - £111,480*	0	0	0.0	0.0	0.0	0.0	0.0	0.0	85.0	0.0	0.0	0.0	85.0
	Herder Cavalier Flail Mower - *purchased June 2020 - £71,100*	4	0	0.0	0.0	0.0	0.0	0.0	0.0	65.0	0.0	0.0	0.0	69.0
	Citroen van - *purchased 13/03/2015 - £8,753*	0	0	15.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	15.0
System Study	To inform future refurb needs	0	0	10.0	20.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	30.0
Drainage Channels		0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Refurbishment of inlets/outfalls	0	0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
		4	**0**	**25**	**200**	**750**	**750**	**0**	**0**	**150**	**0**	**0**	**5,015**	**6,894**

Appendix 2

The following planning applications have been responded to since the last report:

MLC Ref.	***Council Ref.***	***Applicant***	***Type of Development***	***Location***
686	24/00152/O	Fast Mill Ltd	Residential (3 dwellings)	Hurn Drove, Welney
687	F/YR24/0701/F	Mr & Mrs Gale	Residence (Extension)	Station Road, Manea
688	F/YR24/0706/F	Agrimech Ltd	Commercial (Change of use – land and existing building to office)	Wimblington Road, Manea
689	F/YR24/0844/F	Mrs S Richardson	Conversion (Garage to Annexe)	Fodder Fen Road, Manea

No infiltration device applications have been acknowledged since the last report.

No Byelaw Consent (to undertake works in and around watercourses or to discharge to a watercourse) applications have been granted during the reporting period**.**

Appendix 3

Provided by the Middle Level Commissioners		Item No:		7
Meeting:	**MANEA & WELNEY DDC (Hereafter referred to as the Board)**	**Subject:**	**CONSULTING ENGINEERS REPORT: MECHANICAL & ELECTRICAL**	
Date:	**Wednesday 22 January 2025**	**Officer Responsible:**		**Dave Bantoft**

1. **M&E key messages and advice**

In light of uncertainty of GiA funding the Board is strongly advised to consider the development of an investment plan for asset refurbishment/replacement. The Board is asked to instruct the Consulting Engineer accordingly.

1.1 Other than the matters described below or previously reported, only routine maintenance has been carried out since the last meeting and the pumping plant at each of the stations is mechanically and electrically in a satisfactory condition. The stations, pumps and control panels are at an age where reliability is a concern.

1.2 <u>Electricity Readings</u>

Andy Maddams supplies regular monthly meter readings and pump hours which are greatly appreciated and allow efficient verification of electricity bills.

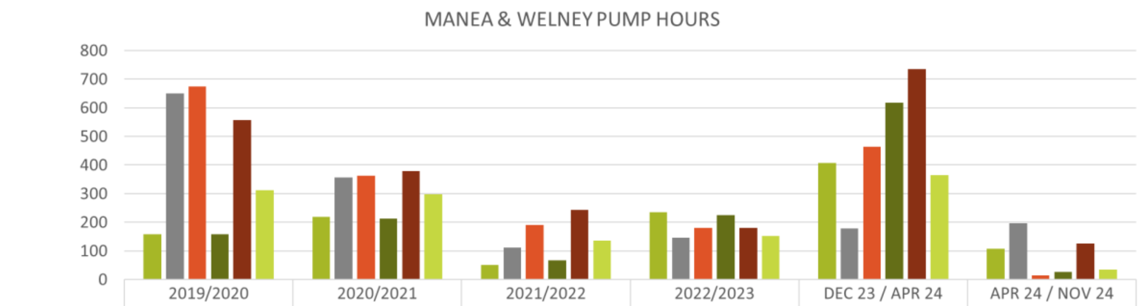
1.3 <u>Purls Bridge</u>

The insulation resistance of pump 1 had deteriorated to 12 M ohm at the September 2023 routine inspection; this pump has been set to duty through this pumping season and the resistance has improved considerably to 283 M ohm at the April 2024 routine inspection and 202 m Ohm in November 2024. This shows there may be moisture ingress into the pump which has improved with the heat of regular running. This will continue to be monitored. It should be run regularly to help prevent the ingress of water. This pump was last overhauled in 2016. Overhauling this unit again is not recommended as due to its age it is unlikely to be viable or reliable. The insulation resistance of the pump deteriorated slowly over several years before the last overhaul and may do again, but its reliability is a concern. Bedford Pumps have advised that a replacement of this type would be in the range of £70k to £100k.

Pump 2 had a slight wobble at the last inspection which will need to be monitored closely, this does sometimes happen will a build up of debris on the impellor, which can clear itself. It may also be a sign of a pump issue that will need to be rectified if it continues. There is no record of a pump overhaul since its fitting in 1986. An overhaul of this type of pump is likely to be in the region of £50k.

The electrical control panels are at an age where reliability is a concern and plans should be put in place for their replacement. They are likely to cost in the region of £20k to £30k.

2. Pumping summary



	2019/2020	2020/2021	2021/2022	2022/2023	DEC 23 / APR 24	APR 24 / NOV 24
GH PUMP 1	159	219	50	236	407	107
GH PUMP 2	650	356	112	146	178	197
GH PUMP 3	675	363	191	180	464	15
GH PUMP 4	159	213	66	225	617	26
PB PUMP 1	556	379	244	180	734	126
PB PUMP 2	311	298	135	152	365	34

3 Inspections

3.1 HSB Engineering annual inspection for insurance at Purls Bridge was carried out during September 2024. Glenhouse Inspection date to be confirmed as out of commission in September 2024.

3.2 The mandatory site Electrical Installation Condition Reports (due every 5 years) are in date.

Glenhouse	12-Nov-2020	12-Nov-2025
Purls Bridge	12-Nov-2020	12-Nov-2025

4. Pumping Station Key Dates

4.1 Please review the pumping station key dates below, if there are any discrepancies or you can add any details, please let me know. The key dates are an important reference and will feed into the upcoming Key Health Indicators and District Studies.

Station	Built	Pump	Pump Overhaul	Controls	Weedscreen Bars	WSC	WSC Overhaul	Controls
Glenhouse	1948/ 1997	1997		1997	1997	1997	2021	1997
Purls Bridge	1978	1999 (1) 1986 (2)	2016 (1)	1978	2008	2008	2008	2008

Author Name: Dave Bantoft
Role: M&E Engineer

Manea & Welney District Drainage Commissioners District Superintendents Report January 2025

2024 was an interesting year.

The second wettest year on my records and a whole 30mm short of 2023, yet the wettest month, February, was second only to December 2020. The driest month, August, was 1mm shy of being the wettest, driest month at 18.5mm. All this added up to a total of 827.5mm falling on the District. This pushed the rolling five year average up from 686.5mm to 719.25mm. The overall average for the eleven years that I have been in post is still fairly settled at 640mm.
Being a sucker for 'cigarette packet' figures, I totalled up the pumping hours and volumes for the three wettest years 2024 (827.5mm), 2023 (857.5mm) and 2020 (752.75mm). Respectively the pumping hours were 2893, 2546 and 2435. Volumes, respectively being 8,842,320t, 8,212,320t and 7,573,680t. The rainfall patterns were very different for each of the three years.
2024 started wet on the back of a very wet end to 2023 with ground water levels, and flow rates so high that regular pumping didn't stop until June 5th. A further wet spell in July saw 27 hours of midsummer pumping from 16th to 21st. Pumping was resumed on September 9th to ready the District for maintenance.

Flailing had started on April 8th, albeit somewhat intermittently at first due to the soft ground conditions in places and a desire not to leave deep wheelings on the drainsides. The 360 arrived in the District on September 18th and finished a full programme of work on November 7th. This period was artificially long as there were eight days when the machine was idle waiting for pipes to be delivered to site and also a mechanical breakdown. Of the 32kms of District drains, all but 1300m received attention from the flails and reed basket or 360. Two collapsed culverts were dug out and had new pipes installed.

Once again the John Deere/Herder combination has proven to be a very efficient and easy machine to operate. It still surprises me how much time is saved in a days mowing by not having to turn the whole machine at the end of each cut, the few seconds taken to lift, turn and lower the flail head adding up to a minimum of time. Added to this is the flexibility of being able to swap from flails to reed basket in less than twenty minutes, and providing the 360 operator with a much clearer view of his work, we save on the number of 360 hours charged to maintenance. In each of the last two years I believe the 360 has spent a week less on the District than was usual.

The little dredging bucket doesn't get many outings each year, but on several occasions it has been invaluable in clearing blocked pipes. Spending half an hour on site with the dredger rather than four or five hours of hard graft with waders and a krome is better use of my time to be sure.

Sadly the tractor blotted its copybook when an oil cooler hose burst whilst reed cutting in the Autumn, requiring a call out visit by a Ben Burgess engineer to effect a repair on the drainside. That apart, the tractor has been reliable, needing no more than regular service by my grease gun. The original Herder flails have finally come to the end of their life and, along with some reed basket knives, will be replaced before flailing begins this year.

At Glen House the machinery has been generally reliable, regular servicing being the main requirement during the year. The cooling radiator on number 2 set failed and required replacement, what should have been a simple swap over became a frustration as none of the fixings on the new component quite matched those existing in the canopy. Armed with a hacksaw, cold chisel, large hammer and some anglo-saxon language it was persuaded into place and the engine runs as cool as a correctly cooled diesel should. A second radiator was purchased and is due to be fitted to number 3 set as it suffers from overheating issues in all but the frostiest weather…now where did I put that cold chisel?

New hoses were fitted to the weed screen cleaner as the originals, fitted at the refurbishment in 2021 had become stretched and failed to sit on the winding scrolls correctly, causing one to burst.

Purls Bridge pumps have been reliable as ever, apart from the irritation of sometimes tripping the low level cutout if the power supply suffers a brief outage, such as a swan strike on the overheads. There is no pattern to this, but the ability to see the telemetry from home means I can immediately tell if they have failed to run at night and it's a quick fix, taking longer to drive from the road to the pumphouse than to rest the system.
I have tinkered with how I set the starting trigger points and can now prevent more expensive, daytime running almost completely.

The Berlingo van had been generally reliable and economical in operation. Service and MOT was carried out in early March, along with some minor repairs. A couple of punctures along the way brought it to the middle of our maintenance programme when a wheel bearing let go in fine fashion. Sounding more like a tube train than a small van, I had to send it in for repair to prevent deafness. At the same time a failed ABS sensor and worn suspension link were replaced.
With only 47,000 miles covered in nearly ten years, the operating conditions are not always kind to the van, but it soldiers on very nicely considering.

As I travel the District by tractor, van or National Health feet, I am pleased to witness all the signs of the District being a healthy environment for wildlife to exist. As I flail, there are often Kestrels or Buzzards following my progress as gulls follow a plough. They seem to make a good living from being able to see their prey after the mower has passed.
Similarly, there has been the regular sight of Cattle Egrets prospecting in the wake of the reed bucket. I was used to seeing Herons and sometimes Little Egrets following at a distance, but the Cattle Egrets get almost under the basket, even being unconcerned when I stop for lunch and Bill has a wander along the drainside.

Several good sized Pike have been caught near to both Pumping Stations, and again are an excellent sign that the water courses are in good health, apex predators being a most useful indicator in that regard.
No mink have been caught in the District for nearly two years now, and the general consensus seems to be that they have been fairly well cleared from the Fens. This may explain the even more regular water vole sightings.

All in all I believe the District to be in very good shape operationally to continue our task of water level management. There is always something to do, and very few dull moments, be it wrestling a car tyre from the flail head or welding a new tine onto the 12' krome, resetting the Purls Bridge trips at 11pm or starting reed cutting at 6am. With clasp knife, good boots, terrier dog and a splendid working relationship with our Chairman I am looking forward to 2025.

Provided by the Middle Level Commissioners		Item No:	10
Meeting:	**MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS**	**Subject:**	**GOVERNANCE**
Date:	**Wednesday 22nd January 2025**	**Officer Responsible:**	**Paul Burrows**

RECOMMENDATIONS

The Board is asked to:

A. Consider and approve the Annual Return 2023/2024
B. Consider and approve the Auditors Report for 2023/2024
C. Note the continued appointment of Whitings as Internal Auditor.
D. Consider and approve of authorised officers for operational/regulatory roles
E. Consider and approve resolutions regarding new Responsible Finance Officer
F. Consider the pumping station valuation proposal
G. Review and approve the updated Policies included as appendix.
H. Consider and approve the Data Protection Officer
I. Highlight if there are any specific risks or issues not covered within its Risk Management Strategy that may need review ahead of the next formal update.
J. Note the system of financial Internal Controls that are in place and consider whether additional controls are required within the running and decision making of the Board.
K. Exercise of Public Rights
L. Consideration of potential litigation, liabilities, commitments

1. Annual Return & Auditors Report 2023/2024

1.1 The AGAR provides the framework by which the governance of the Board is assessed. The Board's last AGAR is available on its page via www.middlelevel.gov.uk

1.2 The Board/Commissioners to consider:

- the comments of the auditors on the Annual Return for the year ended 31st March 2024. (Appendix 1)
- the Audit Report of the Internal Auditor for the year ended 31st March 2024. (Appendix 2)

1.3 The Board are reminded that Whitings LLP were appointed as internal auditor for a five-year period commencing 1st April 2023 (financial years 2023/24 to 2027/28).

1.4 The Board is asked to act on the advice of the Auditor within its decision making.

2. Internal Controls

2.1 Within the financial operations at the Middle Level offices there are a series of controls in place to ensure the segregation of duties, so as far as practical within a small workforce, that no one person has control of a single operation from start to finish. The Internal Controls are available via the website within the 'Governance' section on the Board's page.

2.2 The Board needs to ensure there is adequate separation of duties within its running and decision making. Members are asked to refresh themselves as to the Member Code of Conduct (available within the Governance Documents on the Board's webpage) and ensure their declarations of interests are clear and up-to-date.

2.3 If a Board Member (or their business) undertakes contracted work (or bids for such work) for the Board it is recommended that they be excluded from any decision making as a matter of course and that appropriate contractual arrangements are in place.

2.4 If the Member also has a lead role for the Board (eg Chairman/Vice Chairman) then it is important that the Board puts in place safeguards to ensure a separation of duties, particularly being clear on who is acting as lead client for the contractor.

3. Authorisations

We have undertaken a review of how we enact our powers of entry and are introducing new identification badges for all MLC employees alongside training in conflict resolution and creation of a violence and aggression at work policy. Contractors working on our behalf are issued with a letter of authorisation. This is an approach that administered IDBs would also benefit from.

The Board are asked to confirm the stance that all employees and contractors of the Middle Level Commissioners are considered as duly authorised officers and therefore able to use the Board's powers and IDB Byelaws for their operational and regulatory roles on behalf of the Board.

The Board are asked to confirm the stance that their Chairman, Vice Chairman, District Officer(s), pump attendants and employees (if applicable) are considered as duly authorised officers and therefore able to use the Board's powers and IDB Byelaws for their operational and regulatory roles on behalf of the Board.

4. Responsible Finance Officer

Robert Hill the MLC Treasurer leaves at the end of January 2025 and Andrew Wool has been appointed as MLC Head of Finance. There are a number of resolutions recommended to the Board to manage the transition and improve resilience, thus reducing risk to the Board.

The Board are requested to approve, that while there is a Service Level Agreement for the provision of clerking services in place between the Board and the Middle Level Commissioners:

a) **That the role of the position of Head of Finance to the Middle Level Commissioners is to include the appointment as Responsible Financial Officer to the Board.**

b) **That the person appointed as Head of Finance for the Middle Level Commissioners be added to the Barclays Bank PLC mandate and authorised to sign cheques and authorised to make payments on behalf of the Board.**

c) **That the person appointed as clerk to the Middle Level Commissioners be added to the Barclays Bank PLC mandate and be authorised to sign cheques and to authorise payments on behalf of the Board.**

d) **That the person appointed as Head of Finance to the Middle Level Commissioners will be appointed as the administrator on behalf of the Middle Level Commissioners to the Barclays Bank PLC internet banking platform as used by the Middle Level Commissioners.**

e) **That following Mr Robert Hill leaving the employment of the Commissioners that the Head of Finance of the Middle Level Commissioners be delegated the authority to appoint a member of the finance team to be an additional administrator on the Barclays Bank PLC internet banking platform as used by the Board.**

5. Risk Assessment and Insured Values

5.1 Our insurance has been arranged using Towergate insurance brokers for the year to 31st March 2025. AXA offered a 2 year extension of the tri-partite agreement we had previously signed and this was accepted as they offered to keep our business combined policy premium at the same rate for 2025-2026, subject to there being any changes to the existing cover, i.e. increase in valuations.

Having professional valuations of ours and IDB pumping stations for insurance purposes is an action identified by our internal auditors. We have received a proposal from a company called Kroll and they have offered two options:

- Sample site visits to a representative set of 15 pumping stations followed by a desk top assessment covering the remainder - £30k + VAT and expenses.
- Site visits to all pumping stations - £55k + VAT and expenses.

This is clearly a sizable project that we would need to oversee as client and facilitate a seamless programme of visits with relevant IDB officers to keep expenses reasonable. Within their terms and conditions there is also client liability for the quality and completeness of data and information they request in order to fulfil their valuations. We will need to review the proposal with IDB Chairs and establish how costs would be apportioned.

The Board's is asked for their opinion on the pumping station valuation proposal.

5.2 The insured values for the Board's assets are detailed below:

MANEA & WELNEY DDC
INSURED VALUE OF FIXED ASSETS

PUMPING STATIONS

	As At 1st April 2025	
PURLS BRIDGE PUMPING STATION	903,257.00	
GLEN HOUSE PUMPING STATION	1,842,150.00	
OLD GLENHOUSE PUMPING STATION	363,630.00	
WELCHES DAM	6,060.00	
	3,115,097.00	Index linked

6. Policy Reviews

We have an ongoing review and update of policies. Within this we are also improving our management of Freedom of Information requests. The update to the Privacy Policy has identified some area of Data Protection that require further attention. It is timely to schedule a Data Audit, which will help to identify any further areas that require updating. Additional staff and Board/IDB training will be a likely result, along with some other strengthening of procedures across the business.

The Board are asked to note the update and re-publication of their Complaints Procedure and Privacy Policy.

The Board are asked to review and approve the publication of an Anti-Bribery & Financial Regulations policies (Appendix 3) which includes the need to log offers of gifts and hospitality.

The Board are asked to approve that the MLC Lead Clerk, currently Ruth Martin, acts as their Data Protection Officer and acknowledge that this role will be associated within the incumbent employee role of MLC Lead Clerk.

7. IDB1

7.1 Defra Reporting

All IDBs are required to report annually to Defra via an Annual Report called an IDB1 form. These reports are copied to the Environment Agency and to the relevant District Councils. In September 2024 an updated form has been issued to cover the 2023/24 returns and is due for submission by 28 February 2025.

There are new or enhanced questions within the form which indicate increasing expectations on IDBs of government.

In summary:

- Breakdown with financial reporting of electricity and fuel cost
- Reporting on biodiversity enhancement expenditure alongside conservation
- Value of drainage rate debt
- Detail of any Public Sector Cooperation Agreements
- Whether a specific Board Member is focussed on ensuring that health and safety is considered within board decision making.
- Significant new reporting expectations in terms of public engagement, including media engagement, public meetings and public events.

8. Exercise of Public Rights

8.1 For completion of the Annual Governance Statement the Board is required to confirm that they provided proper opportunity during the year for the exercise of electors' rights in accordance with the requirements of the Accounts and Audit Regulations.

8.2 In order to warrant a positive response to this assertation the authority needs to have taken the following actions in respect of the previous annual return:

Exercise of Public Rights: The authority provided for the exercise of public rights set out in Sections 26 and 27 of the Local Audit and Accountability Act 2014. Part 5 of the Accounts and Audit Regulations 2015 requires the RFO to have published including on the authority's website or other website:

- Sections 1 and 2 of the annual return
- A declaration that the status of the statement of accounts is 'unaudited;' and

- A statement that sets out details of how public rights can be exercised, as set out in Regulation 15(2)(b), which includes the period for the exercise of public rights.

8.3 In addition, a notice of the conclusion of the external auditor's limited assurance review of the annual return, together with relevant accompanying information, has been published in accordance with the requirements of Regulation 16 of the Accounts and Audit Regulations 2015. We also display the 'Local Authority Accounts – A Summary of Your Rights' with the notice.

8.4 The Clerk to refer to the publishing of the Notice of Public Rights and publication of unaudited Annual Return, Statement of Accounts, Annual Governance Statement and the Notice of Conclusion of the Audit and right to inspect the Annual Return.

9. Consideration of potential litigation, liabilities, commitments:

9.1 The clerk to report.

Author Name: Paul Burrows
Role: Clerk

Appendix 1 Annual Return 2023/2024
Appendix 2 Audit Report 2023/2024
Appendix 3 Anti-Bribery & Financial Regulations Policies

Manea & Welney District Drainage Commissioners

Notice of conclusion of the audit

Annual Governance & Accountability Return for the year ended 31st March 2024

Sections 20(2) and 25 of the Local Audit and Accountability Act 2014
Section 16 of the Accounts and Audit Regulations 2015 (SI 2015 /234)

1 The Audit of accounts for the Manea & Welney District Drainage Commissioners for the year ended 31st March 2024 has been completed and the accounts have been published.

2 The Annual Governance & Accountability Return including the auditor's certificate and opinion is available for inspection and copying by any local government elector of the area of Manea & Welney District Drainage Commissioners

The Clerk
Manea & Welney District Drainage Commissioners
85 Whittlesey Road
March
Cambridgeshire
PE15 0AH

between the hours of 9.00am and 4.00pm on Mondays to Fridays (excluding public holidays), when any local elector may make copies of the Annual Return.

3 Copies will be provided to any local elector on payment of £2.40 for each copy of the Annual Return

Announcement made by: P Burrows - Clerk to the Commissioners

Date of Announcement: 12th September 2024

Annual Internal Audit Report 2023/24

MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS

WWW.MIDDLELEVEL.GOV.UK

During the financial year ended 31 March 2024, this authority's internal auditor acting independently and on the basis of an assessment of risk, carried out a selective assessment of compliance with the relevant procedures and controls in operation and obtained appropriate evidence from the authority.

The internal audit for 2023/24 has been carried out in accordance with this authority's needs and planned coverage. On the basis of the findings in the areas examined, the internal audit conclusions are summarised in this table. Set out below are the objectives of internal control and alongside are the internal audit conclusions on whether, in all significant respects, the control objectives were being achieved throughout the financial year to a standard adequate to meet the needs of this authority.

Internal control objective	Yes	No*	Not covered**
A. Appropriate accounting records have been properly kept throughout the financial year.	✓		
B. This authority complied with its financial regulations, payments were supported by invoices, all expenditure was approved and VAT was appropriately accounted for.	✓		
C. This authority assessed the significant risks to achieving its objectives and reviewed the adequacy of arrangements to manage these.	✓		
D. The precept or rates requirement resulted from an adequate budgetary process; progress against the budget was regularly monitored; and reserves were appropriate.	✓		
E. Expected income was fully received, based on correct prices, properly recorded and promptly banked; and VAT was appropriately accounted for.	✓		
F. Petty cash payments were properly supported by receipts, all petty cash expenditure was approved and VAT appropriately accounted for.	✓		
G. Salaries to employees and allowances to members were paid in accordance with this authority's approvals, and PAYE and NI requirements were properly applied.	✓		
H. Asset and investments registers were complete and accurate and properly maintained.	✓		
I. Periodic bank account reconciliations were properly carried out during the year.	✓		
J. Accounting statements prepared during the year were prepared on the correct accounting basis (receipts and payments or income and expenditure), agreed to the cash book, supported by an adequate audit trail from underlying records and where appropriate debtors and creditors were properly recorded.	✓		
K. If the authority certified itself as exempt from a limited assurance review in 2022/23, it met the exemption criteria and correctly declared itself exempt. *(If the authority had a limited assurance review of its 2022/23 AGAR tick "not covered")*			✓
L. The authority published the required information on a website/webpage up to date at the time of the internal audit in accordance with the relevant legislation.	✓		
M. In the year covered by this AGAR, the authority correctly provided for a period for the exercise of public rights as required by the Accounts and Audit Regulations *(during the 2023-24 AGAR period, were public rights in relation to the 2022-23 AGAR evidenced by a notice on the website and/or authority approved minutes confirming the dates set).*	✓		
N. The authority has complied with the publication requirements for 2022/23 AGAR *(see AGAR Page 1 Guidance Notes).*	✓		

O. (For local councils only)	Yes	No	Not applicable
Trust funds (including charitable) – The council met its responsibilities as a trustee.			✓

For any other risk areas identified by this authority adequate controls existed (list any other risk areas on separate sheets if needed).

Date(s) internal audit undertaken: 17/06/2024 24/06/2024 26/06/2024

Name of person who carried out the internal audit: WHITINGS LLP.

Signature of person who carried out the internal audit: G. [illegible] – WHITINGS LLP

Date: 26/06/2024

***If the response is 'no' please state the implications and action being taken to address any weakness in control identified (add separate sheets if needed).**

**Note: If the response is 'not covered' please state when the most recent internal audit work was done in this area and when it is next planned; or, if coverage is not required, the annual internal audit report must explain why not (add separate sheets if needed).

Section 1 – Annual Governance Statement 2023/24

We acknowledge as the members of:

MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS

our responsibility for ensuring that there is a sound system of internal control, including arrangements for the preparation of the Accounting Statements. We confirm, to the best of our knowledge and belief, with respect to the Accounting Statements for the year ended 31 March 2024, that:

	Agreed Yes	Agreed No*	'Yes' means that this authority:
1. We have put in place arrangements for effective financial management during the year, and for the preparation of the accounting statements.	✓		prepared its accounting statements in accordance with the Accounts and Audit Regulations.
2. We maintained an adequate system of internal control including measures designed to prevent and detect fraud and corruption and reviewed its effectiveness.	✓		made proper arrangements and accepted responsibility for safeguarding the public money and resources in its charge.
3. We took all reasonable steps to assure ourselves that there are no matters of actual or potential non-compliance with laws, regulations and Proper Practices that could have a significant financial effect on the ability of this authority to conduct its business or manage its finances.	✓		has only done what it has the legal power to do and has complied with Proper Practices in doing so.
4. We provided proper opportunity during the year for the exercise of electors' rights in accordance with the requirements of the Accounts and Audit Regulations.	✓		during the year gave all persons interested the opportunity to inspect and ask questions about this authority's accounts.
5. We carried out an assessment of the risks facing this authority and took appropriate steps to manage those risks, including the introduction of internal controls and/or external insurance cover where required.	✓		considered and documented the financial and other risks it faces and dealt with them properly.
6. We maintained throughout the year an adequate and effective system of internal audit of the accounting records and control systems.	✓		arranged for a competent person, independent of the financial controls and procedures, to give an objective view on whether internal controls meet the needs of this smaller authority.
7. We took appropriate action on all matters raised in reports from internal and external audit.	✓		responded to matters brought to its attention by internal and external audit.
8. We considered whether any litigation, liabilities or commitments, events or transactions, occurring either during or after the year-end, have a financial impact on this authority and, where appropriate, have included them in the accounting statements.	✓		disclosed everything it should have about its business activity during the year including events taking place after the year end if relevant.

	Yes	No	N/A	
9. (For local councils only) Trust funds including charitable. In our capacity as the sole managing trustee we discharged our accountability responsibilities for the fund(s)/assets, including financial reporting and, if required, independent examination or audit.				has met all of its responsibilities where, as a body corporate, it is a sole managing trustee of a local trust or trusts.

***Please provide explanations to the external auditor on a separate sheet for each 'No' response and describe how the authority will address the weaknesses identified. These sheets must be published with the Annual Governance Statement.**

This Annual Governance Statement was approved at a meeting of the authority on:

13/06/2024

and recorded as minute reference:

C. 1032

Signed by the Chair and Clerk of the meeting where approval was given:

Chair John E Heading

Clerk [signature]

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Section 2 – Accounting Statements 2023/24 for

MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS

	Year ending 31 March 2023 £	Year ending 31 March 2024 £	Notes and guidance: Please round all figures to nearest £1. Do not leave any boxes blank and report £0 or Nil balances. All figures must agree to underlying financial records.
1. Balances brought forward	419,586	446,897	*Total balances and reserves at the beginning of the year as recorded in the financial records. Value must agree to Box 7 of previous year.*
2. (+) Precept or Rates and Levies	205,552	224,408	*Total amount of precept (or for IDBs rates and levies) received or receivable in the year. Exclude any grants received.*
3. (+) Total other receipts	13,338	19,373	*Total income or receipts as recorded in the cashbook less the precept or rates/levies received (line 2). Include any grants received.*
4. (-) Staff costs	40,156	40,855	*Total expenditure or payments made to and on behalf of all employees. Include gross salaries and wages, employers NI contributions, employers pension contributions, gratuities and severance payments.*
5. (-) Loan interest/capital repayments	0	0	*Total expenditure or payments of capital and interest made during the year on the authority's borrowings (if any).*
6. (-) All other payments	151,423	203,935	*Total expenditure or payments as recorded in the cash-book less staff costs (line 4) and loan interest/capital repayments (line 5).*
7. (=) Balances carried forward	446,897	445,888	*Total balances and reserves at the end of the year. Must equal (1+2+3) - (4+5+6).*
8. Total value of cash and short term investments	490,272	529,376	*The sum of all current and deposit bank accounts, cash holdings and short term investments held as at 31 March – **To agree with bank reconciliation.***
9. Total fixed assets plus long term investments and assets	2,611,078	2,611,078	*The value of all the property the authority owns – it is made up of all its fixed assets and long term investments as at 31 March.*
10. Total borrowings	0	0	*The outstanding capital balance as at 31 March of all loans from third parties (including PWLB).*

For Local Councils Only	Yes	No	N/A	
11a. Disclosure note re Trust funds (including charitable)				*The Council, as a body corporate, acts as sole trustee and is responsible for managing Trust funds or assets.*
11b. Disclosure note re Trust funds (including charitable)				*The figures in the accounting statements above exclude any Trust transactions.*

I certify that for the year ended 31 March 2024 the Accounting Statements in this Annual Governance and Accountability Return have been prepared on either a receipts and payments or income and expenditure basis following the guidance in Governance and Accountability for Smaller Authorities – a Practitioners' Guide to Proper Practices and present fairly the financial position of this authority.

Signed by Responsible Financial Officer before being presented to the authority for approval

Date 30/05/2024

I confirm that these Accounting Statements were approved by this authority on this date:

13/06/2024

as recorded in minute reference:

G 1033

Signed by Chair of the meeting where the Accounting Statements were approved

John 2Headinq

Section 3 – External Auditor's Report and Certificate 2023/24

In respect of **Manea and Welney District Drainage Commissioners – DB0046**

1 Respective responsibilities of the auditor and the authority

Our responsibility as auditors to complete a **limited assurance review** is set out by the National Audit Office (NAO). A limited assurance review is **not a full statutory audit**, it does not constitute an audit carried out in accordance with International Standards on Auditing (UK & Ireland) and hence it **does not** provide the same level of assurance that such an audit would. The UK Government has determined that a lower level of assurance than that provided by a full statutory audit is appropriate for those local public bodies with the lowest levels of spending.

Under a limited assurance review, the auditor is responsible for reviewing Sections 1 and 2 of the Annual Governance and Accountability Return in accordance with NAO Auditor Guidance Note 02 (AGN 02) as issued by the NAO on behalf of the Comptroller and Auditor General. AGN 02 is available from the NAO website – https://www.nao.org.uk/code-audit-practice/guidance-and-information-for-auditors/

This authority is responsible for ensuring that its financial management is adequate and effective and that it has a sound system of internal control. The authority prepares an Annual Governance and Accountability Return in accordance with *Proper Practices* which:

- summarises the accounting records for the year ended 31 March 2024; and
- confirms and provides assurance on those matters that are relevant to our duties and responsibilities as external auditors.

2 External auditor's limited assurance opinion 2023/24

On the basis of our review of Sections 1 and 2 of the Annual Governance and Accountability Return (AGAR), in our opinion the information in Sections 1 and 2 of the AGAR is in accordance with Proper Practices and no other matters have come to our attention giving cause for concern that relevant legislation and regulatory requirements have not been met.

Other matters not affecting our opinion which we draw to the attention of the authority:

None

3 External auditor certificate 2023/24

We certify that we have completed our review of Sections 1 and 2 of the Annual Governance and Accountability Return, and discharged our responsibilities under the Local Audit and Accountability Act 2014, for the year ended 31 March 2024.

External Auditor Name			
PKF LITTLEJOHN LLP			
External Auditor Signature	PKF Littlejohn LLP	Date	09/09/2024

Whitings
Chartered Accountants LLP
Fenland House, 158 Hostmoor Avenue
March, Cambridgeshire, PE15 0AX
t: 01354 652304
e: march@whitingsllp.co.uk
w: whitingsllp.co.uk

BB/MM053
30 June 2024

Messrs. P Burrows, R Hill and S Ablett
Middle Level Offices
85 Whittlesey Road
March
Cambs.
PE15 0AH

Dear Messrs. P Burrows, R. Hill, and S Ablett,

MLC administered Internal Drainage Boards - Internal Audit 2023-2024

Having completed the internal audit work for the various Internal Drainage Boards administered by the Middle Level Commissioners officers for the year ended 31 March 2024, we are pleased to provide you with the following recommendations to be considered for implementation. We have included some general points and some points which are related to specific boards.

General points

1. **Asset Valuations and Insurances – mainly for residential properties.**

   It is noted that, whilst a large proportion of boards took the option to revalue for insurance purposes their pumping station and residential assets during recent years, there are still some boards that have not followed suit. We have seen elsewhere that such revaluations have sometimes resulted in significant uplifts in value, and as such we would suggest that any remaining boards that have yet to carry out such an exercise do so at the earliest convenience. It should be noted that this is largely in relation to residential property. Should a complete rebuild following an unforeseen catastrophic event be required, current valuations may no longer be appropriate given today's prices which may lead to a shortfall in funds which would have to be drawn out of surplus funds if other financial arrangements were not available.

   We would recommend that in the absence of specific information to the contrary suggesting need for earlier review, that a revaluation exercise be performed for insurance purposes at least every 5 years on all major board assets. This is especially important given the significant increase in material and labour costs seen in recent times as a result of rising inflation and global material shortages. However, we are pleased to note that boards are being asked whether they wish for insurance to be index linked going forward and would strong suggest that all boards agree to this proposal.

Client comment:

While we have put it to Boards to review pumping station valuations for insurance purposes, as separate statutory authorities it is up to each Board to review and approve what they consider to be an appropriate valuation and your point concerning possible under-insured amounts having to be funded directly by the Board following an event has been highlighted previously. We are recommending that Boards should look to index link valuations and we will continue in asking all Boards again to consider this at subsequent meetings, along with consideration of current valuations. Valuation of residential property is an area we have and will continue to focus on for future meetings.

A number of Boards have recognised the potential impact of increased costs on valuations and have taking steps to re-value, however, the consulting engineer is currently reviewing the methodology for valuation of pumping stations, to ensure there is a robust process, which will be then used going forward.

This is an area already programmed to be reviewed every five years and hopefully with indexing we may not require such individual valuations going forward.

2. Employee Benefits

Following HMRC's announcement that double cab pickups would be treated as cars rather than vans for benefit in kind purchases from 1st July 2024 this was swiftly reigned in following a backlash from affected parties, largely from the construction and agricultural sectors. Given the new Labour governments need to increase the tax receipts into the Treasury this could be a measure that is revisited and we would advise that you be mindful of any changes that arise in the forthcoming Autumn Budget, although nothing has been confirmed at this stage.

With regards to other employee benefits, we note that where applicable these are being recognised as benefits in kind and disclosed on the form P11d, we would encourage the value of these benefits to be reviewed on a regular basis to ensure that these are reflective of what the employee receives, especially where some boards providing the living accommodation to their employees.

Client comment:

We are aware of the case and potential implications to employees of classification of vehicles, and for this and other areas will be following the autumn budget closely. Generally, we do not make changes concerning additional passenger/load capabilities to that of the original manufacturer's specification, which are relied upon alongside the HMRC guidance when designating vehicles for taxation/benefits in kind.

The benefit charge for living accommodation is calculated in accordance with HMRC recommended valuations. We have started payrolling any standard benefits but are currently unable to do this for accommodation and use of vehicles.

3. Provisions

We are pleased to note that, in the main; provisions recognised within the accounts of applicable boards are being monitored and written back as required. There are still isolated cases where provisions are "brought forward and carried forward" that relate in excess of the standard life of debt, being 6 years. Whilst we are satisfied there is reasonable rationale for their retention we would question whether payments could be reinforced if the life of debt has been exceeded, with the exception of amounts recognised in respect of development contributions. We would encourage continued review of provisions brought forward from prior years, especially those exceeding the standard life of debt, writing these off as appropriate, with board approval as appropriate.

Client comment:

As part of the year end accounting procedures, provisions/balances are looked at on an individual basis and decisions made on relevance as to retain or to write back.

4. Budget figures

We refer to the significant overspend arising in the 2023/24 against the budget set for the same period. We understand that this is largely due to the unprecedented levels of rainfall experienced during the 2023/24 winter period which in turn resulted in the most significant volume of water ever pumped by the organisation. Which has resulted in pumping stations operating at capacity for a number of months, using significantly more fuel and electricity to enable this.

Given the change in weather patterns globally and in our region, we would recommend that a higher budgeted energy and fuel cost be provided for in the budget going forwards, and that the organisation maintain sufficient reserves to combat any such deficiencies in the future. Consideration should also be taken as to whether budgets should be updated for actual results if significant variances are apparent, to ensure they remain meaningful to the individual boards to which they relate.

Client comment:

As part of the finance regulations, we are required to carry out a budget monitoring exercise during the course of the year. For those Boards that have a relevant meeting, this is reviewed by the Board at their autumn/winter meeting. For all other Boards the monitoring exercise is completed as at the end of the calendar year, at this point the majority of the drain maintenance works have been completed, as would be any planned maintenance works at pumping stations. The expenditure to-date is then forecast to the end of the financial year and compared to the budget and initially sent to the chairman for review. Depending on the outcome of the monitoring exercise depends on whether it is considered appropriate to hold an emergency meeting. However, it is likely that if there were an extraordinary event the Board would be aware "in real time" and appropriate action taken at that point.

It is not policy to update budgets depending on levels of expenditure as there is no ability to increase revenue through rates and special levy once they have been set. The original budget is therefore used as comparative to analyse variances of actual expenditure against.

We have started to use a 5-year average for pumping volumes, calculating these against actual/anticipated electricity unit rates. For the 2024/2025 rate setting process we started to build in a 'climate change factor' into the 5-year average calculation, which will be refined for future years. While aware of the need to hold sufficient balances, this was highlighted during the 2023/2024 storm events and as well as having climate change awareness in the budget setting process Boards also were required to take steps concerning the reinstatement of balances depleted during the year.

It is intended to introduce a range of Key Health Indicators for all boards, part of which will be taking into account the impact of climate change on budgets and relevant level of balances required.

5. Surplus Funds

In previous years we have communicated the importance of investing cash assets that are not required to fund operational needs, to combat the erosion of these liquid assets through inflation. We are pleased to see that the organisation have taken heed of this advice and made a number of deposits with Barclays, in addition to discussing the potential pooling of cash resources with IDB's under their administration to gain access to higher rates of interest. Whilst inflation has now fallen back to 2%, the lowest level in nearly three years, it is important to continue to reinvest and "sweat" these assets going forward.

Client comment0:

We are currently making treasury deposits for individual Boards within the mandated authority given by each authority but need to manage this with specific cash flow requirements while also making consideration to having balances available for potential event situations requiring immediate cash. We will be monitoring additional staff time required to manage this while discussing matters further with our bankers.

6. Rental of Land

It was previously noted that some IDB's were renting out land to tenants at lower than market rate and that this should be reviewed to ensure value for money principles were being applied.

We are happy to note that some IDB's have increased the rental values of land to market rates, although there are still some IDB's where the rental value is significantly below market value and we advise that the market values are increased for these boards to ensure value for money principles are applied going forwards.

Client comment:

Boards which have land holding for rent generally review rents in accordance with tenancy agreements and use local land agents for guidance. A number of Boards have small holdings of land which are let at reasonable rates with a view to keep the land tidy and in good order as they are not necessarily commercially viable. A number of Boards have slamp land, which cannot be considered the same as general agricultural land for rental purposes. All Boards look to get the best rents available, but these are relevant to the size and type of land being let.

7. Financial Regulations

Last year we noted that the Financial Regulations were due to be updated by the end of the year, following a delay due to the retirement of the Chief Executive and appointing of the new Chief Executive/Clerk in February 2023. We are pleased to see that during 2024 the boards are reviewing and approving the updated Financial Regulations and Financial Code and look forward to considering this area during the course of the 2024/25 internal audit.

Client comments:

There will be a full review of the provision of clerking services and will be, as has been mentioned reviewing these regulations for presentation to boards for the 2025 meeting season.

8. Bank Transfers

We are satisfied with the accuracy of bank and cash balances and have successfully reconciled these to the underlying accounting records. We note that transfers between bank accounts are being recorded as movement per-month in the accounting records, on enquiry this was due to time constraints experienced within the finance department during the financial year. Whilst we are satisfied that reconciliations have been carried out manually correctly, we would recommend that all bank movements are fully reflected in the postings to the accounting software of the board.

Client comment:

Concerning audit point 5 – surplus funds, to maximise returns within the mandated authority with Barclays we are required to operate linked accounts, with receipts/payments being made from the standard current account. This account has a fixed balance which is adjusted following receipts/payments to it – surplus balances above the fixed limit transferred to the Business Premium account, deficit balances below the fixed amount transferred from the Business Premium account to the current account. These transfers are adjusted through the accounting software in relation to the statement frequency, with both accounts being fully reconciled – a credit in one account being matched with a debit in the other. Current staff resources do not allow for additional time to be spent transferring individual values, the net transfer for the statement being made – as we are doing this for around 28 accounts this currently provides the best value for money to the boards.

9. National Saving & Investment bank accounts

We understand that a formal complaint has been lodged with National Savings & Investments. Firstly in relation to the organisation and its administered entities desire to change the signatories on the investment accounts held with this organisation and secondly due to the fact that bank statements for the period to 31 March 2024 have not been received for the majority of boards. As a result interest receivable has had to be estimated, we have considered the estimations and are happy that these are reasonable by reference to the last received statement and the applicable interest rate. We look forward to reviewing the position in the 2024/25 financial year.

Client comment:

This was an unfortunate situation but to recognise the interest in the correct accounting period estimates were made. Differences between estimates and actuals will be adjusted through the 2024/2025 accounting statements.

10. Website Publication

We note that there has been, for a number of years, significant information available to the public. We note that for some boards the latest information does not appear to have been updated, for example the JPAG practitioner guide on the website across all the boards has not been updated since the 2018/19. An updated version of JPAG guide is made available each year.

The same situation related to the Annual Return Form (DEF-IDB1), which appeared have not been updated since year ended 31 March 2022.

We would recommend that all items are updated on the website for applicable boards as soon as practicable, or remove if regulations do not require such information to be published on the website.

Client comment:

Every effort is made to update the relevant pages of all authorities in an efficient and timely manner and in accordance with the regulations.

Your comment is noted and procedures are being amended concerning this for the future.

11. Outstanding old cheques and unreconciled transactions

We are pleased to note that the majority of old outstanding cheques and unreconciled transactions are being written off across all Board in the timely manner. However, there was the isolated cases where this has not occurred. We would suggest that concerted effort is made to ensure all old and unreconciled transactions are written off as soon as it is clear that such transactions will not be paid in or received.

Client comment:

Bank reconciliations should be looked at and cleared for older unpresented transactions, however, these will initially be transferred to debtor/creditor until their statutory standard life has expired. For 'house-keeping' these will be looked at as part of the year-end processes.

12. Fees for the service of District Officers and Pump Attendants

We have noted that not all boards are approving payment rates for the services rendered by District Officers and/or Pumping Attendant during the board meetings, instead approval is confirmed as a percentage increase, generally being in line with the Middle Level Commissioners award.

We appreciate that the board is approving the payment lists, where the amount is specified. However, we would suggest to include the amount to the discussion during the meeting and confirm the approved sum in the minutes as per prior years.

Client comment:

District Officer/pump attendants are contracted services and the boards are approving an amount for the provision of these services, however, the point is noted and the actual amount payable discussed at the meeting should be recorded in the minutes.

Specific Points

Nightlayers IDB

During our review it was noted that land sold during the year was not recorded on the fixed asset register. Our subsequent enquiries found that as the land was considered of minimal value individually this was included within the adjoining pumping station's valuation and was within the footprint of the old pumping station site. The consideration achieved is higher than would generally be expected due to its importance to a local developer.

We would suggest that you consider whether any other parcels of land held by administered boards could be sold in similar circumstances and if so, whether the valuation individually or as part of the overall pumping station valuation is appropriate.

Client comment:

While we are aware of these circumstances the Nightlayers position was rare. We will monitor sites which could have areas with potential for re-sale, substantial value can only be attached after developers make applications and this proves to be the only access. Unless these circumstances arise an uplift in valuation will not be possible.

Waldersey IDB and Hundred of Wisbech IDB – Joint Pumping Arrangement

As in previous years it is noted that there is a discrepancy between debtor held in Waldersey IDB and the creditor held in Hundred of Wisbech IDB.

Waldersey IDB – Debtor	£92,912.67
Hundred of Wisbech IDB - Creditor	£93,919.96
Difference	**£1,007.29**

We are pleased to note that this difference is insignificant for the current year. The difference arises due to the accounts of Hundred of Wisbech IDB being completed before Waldersey IDB, leading to a provision being required in the former's books in the absence of more accurate information being available. The difference is adjusted in the following year's Accounts for Hundred of Wisbech.

We note that there have been discussions to potentially amalgamate the two boards, this would eradicate the anomaly. However, in the absence of this, we suggest that meetings and account preparation periods be brought into line, if possible, to eradicate this issue.

Client comment:

These costs relate to the contribution for the costs of the shared pumping facility and at the time of production of the year end accounting statements discussions were taking place concerning potential changes to the contribution as a result of changes in land use. A new proposal had been put forward which was broadly approved by both Boards.

There are no current plans to change meeting dates so as one set of accounts is finalised before the other there is likely to remain creditor/debtor position in both sets of accounts although now that all older balances have been cleared, any in-year balance should be cleared, generally a year in arrears.

At the 2024 meetings for both Boards amalgamation was discussed and both Boards have approved to enter into discussions concerning a potential amalgamation between the Boards.

March East IDB

During our review it was noted that the pumping station attendants' payments were not all authorised during the year. This included an additional payment to the Binnimoor pumping station's attendant following him taking over from the previous attendant. We understand following discussion with the board that this was the result of an error in the minutes as the fees' amount was not specified, but the payments were clearly approved by the board. We would suggest that the board considers their internal processes for ensuring the accuracy of minutes.

Client comment:

The services of pump attendant are carried out by contractors and the Board approves the payment for these services. Procedures have been looked at to ensure proper recording in the minutes.

Hundred of Wisbech

We noted that a parcel of land has been transferred to the board during the 2023-24 year with the attenuation pond, sized at approximately 1 acre. This land was estimated by the Chairman and District Officer to have a value totalling £5,000, a value approved by the Board. We have not been provided with any professional valuation or justification with regards to this valuation. We understand that the land cannot be used for development or agriculture, making it difficult to value due to the lack of specific use.

We understand that the consideration of land valuation has conducted after the year end and details should be included in the next published minutes related to June 2024 meeting.

We look forward to reviewing this in due course.

Client comment:

This area is designated as an attenuation pond, holding surface water to discharge at a controlled rate into the District System. The valuation takes into account its use and therefore limited value. In view of this and to maintain value for money for the Board it was agreed by the officers of the Board not to engage professional valuers.

Manea & Welney

During our review, it was noticed that the Debtors Report showed a significant unallocated amount of £1,456,606.99. Following discussion with the client, we understand that this is an isolated incident related to software issue and not down to the human error. We are satisfied that balance showing on the Debtors Report is correct and no difference was identified.

We take this opportunity to thank your staff involved in our audit for their assistance and cooperation in achieving substantial completion by the stated target deadlines. We trust that the engagement team have not caused significant disruption during the execution of their procedures.

Yours sincerely,

Whitings LLP

Whitings LLP

middle level commissioners

And administered IDBs

Governance

Anti Bribery Policy

(includes gifts, hospitality & donations)

2024 - 2029

The Bribery Act 2010 is the legislation relating to bribery. Very generally, this is defined as giving someone a financial or other advantage to encourage that person to perform their functions or activities improperly or to reward that person for having already done so. This could cover seeking to influence a decision-maker by giving some kind of extra benefit to that decision maker rather than what can legitimately be offered as part of a tender process.

Government guidance summarises that it is illegal to offer, promise, give, request, agree, receive or accept bribes – and highlights that organisations should have an anti-bribery policy if there is a risk that someone who works for you or on your behalf might be exposed to bribery.

An anti-bribery policy should be appropriate to the level of risk the organisation faces and should include:

- your approach to reducing and controlling the risks of bribery
- rules about accepting gifts, hospitality or donations
- guidance on how to conduct your business, eg negotiating contracts
- rules on avoiding or stopping conflicts of interest

Risk Assessment

The Middle Level Commissioners and administered Internal Drainage Boards are considered as at minimal risk of bribery given that business is undertaken almost entirely within the UK.

As there is very little risk of bribery being committed on behalf of the organisation it is considered that there is no need for extensive written documentation or policies.

The most likely area of MLC or IDB business with a bribery risk are outlined below and these already have adequate controls:

- Bribery by others to secure business from the MLC/IDB
- Bribery by others to secure regulatory decisions from MLC/IDBs
- Bribery by others to secure operational benefits from MLC/IDBs
- Bribery by MLC/IDB employees or MLC Board/IDB members of others to influence an advantage

Control Measures

- MLC/IDB Board Member declarations of interest and the application by the clerk of these within meetings and decision making.
- Boards, their delegated Committees and/or MLC employees as service providers making key procurement and regulatory decisions rather than individuals.
- Application and review of Internal Controls
- Within the MLC staff structure there are no procurement/regulatory decisions made without more than one employee being involved
- Application of Member Code of Conduct and employee performance and disciplinary procedures
- Offers of gifts, hospitality and donations to be reported to the Chief Executive/Clerk.

Gifts, Hospitality and/or Donations

Employees and members should treat with extreme caution any offer of a gift, favour or hospitality that is made to them personally. The person or organisation making the offer may be doing or seeking to do business with the MLC/Board or may be applying to the MLC/Board for some decision to be taken in his favour or someone with whom he is connected.

There are no hard and fast rules about the acceptance or refusal of hospitality or tokens of goodwill. For example, working lunches may be an appropriate way of doing business provided they are approved by the Chief Executive/Clerk and provided no extravagance is involved. In the same way it may be reasonable for staff/members to represent the MLC/Board at a social function or sporting event organised by outside persons or bodies. Persons attending such functions or events as part of an official MLC/Board delegation are exempt from the above registration requirement, providing their attendance has been approved by the Chief Executive.

Each member or employee is personally responsible for all decisions connected with the acceptance or offer of gifts or hospitality and for avoiding risk of damage to public confidence. The receipt and detail of gifts and hospitality should always be reported to the Chief Executive/Clerk.

When gifts and/or hospitality have to be declined, those making the offer should be courteously but firmly informed of the procedures and standards operated by the MLC/Board and told why hospitality cannot be accepted. This should be logged within the register in order to track any patterns.

Members and employees should not accept significant personal gifts from contractors and outside suppliers, although the Board will allow members and employees to keep insignificant items of token value such as pens, calendars and diaries of an estimated value below £20. These insignificant items do not require recording in the Gifts and Hospitality Register.

Acceptance by members and employees of hospitality through attendance at relevant conferences and courses is acceptable where it is clear the hospitality is corporate rather than personal and where the member or employee is satisfied that any purchasing decisions will not be compromised. Where visits to inspect equipment, supplies or services are required, employees and members should ensure that the MLC/Board meets the cost of such visits to avoid jeopardising the integrity of subsequent purchasing decisions.

Procedure

MLC/IDB Board Members and Employees are required to log the offer and acceptance/rejection of a gift, hospitality or donation within the Gifts and Hospitality Register by emailing details of the offer to chiefofficers@middlelevel.gov.uk

Dealing with Bribery

Bribery committed by an employee will be considered a disciplinary issue and likely to be treated as gross misconduct.

Bribery or attempted bribery committed by a third party may lead to the termination of the business relationship.

Bribery committed by an MLC or IDB Member will be considered as a breach of the Member Code of Conduct.

Manea & Welney DDC

Administered by:

middle level commissioners

Governance
Financial Regulations 2025 – 2035

References in this Code to ʻʻthe Clerkʼʼ shall be a reference to such officers of the Middle Level Commissioners (MLC) as may from time to time undertake the relevant work or functions on behalf of the Board and references to "the Chairman" shall also include the Vice Chairman.

A SUMMARY

1. These Financial Regulations should be read in conjunction with the Board's, Standing Orders, Regulations as to proceedings, Schedule of Reserved Matters and Scheme of Delegations to ensure that its resources are properly managed, accounted for and controlled.

2. The level at which decisions relating to the finances and functions of the Board are to be taken are as set out in the Schedule of Reserved Matters and the Scheme of Delegations

3. The Clerk shall be responsible for maintaining adequate and effective controls and procedures in the manner and format he/she considers to be best and shall where appropriate, prepare additional rules of procedure or guidance, supplementary to these Regulations.

4. The Clerk shall be responsible for setting up and maintaining the financial and management accounting/reporting systems, processes, procedures and coding lists. Such systems shall be properly documented and shall not be changed without the approval of the Clerk. The Head of Finance (Treasurer) to the Middle Level Commissioners shall be the Board's Responsible Financial Officer, as defined in and for the purposes of the Accounts and Audit Regulations. The MLC finance team will support the Head of Finance in providing this function.

5. The Clerk shall advise the Board and carry out the Boards instructions in securing economy, efficiency and effectiveness in its use of resources and for ensuring that value for money is provided.

6. The Clerk shall ensure that the Board's Financial Statements for each Financial Year ending 31 March are prepared in compliance with the requirements of the Accounts and Audit Regulations and the Financial Reporting Standard for Smaller Entities and, so far as may be appropriate, the Practitioners' Guide to the Preparation of Financial Statements for IDBs (and any subsequent requirements) applicable at the time of preparation.

7. The Clerk shall ensure that the Board considers and approves its Financial Statements for a Financial Year in accordance with the provisions of the Accounts and Audit Regulations.

8. All employees and members have a responsibility for health and safety, compliance with policies and legislation, procedures and codes of practice, for the general security of the Board's property, and, for economy efficiency and effectiveness in the use of resources.

9. All members and employees shall familiarise themselves with and observe the Schedule of Reserved Matters, the Scheme of Delegations and these Regulations.

10. Failure to comply with any aspect of these Regulations may result in disciplinary action being taken against the individual(s) concerned. Serious breaches by Board Members may result in action being taken against them, in accordance with the Members Code of Conduct.

B SCHEME OF BUDGET DELEGATION

1. The Clerk shall be a budget holder and is responsible to the Board for the overall management of the Board's Finances, the Expenditure Estimates and all Budgets.

2. The Board's Consulting Engineer is responsible to the Board to the extent that he/she is so authorised by the Board and is allocated funds for the purpose of preparing and managing the Board's Capital Works Budget.

3. The Board's Consulting Engineer and/or the Chairman and/or the District Officer are responsible to the Board to the extent that they are so authorised by the Board and are allocated funds for the purpose of preparing and managing where applicable the Board's Maintenance Works Budget, the Plant/Labour Operating Accounts, the Plant Renewals Budget, the Stock Control Account and the Rechargeable Works Budget and any other matter in respect of which they are authorised under the Scheme of Delegations.

4. Other than as set out in the Scheme of Delegations or where authorised to do so by a resolution of the Board, no other person shall be empowered to enter contracts on behalf of the Board unless authorised to do so by a budget holder. Nor shall any other person commit the Board to a particular course of action or provide an undertaking or assurance to any third party without the prior consent of the Clerk and/or Responsible Finance Officer and/or the Chairman.

5. No budget holder other than the Chairman shall procure goods and services, charge, allocate or otherwise commit expenditure against a budget that they have no budgetary responsibility for.

C MANAGING BUDGETS & REPORTING

1. The Clerk shall be responsible for preparing the Board's Estimates/Budgets, for monitoring income and expenditure during the course of the year, for alerting the Chairman to any material variances, and, for providing budget holders with the financial information that they require and assisting them as necessary to enable them to properly prepare/manage their budgets. The Clerk shall further ensure that the Board are presented with and consider the proposed expenditure estimates in order that the Rates and Special Levies can be determined for each financial year in due time in accordance with the Land Drainage Act 1991 and it is the individual budget holder's responsibility to provide him/her with their detailed budgets and supporting information in order that this may be done.

2. Any drainage rate refunds due for whatever reason shall be approved by the Clerk prior to being paid or otherwise accounted for.

3. All correcting journal entries shall always be authorised and approved by the Clerk.

4. The Clerk shall ensure that appropriate mechanisms are in place for alerting the Chairman immediately should a Local Authority fail to make their Special Levy payment at the agreed time, or where Drainage Rates are outstanding following reminder. The Clerk and Chairman will agree a course of action and whether a special meeting of the Board is required.

5. Every budget holder is responsible for seeking to ensure that actual expenditure on each of their budgets does not exceed the budget as approved and shall regularly monitor income/expenditure to this end. Budget holders shall, whenever practicable, get approval for

material adverse variances to any of their budgets that are anticipated. Approval shall be sought in accordance with the Schedule of Reserved Matters and the Scheme of Delegations.

6. The Clerk may convene a meeting of the Board or a Committee. The Chairman or any 3 other Board members shall also have the power to convene such a meeting.

7. The Consulting Engineer shall prepare a Report for each Board meeting at which such items appear on the agenda detailing amongst other things the progress made on approved capital schemes in respect of which he/she has been instructed during the reporting period as compared to approved budgeted costs, and, when appropriate, will propose new capital schemes for consideration. Such Report will also detail any maintenance work which he/she has organised for the Board during the reporting period and the cost of such work.

8. The Clerk shall also prepare Financial Report(s) for each Board meeting and, shall prepare any other management accounting/financial report that may be required by the Board.

9. In considering its financial health, estimates, rates and investment strategy, the Board will consider as a minimum:
   I. Whether it has sufficient General Fund Reserves to cater for above average annual expenditure due to, for example, excessive pumping or urgent works.
   II. Whether it is utilising and planning for use of any Development Charges account appropriately for future capital works.
   III. Whether it has sufficient Asset Improvement/Future Works budget taking account of its asset base, asset age/reliability, capital programme requirements and likely grant eligibility.
   IV. Its financial ability to secure and pay off a suitable value Public Works Loan to bridge any gap between its Asset Improvement/Future Works budget and likely value of works.

D PURCHASING GOODS & SERVICES (INCLUDING PLANT)

1. Unless otherwise authorised by the Board by resolution or required under the terms of any formal procedures relating to such work, budget holders shall always comply with the following procedures when procuring goods and services.

   Quotations/Tenders will be sought as follows, other than in emergency situations where approved buying groups or agreed contractors/consultants/suppliers for a particular area of work or expertise have been appointed or are used or where approved service level agreements are in force. These threshold amounts may be amended from time to time by resolution of the Board:

Estimated Value of Goods/Services Quotes/	Quotation/Tenders to be sought
<= £5,000	No quotations/tenders required
> £5,000 and <= £10,000	Obtain 1 written quotation
> £10,000	Obtain 3 quotations or 3 tenders as appropriate

2. The budget holder shall be responsible for ensuring that quotations or tenders are sought when required by the above table. Where it is not possible to get the required quotations or tenders, the Chairman's written approval must be obtained prior to awarding any contract.

3. Any agreed contractors, consultants or suppliers list shall be maintained and kept up to date by the Clerk.

4. A budget holder must never agree to permit a third party to provide them with goods/services where tenders or quotations are required without obtaining a copy of their terms of business beforehand.

5. Budget holders shall fully comply with all Competition Law, the Bribery Act 2010 and the Modern Slavery Act 2015 and shall so far as is reasonable, satisfy themselves as to the insurance policies of contractors, and their systems of work before awarding works contracts.

6. Budget holders shall not enter into any contract that has been reserved to the Board or delegated to a Board Committee without obtaining the Clerk's approval beforehand. The Clerk shall not permit any budget holder to enter in to such a contract if he/she considers it to be inappropriate or that the required approval has not been given.

7. The relevant budget holder is responsible for ensuring that the procurement of all goods and services is authorised by the Board or in accordance with the Scheme of Delegations. All emergency work must be approved by the Chairman.

8. All procurement of goods and services shall be authorised by the signing and dating of an official purchase order or purchase instruction. On so authorising the procurement of goods or services the budget holder will have satisfied themselves that the Financial Regulations have been complied with and that any approval required by the Schedule of Reserved Matters and the Scheme of Delegations has been obtained. The Clerk shall be authorised to raise, sign and date a purchase order or purchase instruction where the procurement has been authorised by resolution of the Board.

9. The budget holder must never break down a job and string a number of purchase orders or authorisations together simply to avoid having to get 3 written quotations/tenders.

10. The following information must be clearly stated on each purchase order or instruction:

    i. The name of the supplier.

    ii. The agreed price of the goods/services required, other than in an emergency or where impractical to do so.

    iii. The Unique Order No as approved by the budget holder.

11. The Clerk shall ensure that procedures are in place for establishing when goods or services, have been charged, allocated or otherwise expenditure has been committed against an unauthorised budget.

12. All quotes/tenders, delivery notes, invoices for payment and credit notes shall be matched to the official purchase order or instruction, examined and coded before they are proposed for payment or set off. If the budget holder or the Clerk deems any invoice/credit note to be incorrect they shall not process such invoices/credit notes for payment or set off until satisfied that payment or set off is properly due. The quotes/tenders, purchase orders and delivery notes where required to be signed or where amended, shall all be filed together with the invoices/credit notes as otherwise directed by the Clerk

13. The Clerk shall ensure that all Invoices which have been approved for payment are duly scheduled for payment.

14. All Invoices shall be authorised by the Chairman and checked by the Clerk prior to making payment.

15. Where it is considered that there are valid reasons for departing from these procedures the approval of the Chairman shall be obtained. Any such departure shall be reported to the Board.

E BANK MANDATE AND INVESTMENTS

1. No changes shall be made to the Board's bankers or the bank mandate without the prior consent of the Board.

2. Approved signatories for the Board's bank accounts are as follows:

    1. The Chairman

    2. Such other member(s) as shall from time to time be authorised by the Board

    3. Such officers of the Middle Level Commissioners as shall from time to time be authorised by the Board

3. All cheque books, deposit books, banking cards, online access and other documentation or materials relating to the Board's bank accounts shall be retained in the custody of the Clerk.

4. All payments, bank transfers and Investments shall be made in the most efficient/secure manner as determined from time to time by the Clerk

5. The Clerk shall maintain Contact Details relating to financial transactions. All bank accounts shall be reconciled monthly and checked at regular intervals by separate officers of the Clerk.

F INVESTMENTS AND BORROWINGS STRATEGY

1. All investments made by the Board are made within guidance received from CIPFA (Chartered Institute of Public Finance Accountants) Guidance for the Public Sector, and relevant legislation:

    - The Board's investment activities are limited by statute

    - The Board may invest with major Banks and/or Building Societies

    - The Board's investments are to be regarded as low/medium risk

    - The Board's investments must be made in the name of the Board and not any named individual

2. All investments shall be negotiated by the Clerk and reported to the Board. They must be for an appropriate period.

3. All borrowings shall be effected in the name of the Board and shall be from the Public Works Loans Board. In an emergency there may be an exception.

4. No borrowings shall be taken out without a resolution of the Board.

5. All investment certificates and other documents relating thereto shall be retained in the custody of the Clerk.

G COLLECTING MONEY

1. The Clerk shall be responsible for ensuring that all monies received are properly recorded in the accounting records.

2. Electronic copies of all receipts issued shall be retained for at least six years.

3. The Clerk shall be responsible for ensuring that the Drainage Rates and Special Levies are substantially collected by **1 November** each year. Outstanding Rates/Levies shall be pursued in a timely manner after that date.

4. The Clerk shall ensure that procedures are in place for all debts to be substantially collected within 30 days from the Debtor Invoice tax point date and for when a debt becomes 3 months overdue or whenever a debt becomes doubtful or is disputed.

H FUNDING APPLICATIONS

1. Ideally any grant or third-party funding opportunities will be reviewed, supported and approved by the Board, however bidding windows normally constrain the ability to enact this meaning Boards potentially missing out on funding. Therefore, the Clerk and/or Chairman shall be empowered to bid for grant and/or other third-party funding on behalf of the Board. This includes being able to determine and accept any risk exposure.

I SUNDRY DEBTORS

1. Each budget holder shall be responsible for providing the Clerk with the necessary information to enable rechargeable work to be properly accounted for and invoiced, and, any other debts due to be properly invoiced. The budget holder shall advise the Clerk whenever an Invoice is to be raised for goods provided or services rendered, under their control.

2. The Clerk shall ensure that all such Invoices are properly raised as soon as practicable after being authorised.

3. The Clerk shall be responsible for ensuring that all other debts due to the Board are properly raised when required and collected appropriately.

4. The Clerk shall be responsible for ensuring that the Board consider whether any rents payable to them should be reviewed by a Chartered Surveyor at least once every 5 years.

5. The Clerk shall calculate any claims for Highland Water payments from the Environment Agency and send such claims to the Agency by the dates specified by the Agency.

6. Any refunds due to debtors for whatever reason shall be approved by the Clerk prior to being paid or otherwise accounted for.

8. The Clerk shall be empowered to collect all sundry debts due.

9 The Clerk shall obtain the Chairmans approval for instigating legal proceedings to collect outstanding amounts in excess of the County Court Small Claims limit.

J EMPLOYING/MANAGING STAFF

1. The Chairman shall be responsible to the Board for all matters regarding any employees, including employment policies, procedures, terms and conditions. The Chairman acts as the

employee’s line manager. This includes taking capability and disciplinary action against Board employees having followed due process.

2. The Board’s approval shall be required for the employment of additional permanent staff.

3. The Chairman shall have the authority to employ temporary staff and replace permanent staff provided the employment costs are contained within the Expenditure Estimates/Budgets approved by the Board.

4 Subject to the above paragraphs and to the terms of any employee's contract, Board members shall not individually have the power to formally offer anyone any form of employment or to dismiss a Board employee, or otherwise take disciplinary action against any of the Board’s employees unless the Board has specifically authorised such action by resolution.

5. Board members other than the Chairman and the District Officer shall not individually give instructions to any of the Board’s employees, unless delegation has been approved by the Board.

6. The Chairman and the District Officer shall be responsible for managing the day-to-day activities of employees and for determining the nature and extent of these activities.

K ASSET ACCOUNTING/MANAGEMENT

1. Any assets to be sold will be advertised in the appropriate media or by the method most appropriate for securing best value and will be sold for the highest offer (of legitimate bids from reputable sources) unless they are being part-exchanged or traded-in when acquiring another asset, or otherwise sold for a budget price approved by the Board.

2. The Clerk shall be responsible for documenting and maintaining the records of the Board’s Assets.

L AUDIT

1. As a requirement of the Accounts and Audit Regulations the Clerk shall ensure that the Board is presented with the Internal Auditor’s Report each year. The Board are required to review and where necessary take appropriate action.

M SALARIES AND WAGES

1. The Board shall, where appropriate, seek independent advice before making significant changes to terms and conditions of employment and, save where such changes are as a result of legislative change, no changes shall be made to terms and conditions of employment (deliberately or otherwise) without the prior consent of the Board.

2. The Clerk shall be responsible for the proper compilation of the payroll(s) and for the final determination of pay, as approved by the Board.

3. All annual holiday entitlements (including any carried forward provisions) shall be agreed with the Chairman and/or the District Officer at the beginning of every financial year and signed off by him/her as such, in accordance with the Board’s terms and conditions of employment.

4. All time-off in lieu, sick leave, working-from-home arrangements and other absences from work or the work place shall be approved in writing by the Chairman and/or the District Officer.

5. All proposed payments of salaries and wages shall be authorised by the Clerk prior to being made.

N INSURANCES

1. The Clerk shall be responsible for expeditiously submitting all insurance claims that the Board agrees should be pursued. The Board shall be responsible for providing the Clerk with all of the necessary information he/she deems necessary in order to successfully make an insurance claim.

2. The Chairman and/or the District Officer shall immediately notify the Clerk of any loss, liability or damage or any event likely to lead to a claim on any of the Board's insurance policies and shall, where appropriate, notify the police of the relevant circumstances.

O SECURITY

1 Keys to the Board's buildings and property shall be controlled by the Chairman and/or the District Officer who shall maintain the list of such key holders.

P REVIEW OF FINANCIAL REGULATIONS

1. The Board and Clerk reserves the right to make reasonable changes to these Regulations at any time in future.

2. Failure to take action against any employee or Member following a breach of the Financial Regulations does not constitute a waiver of the Board's right to take disciplinary action on any future breaches of the Financial Regulations and no single or partial action taken shall prevent any further disciplinary action being taken or other action being taken against any employee or Member.

Provided by the Middle Level Commissioners		Item No:	11
Meeting:	**MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS**	**Subject:**	**FINANCE REPORT: LOOKING BACK**
Date:	**Wednesday 22nd January 2025**	**Officer Responsible:**	**Robert Hill/Sam Ablett**

RECOMMENDATIONS

The Board is asked to:

A. Note the Budgeting review.
B. Consider and approve the payments detailed within Appendix 1.

Finance Officer's review and key messages

Storm Recovery Grant

Following the setting of the rates for 2024/2025 details concerning the Storm recovery Grant were released and claims had to be submitted within an incredibly tight time-frame. A claim for £40,310.07 was submitted on behalf of the Commissioners for excess winter pumping costs (Tranche 1) which was successful and has now been paid.

1. **Budgeting**

1.1 The current forecast for income/expenditure to 31st March 2025 shows that expenditure could be in-line with the budget against which rates were set.

However, members are advised that these figures are estimating pumping costs to be in-line with the budget proposal against which the rates have been set and should therefore also take into account the significant financial implications major storm events can have on drainage Board budgets.

2. Payments for 2024

2.1 Payments are detailed within Appendix 1

Author Name: Robert Hill/Sam Ablett
Role: Treasurer/Assistant Treasurer

Appendix 1 Payments for 2023/24

Appendix 1

MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS

Payments 2024/2025 (1st April 2024 - 30th November 2024)

Wave - Metered water supply	21.08
Middle Level Commissioners - Repairs to automatice weedscreen cleaning equipment (Purls Bridge p/s)	362.71
Middle Level Commissioners - Fees (Planning and development applications)	182.70
Middle Level Commissioners - Administration charge, postages, telephone charges, stationery and travelling	9,211.90
Middle Level Commissioners - IDB Health & Safety re-charge 2023-2024 (Account from COPE Safety Management)	408.00
FJS Services Ltd - Nuts, bolts, washers, supply of radiator and 25 litres of antifreeze Qualube	491.82
Ratatak - Pest control (April - June 2024)	90.40
Bank charges	3.00
Vodafone - Mobile telephone charges	15.37
Anglia Farmers - 15,000 litres of gas oil	13,336.16
Water Resources East - Contribution to operating costs 2024-2025	180.00
Wave - Metered water supply	31.74
Environment Agency - Precept	40,740.12
Anglia Farmers - Road diesel	80.85
Vodafone - Mobile telephone charges	15.43
Vodafone - Mobile telephone charges	16.08
LW Vehicle Services Limited - Supply, fit and balance tyre	85.72
Corona Energy - Electricity Supply (Payment on account)	9,550.00
Corona Energy - Electricity Supply (Payment on account)	9,550.00
Anglia Farmers - Road diesel	68.24
Anglia Farmers - CV battery	728.28
Middle Level Commissioners - Pumping station maintenance	592.79
Vodafone - Mobile telephone charges	16.08
Corona Energy - Electricity Supply (Payment on account)	9,550.00
Corona Energy - Electricity Supply - (Purls Bridge pumping station)	678.11
Corona Energy - Electricity Supply - (Purls Bridge pumping station)	1,336.25
Corona Energy - Electricity Supply - (Glenhouse pumping station)	217.70
Corona Energy - Electricity Supply - (Glenhouse pumping station)	289.97
Ratatak - Pest control (July - September 2024)	90.40
Middle Level Commissioners - Court fees	0.50
Middle Level Commissioners - Road tax for AU15 XHB	320.00
Wave - Metered water supply	91.77
Anglia Farmers - Allstar monthly card fee	1.21
Bank charges	30.00
Vodafone - Mobile telephone charges	16.08
Corona Energy - Electricity Supply (Payment on account)	9,550.00
Middle Level Commissioners - Internal audit fees (Whiting & Partners, 2023-2024 accounts)	1,023.00
Ben Burgess Coates - Battery charger and manual mirror	289.16
Anglia Farmers - Road diesel	78.75
Corona Energy - Electricity Supply - (Glenhouse pumping station)	346.25
Corona Energy - Electricity Supply - (Purls Bridge pumping station)	477.63
Corona Energy - Electricity Supply - (Glenhouse pumping station)	181.83
Corona Energy - Electricity Supply - (Purls Bridge pumping station)	455.37
Ben Burgess Coates - 3000 hour service of John Deere Tractor - AO20 NWL	2,667.17
FJS Services Ltd - Hex sets, spring washers and 5 litres of gear oil	23.59
Middle Level Commissioners - Fees (Production of Board report, planning and development applications)	1,766.40
Corona Energy - Electricity Supply (Payment on account)	9,501.99
PKF Littlejohn LLP - Audit fee (2023-2024 accounts)	756.00
Vodafone - Mobile telephone charges	15.53
N L Hydraulics - 10.4 metres of hydraulic hose and fittings	217.39
Corona Energy - Electricity Supply - (Purls Bridge pumping station)	462.95
Corona Energy - Electricity Supply - (Glenhouse pumping station)	170.80
Middle Level Commissioners - Administration charge, postages and telephone charges	8,626.52
Ratatak - Pest control (October - December 2024)	90.40
Middle Level Commissioners - Telemetry charges	576.00
Anglia Farmers - Road diesel	75.35
Wave - Metered water supply	41.71
Middle Level Commissioners - Renewal of insurances	5,665.39
Vodafone - Mobile telephone charges	15.53
Environment Agency - Precept	40,740.12
Mastenbroek Environmental Ltd - Knives, lock nuts and cases with screws	252.91
LW Vehicle Services Limited - Repairs to AU15 XHB	215.77
Middle Level Commissioners - Pumping station maintenance	113.11
Middle Level Commissioners - Death in service insurance premium (Account from Unum)	176.34
Middle Level Commissioners - Fees (Planning and development applications)	495.00
Middle Level Commissioners - Repairs to pump low level control (Purls Bridge pumping station)	184.78
Middle Level Commissioners - Expenses in connection with Board meeting	358.51
Anglia Farmers - Charge for the fuel card	1.21
Bank charges	3.00
Vodafone - Mobile telephone charges	15.53
District labour	24,750.33
NEST Pension Contributions	4,777.27
	213,559.05

(NB - Amounts shown include Value Added Tax)

Provided by the Middle Level Commissioners		Item No:	12
Meeting:	**MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS**	**Subject:**	**FINANCE REPORT: LOOKING FORWARD**
Date:	**Wednesday 22nd January 2025**	**Officer Responsible:**	**Robert Hill/Sam Ablett**

RECOMMENDATIONS

The Board is asked to:

A. Consider the Finance Officer's summary
B. Fees, remuneration and subscriptions
C. Review & approve Determination of land for rating purposes & Rate arrears (Confidential papers)
D. Note the Precept to the Environment Agency
E. Highland Water Contributions
F. Review & Approve Rating Estimates for 2025/2026
G. Consider & approve the Agricultural Drainage Rates and Special Levy requirements for 2025/2026

Finance Officer's summary and key messages

The Clerk to report

1. Fees, Renumerations and Subscriptions

1.1 To consider the recommendation of the Finance Committee for the District Superintendents wages, pension contributions and future labour requirements.

1.2 Subscription to the Association of Drainage Authorities (ADA) to increase by 6.5% for 2025 therefore the annual fee will be £772.00

1.3 The Board is also asked to consider and reaffirm its contribution estimated to be £150 towards the Board Member role representing local IDBs within Water Resources East (WRE).

2. Precept to the Environment Agency

2.1 Internal Drainage Boards are required to pay a Precept (IDB Precept) to the Environment Agency for their expenses managing water passing into main rivers. Predominantly, the Precept funds additional maintenance downstream of and/or benefitting IDB districts.

The Anglian (Great Ouse) Regional Flood & Coastal Committee (RFCC) determined that the Precept will increase by 2% for 2025.

The precept for 2024 was £81,480.24

3. Highland Water Contributions

When completing the budget proposal claims were estimated against the likely out-turn for 2023/2024 and the budgeted expenditure for 2024/2025. The winter storm events gave claims significantly in excess of previous claims but following an understanding that the Environment Agency were able to switch funding within their revenue/capital programmes the full estimated claims were included in the rating proposals. The highland water claim included within the rating estimates was £912. Following an earlier Government announcement, details were eventually released concerning the Storm Recovery Grant and a claim for excess pumping costs for the first trance (T1) was submitted in the sum of £40,310.

The highland water claims totalling £2,248.77 were submitted based on actual out-turn. Against this we need to adjust the Storm recovery elements of £837.50, leaving a net claim of £1,411.27. We have now been notified by the Environment Agency that they will not be able to meet all payments in full for this year and the payment will be £1,172.54. a shortfall in year of £238.73 against the claims.

The early indications are that for 2025/2026 highland water claims will be capped at around £650.

4. Determination of Rating Values & Rate Arrears – Confidential papers

5. Estimates for 2025/26

5.1 The estimated budget for 2025/26 is shown in Appendix 1.

5.2 The Board are reminded that it is standard practice to budget for an average year in terms of rainfall and associated pumping requirements.

6. Rate Requirements for 2025/26

6.1 Appendix 2 details the rate requirement that needs to be set and approved by the Board in order to raise sufficient rate and special levy income to cover the budget estimate.

6.2 Board Members are welcome to propose alternative rate requirements and invite these for consideration by the Board along with their supporting rationale and proposed mechanism for catering within the budget estimate and/or the Board's investment strategy.

6.3 Standard provisions have been included with estimates for labour costs uplifted for an increase in 2025/2026 and the Government announced National Insurance increases.

There will be a new electricity supply contract in place from October 2025 and there are currently no indicators as to possible unit rates for this time. A general inflationary increase has been included.

There has been no indicator for possible insurance costs and a general inflationary increase has been included.

The Boards policy to include sums for the pump overhaul programme and plant replacements has been included. For future a view will need to be taken on the Commissioners tractor/flail mower replacement.

These budget provisions indicate a rate requirement for 2025/2026 of 54.00p, the rate set for 2024/2025 being 50.00p.

Author Name: Robert Hill/Sam Ablett
Role: Treasurer/Assistant Treasurer

Enclosure 1 Determination of Land Values for Rating (CONFIDENTIAL PAPERS)
Rate Arrears (CONFIDENTIAL PAPERS)

Appendix 1 Estimates for 2025/26
Appendix 2 Rate Requirements for 2025/26

Appendix 1

MANEA & WELNEY DISTRICT DRAINAGE COMMISSIONERS
Rating Estimates 2025/2026

	Approved Estimates 2024/2025	Probable Actual 2024/2025	Estimated 2025/2026	Estimated 2026/2027	Estimated 2027/2028
1 CHANNEL MAINTENANCE	18,500	21,500	20,000	20,500	21,000
2 LABOUR	44,250	44,500	48,500	50,000	51,500
3 REPAIRS AND RENEWALS	10,500	12,500	12,000	12,000	12,000
Pump overhaul	15,000	15,000	15,000	15,000	15,000
4 FUEL	38,000	38,200	45,000	45,000	46,000
5 RATES, INSURANCES & TELEPHONES	4,500	6,250	6,500	6,750	7,000
6 ADMINISTRATION	18,750	18,750	19,700	20,500	21,250
7 TECHNICAL SERVICES	3,000	3,000	3,000	3,000	3,000
8 E. A. PRECEPT	81,480	81,480	83,110	84,772	86,468
9 PLANT REPLACEMENT	10,000	10,000	10,000	10,000	10,000
	243,980	**251,180**	**262,810**	**267,522**	**273,218**
INCOME	**3,862**	**7,173**	**4,572**	4,000	4,000
Net Expenditure	**240,118**	**244,008**	**258,238**	**263,522**	**269,218**
Rate Requirement	**0.5000**		**0.5400**	**0.5503**	**0.5622**
Increase on previous year budget			**8.00%**	**1.91%**	**2.16%**

AV	478,839

Gen. Fund balance	Opening		246,060	280,626	
Rates raised		*Rate set - 50.00*	170,832	258,238	0.5400 p
Special Levy			67,431		
Net Expenditure			244,008	258,238	
Storm Receovery Grant			40,310		
Closing Balance			**280,626**	**280,626**	

Appendix 2

Manea & Welney District Drainage Commissioners

Rate and levy requirements

Under Section 37 of the Land Drainage Act 1991, the appropriate proportions in which the net expenditure of the Commissioners must be borne for 2025/2026 is:-

a) Proportion to be borne by the Agricultural Sector – 71.40%

b) Proportion to be borne by Special levy issued to:-

Fenland District Council -	18.28%	
Borough Council of Kings Lynn & West Norfolk –	10.32%	28.60%

The product of a rate of 1p in the £ on Agricultural land and buildings is £3,419.

In 2025/2026 a rate of 1p together with corresponding Special levy would raise £4,788.

Estimated revenue cash balance in hand at 31st March 2025 - £280,000

The estimated net expenditure for the Commissioners Revenue and Capital Programmes in 2025/2026 is £258,238 and equivalent to:-

a) a rate in the £ on Agricultural land and buildings of 54.00p and

b) a Special levy on Fenland District Council of £47,258
a Special levy on Borough Council of Kings Lynn & West Norfolk of £26,684

In 2024/2025 a rate of 50.00 in the £ was set, together with Special levies of £42,723 on Fenland District Council and £24,708 on Borough Council of Kings Lynn & West Norfolk to raise £238,263.

The Commissioners should give consideration to the future level of balances required when setting the rate for 2025/2026.

P BURROWS

Clerk to the Commissioners

December 2024