

Meeting: Council

Date: 7 December 2017

Wards Affected: All

Report Title: Transformation Project - Review of Public Toilets

Is the decision a key decision? Yes

When does the decision need to be implemented? ASAP

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1. Proposal and Introduction

- 1.1 The Council need to find a long term solution for the provision of public toilets across Torbay. The Councils Policy Development Group (Joint Operations Team) tasked officers with developing a plan to reduce the cost of the toilet provision to the lowest level possible but still retaining public toilet provision across Torbay.
- 1.2 For the past two years a comprehensive review of public toilets within Torbay has been undertaken. More recently as part of the Councils Transformation Programme a procurement exercise has been undertaken seeking a commercial partner to deliver our public toilet provision.
- 1.3 The procurement exercise has now been completed and a preferred bidder chosen. The preferred bidder has outlined a proposed future model for the delivery of public toilets to address and deliver the following aims:
 - Modern and well maintained toilet facilities, which meet the needs of both the residents and visitors to Torbay;
 - Facilities, which meet acceptable standards of cleanliness and hygiene;
 - Facilities located strategically across the district;
 - Toilets, which are accessible and safe to all users;
 - Flexible provision, which can readily cope with fluctuating levels in the demand, experienced in particular locations throughout the year;
 - Addressing night-time economy issues and aspirations.

2. Reason for Proposal

- 2.1 Due to the financial pressures the Council has faced there has been a lack of investment in Public Toilets over many years and maintenance budgets have also been reduced. As a result many of our toilets are not fit for purpose which has led to an increase in the level of customer complaints.
- 2.2 The procurement process provides a proposal for the Council to enter into a long term contract for the management and delivery of public toilets within Torbay. In support of the proposal, Torbay Council would need to borrow £1.032m from the Public Works Loan Board (PWLb) to invest in the modernisation and improvement of public toilets. The cost of the repayments are shown in exempt appendix 2.
- 2.3 There is no statutory requirement for a Local Authority to provide public toilets. The Public Health Act 1936 allows Councils to charge for toilets. Therefore there are a range of options available to the Council in its consideration of the future of our toilet facilities.

3. Recommendation(s) / Proposed Decision

Officer Recommendation

- 3.1 That Council approve the proposal to enter into a service delivery contract with an external Provider to deliver and manage the sixteen toilet facilities as detailed within their tender;
- 3.2 That the Executive Head of Assets and Business Services be given delegated authority in consultation with the Elected Mayor, to enter into a 15 year contract (with an option to extend for a further 5 years) to be awarded to the preferred bidder, 'Healthmatic', with the contract to commence in 1st April 2018 in respect of the sixteen toilets detailed in their tender.
- 3.3 That Council authorise prudential borrowing of £1.032m to make capital investment in the modernisation of the Council's toilets facilities referenced in 3.1 above.
- 3.4 That the Council notes that the transitional costs of delivering 3.1-3.3 of up to £150k in 2018/19 is to be funded from the Comprehensive Spending Review (CSR) Reserve.
- 3.5 That the Executive Head of Assets and Business Services be given delegated authority to award a contract which ensures that all remaining public toilets remain open and be maintained at current levels, meaning that no toilets are proposed to close.

Executive Recommendation

- 3.6 That Council approve the proposal to enter into a service delivery contract with an external Provider to deliver and manage the sixteen toilet facilities as detailed within their tender.
- 3.7 That the Executive Head of Assets and Business Services be given delegated authority in consultation with the Elected Mayor, to enter into a 15 year contract (with an option to extend for a further 5 years) to be awarded to the preferred

bidder, 'Healthmatic', with the contract to commence in 1st April 2018 in respect of the sixteen toilets detailed in their tender, **on the basis that any charges implemented for use of the public toilets will be between 20p – 30p, dependent on location.**

- 3.8 That Council authorise prudential borrowing of £1.032m to make capital investment in the modernisation of the Council's toilets facilities referenced in 3.6 above.
- 3.9 That the Council notes that the transitional costs of delivering 3.6-3.8 of up to £150k in 2018/19 is to be funded from the Comprehensive Spending Review (CSR) Reserve.
- 3.10 That the Executive Head of Assets and Business Services be given delegated authority to award a contract which ensures that all remaining public toilets remain open and be maintained at current levels, meaning that no toilets are proposed to close.

Appendices

Appendix 1 – Photos of the current toilet facilities and a summary of customer complaints.

Appendix 2 - EXEMPT – Financial Summary

Appendix 3 – EXEMPT – Extract from preferred bidders tender

Section 1: Background Information

1. What is the proposal / issue?

The completed procurement process provides an option for the Council to enter into a long term contract for the provision of public toilets within Torbay, requiring the Council to invest in the public convenience service to improve services and in the long term save the Council money.

The current proposal for the Councils 28 public toilets is broken down as follows:

1. The preferred bidder will deliver and manage 16 of the 28 public toilets – these are marked with 'H' in the table shown below
2. 7 public toilets are proposed to be transferred from the Council to the adjacent Cafés/businesses, this transfer will be managed by the preferred bidder - If a solution is not found then the toilet will remain open and be maintained at current levels.
3. 4 toilets to retained by the Council (Palace Avenue, Preston Bus Shelter, Preston Redcliffe and Watcombe) and maintained at current levels to ensure no closures – a future operator will need to be identified by the Council

The proposal from the preferred bidder also outlines the following:

- The introduction of charges for the 16 toilets managed by them
- Develop ancillary uses for the high profile location toilets.
- 6. Operate a service based on local delivery with as little 'van time' as possible.

As stated above, seven of the toilets are directly associated with beachside cafés/businesses. The plan would be to work with these cafes/businesses to develop a strategy based on them either wholly or partly helping with the future delivery of these toilets. Should such a strategy be unsuccessful these toilets would remain open and maintained at current levels, as per the four toilets detailed above.

This will still leave sixteen toilets under the direct management of the contractor. In order to work towards the objective of reducing the cost of the provision both an income stream needs to be developed, and a cost reduction plan needs to be introduced. The income can be developed from charging for use, and the main source of cost reduction is in maintenance and utilities. This requires that toilets are refurbished and the layouts and locations of some toilets are changed.

Some of the toilets are also located in positions of premium value to secondary operators. This is normal across the UK as toilets are of course built in locations of high footfall. An approach may be to sublet a whole building and install a new purpose built toilet as is currently proposed by the preferred bidder at Preston Green.

With an objective of improving facilities it is clear that income generation via charging is central to any future plan. Charging means that there will be higher expectations from the user group, and therefore refurbishment and modernisation of the facilities is an essential component of the proposal from the preferred bidder. By introducing charging the number of people using public toilets will reduce resulting in a reduction in the operating costs of the toilets.

Please see exempt appendix 3 for an extract from the Healthmatic tender for further information as to their proposal.

Due to the amount of buildings that need improving & modernising and the limitations of working during the main holiday period the project will take 3 years to complete.

The final proposed model is set out below:

Location	Healthmatic Status	Council Status	
Babbacombe Downs	Open		H
Bank Lane	Open		H
Beacon Quay	Open		H
Breakwater Beach	Potential transfer to café/business	If a solution is not found this toilet will remain open and be maintained at current levels.	
Brixham Harbour	Open		H
Broadsands	Potential transfer to café/business	If a solution is not found this toilet will remain open and be maintained at current levels.	
Corbyn Head	Open		H
Festival Apollo	Changing Places facility		H
Fishcombe	Potential transfer to café/business	If a solution is not found this toilet will remain open and be maintained at current levels.	
Goodrington Central	Open		H
Goodrington North	Potential transfer to café/business	If a solution is not found this toilet will remain open and be maintained at current levels.	
Goodrington South	Potential transfer to café/business	If a solution is not found this toilet will remain open and be maintained at current levels.	
Lymington Road	Open		H

	Meadfoot	Potential transfer to café/business	If a solution is not found this toilet will remain open and be maintained at current levels.	
	Oddicombe	Potential transfer to café/business	If a solution is not found this toilet will remain open and be maintained at current levels.	
	Old Town Hall	Open		H
	Paignton Central	Open		H
	Paignton Harbour	Open		H
	Palace Avenue	Closed	To be retained by the Council	
	Parkside	Open		H
	Preston Bus Shelter	Closed	To be retained by the Council	
	Preston North	Open / New location.		H
	Preston Redcliffe	Closed	To be retained by the Council	
	Sea Front Complex	Open		H
	Shoalstone	Leased to Brixham Town Council	If a solution is not found this toilet will remain open and be maintained at current levels.	
	St Marychurch Car Park	Open		H
	Torre Abbey Meadows	Open		H
	Watcombe	Closed	To be retained by the Council	
	As detailed above it is proposed that that a solution is found by the Council to enable all toilets to remain open.			
2.	<p>What is the current situation?</p> <p>The Council currently provides, manages and maintains 28 public toilets across Torbay, 2 of these facilities are already pay on entry toilets which charge 20p. A further 4 toilets are operated under lease or through the Torbay Coast and Countryside Trust.</p> <p>TOR2 provide the cleansing and maintenance of toilets as a cyclical service and the level of this service has been reduced over successive budget cycles.</p> <p>Due to the financial pressures the Council has faced there has been a lack of investment in the public toilets and maintenance budgets have also been reduced. Consequently the result levels of customer complaints have increased.</p>			

	<p>Many of the toilets within Torbay are not currently regarded as fit for purpose and are in a state of disrepair– please see appendix 1 for photos of the current toilet facilities and a summary of customer complaints.</p> <p>Without significant investment the likelihood is that some of the existing facilities will need to be closed as they present either a public health risk or a safety risk due to the state of disrepair.</p>
<p>3.</p>	<p>What options have been considered?</p> <p>As part of the ongoing review of Public Toilets a number of options have been investigated as follows:</p> <ul style="list-style-type: none"> • Remain as is; • Undertake a modernisation programme, which would require significant re-investment into toilet provision • Undertake a procurement exercise for the provision of public toilets within Torbay to secure significant investment in the toilet infrastructure and reduce the overall financial cost to the council.
<p>4.</p>	<p>How does this proposal support the ambitions, principles and delivery of the Corporate Plan?</p> <p>Ambitions: Prosperous and Healthy Torbay</p> <p>Principles: Use reducing resources to best effect</p> <p>Targeted actions: Ensuring Torbay remains an attractive and safe place to live and visit</p>
<p>5.</p>	<p>How does this proposal contribute towards the Council’s responsibilities as corporate parents?</p> <p>This proposal contributes towards the Councils responsibilities as a corporate parent as modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles it would provide a safer environment for all, including children in Torbay.</p>
<p>6.</p>	<p>How does this proposal tackle deprivation?</p> <p>This proposal contributes towards tackling deprivation as modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles it would provide a safer environment for all, including those from deprived communities.</p>

7.	<p>Who will be affected by this proposal and who do you need to consult with?</p> <p>This proposal has the potential to affect residents and visitors of Torbay.</p>
8.	<p>How will you propose to consult?</p> <p>At the meeting of the Policy Development and Decision Group (PDDG) held on the 9 October 2017 a detailed consultation exercise was proposed by officers to obtain feedback from members of the public - it was planned that the feedback would then be used to help shape the future provision of public toilets within Torbay.</p> <p>The PDDG made the following recommendation to the Mayor:</p> <p>“that contrary to officer recommendation, the consultation proposed in the submitted report is not to be undertaken”</p> <p>The Mayor subsequently recorded a decision that the detailed public consultation proposed was not to be undertaken.</p> <p>Three high level questions regarding public toilets have been included as part of the 2018/19 budget consultation. The current preliminary results are below in section 13.</p> <p>Officers have been liaising with various user groups regarding the location & design of the changing places facility.</p> <p>If the proposal from the preferred bidder is progressed, as new facilities are rolled out over the early years of the contract. Consultation will take place with the user groups of those facilities.</p>

Section 2: Implications and Impact Assessment

9.	<p>What are the financial and legal implications?</p> <p>The preferred bidder has produced various budget & cost forecasts based upon their proposal. This includes a range of prices being charged for the “pay to enter” systems ranging from 20p to 50p.</p> <p>Based upon this level of charging budget and cost forecasts are detailed in exempt appendix 2.</p> <p>The costs in respect of the sixteen toilets that will be managed by the preferred bidder are detailed in exempt appendix 2.</p> <p>In addition to this, Officers are currently assessing the costs of maintaining the remaining toilets at existing levels. This will need to be achieved within existing budgets, otherwise this matter will have to return to Council for a decision.</p>
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Please see exempt appendix 3 for an extract from the Healthmatic tender for further information as to their proposal.

Investment

Once an entry charging system is introduced the user group is likely to have significantly higher expectations of the cleanliness and modernity of the toilet provision.

Toilets identified within the preferred bidder's proposal will have improvements made prior to having a charging system installed and in some cases completely new sets of toilets will be installed, the total cost of these improvements will be £1.032m.

In support of the proposal, Torbay Council would need to borrow £1.032m from the Public Works Loan Board (PWLb) to invest in the modernisation and improvement of public toilets.

Legal Implications

If the proposal is approved the preferred bidder will be appointed as the contractor for the sixteen public toilets marked with 'H' in the table shown in section one.

These toilet facilities / assets would not be leased to the preferred bidder, they would remain owned by the Council, with a contract for their operation being awarded to the preferred bidder.

The Council will then find a solution to enable the toilets listed as 'closed' or transferred in the table in section one to remain open and be maintained at current levels for example by:

- Using the existing contractor TOR2
- Using the new contractor/preferred bidder
- Working with a third party – adjacent business/Brixham Town Council
- Procuring another new contractor

10. What are the risks?

The key risks to the proposal are as follows:

- Delays to achieving a contract award in December 2017 may jeopardise the bidder's ability to deliver the contract
- Torbay Council do not achieve the expected income from the pay to enter systems.
- There are issues with the current facilities that we are not aware of (assets may require additional capital investment than forecast etc.).
- Planning consent is not given for new builds.
- Negative response from members of the public – in particular in relation to

	charging for the use of public toilets.
11.	<p>Public Services Value (Social Value) Act 2012</p> <p>A full procurement exercise has been undertaken and a preferred bidder has been appointed subject to final Council approval.</p>
12.	<p>What evidence / data / research have you gathered in relation to this proposal?</p> <p>The following data/evidence has been gathered:</p> <ul style="list-style-type: none"> • Discussions with toilet providers regarding their solutions for Torbay. • Visits to other local authorities. • Research solutions used by other local authorities. • Full cost analysis of our existing toilets. • Electronic counters used to establish the volume of use of our toilets. • Negotiation meetings with bidders as a result of the procurement exercise. • Meetings with charities and organisations who are interested in sponsoring/funding new toilet provision. <p>Please see appendix 1 for photographs of the existing toilet facilities and a summary of customer complaints received.</p>
13.	<p>What are key findings from the consultation you have carried out?</p> <p>The following questions have been asked as part of the current budget consultation.</p> <p>As can be seen from the data below 54% of respondents would agree to closures of some toilets if the remaining facilities are improved and 64% would be prepared to pay a fee to use them.</p> <p>PLEASE NOTE: The results below are preliminary results from the first four weeks of the consultation period.</p>

We know that some of our toilets are rarely used and are expensive to maintain. We are interested to know whether you would support the closure of some facilities, so the Council could concentrate its resources and funding on upgrading the facilities which are used the most.

Yes, I would support the closure of some of the least used toilets so as to upgrade the facilities which are used the most.	152	<p>Don't Know 6%</p> <p>No 40%</p> <p>Yes 54%</p>
No, I would not support closing any of the toilets.	115	
Don't know	16	
Total	283	

Some Councils are able to refurbish and improve the standard and quality of their public toilets by introducing a fee for the use of facilities. Would you support charging a fee for some public toilet facilities?

Yes, I would support charging for some toilets if the standard and quality was improved.	181	<p>Don't Know 2%</p> <p>No 34%</p> <p>Yes 64%</p>
No, I would not support charging to improve the standard and quality.	95	
Don't know	7	
Total	283	

Charging a fee to use some toilets would provide some of the funding needed to improve facilities to ensure they are fit for the future and are of a much higher standard than current provision. Improvements could include; improved lighting, new fittings and redecoration. How much would you be prepared to pay to use some facilities?

I would be prepared to pay up to 30p a visit.	137	<p>Up to 30p 49%</p> <p>No 37%</p> <p>Up to 50p 10%</p> <p>Up to 40p 4%</p>
I would be prepared to pay up to 40p a visit.	12	
I would be prepared to pay up to 50p a visit.	27	
No, I would not be prepared to pay.	104	
Total	280	

14.	Amendments to Proposal / Mitigating Actions As mentioned above it is proposed that that a solution is found by the Council to enable all toilets to remain open.

Equality Impacts

15	Identify the potential positive and negative impacts on specific groups			
		Positive Impact	Negative Impact & Mitigating Actions	Neutral Impact
	Older or younger people	With the majority of the new facilities being single door entry cubicles it would provide a safer environment.		Modern refurbished toilets would benefit all residents and visitors to Torbay.
	People with caring Responsibilities	With the majority of the new facilities being single door entry cubicles it would provide a safer environment.		Modern refurbished toilets would benefit all residents and visitors to Torbay.
	People with a disability	All designs will be DDA compliant. The introduction of a Changing Places facility will improve the toilet options available for those that are severely disabled.		
	Women or men			Modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles it would provide a safer environment for all.
	People who are black or from a minority ethnic background (BME) <i>(Please note Gypsies /</i>			Modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles

<i>Roma are within this community)</i>			it would provide a safer environment for all.
Religion or belief (including lack of belief)			Modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles it would provide a safer environment for all.
People who are lesbian, gay or bisexual			Modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles it would provide a safer environment for all.
People who are transgendered			Modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles it would provide a safer environment for all.
People who are in a marriage or civil partnership			Modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles it would provide a safer environment for all.
Women who are pregnant / on maternity leave	All new toilet cubicles will have baby changing facilities.		

	Socio-economic impacts (Including impact on child poverty issues and deprivation)		Modern refurbished toilets would benefit all residents and visitors to Torbay. With the majority of the new facilities being single door entry cubicles it would provide a safer environment for all.
	Public Health impacts (How will your proposal impact on the general health of the population of Torbay)	All new toilets will have hand washing facilities with soap dispensers and hot water. It will also be easier to maintain a clean environment with new modern facilities.	
16	Cumulative Impacts – Council wide (proposed changes elsewhere which might worsen the impacts identified above)	None identified.	
17	Cumulative Impacts – Other public services (proposed changes elsewhere which might worsen the impacts identified above)	None identified.	