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Contact Officer: Maureen Potter 01352 702322 maureen.potter@flintshire.gov.uk

To: Cllr David Evans (Chair)

Councillors: Mike Allport, Mel Buckley, Chris Dolphin, Ian Hodge, Ray Hughes, Richard Lloyd, Hilary McGuill, Mike Peers, Vicky Perfect, Dan Rose and Roy Wakelam

7 June 2023

Dear Sir/Madam

NOTICE OF HYBRID MEETING ENVIRONMENT & ECONOMY OVERVIEW & SCRUTINY COMMITTEE TUESDAY, 13TH JUNE, 2023 at 10.00 AM

Yours faithfully

Steven Goodrum

Democratic Services Manager

Please note: Attendance at this meeting is either in person in the Lord Barry Jones Council Chamber, Flintshire County Council, County Hall, Mold, Flintshire or on a virtual basis.

The meeting will be live streamed onto the Council's website. The live streaming will stop when any confidential items are considered. A recording of the meeting will also be available, shortly after the meeting at https://flintshire.public-i.tv/core/portal/home

If you have any queries regarding this, please contact a member of the Democratic Services Team on 01352 702345.

AGENDA

1 APOLOGIES

Purpose: To receive any apologies.

2 <u>DECLARATIONS OF INTEREST (INCLUDING WHIPPING</u> DECLARATIONS)

Purpose: To receive any Declarations and advise Members accordingly.

3 **MINUTES** (Pages 3 - 8)

Purpose: To confirm as a correct record the minutes of the meeting held

on 16 May 2023.

4 **FORWARD WORK PROGRAMME AND ACTION TRACKING** (Pages 9 - 16)

Report of Environment and Social Care Overview & Scrutiny Facilitator

Purpose: To consider the Forward Work Programme of the Environment

& Economy Overview & Scrutiny Committee and to inform the

Committee of progress against actions from previous

meetings.

5 PRESENTATION FROM THE ENERGY PROGRAMME MANAGER AMBITION NORTH WALES

Purpose: To receive an update on the current state of play on the Low

Carbon Energy programme projects.

6 WELSH GOVERNMENT DEPOSIT RETURN SCHEME (Pages 17 - 26)

Report of Chief Officer (Streetscene and Transportation) - Deputy Leader of the Council and Cabinet Member for Streetscene and the Regional Transport Strategy

Purpose: To provide an update to members on the Welsh Government's

proposed deposit return scheme

Please note that there may be a 10 minute adjournment of this meeting if it lasts longer than two hours

ENVIRONMENT AND ECONOMY OVERVIEW & SCRUTINY COMMITTEE 16 MAY 2023

Minutes of the hybrid meeting of the Environment and Economy Overview & Scrutiny Committee of Flintshire County Council held on Tuesday, 16 May 2023.

PRESENT: Councillor David Evans (Chair)

Councillors: Mike Allport, Mel Buckley, Chris Dolphin, Ian Hodge, Ray Hughes, Richard Lloyd, Hilary McGuill, Vicky Perfect, Dan Rose, and Roy Wakelam

APOLOGY: Councillor David Healey

SUBSTITUTION: Councillor Dennis Hutchinson for Councillor Mike Peers

Hughes

CONTRIBUTORS:

Councillor Chris Bithell (Cabinet Member for Planning, Public Health and Protection), Councillor Dave Hughes (Deputy Leader of the Council and Cabinet Member for Streetscene and Regional Transport Strategy), Councillor Paul Johnson (Cabinet Member for Finance, Inclusion, Resilient Communities, including Social Value and Procurement, Chief Officer (Planning, Environment & Economy), Chief Officer (Streetscene & Transportation), Enterprise and Regeneration Manager, Democratic Services Manager, Integrated Transport Unit Manager, and Manager C4W/C4W+

IN ATTENDANCE: Environment & Economy Overview & Scrutiny Facilitator and Democratic Services Officers

1. APPOINTMENT OF CHAIR

It had been confirmed at the Annual Meeting of the County Council that the Chair of the Committee should come from the Labour Group. The Committee was advised that Councillor David Evans had been appointed to this role for the municipal year.

RESOLVED:

That the appointment of Councillor David Evans as Chair of the Committee be noted.

2. APPOINTMENT OF VICE-CHAIR

Councillor Chris Dolphin nominated Councillor Mike Allport as Vice-Chair of the Committee and this was seconded by Councillor Ian Hodge. There were no further nominations. On being put to the vote, this was carried.

RESOLVED:

That Councillor Mike Allport be appointed Vice-Chair of the Committee.

3. <u>DECLARATIONS OF INTEREST</u>

Councillor Dennis Hutchinson declared a personal interest in agenda item 9: Review of Flintshire County Council's Integrated Transport Strategy.

4. MINUTES

The minutes of the meeting held on 18 April 2023, were submitted.

The minutes were approved as an accurate record as moved by Councillor Richard Lloyd and seconded by Councillor Roy Wakelam.

RESOLVED:

That the minutes be approved as a correct record and signed by the Chair.

5. FORWARD WORK PROGRAMME AND ACTION TRACKING

The Environment & Economy Overview & Scrutiny Facilitator presented the Forward Work Programme and Action Tracking report.

The Chief Officer (Planning, Environment and Economy) provided an update on Public Services Protection Orders (PSPOs) which was scheduled for consideration at the meeting to be held on 12 September 2023. In response to questions raised by Councillor Richard Lloyd, the Chief Officer advised that the areas which were being proposed would be shared with Members in advance of the review and consultation exercise.

The Chief Officer (Streetscene & Transportation) responded to the concerns raised by Councillor Dennis Hutchinson on the issue of dog-fouling and enforcement of PSPO's. The Chief Officer (Planning, Environment & Economy) and Chief Officer (Streetscene and Transportation) responded to the further questions raised by Councillor Hilary McGuill on dog fouling, signage, and provision of bins for dog waste.

Members were invited to raise any further items to include on the Programme.

The Facilitator referred to the Action Tracking report which was appended to the report and provided an update on progress to date.

The recommendations in the report were moved by Councillor Ian Hodge and seconded by Councillor Hilary McGuill.

RESOLVED:

- (a) That the Forward Work Programme be approved;
- (b) That the Facilitator, in consultation with the Chair of the Committee, be authorised to vary the Forward Work Programme between meetings, as the need arises; and
- (c) That the Committee notes the progress made in completing the outstanding actions

6. COMMUNITIES FOR WORK (C4W)

The Enterprise and Regeneration Manager presented the report to provide an update on the closure of the Communities for Work programme across Wales following end of the European Structural Fund programmes. He provided background information and advised that In December 2022 it was announced that Flintshire would receive sufficient Welsh Government funding to continue to provide the Communities for Work support and enable the Council to retain the staff team to do so. The report provided an update on the programme and the changes which had taken place and future priorities.

The Manager C4W/C4W+ gave an overview of the key points, as detailed in the report, and referred to the Communities for Work Plus (C4W+) programme, pathway programmes, jobs fairs, social care pathways, and partnership work with local employers.

Councillor Bernie Attridge asked how individuals were referred to the work programmes. He also asked for an update on work with Waites. The Manager C4W/C4W+advised that work with Waites was continuing and commented on the successful outcomes. She also explained that any person in Flintshire aged 16+ and unemployed could access the C4W+ Programme.

Councillor Paul Johnson commented on the need to raise awareness amongst Members and the general public of the opportunities available with the Programme.

Councillor Hilary McGuill raised questions around the financial implications for people in receipt of social support payments. She also asked if refugees/asylum seekers living in Flintshire were eligible to access the Programme. The Manager C4W/C4W+ explained that the Service worked with any individual who lived in Flintshire and each individual had a robust mentor review to assess needs, background, and financial position. She confirmed that refugees coming into the County were supported.

The recommendation, as set out in the report, was moved by Councillor Roy Wakelam and seconded by Councillor Dan Rose.

RESOLVED:

That the closure of the Communities for Work programme and the new arrangements to support long term unemployed people be supported.

7. TOWN CENTRE REGENERATION LOANS

The Enterprise and Regeneration Manager provided background information and advised that the report gave details of the town centre regeneration repayable loan funding awarded to Flintshire County Council and the proposed criteria to be used to manage and administer the funds to support delivery of its regeneration work programme across town centres in Flintshire. The Enterprise and Regeneration Manager reported on the key points as detailed in the report.

In response to the questions raised by Councillor Richard Lloyd, the Enterprise and Regeneration Manager advised that the repayable loans were interest free but an administrative charge was applied to cover the cost of administering the loan to the Council. Referring to the 7 towns identified in the report for development in the Place Making Plans programme the Enterprise and Regeneration Manager explained that should another town expressed interest and had a suitable scheme it could be discussed with the Welsh Government.

In response to a question from Councillor Hilary McGuill concerning commercial property, the Enterprise and Regeneration Manager advised that applications for a loan could be made either by the tenant or the landlord, however, the loan was secured by a legal charge on the property so would require the landlord's consent.

RESOLVED:

- (a) That the repayable loan funding awarded for town centre regeneration in Flintshire be noted; and
- (b) That the proposed criteria and approach to administering and managing the town centre repayable loan funding across Flintshire be supported.

8. REVIEW OF FLINTSHIRE COUNTY COUNCIL'S INTEGRATED TRANSPORT STRATEGY

The Chief Officer (Streetscene and Transportation), presented the report to undertake a review of Flintshire's Integrated Transport Strategy. She provided background information and advised that to ensure that Flintshire was best placed to feed into and shape development of the Regional Transport Plan (RTP), it was proposed that a review of the Council's own Integrated Transport Strategy be undertaken to help determine the County's transport priorities for the next five years. The purpose of the report was to provide an overview of the review and an update on the current "state of play" regarding national and regional transport developments. The Chief Officer reported on the key considerations as detailed in the report.

Councillor Bernie Attridge raised concerns around Corporate Joint Committees and commented on the proposal to hold a workshop in October. He suggested that more urgent action was needed and that an all-Member meeting be held to feed in views on the review of Flintshire's Integrated Transport Strategy.

Councillor Dave Hughes (Cabinet Member for Streetscene and Regional Transport Strategy) spoke in support of a proposed all Member workshop being held in October 2023 and emphasised that more detailed information would be available to share at that time. He gave an assurance that the issue of traffic congestion in Flintshire was recognised and ongoing concerns were being raised with the Welsh Government.

Councillor Hilary McGuill commented on the impact of road repair works on tourism and the disruption to visitors travelling into Wales and asked if a

moratorium could be placed on all railway/road works during Bank Holiday weekends.

Councillor Dennis Hutchinson raised questions around support for submitting a further bid for levelling up funding. He also expressed concerns around the Wrexham to Bidston rail service and the alternative service which was provided.

Councillor Chris Dolphin expressed concerns around the diversions as a result of road repairs to the A55 and the damage caused to local road networks and disruption to local residents and communities in Flintshire.

Councillor Roy Wakelam commented on the lack of public transport provision in some areas which prevented people from being able to work. Councillor Hilary McGuill suggested alternative solutions which might enable people to connect to public transport at key locations.

The Chief Officer (Streetscene & Transportation) thanked members for their comments and confirmed that the issues raised would be welcomed at the workshop planned for later this year.

The recommendations in the report were moved by Councillor Roy Wakelam and seconded by Councillor Dan Rose.

RESOLVED:

- (a) That the national and regional developments taking place be noted and the proposal to undertake a review of the Council's own Integrated Transport Strategy to help inform the RTP development be supported; and
- (b) That the proposal to hold a members' workshop to review the Council's Integrated Transport Strategy later this year be agreed.

9. MEMBERS OF THE PRESS IN ATTENDANCE

There were no members of the press or public in attendance.

(The meeting started at 10.00 a.m and ended at 11.30 a.m)

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ENVIRONMENT & ECONOMY OVERVIEW & SCRUTINY COMMITTEE

| Date of Meeting | Tuesday 13 th June 2023 |
|-----------------|---|
| Report Subject | Forward Work Programme and Action Tracking |
| Report Author | Environment & Economy Overview & Scrutiny Facilitator |
| Type of Report | Operational |

EXECUTIVE SUMMARY

Overview & Scrutiny presents a unique opportunity for Members to determine the Forward Work programme of the Committee of which they are Members. By reviewing and prioritising the Forward Work Programme Members are able to ensure it is Member-led and includes the right issues. A copy of the Forward Work Programme is attached at Appendix 1 for Members' consideration which has been updated following the last meeting.

The Committee is asked to consider, and amend where necessary, the Forward Work Programme for the Environment & Economy Overview & Scrutiny Committee.

The report also shows actions arising from previous meetings of the Environment & Economy Overview & Scrutiny Committee and the progress made in completing them. Any outstanding actions will be continued to be reported to the Committee as shown in Appendix 2.

| RECO | MMENDATION |
|------|--|
| 1 | That the Committee considers the draft Forward Work Programme and approve/amend as necessary. |
| 2 | That the Facilitator, in consultation with the Chair of the Committee be authorised to vary the Forward Work Programme between meetings, as the need arises. |
| 3 | That the Committee notes the progress made in completing the outstanding actions. |

REPORT DETAILS

| 1.00 | EXPLAINING THE FORWARD WORK PROGRAMME AND ACTION TRACKING |
|------|---|
| 1.01 | Items feed into a Committee's Forward Work Programme from a number of sources. Members can suggest topics for review by Overview & Scrutiny Committees, members of the public can suggest topics, items can be referred by the Cabinet for consultation purposes, or by County Council or Chief Officers. Other possible items are identified from the Cabinet Work Programme and the Improvement Plan. |
| 1.02 | In identifying topics for future consideration, it is useful for a 'test of significance' to be applied. This can be achieved by asking a range of questions as follows: |
| | Will the review contribute to the Council's priorities and/or objectives? Is it an area of major change or risk? Are there issues of concern in performance? Is there new Government guidance of legislation? Is it prompted by the work carried out by Regulators/Internal Audit? Is the issue of public or Member concern? |
| 1.03 | In previous meetings, requests for information, reports or actions have been made. These have been summarised as action points. Following a meeting of the Corporate Resources Overview & Scrutiny Committee in July 2018, it was recognised that there was a need to formalise such reporting back to Overview & Scrutiny Committees, as 'Matters Arising' was not an item which can feature on an agenda. |
| 1.04 | It was suggested that the 'Action tracking' approach be trialled for the Corporate Resources Overview & Scrutiny Committee. Following a successful trial, it was agreed to extend the approach to all Overview & Scrutiny Committees. |
| 1.05 | The Action Tracking details including an update on progress is attached at Appendix 2. |

| 2.00 | RESOURCE IMPLICATIONS |
|------|----------------------------------|
| 2.01 | None as a result of this report. |

| 3.00 | CONSULTATIONS REQUIRED / CARRIED OUT |
|------|---|
| 3.01 | In some cases, action owners have been contacted to provide an update on their actions. |

| 4.00 | RISK MANAGEMENT |
|------|----------------------------------|
| 4.01 | None as a result of this report. |

| 5.00 | APPENDICES |
|------|---|
| 5.01 | Appendix 1 – Draft Forward Work Programme |
| | Appendix 2 – Action Tracking for the Environment & Economy OSC. |

| 6.00 | LIST OF ACCESS | IBLE BACKGROUND DOCUMENTS |
|------|--------------------|--|
| 6.01 | Minutes of previou | s meetings of the Committee as identified in Appendix 2. |
| | Contact Officer: | Margaret Parry-Jones Overview & Scrutiny Facilitator |
| | Telephone: | 01352 702427 |
| | E-mail: | Margaret.parry-jones@flintshire.gov.uk |

| 7.00 | GLOSSARY OF TERMS |
|------|--|
| 7.01 | Improvement Plan: the document which sets out the annual priorities of the Council. It is a requirement of the Local Government (Wales) Measure 2009 to set Improvement Objectives and publish an Improvement Plan. |



Environment & Economy Overview & Scrutiny Forward Work Programme 2023/24

| Date of Meeting | Subject | Purpose of Report/Presentation | Scrutiny Focus | Responsible/Contact Officer | Submission Deadline |
|---|--|--|---------------------------|--|------------------------|
| 11 July 2023 10.00 am | Council Plan 2022-23 Year-End Performance | To review the levels of progress in the achievement of activities and performance levels identified in the Council Plan. | Performance monitoring | Chief Officers | |
| J | Ultra Low Emission Vehicle Transition Plan | To consider the Ultra Low Emission Vehicle Transition Plan | Assurance | Chief Officer Streetscene & Transportation | |
| ປ້ 2 2 2 2 3 10.00 am | Public Spaces Protection Order (PSPO's) review | To review the current PSPO's prior to consideration by Cabinet. – | Pre-decision scrutiny | Chief Officer – Planning, Environment & Economy. | |
| 10 Oct 23 10.00 am | Conversion of the FCC fleet to electric or alternative fuels | To receive a progress report on the implementation of the conversion of the FCC fleet to electric and alternative fuels | Assurance | Chief Officer – Streetscene & Transportation | |
| 14 Nov 23 10.00 am | Flintshire Local Energy Action Plan | To consider the Flintshire Local Energy Action Plan (as agreed on 18 th April 2023) | Assurance | Chief Officer – Planning, Environment & Economy | |
| 12 Dec 23 10.00 am | | | | | |
| 9 Jan 24 10.00 am | | | | | |

ENVIRONMENT & ECONOMY OVERVIEW & SCRUTINY FORWARD WORK PROGRAMME APPENDIX 1

| Date of Meeting | Subject | Purpose of Report/Presentation | Scrutiny Focus | Responsible/Contact Officer | Submission Deadline |
|----------------------------|---------|--------------------------------|----------------|-----------------------------|------------------------|
| 6 Feb 24 10.00 am | | | | | |
| 5 March 24 10.00 am | | | | | |
| 11 June 24 10.00 am | | | | | |
| 7 9 July 24 10.00 am | | | | | |

Action tracking from Environment & Economy OSC June 2023

| Item/Date | Discussion | Action | By whom | Status |
|---|---|--|---|---|
| 7 March 2023 Streetscene Standards Review 2022/23 | A proposal from Cllr Bernie Attridge that a Task & Finish group be convened to contribute to the development of the new standards was supported by the committee. | Task & Finish Group to be set up | Christopher Goddard | Completed. Task & Finish group established. |
| Review of FCC's Integrated Transport Strategy | That a workshop be held in October 2023 | Workshop to be arranged. | Chief Officer – Streetscene & Transportation & Facilitator | Workshops arranged 18 th October 10 am County Hall (in person) & 5pm on Zoom |
| | | | | |





ENVIRONMENT AND ECONOMY OVERVIEW AND SCRUTINY

| Date of Meeting | Tuesday, 13 th June 2023 |
|-----------------|---|
| Report Subject | Deposit Return Scheme |
| Cabinet Member | Deputy Leader of the Council and Cabinet Member for Streetscene and Regional Transport Strategy |
| Report Author | Chief Officer, Streetscene & Transportation |
| Type of Report | Strategic |

EXECUTIVE SUMMARY

Welsh Government (WG) is aiming to introduce a Deposit Return Scheme (DRS) in 2025. A DRS is a system that encourages consumers to recycle an item by charging a monetary deposit at the point of purchase. This deposit is refunded when the item is returned for recycling.

Between 24 March 2021 and 4 June 2021, the UK Government held a public consultation seeking views on their plans to introduce a deposit return scheme for drinks containers in England, Wales and Northern Ireland. By creating a deposit return scheme, the aim is to increase the recycling rate of drinks containers and reduce littering. It is also believed that introducing such a scheme will help change consumer behaviour to encourage higher levels of drinks container recycling. Some countries have successfully used deposit return schemes (DRS) to increase recycling rates of drinks containers, with well-functioning schemes reported to be achieving collection targets of 90% or higher.

The proposed deposit return scheme has received strong support as outlined in the government response. The Department for Environment, Food and Rural Affairs (DEFRA) has subsequently confirmed that it will work with industry, Welsh Government, and the Department of Agriculture, Environment and Rural Affairs (DAERA) in Northern Ireland, to now set up the scheme. The expected start date for the scheme is October 2025.

Members of the Environment & Economy Overview & Scrutiny Committee have requested a report on the proposed deposit return scheme (DRS). This report provides an overview of the proposals and update on the next steps for scheme delivery in Wales.

| RE | RECOMMENDATIONS | | |
|----|--|--|--|
| 1 | That Scrutiny notes the contents of the report and supports the proposals to deliver a Deposit Return Scheme (DRS) for Wales | | |

REPORT DETAILS

| 4.00 | EVEL AINING THE DACKOROLING TO THE DEPOSIT BETHEN |
|------|--|
| 1.00 | SCHEME |
| 1.01 | Welsh Government announced in January 2023 that it intends to introduce a Deposit Return Scheme (DRS) by 2025. The announcement follows legislation to ban a number of single use plastics and Wales is working with England and Northern Ireland to set up a joint scheme. Scotland already has its own scheme, which will be starting later this year. |
| | Some countries have successfully used DRS to increase recycling rates of drinks containers, with well-functioning schemes reported to be achieving collection targets of 90% or higher. DRS will also play an important role in increasing the supply of high-quality plastic suitable for recycling and the aim is to use technology to enable consumers to redeem the deposit when recycling containers using existing council recycling services. |
| 1.02 | The concept of a DRS is not a new concept, with several national schemes in operation outside the UK and also historically used in the UK. In a DRS, the consumer pays a financial deposit when buying a drink, which is then refunded when they return the empty drink container. The financial deposit incentivises the consumer to return the empty container for recycling. |
| | The aim is to increase the recycling rate of drinks containers and reduce littering. It is also believed that introducing such a scheme will help change consumer behaviour to encourage higher levels of drinks container recycling. The materials that will be captured in the DRS in Wales will be drinks containers made from polyethylene terephthalate (PET) plastic, steel, glass, and aluminium. |
| 1.03 | It is a priority for government ¹ to move towards a circular economy, where resources are protected and kept in use for as long as possible and waste is minimised. Introducing a DRS for single use drinks containers forms a key part of delivering this, as well as supporting government ambitions to reduce litter, and to combat the effects of plastic pollution. |
| | In early 2018, in the UK Government's 25 Year Environment Plan for England, DEFRA committed to develop and consult on a deposit return scheme for drinks containers and, in late 2018, set out its objectives for a DRS in the Resources and Waste Strategy. In the 2019 manifesto, the UK Government committed to introducing a DRS in England. The Environment Act 2021 includes the primary powers required to deliver a DRS. ² |
| 1.04 | Since waste management is a devolved policy area, it is the responsibility of each nation of the UK to decide on the approach to a DRS that fits its policy needs. In 2021, the Welsh Government published 'Beyond Recycling – A strategy to make the circular economy in Wales a reality'. |

¹ UK government for England, Welsh Government for Wales and the Department of Agriculture, Environment and Rural Affairs in Northern Ireland.

²https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/11 30296/DRS_Government_response_Jan_2923.pdf 18

| | The strategy sets the ambition for Wales to become a zero-waste nation by 2050, meaning any discarded materials are recycled and re-circulated within the Welsh economy, with no loss of materials from the system – effectively a 100% recycling rate from all sectors. To support this, Beyond Recycling set out high level objectives to tackle littering and to increase the range of plastic materials collected for recycling and develop more recycling infrastructure in Wales to reprocess it, including developing markets for recycled plastic in Welsh manufacturing. WG's goal is that discarded materials are reused, recycled and re-circulated within the economy, with the strategy setting out objectives to tackle littering, improve recycling and infrastructure, with a specific commitment to introducing a DRS as a key lever to achieve this. WG also made a commitment to work with the other governments of the UK in developing legislation for a DRS for drinks containers. |
|------|--|
| 1.05 | Two consultations have been held on developing a DRS. The first, in 2019, explored the design and scope that a DRS model could take. Subsequently, on 24 March 2021, the UK Government, the Welsh Government (WG) and the Department of Agriculture, Environment and Rural Affairs (DAERA) in Northern Ireland launched a second consultation on the delivery of a DRS for single use drinks containers. The consultation ran for 10 weeks and closed on 4 June 2021 receiving 2,590 responses from a broad range of stakeholders. The Government response to the consultation and consultation response analysis can be found at: https://www.gov.uk/government/consultations/introduction-of-a-deposit-return-scheme-in-england-wales-and-northern-ireland |
| 1.06 | The proposed deposit return scheme received strong support as outlined in the government response with 83% of respondents expressing support for the introduction of a scheme. They cited the impacts that the pandemic has had on the environment, including the creation of more waste combined with more time spent outdoors, which in turn has resulted in increased levels of littering, meaning that the need for a DRS is even greater. Responses also set out the benefits of economic stimulation through investment and the creation of jobs from the scheme. ³ |
| 1.07 | Some respondents raised concerns about the costs and implementation time required for the scheme and suggested delaying the scheme or reviewing its implementation programme in response to the pandemic, as many businesses continue to recover. The intention is that the costs of operating the DRS will largely be met by revenue from the sale of collected material and revenue from unredeemed deposits, as a result it is anticipated that minimal costs will be passed on by the producers of drinks containers covered by the scheme to consumers. |
| 1.08 | In Wales, a pilot scheme to run a digital DRS was set up in one area of Conwy to better understand the implications of implementing and operating a scheme in Wales, how the approach could be integrated into existing kerbside recycling services, and to test the experience of householders using the technology. |

- 1.09 A digital DRS (DDRS) system is based on the use of a unique code included on a drinks container. When the code is scanned using a smartphone or another mobile device, it will allow a deposit to be returned to the consumer after completing a further sequence of scanning actions. This approach allows the point of deposit return to be closer to the point of product consumption and potentially allows a far greater range of return points to be offered to the consumer.
- 1.10 The pilot scheme in Conwy has provided additional understanding and information about how a DDRS could be developed using an existing kerbside recycling collection and has helped identify areas of further research. Details of the pilot scheme run in Conwy and findings are available at:

https://wrapcymru.org.uk/resources/report/digital-deposit-return-scheme-pilot-review

1.11 Next Steps and Legislation

Regulations made using powers in the Environment Act 2021 will be used to establish the DRSs in England, Wales and Northern Ireland. Government aims to take secondary legislation through Parliament, which will set the framework for, and obligations under, the schemes. Welsh Government intends to bring forward its own separate regulations to establish the DRS in Wales.

The DRS will be an industry-led scheme. International experience of DRS implementation has shown that schemes can work best where they are industry-led, and industry professionals are able to use their expertise and vested interest in having a successful scheme to operate the DRS themselves. This will include drinks producers and importers, retailers, wholesalers and distribution partners, and waste collection and logistics companies.

The government has stated that it recognises the need to work closely with stakeholders and intends to manage the implementation of the DRS in phases. The next phase will be to work through development of the legislation, taking necessary steps to ensure that it will work in practice, and appointment of the Deposit Management Organisation (DMO). In Wales, the DMOs will be appointed through an application process set out in the regulations and they will be responsible for managing the overall operation of the DRS, as well as for meeting the collection targets set out in regulations, which the DMO(s) will fulfil on behalf of all registered producers.

The existence of separate regulations across the UK means that some legal and commercial distinctions will need to be reflected in the operation of the scheme by the DMOs and government is looking at what may be required of all parties to facilitate this. They are also working to understand any impacts or unintended consequences this could have on industry in practice, as well as working to maximise alignment so that the DRS will, as far as possible, be experienced as a single scheme by consumers and obligated industry participants.

| 2.00 | RESOURCE IMPLICATIONS |
|------|---|
| 2.01 | At this stage, the likely impact on local authority resources is unknown; however, the government response to the consultation outlined that, local authorities, and where relevant, waste operators, will be able to participate in the DRS by separating out containers and redeeming the deposit on them. They further outlined that they anticipate that the scheme will be collecting upwards of 90% of DRS containers placed on the market from year 3 of the scheme's operation and it is likely that many of those containers not returned will continue to travel through local authority waste streams. |
| | This means that local authorities and/or waste operators will need to separate out in-scope drinks containers found in their waste streams and then return these containers into the scheme, providing that they meet the quality required for return, to receive the deposit amount, which acts a financial incentive. It is anticipated that this is likely to require additional resources for sorting and separating materials found in the waste streams collected. |
| 2.02 | In the government response to the consultation, it was highlighted that, in the next phase of DRS implementation, they will be finalising the regulations and appointing the DMO and will be aiming for the regulations to be in force by end of 2023 and the DMO appointed by summer 2024. The proposals include in the regulations a commencement date for DRS of 1st October 2025, which the government has stated is a stretching target |
| | date, and they intend to continue to work with industry to assess the feasibility of this date as more detail is developed on the implementation phases of the scheme, including as part of the DMO application process. |

| 3.00 | IMPACT ASSESSMENT AND RISK MANAGEMENT |
|------|--|
| 3.01 | Impact assessment is not required as this is a report on the proposed Deposit Return Scheme (DRS) being introduced by Government and this report is for information only. |
| | In terms of the risks, one of the key challenges for the DRS in Wales is its implementation within the existing mature and successful household kerbside waste collection and recycling infrastructure that is currently delivering recycling rates of around 65% across the whole of Wales. |
| | Currently, all Welsh local authorities provide kerbside collections for plastic drinks bottles, glass drinks bottles and metal drinks cans. Local authorities have previously raised concerns that the DRS would have the effect of removing drinks containers from kerbside collections (both at household level and wider municipal collections) and therefore would impact recycling performance. The DRS in Wales is intended to coexist alongside kerbside recycling collections and complement existing services with costs of collecting and treating in-scope DRS containers that end up in kerbside collections covered by the DRS producers. |
| | Page 21 |

The intended effect of introducing the DRS is to change the behaviour of consumers, producers and retailers to deliver a significant change in the capture for recycling of empty drinks containers and the incidence of litter. Education and engagement will therefore need to be a key intervention in the introduction of the DRS and communications will need to counter perceptions that the scheme unfairly places the burden for recycling on consumers and offers little benefit over existing recycling kerbside recycling.

Drinks containers are currently captured under the existing packaging producer responsibility scheme, which ensures that obligated packaging producers contribute towards the cost of recycling and recovery of that packaging. This system is being reformed under the Extended Producer Responsibility (EPR) for Packaging reforms, which is being consulted on alongside the DRS. However, the DRS is a policy which will specifically target drinks containers in an alternative regime to EPR, so that these materials can be collected separately to improve quality and rates of recycling for drinks container packaging.

The DRS will also need to ensure adequate monitoring and regulation, including compliance and enforcement, particularly with regard to tackling fraud and misuse of the scheme.

Ways of Working (Sustainable Development) Principles Impact

| Long-term | Positive – the aim of the DRS is to reduce littering, boost recycling rates and improve the quality of the material collected for recycling, which in turn will reduce waste and ensure that resources are used more sustainably and reducing carbon emissions. Increasing recycling and encouraging the use of recyclable and recycled materials in production also helps to move towards a circular economy, keeping resources in use for as long as possible and extracting the maximum value from them. |
|---------------|---|
| Prevention | Positive – the aim of the DRS is to reduce littering, boost recycling rates and improve the quality of the material collected for recycling as detailed above. The DRS will target consumer behaviour and not just the producers or delivery bodies, and these behavioural changes could have wider effects on society in terms of climate change and environmental awareness. |
| Integration | Neutral - The DRS will need to be accessible for all in terms of the returning/collecting collected containers, communication and information |
| Collaboration | Positive – the DRS will be delivered in collaboration with industry, local authorities, waste operators. Additionally, WG agreed to working with other governments across the UK to bring about a single UK-wide DRS for drinks containers, which provides consumers with a clear and easy method of disposal and industry with a high-quality stream of material for provision to secondary reprocessing markets. |
| Involvement | Neutral |

| Vell-being Goals Impact Prosperous Wales | Positive - There may also be some secondary benefits to the DRS in that it could increase the number of jobs available |
|---|--|
| Resilient Wales | Positive - positive impact on the environment, health, crime and antisocial behaviour. |
| Healthier Wales | Neutral |
| More equal Wales | Neutral |
| Cohesive Wales | Positive – the aim of the DRS is to reduce littering, boost recycling rates and improve the quality of the material collected for recycling, which in turn will reduce waste and ensure that resources are used more sustainably and reducing carbon emissions. Increasing recycling and encouraging the use of recyclable and recycled materials in production also helps to move towards a circula economy, keeping resources in use for as long as possible and extracting the maximum value from them. |
| Vibrant Wales | Neutral |
| Globally responsible Wales | Reducing the amount of drinks containers littered would also have significant wider and indirect environmental benefits. Material that is littered can tend to end up in black bin waste once collected and is unlikely to be recycled due to high levels of contamination. If it is not collected, litter can harm wildlife, or enter the water system and cause a serious problem as marine pollution. |

The DRS will also will support the health and well-being of both the current and future generations set out in the Council's strategic well-being objectives: https://www.flintshire.gov.uk/en/PDFFiles/Council-Democracy/Council-Plan-and-Well-Being-Objectives/Well-Being-Objectives-2022-23

| 4.00 | CONSULTATIONS REQUIRED/CARRIED OUT |
|------|--|
| 4.01 | This is a government led initiative. |
| | Two consultations have been held on developing a DRS. The first, in 2019, explored the design and scope that a DRS model could take. |

Subsequently, on 24 March 2021, the UK Government, the Welsh Government (WG) and the Department of Agriculture, Environment and Rural Affairs (DAERA) in Northern Ireland launched a second consultation on the delivery of a DRS for single use drinks containers. The consultation ran for 10 weeks and closed on 4 June 2021 receiving 2,590 responses from a broad range of stakeholders. The Government response to the consultation and consultation response analysis can be found at:

https://www.gov.uk/government/consultations/introduction-of-a-deposit-return-scheme-in-england-wales-and-northern-ireland

| 5.00 | APPENDICES |
|------|------------|
| 5.01 | None |

| 6.00 | LIST OF ACCESSIBLE BACKGROUND DOCUMENTS |
|------|---|
| 6.01 | https://wrapcymru.org.uk/resources/report/digital-deposit-return-scheme-pilot-review - This report brings together several strands of work (reports, surveys and presentations) completed by partners as part of a Digital Deposit Return Scheme (DDRS) pilot in Conwy, run during June and July 2021. https://www.gov.uk/government/consultations/introduction-of-a-deposit-return-scheme-in-england-wales-and-northern-ireland - Consultation outcome and Government Response – Introduction of a deposit return scheme in England, Wales and Northern Ireland |

| 7.00 | CONTACT OFFICER DETAILS |
|------|---|
| 7.01 | Contact Officer: Katie Wilby, Chief Officer, Streetscene & Transportation Telephone: 01352 704530 E-mail: katie.wilby@flintshire.gov.uk |

| 8.00 | GLOSSARY OF TERMS |
|------|---|
| 8.01 | DRS = Deposit Return Scheme. A DRS introduces a refundable deposit on drinks containers when purchased, which is refunded when returned after use. The deposit level places a monetary value on empty drinks containers, reflecting the true social and environmental cost of disposal, and the DRS infrastructure provides consumers with a clear and easy method of disposal. Successful return ensures that the product can be recycled into secondary raw materials |

DEFRA = Department for Environment, Food and Rural Affairs, responsible for improving and protecting the environment, growing the green economy, sustaining thriving rural communities and supporting world-class food, farming and fishing industries.

WG = Welsh Government, responsibilities include environment, agriculture and rural affairs, and making decisions on matters regarding these areas, for Wales as a whole, develop policies and implement them and propose Welsh laws (Senedd bills)

DAERA = Department of Agriculture, Environment and Rural Affairs (DAERA) has responsibility for food, farming, environmental, fisheries, forestry and sustainability policy and the development of the rural sector in Northern Ireland.

