

# Fees and Subscriptions April 2023

The level of fees will be reviewed annually in March by the MHA+ Executive Board, as part of its approval of the MHA+ Business Plan.

### **Annual Subscriptions**

The subscription rate (2023/24) for <u>all members</u> is £3,750 per annum<sup>1</sup>.

#### Framework and other fees:

- For all users of the **Medium Schemes Frameworks 3 & 4** the fees are related to the value of the work order at the start of construction which will be 0.25% with a minimum fee of £2,500 and a maximum fee of £50,000.
- For users of the **Professional Services Partnership 3 & 4** the fee is a standard 1% of the total value of work charged through the framework. This fee has been included in the rates provided by the framework suppliers. The Alliance will recover this amount by invoicing each supplier on an annual basis for 1% of the agreed value of work that has been carried out by that supplier over the financial year.
- Generally, fees for all other activities (e.g. commodity purchase) will be based on 10% of the predicted savings for members of MHA+ and, where appropriate, 15% for non-members.

# **Usage Discount:**

 To encourage the use of the Medium Schemes Framework, the annual fee for an authority will be discounted by the amount of the framework fee due from that authority usage of the Medium Schemes Framework. The maximum discount per year will not exceed the annual fee.

### **Payment**

- MHA+ finances are managed by Leicestershire County Council, and all invoices will be raised via its financial system.
- Annual subscriptions are due to be paid by 31 March at the end of the year they are
  due <sup>2</sup>
- Fees for use of the Medium Schemes Framework become due when construction work begins.
- Payment of other savings, such as those from commodities, are payable when the saving has been made.

<sup>&</sup>lt;sup>1</sup> <u>Each MHA+ member is required</u> to raise a Purchase order to Leicestershire County Council for the subscription amount and sent to MHA+ performance and Finance Officer

<sup>&</sup>lt;sup>2</sup> A review will be undertaken <u>three months after</u> the subscriptions & fees due date. Non-payment of fees will be advised to member authorities. A consequence for non-payment - a lapse in MHA+ membership