

Epsom & Ewell Council not much in the red but too much in the pink!

11 February 2025



Governance Failing Exposed by External Audit Findings

The Audit and Scrutiny Committee of Epsom and Ewell Borough Council convened on 6th February 2025, where the External Audit Report by Grant Thornton ignited a heated debate over transparency, governance, and the Council's use of confidential "pink papers". Against the background of relative positive news on the accounts and budgets the meeting focussed on the culture of secrecy over decision-making.

The external auditors highlighted a culture of secrecy, citing too many decisions being taken in private and a lack of openness in decision-making. Opposition Councillors Kate Chinn, Chris Ames and James Lawrence strongly criticised the Council's handling of transparency, while the Council's leadership attempted to downplay the concerns, insisting that governance processes were robust.

The External Audit Report: A Damning Verdict on Transparency

The Grant Thornton audit report drew heavily on a Local Government Association (LGA) Peer Review, which criticised the Council's decision-making culture. The report highlighted that:

- "Too many decisions are being made under part two as a media management strategy."
- There is a "lack of transparency" in governance structures.
- The Council needed to demonstrate clearer and more open decision-making.

These findings were met with stark reactions from opposition councillors, who argued that the Council was withholding information from elected members and the public.

Councillor Kate Chinn: "Stop the Navel-Gazing"

Before the committee formally discussed Item 4: External Audit, Councillor **Kate Chinn** (Labour, Court Ward) made a strong opening statement, focusing on the governance failures exposed by the auditors. She highlighted:

"Throughout their report, Grant Thornton noted the LGA report stating a culture of secrecy, noting a lack of transparency, stating a culture of secrecy described by members and that too many decisions are being held behind closed doors."

Chinn criticised the ruling administration for focusing on internal restructuring, particularly the proposal to separate audit and scrutiny functions, rather than addressing substantive transparency issues. She stated:

"The ruling group has chosen to focus as a priority on the LGA recommendation to decouple audit and scrutiny. This is a decision that was already planted in council by the political leadership as a direction of travel, and I'm quite sure this is not a priority for the residents of Epsom and Ewell facing so many cost-of-living challenges."

She urged the Council to move beyond constitutional tinkering and focus on supporting frontline services:

"In view of the move to a unitary authority, the Council should stop spending so much time on internal matters—no more tweaking the constitution or fiddling about with the functions of a soon-to-be different committee. It's just become navel-

gazing.”

Councillor Chris Ames Challenges “Pink Paper” Secrecy

The overuse of confidential “pink papers” (private reports) became a central point of contention, with Councillor **Chris Ames** (Labour Court) raising concerns over the council’s reliance on closed-door discussions.

He directly challenged the administration on whether they were deliberately using “part two” rules to restrict public access:

“Are you using part two to be a euphemism for going into a closed session? Because that’s not my understanding of what part two means..... There is a withheld report here. It’s Appendix Two. It’s quite clear. It says on both the public pack and in item 13.”

Chair **Steve McCormick** Chair of the Committee (RA Woodcote and Langley) defended the Council’s approach, arguing that some reports contained sensitive financial details:

“If you start to ask questions on that, then we will have to go into part two. We will have to basically stop the feed. And once we go into part two, we can’t come out.”

However, Ames remained sceptical, pressing for clear definitions of what was truly confidential and what was being unnecessarily withheld. He questioned whether decisions should be debated in secret unless absolutely necessary: “My question is, are we using the word Part Two consistently and accurately? Because it says item 13 and it says it’s on the public pack.”

Adding to this transparency row, Councillor **Alex Coley** (RA Ruxley) reported that he was unable to access the part two documents on the Council’s internal system, ModGov:

“I’m not actually able to access the part two items in ModGov. So that’s perhaps why there’s been some confusion. I can’t get to them.”

Councillor James Lawrence: “A Transparency Crisis”

In one of the most scathing criticisms of the evening, Councillor **James Lawrence** (LibDem College Ward) said that his own experiences confirmed that the Council had a serious transparency problem. He declared:

“Quite frankly, my own experience of transparency at the Council is not great.”

He pointed to several key examples where he felt information was deliberately restricted:

1. The Local Plan Process: “I’ve struggled to be involved at all in the local plan process. The entire time I’ve been elected as a councillor, it has not come to a public committee until right before it went to full council.....If I’m struggling as a councillor, my goodness, what do we think residents are struggling to see?”
2. The Town Hall Move (£7m Project): “Still don’t really know why that was in part two.....Then of course we had the well-prepared, very slick PR statement to go out after, to give the impression to residents that there were no problems, that it’s all clean sailing.”
3. The Hook Road Arena Plan: “I remember I saw that appear in the Local Plan documents, and I emailed in questions about that. Nothing. Nothing back.”
4. Access to Audit Reports: “Having my own struggles to get hold of an audit report as a member of audit and scrutiny—it’s not a very good sign.....Of all the people to be struggling to get hold of an audit report, it shouldn’t be someone on the Audit and Scrutiny Committee.”

Council’s Response: A Dismissive Attitude?

The Council’s official response to the audit findings did not acknowledge any fundamental governance failures. Instead, the Senior Leadership Team (SLT) issued a brief statement, saying: “SLT believes the Council is transparent in its reporting and through Committees.”

Lawrence ridiculed the response, stating: “My impression of the management response is essentially: Don’t care. It’s already transparent enough.”

A pragmatic attitude from Councillor Alan Williamson

Cllr **Alan Williamson** (RA West Ewell) struck a pragmatic tone, questioning whether the Council should devote energy to internal reforms when local government reorganisation was imminent. He remarked:

“Obviously, the one area where there is an element of concern from the external auditors is governance and transparency. Now, this is, in my mind, an issue of culture rather than performance..... The whole focus of this Council is going to be the impending local government reorganisation, and to expect it to change its culture in the next year or two is somewhat

implausible.”

He suggested that the Council’s priorities should shift towards ensuring stability during the transition rather than engaging in lengthy internal governance debates.

A Governance Crisis?

The Audit and Scrutiny Committee meeting exposed deep divisions within the Council. While external auditors and opposition councillors raised legitimate concerns about secrecy and accountability, the administration remained largely dismissive of these criticisms.

As Councillor Lawrence bluntly put it: “If I’m struggling as a councillor to access this information, what hope do our residents have?”

With local government reorganisation looming, the Council faces mounting pressure to reform its decision-making processes—but the meeting made clear that no immediate action is planned.

Whether transparency will improve or whether secrecy will remain embedded in the Council’s culture remains to be seen.

Related reports:

[Seeing through transparency in Council Chamber](#)

[“Audit and Scrutiny” under scrutiny](#)

[Annual audit of Epsom and Ewell Borough Council](#)