

# Debt Recovery Policy – linked to GDPR

To be reviewed Annually.

Policy Agreed January 2026. To be reviewed January 2027.



## Introduction

Everton Nursery School and Family Centre recognises that most parents/carers pay promptly for goods and services, although we will negotiate payment terms on an individual basis when families are experiencing financial difficulties. All reasonable measures to vigorously collect debts will be taken as part of its management of public funds. Everton Nursery School and Family Centre's Debt Recovery Policy will observe the relevant financial regulations and guidance set out in the Financial Handbook for Schools and any other legal requirements. In particular:

- A formal record of all debts including those to be written off will be maintained and reported once a year. These records will be retained for 6 years (Appendix A) and safely stored in line with GDPR.
- The Governing Body of Everton Nursery School and Family Centre will not write off the debt and will initiate legal action to recover debts and will refer any debts which it has not been able to collect (unless a decision to write-off the debt is demonstrably a reasonable course of action) to the Local Authority to consider taking legal or other action to recover the debt – this will be checked with the LA and the school form added to the required action.

## **The following procedure will be followed to secure the collection of all debts.**

1. Recording of goods or services supplied where payment is not received in advance or 'at the point of sale'.
2. A record will be kept of all such supplies including details of what was supplied, the value, the dates(s) and the identity of the 'debtor', e.g. parent/carer, hirer, supplier etc.
3. Where invoices are raised these should state clearly the date by which payment is due (28 days).
4. In all other cases correspondence with parent/carers, etc. should indicate the maximum period that the school/centre regards as reasonable before payment is overdue, e.g. contributions for a school/centre educational visit should be received by, payment for items purchased should be sent to the school/centre office by, etc.

## First formal reminders

Reminders may be informal and made either in person (when a parent/carer comes to collect/drop off a child). The next step would be by telephone or a text/Arbor asking the parents/carers to contact the school/centre office to pay the outstanding lunch balance. If this balance is not cleared parents/carers will be required to take their child home from school for their lunch until lunch fees are paid up to date. This also includes top up of 15 hours sessions and paid places including breakfast and after school provision. This is to support parents/carers from going into debt.

## **Failure to respond to reminders/settle a debt**

If no response is received within five working days from the reminders issued, a letter will be sent to the debtor from the Headteacher advising them that the matter will be referred to the LA's Legal Department.

## **Recording and maintaining reminders**

Should a debt need to be taken beyond two reminder letters, formal written evidence may have to be produced. It is therefore important that at least one, but preferably two written reminders are sent. **Details of all reminders, whether verbal or in writing, should be maintained. Where a letter is issued, a copy must be retained in the child's confidential file.**

## **Negotiation of repayment terms**

Debtors are expected to settle the amount owed by a single payment as soon as possible after receiving the first 'overdue reminder'.

## **Costs of debt recovery**

Where the school/centre incurs material additional costs in recovering a debt then the school/centre will decide whether to seek such costs from the debtor. This decision and its basis will be recorded. The debtor will be formally advised that they will be required to pay the additional costs incurred by the school/centre in recovering the debt.

## **Reporting of outstanding debt levels**

The Leadership Team will ensure that the level of outstanding debt is known/can be determined at any time.

## **Bad debts**

A record of the debt, the reason for it, will be retained for 6 years (in line with legally binding financial regulations).

Everton Nursery School and Family Centre have the following policy for charging and collecting fees:

**2-3 years daycare** – Daycare fees are: £47.50 per day (8.00a.m. – 5.15p.m.) or £25.00 (8.00a.m. – 1.00p.m per half day including lunch), £22.50 (1.00p.m. 5.15p.m. including snack)

Everton Nursery School and Family Centre have the following procedure in collecting fees. All daycare fees for 2-3s/3-5s and all dinner monies for all children **have to be paid by parents/carers every Monday or first day their child/ren attends their Nursery session**. If the fees are not paid by Monday evening the parents/carers are telephoned or spoken to in person to remind them to pay their outstanding fees for the week in hand and given a reminder letter except in the case of

absence where there is a case of sickness. If the parent/carer cannot pay their fees/dinner money that day, their child reverts to a part-time place and is collected at 11.25a.m. receiving no lunch or further paid daycare until the fees can be paid. Parents are then sent a second written reminder to request payment of any outstanding fees before their child starts again at the centre in full daycare.

If fees are still not paid after being written notification, the outstanding amounts are referred to Liverpool City Council who follow up on behalf of the school/centre.

**Extended Day/Daycare – for 3-5 years on-site and 5-7 years children for After School from other local Primary Schools)**

No charge will be made for education, which is provided within the nursery allocation (i.e. 15 hour sessions). If parents/carers request additional daycare within the centre the following charges apply:

8.00-8.45a.m. Breakfast Club = £3.75 per session

3.15-5.15p.m. After School Club = £10.00 per session

After School Club (local schools including pick-up) = £12.00

**Daycare on top of nursery allocation place (3-5's):**

8.45-11.45a.m. or 12.15-3.15p.m. = £15.00 per session, this does not include lunch which is £2.00 per day.

**Everton Nursery School and Family Centre administer and run the breakfast club, after school and daycare on top of nursery allocation place.**

**Policy Review**

This policy was reviewed by a group of Governors on behalf of the Curriculum, Children and Family Committee on Thursday 15<sup>th</sup> January 2026 and ratified at the main Governing Body meeting of Everton Nursery School and Family Centre Governing Body on Thursday 22<sup>nd</sup> January 2026.

## APPENDIX A: RECORD OF DEBTS WRITTEN OFF

### Name of Debtor

### Details of Debt Amount

(£)

### Invoice reference and date

(where applicable)

### Reason for Write-Off

(including brief details of measures taken to secure payment – as appropriate)

### Authorisation of Write- Off

(Name and signature of the authorising individual and date cross-referenced to entry in the accounts where applicable).