

Report sponsor: Don McLure, Strategic Director
of Corporate Resources
Report author: Toni Nash, Head of Finance

Compliance with Contract and Financial Procedure Rules

Purpose

- 1.1 To seek approval by Council Cabinet under Contract and Financial Procedure rules for the following:
- i. To approve the use of £0.035m reserves for the Physical Activity and Social Isolation Service;
 - ii. To approve a late addition of £0.100m to the 2019/20 Housing Revenue Account capital programme;
 - iii. To inform Cabinet of the new Future High Street Fund released by the Government in December 2018 and seek approval to submit an Expression of Interest to the Future High Street Fund by the 22 March 2019;
 - iv. To approve the increase to the capital programme scheme of £1.652m for the Homeleigh Way S106 Chellaston school contribution in order to increase published admission numbers from 265 to 300. And to also provide sufficient capacity for the Academy to admit its normal area applications, as pupil numbers are projected to increase in coming years;
 - v. To approve the additional funding awarded for 2019/20 Adult Services Winter pressures – Adult Social Care Grant of £1.149m. This is a ‘one off’ payment and was confirmed in the Chancellor’s Local Government Final Finance Settlement on 29 January 2019;
 - vi. To approve the additional funding awarded to support Adult and Children’s services in 2019/20 of £1.962m. This is a ‘one off’ payment and was confirmed in the Chancellor’s Local Government Final Finance Settlement on 29 January 2019;
 - vii. To approve the acceptance of one off Brexit funding from Government of £0.210m for 2018/19 and 2019/20 awarded to support preparations for Brexit;
 - viii. To approve an amendment to the 2019/20 – 2021/22 capital programme for the slippage of the Chellaston Park play area.

Recommendations

- 2.1 To approve the use of a £0.035m from the Grants with Restrictions Reserve to grant-fund “GoodGym” to deliver a three-year physical activity and social isolation programme as detailed in section 4.1.
- 2.2 To approve the addition of £0.100m to the 2018/19 – 2021/22 Housing Revenue Account (HRA) capital programme as detailed in section 4.5.

- 2.3 To delegate authority to the Strategic Director of Communities and Place, following consultation with the Strategic Director of Corporate Resources, Cabinet Member for Regeneration and Public Protection and Cabinet Member for Finance and Procurement for the agreement of and submission of the final Future High Street Fund Expression of Interest (EOI) as detailed in section 4.8.
- 2.4 To delegate authority to the Strategic Director of Communities and Place, following consultation with the Strategic Director of Corporate Resources, Cabinet Member for Regeneration and Public Protection and Cabinet Member for Finance and Procurement to accept funding agreement conditions associated with revenue grant support to develop a full business case to the Future High Street Fund if the EOI is successful as detailed in section 4.8.
- 2.5 To approve the amendment to the 2019/20 – 2021/22 capital programme to increase the contribution for the Chellaston school expansion by £1.652m and refer to the previous approval sought in the quarter 3 outturn report to pay over the contributions to external partners as detailed in section 4.13.
- 2.6 To approve the addition of £1.149m for 'one off' grant funding to support 2019/20 Winter pressures in Adult Services, allocated in the Local Government Final Finance Settlement on 29 January 2019 and to approve the delegated authority for allocating the use of the £1.149m Adult Social Care funding to the Strategic Director of People Services in consultation with the Section 151 Officer and the relevant Cabinet Member as detailed in section 4.18.
- 2.7 To approve the addition of £1.962m for 'one off' grant funding to support Adult and Children's Social Care Services in 2019/20, allocated in the Local Government Final Finance Settlement on 29 January 2019 and to approve the delegated authority for allocating the use of the £1.962m Adult and Children's services funding to the Strategic Director of People Services in consultation with the Section 151 Officer and the relevant Cabinet Member as detailed in section 4.20.
- 2.8 To approve the acceptance of one off Brexit funding from Government of £0.210m for 2018/19 and 2019/20 awarded to support Brexit preparations and to approve the delegated authority for allocating the use of the £0.210m funding to the Strategic Director of Corporate Resources and the relevant Cabinet Member as detailed in section 4.22.
- 2.9 To approve the amendment to the 2019/20 -2021/22 capital programme to add in the Chellaston Park play area slippage of £0.075m omitted from the capital budget report approved 13 February Cabinet and detailed in paragraph 4.24.

Reasons

Supporting information

4.1 **Use of funding held in Reserves - Physical activity and Social Isolation Service**

There is £0.0387m of external funding remaining relating to two physical activity-based projects that have now been successfully delivered:

- Community physical activity programme for older people (£0.0144m) with University of Nottingham; and
- Development of new, sustainable, community based physical activity opportunities (£0.0243m) with Active Derbyshire (formally Derbyshire Sport).

There are no balance repayable conditions attached to the funding following successful delivery of both projects.

4.2 GoodGym is a community of runners that combine getting fit with doing good. GoodGym projects are currently operating in around fifty areas in the UK. The funding would grant-fund GoodGym for a three-year period in Derby after which it aims to become fully sustainable. This will be achieved through the development of a community of runners to, for example:

- Help older people with one-off tasks they can no longer do alone, such as clearing gardens.
- Make social visits to isolated older people.
- Run in groups to do physical tasks for community organisations.

4.3 The proposed programme would contribute to delivering against the outcomes of “Move More Derby”, Derby’s Physical Activity and Sport Strategy, specifically:

- Improving physical and mental health and wellbeing and reducing inactivity.
- Create a sense of belonging within our communities, with support for older people in maintaining independence in their own homes.

4.4 It is recommended to approve the use of £0.035m held in the Grants with Restrictions Reserve to provide funding for a three-year physical activity and social isolation programme.

4.5 **2018/19 – 2021/22 HRA capital programme**

The Emergency Call system replacement scheme currently has a budget of £0.150m as approved at Cabinet 13 February 2019 in the MTFP budget setting report. This scheme requires additional funding of £0.100m to give the scheme the required budget of £0.250m.

4.6 This addition to the scheme is required to realign the budget to match the anticipated number of units required and estimated costs per unit. The addition will be funded from the Major Repairs Allowance.

- 4.7 It is recommended to approve the addition of £0.100m to the 2018/19 – 2021/22 HRA capital programme.
- 4.8 **Future High Street Fund**
In the autumn budget the Government announced the Future High Street Fund, the £675m national funding pot to help reinvigorate struggling high streets and town centres. The fund aims to renew and reshape town centres and high streets in a way that improves experience, drives growth and ensures future sustainability.
- 4.9 The fund is open to Local Authorities to apply for up to a maximum of £25m, however allocations are expected to be in the region of £5m-£10m. The funding has a two stage application process:
- Expression of interest – submission deadline 22 March 2019 with successful applications invited to develop full business cases.
 - Full business case (Green Book) – No guarantee of funding but strategic support (through the High Street Task Force) and revenue funding towards the development of the business case.
- 4.10 £55m of the national Future High Street Fund pot has been allocated to support heritage high streets. The funding will be managed by Historic England through the Heritage Action Zone programme and will have a separate application process. This funding is not yet open for applications but is expected to open later this year. The Council has registered an interest in applying for this funding and work has commenced to identify priority areas for this funding application. Funding available through the Heritage Action Zone will support struggling historic high streets.
- 4.11 It is recommended to approve delegated authority to the Strategic Director of Communities and Place, following consultation with the Strategic Director of Corporate Resources, Cabinet Member for Regeneration and Public Protection and Cabinet Member for Finance and Procurement for the agreement of and submission of the final Future High Street Fund Expression of Interest (EOI).
- 4.12 It is recommended to approve delegated authority to the Strategic Director of Communities and Place, following consultation with the Strategic Director of Corporate Resources, Cabinet Member for Regeneration and Public Protection and Cabinet Member for Finance and Procurement to accept funding agreement conditions associated with revenue grant support to develop a full business case to the Future High Street Fund if the EOI is successful.
- 4.13 **2019/20 – 2021/22 Chellaston Academy Capital Programme**
Derby City Council and Derbyshire County Council have been working closely with Chellaston Academy to expand the school to accommodate increasing pupil numbers from within the Academy's catchment area. The Academy has a large catchment area covering both City and County Council areas. It is the City Council's statutory responsibility to ensure sufficient school places for pupils within our boundary.

- 4.14 The Academy has been working with their consultants to develop detailed scheme proposals and costings. The scheme is estimated to cost £4.1m. The proposal is for the City Council to contribute a total of £1.854m and Derbyshire County Council will be contributing £2.216m, with the Academy agreeing to fund any additional costs above the available £4.070m. The scheme will allow for an increase in the Academy's published admission number, from 265 to 300, and also provide sufficient capacity for the Academy to admit normal area applications, as pupil numbers are projected to increase in coming years.
- 4.15 The City Council has already approved an initial grant contribution of £0.202m to the Academy in order to develop the scheme. The Academy has now completed this scheme development. In order to fund the scheme the City Council's contribution will be limited to £1.854m and it is proposed to award this funding to the Academy school through the Council's standard grant terms and conditions for such schemes. The award of the grant will be subject to final agreement with Derbyshire County Council and the Academy. Therefore the additional City Contribution will be £1.652m.
- 4.16 It is proposed that the second instalment of the Homeleigh Way s106 contribution will be cash flowed by Basic Need funding until it is received. In order to update the Council's Capital Programme.
- 4.17 It is recommended to approve the increase in the existing capital programme scheme for the Homeleigh Way S106 Chellaston Academy scheme.
- 4.18 **Additional Adult Social Care Funding : Local Government Finance Settlement**
The Local Government Finance Settlement on 29 January 2019 confirmed extra one off funding for Winter pressures in Adult Social Care. This funding is paid to local authorities to support the local health and social care system to manage demand pressures for the winter 2019/2020. Derby's share of this is £1.149m. Although this additional funding is welcomed, this is a temporary one year measure that will not altogether alleviate the wider permanent pressures for social care.
- 4.19 It is recommended to approve the £1.149m one off funding and to delegate authority for allocating the use of this funding to the Strategic Director of People Services in consultation with the Section 151 officer and the relevant cabinet member.
- 4.20 **Additional Adult and Children's Social Care Funding : Local Government Finance Settlement**
The Local Government Finance Settlement on 29 January 2019 confirmed extra one off funding for Adult and Children's services; where necessary, to ensure that adult social care pressures do not create additional demand on the NHS. Local councils can also use it to improve their social care offer for older people, people with disabilities and children.
- 4.21 It is recommended to approve the addition of £1.962m for 'one off' grant funding and to approve the delegated authority for allocating the use of this funding to the Strategic Director of People Services in consultation with the Section 151 Officer and the relevant cabinet member.

4.22 **Brexit Funding**

On 28 January 2019 The Government announced that councils in England would receive funding to support Brexit preparations. This funding is intended to help support local authorities in their preparations for Brexit and help with specific costs which may arise following Brexit including planning and strengthening of their resources.

- 4.23 It is recommended to approve the acceptance of the one off Brexit funding and to approve the delegated authority for allocating the use of this funding to the Strategic Director of Corporate Resources and the relevant cabinet member.

4.24 **Chellaston Park Play Area Slippage**

The Chellaston Park play area scheme was slipped in the Quarter 3 outturn report approved 13 February 2019 Cabinet. However the slippage was omitted from the 2019/20 budget report also reported to the same cabinet.

- 4.25 The scheme is for £0.075m and funded from S106 contributions approval is therefore sort to add omission of the slippage to the 2019/20 capital programme.

- 4.26 It is recommended to approve the slippage to the 2019/20 capital programme.

Public/stakeholder engagement

- 5.1 None directly arising.

Other options

- 6.1 None directly arising.

Financial and value for money issues

- 7.1 As detailed in the main body of the report.

Legal implications

- 8.1 None directly arising.

Other significant implications

9.1 **Personnel**

None directly arising.

9.2 **IT**

None directly arising.

9.3 **Equalities Impact**

Any impact will be assessed as the funding is spent.

9.4 **Health and Safety**

None directly arising.

9.5 **Environmental Sustainability**

None directly arising.

9.6 Property and Asset Management

None directly arising.

9.7 Risk Management

None directly arising.

9.8 Corporate objectives and priorities for change

None directly arising.

This report has been approved by the following people:

Role	Name	Date of sign-off
Legal	Olu Idowu	20/02/2019
Finance	Toni Nash	11/02/2019
Service Director(s)	Don McLure	17/02/2019
Report sponsor	Don McLure	17/02/2019
Other(s)	Ann Webster	20/02/2019
	Liz Moore	22/02/2019