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Our reference:
Your reference:
Date: 24 November 2014

To all Members of the Council

Dear Councillor

A meeting of the CABINET will be held on Tuesday 2 December 2014 at 7.00 pm in the Council Chamber, Civic Centre, Pavilion Road, West Bridgford to consider the following items of business.

Yours sincerely



Executive Manager Operations and Corporate Governance

AGENDA

1. Apologies for absence
2. Declarations of Interest
3. Minutes of the Meeting held on Tuesday 14 October 2014 (previously circulated).

Key Decisions

None

Non Key Decisions

4. Provisions for Managing Strategic Economic Development
The report of the Chief Executive is attached (pages 1 - 6).

Budget and Policy Framework Items

5. Revenue and Capital Budget Monitoring 2014/15 – Quarter 2 Update
The report of the Executive Manager – Finance and Commercial is attached (pages 7 - 16).

Matters referred from Scrutiny

There were no matters referred

Membership

Chairman: Councillor J N Clarke
Councillor R L Butler, J E Cottee, N C Lawrence, D J Mason, S J Robinson

Meeting Room Guidance

Fire Alarm Evacuation: in the event of an alarm sounding please evacuate the building using the nearest fire exit, normally through the Council Chamber. You should assemble in the Nottingham Forest car park adjacent to the main gates.

Toilets are located opposite Committee Room 2.

Mobile Phones: For the benefit of others please ensure that your mobile phone is switched off whilst you are in the meeting.

Microphones: When you are invited to speak please press the button on your microphone, a red light will appear on the stem. Please ensure that you switch this off after you have spoken.

**MINUTES
OF THE MEETING OF THE
CABINET
TUESDAY 14 OCTOBER 2014**

Held At 7.00pm in the Council Chamber, Civic Centre, Pavilion Road, West Bridgford

PRESENT:

Councillors J N Clarke (Chairman), R L Butler, J E Cottee, J A Cranswick, N C Lawrence, D J Mason, S J Robinson

ALSO IN ATTENDANCE:

Councillors Mrs D M Boote, S J Boote, A MacInnes and B A Nicholls.
4 Members of the public

OFFICERS PRESENT:

A Graham	Chief Executive
K Marriott	Executive Manager - Transformation
D Mitchell	Executive Manager - Communities
V Nightingale	Senior Member Support Officer
P Steed	Executive Manager – Finance and Commercial

APOLOGIES FOR ABSENCE:

There were no apologies for absence

18. Declarations of Interest

There were none declared.

19. Minutes

The minutes of the meeting held on Tuesday 9 September 2014 were approved as a correct record and signed by the Chairman.

20. YouNG Project

Councillor Clarke presented the report of the Chief Executive regarding the Council's innovative YouNG project. He stated that this project helped and supported young people and enabled them to be involved within the community whilst also giving them opportunities for work experiences and apprenticeships. He informed Members that the project was being supported by businesses and that he had been impressed with the high calibre of people who were interested in being involved with the project. He highlighted the various events that had been organised by the young people and how these had been positively viewed by the public.

Councillor Clarke stated that the Council had submitted a bid for £880,000 to the Transformation Challenge Award from the Department for Communities and Local Government to allow the project to grow into a Community Interest Company. It was anticipated that the grant, if successful, would meet the operational costs of the Community Interest Company for five years. Following

a question the Chief Executive explained that it was anticipated that the results of the bid would be published in December 2014.

Councillor Cottee stated that this was an excellent project and provided good opportunities for young people. He queried how the project would progress if the bid was unsuccessful. The Chief Executive stated that it was recommended that the Community Development Group should give further consideration following the outcome of the bid, allowing Members to consider alternatives. He informed Members that there were a number of funding streams that could be explored including the Local Enterprise Partnership and European funding. The Chief Executive explained that as part of the Council's commitment two apprenticeships had been created and these had been initially offered on a twelve month contract.

Councillor Mason, in support of the initiative, stated that each group of young people had developed and acquired a variety of skills during their time with the project, especially gaining in confidence. She felt that the project needed to be sustainable.

Councillor Butler fully supported the proposal and highlighted the excellent and innovative branding of the project.

In conclusion, Councillor Cranswick stated that the Chief Executive should be congratulated on his initial concept which had been developed with Members' support. He believed that the concept could go 'viral' and felt that other similar schemes could be developed nationally to help and support the future of young people.

RESOLVED that Cabinet:

- a) endorses the continued success of the YouNG programme;
- b) supports the proposed interim delivery programme to support the development of the YouNG brand in partnership with the Local Enterprise Partnership, Schools, Colleges, Businesses and other Local Authorities;
- c) supports the objectives, and approach of the Transformation Challenge Award Bid submitted to the Department for Communities and Local Government;
- d) refers the YouNG project back to the Community Development Group to further consider the outcome of the Transformational Challenge Award Bid and make recommendations back to Cabinet regarding the future commitment or otherwise of the YouNG project.

21. **Rushcliffe Arena Development**

Councillor Clarke presented a report regarding the development of the Rushcliffe Arena site. He reminded Members that, following consultation, Cabinet had requested the Leisure and Civic Relocation Member Group to

review the original proposals regarding indoor bowling provision to ensure that it was fit for the future. The Member Group had recommended that there should be a six lane indoor bowling rink and also that the learner pool should be extended. Other changes proposed included having the Council Chamber and committee rooms on the ground floor which would increase the flexibility of these facilities enabling them to be used by other organisations. Councillor Clarke informed Members that the planning application would need to be resubmitted and it was envisaged that it would be considered by the Development Control Committee at its meeting in March 2015.

Councillor Clarke stated that it was important that the Council future proofed the proposals whilst being mindful of the need to obtain value for money. Members also noted that by including the office accommodation within the project it would release the current building and Cabinet would consider its future options in due course.

Councillor Cranswick stated that the new proposals gave both the public and the Council a satisfactory outcome. He felt that these new proposals had been incorporated within the design in an innovative way that had not greatly increased the overall costs.

Councillor Cottee stated that as the portfolio holder for leisure he had received numerous emails regarding the original proposals and that by reviewing the specification it would show residents that the Council had listened to their concerns. He agreed that the Council needed to get the design right for the future. He looked forward to the opening of the new facility in two years' time.

Councillor Lawrence supported the previous comments and congratulated officers on the work undertaken. He stated that a neighbouring local authority was building new office accommodation, and that the costs were greater than for this project.

RESOLVED that Cabinet, having considered the conclusions of the Leisure and Civic Relocation Member Group:

- a) Agrees the revised specification attached as **Appendix Two** to reflect the inclusion of the retention of a six lane bowling hall and the two metre increase to the learner pool.
- b) Agrees the resultant overall scheme cost of £14.1m as detailed at **paragraph 7.1.2**.
- c) Authorises the Chief Executive, in consultation with the Leisure and Civic Relocation Member Group, to develop and submit revised plans for the Arena to Development Control in line with the revised specification and agreed overall scheme cost.
- d) Notes the revised procurement timeline, including future reporting requirements, detailed at **Appendix Three**.

22. **Property Disposal – Sale of Land, Commercial Road, Keyworth**

Councillor Robinson presented a report regarding a small strip of land that the Council owned in Keyworth. He stated that this land had been considered surplus to requirements as defined in the Council's Acquisition and Disposal Policy. He stated that by including this piece of land with other parcels of land owned by the applicant it would form a development plot for five dwellings. The land would be sold at market value and it had been agreed that the Council would receive 33% of any further increase in the value of the land when sold for development.

Councillor Cranswick, in support of the recommendation, stated that the land had a capital value that could be realised and that it also enabled new homes to be built.

Councillor Cottee, as one of the Ward Members, stated that the land at the present time was in a poor state and that this development would benefit both the Council and the residents of Keyworth.

RESOLVED that the disposal of the strip of land at Commercial Road, Keyworth at market value be progressed, in accordance with the Council's Acquisition and Disposal Policy.

The meeting closed at 7.20 pm.

CHAIRMAN

Report of the Chief Executive

Cabinet Portfolio Holder Councillor J N Clarke

1. Summary

- 1.1 Pressure continues to be exerted by Central Government for Rushcliffe to contribute to the delivery of both housing and economic growth. Recent announcements by Government and other political parties indicate that future funding will be increasingly delivered through Local Enterprise Partnerships (LEP's), Combined Authorities or devolved regional government.
- 1.2 In order to ensure that Rushcliffe secures a share of future growth monies it will be necessary to adopt a strategic approach with clear economic priorities being identified in partnership with our collaborative partners.
- 1.3 The purpose of this report is to outline potential proposals to establish a Strategic Growth Board designed to identify future strategic priorities whilst supporting and monitoring the future implementation of the Core Strategy (subject to adoption by Full Council).
- 1.4 The Strategic Growth Board would oversee and support localised growth boards/groups, whilst providing a refreshed mechanism to obtain feedback and advice from external partners, representatives and collaboration partners.
- 1.5 The Strategic Growth Board and supporting groups would also provide an important forum for the Leader in relation to the Economic Prosperity Committee, Local Enterprise Partnership (D2N2); along with the emerging agendas of Combined Authorities or potential devolved powers to a City or regional body.

2. Recommendation

It is RECOMMENDED that Cabinet

- a) Agrees the formation of the Rushcliffe Strategic Growth Board;
- b) Supports the setting up of a retail forum reporting to the Strategic Growth Board to propose a strategic plan for the existing and future viability of the retail offer across the Borough;
- c) Supports the setting up of a Bingham/Radcliffe on Trent Growth Group reporting to the Strategic Growth Board to bring together key stakeholders with an interest in the development of the town areas;

- d) Agrees that future work of the Cotgrave Strategic Board is reported to the Strategic Growth Board; and
- e) As outlined at Paragraph 6.1.1 agrees to the allocation of £100,000 from the New Homes Bonus Reserve.

3. Reasons for Recommendation

- 3.1 It remains clear that due to the imminent consideration of the possible implementation of the Local Development Framework and the likely development of identified employment sites Rushcliffe is entering a period of significant growth. In addition, the Local Enterprise Partnership (LEP, D2N2 – Derby, Derbyshire, Nottingham and Nottinghamshire) is leading a strategic economic infrastructure and skills plan for the region which requires strategic input and support from Rushcliffe.
- 3.2 The City Council, County Council and seven District Councils established an Economic Prosperity Committee within Nottinghamshire which inputs to the work of the LEP. The Borough is represented on the Economic Prosperity Committee by the Leader who is supported by the Chief Executive.
- 3.3 In response to the emerging national agenda, which has most recently seen new arrangements proposed for Greater Manchester, consideration has also started to be given to the establishment of a Combined Authority within the Nottinghamshire area, which may enable additional devolved powers to be secured for the whole of the City and County area.
- 3.4 In addition with the recent and impending completion of major road infrastructure projects and the focus being placed upon the regeneration and development of employment land, it is becoming essential that Rushcliffe is well placed and focussed upon securing relevant funding opportunities to support the appropriate growth of local retail, enterprise and employment. As such there is a need to constantly and consistently review competing priorities to ensure the growth opportunities are maximised and supported.
- 3.5 It is also well documented that Rushcliffe is both nationally and locally recognised as being amongst the best places to live and work. This reputation has resulted in a sustained growth of the leisure retail sector, particularly within the West Bridgford area. Whilst such growth should be welcomed it is clear that a long term plan is required to assist in identifying and planning for the future retail requirements.
- 3.6 In addition growth is placing increasing strain upon existing infrastructure such as car parking, leisure and commuter options within other areas including Bingham and Radcliffe on Trent.
- 3.7 To ensure the immediate and long term infrastructure priorities are identified it is proposed that two thematic groups (**Appendix A**) are established and tasked with developing solutions and future master plans which would assist and support the Strategic Growth Board in strategically aligning the future priorities across the Borough.

4. Supporting Information

- 4.1 The Strategic Growth Board would provide the strategic overview in relation to four key themes necessary to promote, support and deliver the significant growth agenda. These are:
1. Major infrastructure development (roads, rail, broadband)
 2. Business growth
 3. Employment/skill growth
 4. Housing growth (monitoring targets)
- 4.2 The Strategic Growth Board would also act as a “clearing house” if required for supporting bids in relation to Growth Deal funding or other strategic funding applications that might be offered by the current Local Enterprise Partnership via the Economic Prosperity Committee or any replacement arrangements such as a future Combined Authority.

Representation on the Board

- 4.3 It is proposed that the Strategic Growth Board be initially set up as a cross party member group chaired by the Leader, based on proportionality rules (currently proposed 9 members).
- 4.4 It is considered appropriate that membership also consists of the Portfolio Holder for Finance and the Economy and that due to the strategic nature of the board a request be made that other cross party members be represented by the Leaders of Groups.
- 4.5 Once established by Cabinet this group could be included for consideration at the next Annual Council to adopt its terms of reference and for it to become a Standing Group with nominations for its membership from each political group to be confirmed annually.

Links to other external groups

- 4.6 As well as establishing the Strategic Growth Board the establishment of two external groups is also recommended, to be chaired by the Portfolio Holder for Finance and the Economy. Proposed details and initial work plans are shown within **Appendix A** attached.
- 4.7 It is also recommended that the link be established with the existing Cotgrave Strategic Board and the appropriate Cabinet representative be invited to be a member of the Strategic Growth Board. This would ensure all growth and regeneration activity would be aligned to the Strategic Growth Board.

5 Risk and Uncertainties

- 5.1 This is a new Strategic Growth Board for the Authority as it moves into a new period of potential change. Setting up the Board and the associated external groups are viewed as an opportunity to minimise risk to the Authority and Borough. A strategic overview will be maintained which will assist in decision making, planning and community engagement.

6 Implications

6.1 Finance

In order to ensure that sufficient resources are available to fund work or activities it considers necessary or beneficial to the furtherance of its work it is recommended that to fund activity in 2014/15 and 2015/16 an allocation of £100,000 be made available from the New Homes Bonus reserve. Funding allocations after this date would then be subject to future decisions within the budget framework of the Authority.

6.2 Corporate Priorities

The proposal to set up the Rushcliffe Strategic Growth Board directly links with the Council's priority to "support economic growth to ensure a sustainable, prosperous and thriving local economy."

6.3 Other Implications

Once established by Cabinet the Strategic Growth Board will be formally established as a Standing Group at the next Annual Council with nominations for its membership from each political group to be confirmed annually.

For more information contact:	Name: Allen Graham Job title: Chief Executive 0115 914 8349 email agraham@rushcliffe.gov.uk
Background papers Available for Inspection:	Nil
List of appendices (if any):	N/A

External groups linked to the Strategic Growth Board

External Group	Proposed Remit	Potential Membership	Initial set-up / work activity
<p><u>Retail Forum:</u> Executive Manager Lead (To be allocated by Chief Executive)</p>	<p>To engage with senior level representation from the retail sector across the Borough. Initial focus to be given to the area of West Bridgford with the aim to identify and propose a strategic plan for the existing and future viability of the retail offer in a way which will maintain its current success but enhance and accommodate the future growth proposals</p>	<p>(Portfolio Holder Finance and Economy) Plus potential external representation from all or a mixture of the following:</p> <ul style="list-style-type: none"> • 2 West Bridgford retailers • 2 supermarket retailers • 2 commercial agents • 2 food and beverage representatives • 1 finance representative • 2 retailers from outside of West Bridgford 	<ol style="list-style-type: none"> 1. As part of the set-up and to have something to present at first meeting commission audit of existing retail offer with recommendations to support and enhance the offer in the short term 2. Portfolio Holder to draw up list of preferred senior representatives with view of “soft” approach 3. Letters / approaches to potential representatives both directly and via current groups 4. 1st Meeting communicating overall vision, Terms of reference and receive outcomes of report from point 1 above. 5. Consider and agree on establishment of an independent commission (Chaired by a prominent business person) to receive evidence, data and views from the sector, market, community and partner agencies regarding the future needs, opportunities and recommended steps to maintain and establish a vibrant retail offer in West Bridgford and the Borough 6. Commission and commence work (March / April) subject to purdah restrictions 7. Receive report
<p><u>Bingham/Radcliffe on Trent Growth Group</u> Executive Manager Lead (Peter Steed)</p>	<p>To bring together key stakeholders with an interest in the development of the towns. To support and prioritise the key components required to successfully accommodate the proposed growth.</p>	<p>(Portfolio Holder Finance and Economy) Plus potential external representation from all or a mixture of the following:</p> <ul style="list-style-type: none"> • 1 County Council rep plus officer Rep • 1 from town/parish councils (Chairman/Mayor plus clerk) • 2 Retail rep 	<ol style="list-style-type: none"> 1. Brief and engage with Town/Parish Council ward members 2. Seek support from County Council to engage and agree need for the group- aligning existing work with this group 3. Engage and seek representation from other groupings including possible attendance at a Town/Parish Council Meeting 4. Bring together all parties and reps within a workshop environment to identify terms of reference, prioritisation and support requirements 5. Establishment and first meeting of the group

	<p>Including</p> <ul style="list-style-type: none"> • Car parking • Retail offer • Supermarket development • Rail improvements • Leisure • Education Offer 	<ul style="list-style-type: none"> • 2 Education Rep (1 senior school & 1 Primary) • 1 Health Rep • Crown Estates <p>Consideration on how to engage with ward members will be required (Currently in Cotgrave they are regularly briefed and asked for thoughts and feedback outside the board)</p>	
<p>Cotgrave Strategic Board Executive Manager Lead (Kath Marriott)</p>	<p>Current Terms of Reference established but principally to:</p> <ul style="list-style-type: none"> • Bring forward “pit site” for housing and employment • To link the above scheme to the regeneration of the Town centre (Improving the retail environment and offer) • Create Local Employment • Rationalise use of public estate to the benefit of the community and public purse 	<p>Board currently chaired by Chief Executive (non-political):</p> <ul style="list-style-type: none"> • Homes and Communities Director • Barrett Director • County Council Member plus one officer support • Rushcliffe Borough Council Political representative • Town Council Member plus officer support • Metropolitan Housing Director 	<p>Currently a live project but recently</p> <ol style="list-style-type: none"> 1. Commenced 1st phase of housing development following release of land from the HCA 2. Established contract with Construction Industry Training Board to secure apprenticeships for local people (1st such scheme in East Mids outside Leicester) 3. Currently pursuing financial support to develop employment land 4. Developing schemes and viability options with developers 5. Working with public sector partners and supermarket interest to create a financially viable town centre offer

Report of the Executive Manager – Finance and Commercial

Cabinet Portfolio Holder Councillor S J Robinson

1. Summary

- 1.1. This report presents the budget position for revenue and capital as at 30 September 2014, details of which were considered by the Corporate Governance Group on 13 November. Given the current financial climate it is imperative that the Council maintains due diligence with regards to its finances and ensures necessary action is taken to maintain a robust financial position.

2. Recommendation

It is RECOMMENDED that Cabinet note the projected revenue and capital underspend positions for the year of £1,111k and £6,337k respectively

3. Reasons for Recommendation

- 3.1. To demonstrate good governance in terms of scrutinising the Council's on-going financial position and compliance with Council Financial Regulations.

4. Supporting Information

4.1. Revenue Monitoring

- 4.1.1. The revenue monitoring statement (as at 30 September 2014) by service area is attached at **Appendix A**, with detailed variance analysis stated at **Appendix B**. This shows an underspend against profiled budget to date of £900,000 and a projected underspend for the year of £1,111,000. Going forward there are upside and downside risks to income streams and cost drivers; with proactive financial management the position is likely to improve further.
- 4.1.2. However, as detailed at **Appendix B**, it is important to note that over half of this underspend has resulted from fees arising from a number of major planning applications. Other factors contributing to the overall position include green waste income, the impact of charitable rates relief on the leisure centres and the lack of current calls made on the contingency budget.
- 4.1.3. As reported previously a number of additional grants have also been received (totalling £162k) to assist the Council in meeting specific service expenditure pressures due to statutory changes being introduced by the Government. These are in relation to Small Business Rates Relief (SBRR), and both welfare and electoral reform.

4.2. Capital Monitoring

4.2.1. The updated Capital Programme monitoring statement as at June 2014 is attached at **Appendix C**. A summary of the projected outturn and funding position is shown in the table below:

CAPITAL PROGRAMME MONITORING - SEPTEMBER 2014			
EXPENDITURE SUMMARY	Current Budget £000	Projected Actual £000	Projected Variance £000
Transformation	1,840	710	(1,130)
Neighbourhoods	1,668	1,348	(320)
Communities	724	651	(73)
Corporate Governance	339	289	(50)
Finance & Commercial	5,476	956	(4,520)
Contingency	244	0	(244)
	10,291	3,954	(6,337)
FINANCING ANALYSIS			
Capital Receipts	(5,964)	(2,830)	3,134
Government Grants	(558)	(315)	243
Other Grants/Contributions	(632)	(554)	78
Use of Reserves	(3,137)	(255)	2,882
	(10,291)	(3,954)	6,337
NET EXPENDITURE	-	-	-

4.2.2. The original Capital Programme of £7.3 million has been supplemented by £1.2 million brought forward from 2013/14. Other adjustments, including additional sums allocated for Funding Circle investments and loans to Streetwise, give rise to a gross programme of over £10 million. However it is now apparent that many of these schemes will not be undertaken in full during 2014/15 resulting in projected capital spend for 2014/15 of just under £4 million. As detailed below key variations include slippage with regards to Bridgford Hall and the Cotgrave Masterplan; and uncertainty with regards to any further loans/payments with regard to respectively Nottinghamshire County Cricket Club and the A453.

4.3. Transformation

4.3.1. The projected actual of £710,000 is significantly less than the current approved budget of £1.84 million. A major element of this arises from the difficulty predicting the projected actual expenditure for the Bridgford Hall re-development project which has been delayed as the result of the decision to seek £1.45million in Heritage Lottery funding which would enable a much enhanced refurbishment to be delivered. The other significant area of potential underspend relates to slippage on the acquisition of strategic properties on the Cotgrave Masterplan project as negotiations continue.

4.4. Neighbourhoods

4.4.1. A variance of £320,000 is currently projected, the majority of which relates to investment in Social Housing which is being delivered at a lower cost than was

originally anticipated. Once the final cost of the garage site schemes is known, an adjustment may need to be made to the budget.

- 4.4.2. One 32 tonne refuse freighter has been purchased so far under the vehicle replacement programme. In addition, a small sweeper was bought on behalf of Streetwise and subsequently sold to Streetwise Environmental Ltd. The Council is seeing increased demand for wheeled bins which will be met by a £15,000 allocation from the Capital Contingency.

4.5. Communities

- 4.5.1. Projected expenditure is largely in line with the current programme with the exception of Capital Grant Funding and Community Partnership Reward Grants. For Capital Grant funding, the projected actual is based on known grant commitments but claims continue to be assessed during the year and new grants could still be approved. It is now anticipated that £25,000 of Community Partnership Reward Grants will slip to 2015/16. This is for the Keyworth Activity Park which has now received planning permission and is proceeding to re-secure other sources of external funding. A contract has been awarded for the redevelopment of Alford Road Pavilion (£307,000). Work started on site in July and should be completed by late November.

4.6. Corporate Governance

- 4.6.1. The in-year provision of £220,000 has been supplemented by a brought forward of £119,000 from 2013/14 to support infrastructure and Channel shift web enhancement commitments together with technological implications arising from the office and civic aspects of the Arena redevelopment. Expenditure to date includes: ICT replacement kit, technical infrastructure and applications. There is potential slippage of £50,000 which may need to be carried forward to 2015/16.

4.7. Finance & Commercial

- 4.7.1. A significant variance of £4.5million is currently showing primarily due to the uncertainty in the timing of the release of a loan to Nottinghamshire County Cricket Club for re-development of their facilities and the payment of a contribution towards works on the A453. In addition to this, the spending profiles of the Leisure Strategy/Office Accommodation project and Funding Circle investments have been revisited. Any unspent provisions will need to be carried forward to 2015/16. The potential underspend on these schemes is partially offset by the variance of £50,000 showing for the Streetwise loan due to only £466,000 of the approved £516,000 being required. There is currently one request of £15,000 being processed from Capital Contingency as mentioned above for wheeled bins.

4.8. Summary

- 4.8.1. The report overall projects underspends for both revenue and capital. It should be noted it is early in the financial year and opportunities and challenges can arise which may impact on the projected year-end position. There remain external financial pressures from developing issues such as the impact of the localisation of business rates, welfare reform, and continued financial pressures on individuals, businesses and partners. Against such a background it is imperative that the Council continues to keep a tight control over its expenditure, identifies any impact from income streams and maintains progress against its Transformation Strategy.

5. Risk and Uncertainties

- 5.1. Failure to comply with Financial Regulations in terms of reporting on both revenue and capital budgets could result in criticism from stakeholders, including both Members and the Council's external auditors.

6. Implications

6.1. Finance

Financial implications are covered in the body of the report.

6.2. Legal

None.

6.3. Corporate Priorities

Changes to the budget enable the Council to achieve its corporate priorities.

6.4. Other Implications

None.

For more information contact:	Name; Peter Linfield Service Manager - Finance and Commercial 0115 914 8439 email plinfield@rushcliffe.gov.uk
Background papers Available for Inspection:	
List of appendices (if any):	Appendix A –Revenue Outturn Position 2014/15 – Quarter 2 Appendix B – Revenue Variance Analysis Explanations Appendix C – Capital Programme 2014/15 – Quarter 2 Position

Revenue Outturn Position 2014/15 – Quarter 2

	Q2 Position Excluding Recharges			Total Costs Including Recharges				Variation Explanation
	Budget YTD £'000	Actual YTD £'000	Total Variation £'000	Budget £'000	Projected Outturn £'000	Total Variation £'000	Variation %	
Communities	462	(138)	(600)	2,572	2,022	(550)	(21.4)	Due to additional Planning income.
Corporate Governance and Operations	1,488	1,455	(33)	1,394	1,403	9	0.7	IER grant funded expenditure offset by staff vacancies.
Finance and Commercial	10,573	10,722	149	4,263	3,998	(265)	(6.2)	Current overspend due to timing differences on HB payments. Underspend assumes no call on contingency and adjustments to leisure trust NNDR relief.
Neighbourhood	1,156	887	(269)	3,748	3,640	(108)	(2.9)	Additional green waste income and income from Nottinghamshire County Council for garage rental.

	Q2 Position Excluding Recharges			Total Costs Including Recharges				Variation Explanation
	Budget YTD £'000	Actual YTD £'000	Total Variation £'000	Budget £'000	Projected Outturn £'000	Total Variation £'000	Variation %	
Transformation	412	290	(122)	1	(34)	(35)	(3,500)	Additional income from investment properties, Police at Rushcliffe Community Contact Centre, and Cotgrave Precinct; fees required for Bridgford Hall work.
Sub-total	14,091	13,216	(875)	11,978	11,029	(949)	(7.9)	
Capital Accounting Adjustments	(1,514)	(1,514)	0	(1,514)	(1,514)	0	0	
Grant Income (including NHB)	(1,981)	(1,981)	0	(1,981)	(2,143)	(162)	(8.18)	Additional £100k Small Business Rate Relief, £48k elections, £14k Welfare Reform
Transfer to/from (-) reserves	1,279	1,254	(25)	1,254	1,254	0	0	Reduction in reserves due to funding of Member Community Support Scheme
Revenue contribution to capital	277	277	0	277	277	0	0	
Total	12,152	11,252	(900)	10,014	8,903	(1,111)	(11)	

Revenue Variance Analysis Explanations

ADVERSE VARIANCES	Variance YTD £'000	Projected Outturn £'000
Corporate Governance		
Electoral Registration – Agency & IER costs – funded by Government Grant	42	70
IT Rechargeables - New maintenance contracts entered into	17	24
Finance & Commercial		
Finance – Agency costs more than offset by salary savings and savings below	59	43
Transformation		
Land Holdings - Heritage Lottery Funding bid costs for Bridgford Hall (offset by other savings)	1	60
Total Adverse Variances	119	197
 FAVOURABLE VARIANCES		
	Variance YTD £'000	Projected Outturn £'000
Corporate Governance		
Democratic Services - Long-term illness, mayoral transport and members' training	(30)	(29)
Human Resources - Staff vacancy	(25)	(13)
IT - Staff vacancies	(16)	(25)
Performance & Reputation - Graphic design work and staff vacancy	(4)	(18)
Communities		
Development Control - Increased Application Fees	(522)	(538)
Building Control - Write back of unused provision	(56)	(6)
Finance & Commercial		
Contingencies - Contingency dependant on risks identified	0	(111)
Internal Audit - renegotiated contract	(12)	(16)
Insurances - renegotiated contract	(17)	(17)
Leisure Centres – contract savings due to business rate relief	(41)	(60)
Car Parks - Staff savings offset by reduction in income	5	(14)
Business Rates - staff vacancies and business rates relief	(3)	(84)

Neighbourhoods

Home Alarms - Increase in Metropolitan Housing Trust customers	(7)	(29)
Waste Collection. Green Waste invoices.	(34)	(57)
Depot –Nottinghamshire County Council additional lease of garage space	0	(40)

Transformation

Customer Services - Additional income from police	7	(24)
Transformation - Employee savings	(31)	(20)
Investment Properties - NNDR savings and rental income up	(24)	(13)
Economic Development - Cotgrave Precinct rentals up	(14)	0
Property Services - Employee savings	(32)	(15)

Total Favourable Variances

(856) (1,129)**Sum of Minor Variances****(163) (179)****TOTAL VARIANCE**

(900) (1,111)

Capital Programme 2014/15 – Quarter 2 Position

CAPITAL PROGRAMME MONITORING - SEPTEMBER 2014						
	Original Budget	Budget YTD £000	Actual YTD £000	Current Budget £000	Projected Actual £000	Variance £'000
TRANSFORMATION						
Cotgrave Masterplan	0	150	152	729	400	(329)
The Point Enhancements	50	0	0	80	30	(50)
Civic Centre Vacant Space Works	0	104	75	120	120	0
Civic Centre Enhancements - External Works	0	21	12	41	25	(16)
Cotgrave Precinct Enhancements	50	0	0	50	50	0
Bingham Market Place Improvements	60	0	0	60	60	0
Bridgford Hall Refurbishment	650	0	0	650	0	(650)
Civic Centre Enhancements - General	0	0	0	85	0	(85)
Footpath Enhancements	25	0	0	25	25	0
	835	275	239	1,840	710	(1,130)
NEIGHBOURHOODS						
Discretionary Support Grants	0	0	0	60	0	(60)
Support for Registered Housing Providers	840	10	5	840	565	(275)
Wheeled Bins Acquisition	60	30	48	60	75	15
Disabled Facilities Grants	375	204	224	408	408	0
Vehicle Replacement	300	231	231	300	300	0
	1,575	475	508	1,668	1,348	(320)
COMMUNITIES						
Community Partnership Reward Grants	0	14	3	28	3	(25)
Nottinghamshire Cricket Club - Grant	90	0	0	90	90	0
Alford Road Pavilion Redevelopment	0	194	120	350	350	0
Rushcliffe Country Park - Play Area	0	86	83	86	86	0
Capital Grant Funding	63	36	34	105	57	(48)
Play Areas - Special Expense	50	0	0	62	62	0
The Hook Multi Use Games Area	0	3	3	3	3	0

CORPORATE GOVERNANCE	203	333	243	724	651	(73)
IS Strategy	220	122	63	339	289	(50)
	220	122	63	339	289	(50)
FINANCE & COMMERCIAL						
Keyworth Leisure Centre - Pitch Upgrade	25	25	25	25	25	0
Leisure Strategy/Office Accommodation	2,000	225	225	2,020	425	(1,595)
Bingham Leisure Centre Enhancements	0	0	0	40	40	0
Nottinghamshire County Cricket Club - Loan	2,000	0	0	2,000	0	(2,000)
Funding Circle Loans	0	0	0	500	0	(500)
Streetwise Loan	0	516	466	516	466	(50)
Dualling of A453 - Contribution	375	0	0	375	0	(375)
	4,400	766	716	5,476	956	(4,520)
CONTINGENCY						
Contingency	150			244		(244)
	150	0	0	244	0	(244)
TOTAL	7,383	1,971	1,769	10,291	3,954	(6,337)