



**Brighton & Hove
City Council**

**POLICY, RESOURCES & GROWTH
COMMITTEE**

**ADDENDUM 2
Amendments to Reports**

4.00PM, THURSDAY, 11 OCTOBER 2018

COUNCIL CHAMBER, HOVE TOWN HALL

ADDENDUM

ITEM		Page
53	TARGETED BUDGET MANAGEMENT (TBM) 2018/19: MONTH 5	1 - 2
	Report of the Executive Director Finance & Resources (copy attached)	
	<i>Contact Officer: Nigel Manvell</i>	<i>Tel: 01273 293104</i>
	<i>Ward Affected: All Wards</i>	
58	OPTIONS FOR FUTURE DELIVERY OF HOUSING REPAIRS, PLANNED MAINTENANCE AND CAPITAL WORKS	3 - 10
	Report of the Executive Director Neighbourhoods, Communities & Housing (copy attached)	
	<i>Contact Officer: Sharon Davies</i>	<i>Tel: 01273 121295</i>
	<i>Ward Affected: All Wards</i>	
66	ROYAL PAVILION & MUSEUMS SERVICE OPTIONS	11 - 12
	Report of the Executive Director Economy, Environment & Culture (copy attached)	
	<i>Contact Officer: Val Birchall</i>	<i>Tel: 01273 292571</i>
	<i>Ward Affected: All Wards</i>	

Targeted Budget Management (TBM) 2018 /19: Month 5

GREEN GROUP AMENDMENT

To add recommendation 2.7, as shown below in ***bold italics***

2.7 That the Committee create a ring-fenced reserve of £1.094m within the HRA reserves to support the future development of housing in the city for 27.5% Living Wage rent or social rent.

Additional information:

- The HRA Working Balance at 01/04/19 is projected to be £6.354m, against a CFO- recommended minimum working balance of £3m;
- Pressures on the HRA reserves have reduced due to a recent national government decision not to force Local Authorities to sell high value homes in council ownership;
- A ring-fenced reserve of £1.094m if used to underwrite the financial case for new homes for rent developed by the Council will support the development of 26 homes at 27.5% Living Wage rent or 11 homes at social rent, thereby contributing efficiently to meeting the city's requirement for affordable housing.

Proposed by: Cllr Sykes

Seconded by: Cllr Mac Cafferty

Recommendations if carried to read:

- 2.1 That the Committee note the forecast risk position for the General Fund which indicates a budget pressure of £3.078m. This includes an overspend of £1.148m on the council's share of the NHS managed Section 75 services.
- 2.2 That the Committee note that the one-off financial risk safety net of £1.500m is available to mitigate the forecast risk if the risks cannot be completely eliminated by the year-end.
- 2.3 That the Committee note the forecast for the Housing Revenue Account (HRA), which is currently an underspend of £0.480m.

- 2.4 That the Committee note the forecast position for the Dedicated Schools Grant, which is an underspend of £0.150m.
- 2.5 That the Committee agree to create a Sports and Events Strategy Reserve as set out in paragraph 6.2.
- 2.6 That the Committee note the forecast outturn position on the capital programme and approve the variations and slippage in Appendix 5 and the new schemes as set out in Appendix 6.
- 2.7 That the Committee create a ring-fenced reserve of £1.094m within the HRA reserves to support the future development of housing in the city for 27.5% Living Wage rent or social rent.

**OPTIONS FOR FUTURE DELIVERY OF HOUSING REPAIRS, PLANNED
MAINTENANCE AND CAPITAL WORKS**

CONSERVATIVE GROUP AMENDMENT

That the following resolution as shown in *bold italics* be agreed:

That in view of the importance of the issue, the matter should be considered by all 54 Members of the Authority and therefore the recommendations of the Housing & New Homes Committee as detailed in the extract from the meeting on the 26th September together with the report be referred directly to full Council for consideration and decision and that, subject to the Mayor's agreement, this be taken at its meeting on the 18th October.

Proposed by: Cllr Bell

Seconded by: Cllr Wealls

Recommendations if carried to read:

That in view of the importance of the issue, the matter should be considered by all 54 Members of the Authority and therefore the recommendations of the Housing & New Homes Committee as detailed in the extract from the meeting on the 26th September together with the report be referred directly to full Council for consideration and decision at its meeting on the 18th October.

**OPTIONS FOR FUTURE DELIVERY OF HOUSING REPAIRS,
PLANNED MAINTENANCE AND CAPITAL WORKS**

CONSERVATIVE GROUP AMENDMENT

That the recommendations be amended by deleting the paragraphs and/or words in strikethrough and inserting those shown in bold italics.

RECOMMENDATIONS

That the following be referred to the Committee for consideration:

That Housing & New Homes Committee recommends to Policy, Resources & Growth Committee that it:

Customer service and quality assurance

(1) Agrees that the customer service and quality assurance services are brought in-house and delivered by the council following the expiry of the current contractual arrangements;

Responsive repairs and empty property refurbishments

~~(2) Agrees that responsive repairs and empty property refurbishments works to council housing stock are brought in-house and delivered by the council following the expiry of the current contractual arrangements;~~ ***Approves the procurement of one contract for the provision of responsive repairs and empty property refurbishment works to council housing stock with a term of five years and the option to extend for up to a further two years.***

~~(3) Approves a 'set-up and mobilisation' budget of £0.112m for 2018/19 funded by an in-year virement transferring this budget from the capital financing costs budget in the Housing Revenue Account (HRA) and the creation of an earmarked 'set up and mobilisation' reserve of £0.982m for use in 2019/20 funded from HRA general reserves;~~ ***That funds (£1.094m) previously earmarked for set up and mobilisation of an in-house service are spent on purchasing or developing additional council housing stock to be rented at social or living rent levels in the financial year 2019/20. And that the ongoing revenue savings of £0.618m by taking the decision at (2) are spent year on year on increasing the Estates Development Budget and the proposed in-house clerk of works and surveyor service so the team has sufficient capacity to check the work undertaken.***

Proposed by: Cllr Bell

Seconded by: Cllr Wealls

Recommendations if carried to read:

That the following be referred to the Committee for consideration:

That Housing & New Homes Committee recommends to Policy, Resources & Growth Committee that it:

Customer service and quality assurance

(1) Agrees that the customer service and quality assurance services are brought in-house and delivered by the council following the expiry of the current contractual arrangements;

Responsive repairs and empty property refurbishments

(2) Approves the procurement of one contract for the provision of responsive repairs and empty property refurbishment works to council housing stock with a term of five years and the option to extend for up to a further two years.

(3) That funds (£1.094m) previously earmarked for set up and mobilisation of an in-house service are spent on purchasing or developing additional council housing stock to be rented at social or living rent levels in the financial year 2019/20. And that the ongoing revenue savings of £0.618m by taking the decision at (2) are spent year on year on increasing the Estates Development Budget and the proposed in-house clerk of works and surveyor service so the team has sufficient capacity to check the work undertaken.

Planned maintenance and improvement programmes

(4) Approves the procurement of at least one contract for the provision of planned maintenance and improvement programmes to council housing stock with a term of five years with the option to extend for up to a further two years;

Major capital projects

(5) Approves the procurement of a multi- contractor framework agreement for major capital projects with a term of four years;

Specialist works

(6) Notes that the specialist works will continue to be delivered through individual contracts, with reports coming back to committee for authority to procure and award such contracts if required in accordance with the council's Constitution;

Delegation

(7) Grants delegated authority to the Executive Director Neighbourhoods, Communities & Housing to:

(i) commence the procurements and award the contracts required to

- implement the recommendations;
- (ii) use the 'set-up and mobilisation' budget to create and appoint to new roles to enable these recommendations to be delivered;
- (iii) award call-off contracts under the major capital projects framework agreement; and
- (iv) take any other steps necessary to implement the recommendations in this report.

**OPTIONS FOR FUTURE DELIVERY OF HOUSING REPAIRS, PLANNED
MAINTENANCE AND CAPITAL WORKS**

GREEN GROUP AMENDMENT

To add recommendation 2.8, as shown below in *bold italics*

2.8 Affirms its intention to review whether further elements of the services and works may be brought in-house in such a way that any timescales would ensure thorough preparation and a smooth transition.

Proposed by: Cllr Sykes

Seconded by: Cllr Mac Cafferty

Recommendations if carried to read:

Customer service and quality assurance

- 2.1 Agrees that the customer service and quality assurance services are brought in-house and delivered by the council following the expiry of the current contractual arrangements;

Responsive repairs and empty property refurbishments

- 2.2 Agrees that responsive repairs and empty property refurbishments works to council housing stock are brought in-house and delivered by the council following the expiry of the current contractual arrangements;
- 2.3 Approves a 'set-up and mobilisation' budget of £0.112m for 2018/19 funded by an in-year virement transferring this budget from the capital financing costs budget in the Housing Revenue Account (HRA) and the creation of an earmarked 'set up and mobilisation' reserve of £0.982m for use in 2019/20 funded from HRA general reserves;

Planned maintenance and improvement programmes

- 2.4 Approves the procurement of at least one contract for the provision of planned maintenance and improvement programmes to council housing stock with a term of five years with the option to extend for up to a further two years;

Major capital projects

- 2.5 Approves the procurement of a multi- contractor framework agreement for major capital projects with a term of four years;

Specialist works

- 2.6 Notes that the specialist works will continue to be delivered through individual contracts, with reports coming back to committee for authority to procure and award such contracts if required in accordance with the council's Constitution;

Delegation

- 2.7 Grants delegated authority to the Executive Director Neighbourhoods, Communities & Housing to:
- (i) commence the procurements and award the contracts required to implement the recommendations;
 - (ii) use the 'set-up and mobilisation' budget to create and appoint to new roles to enable these recommendations to be delivered;
 - (iii) award call-off contracts under the major capital projects framework agreement; and
 - (iv) take any other steps necessary to implement the recommendations in this report.
- 2.8 Affirms its intention to review whether further elements of the services and works may be brought in-house in such a way that any timescales would ensure thorough preparation and a smooth transition.

ROYAL PAVILION & MUSEUMS SERVICE FUTURE OPTIONS

CONSERVATIVE GROUP AMENDMENT

That the recommendations be amended by deleting the paragraphs and/or words in ~~strikethrough~~ and inserting those shown in ***bold italics***.

RECOMMENDATIONS

2.1 That Policy, Resources & Growth Committee:-

2.1.1 notes the contents of the Options Phase One Report prepared by the independent expert attached as Appendix One to this report;

~~2.1.2. approves the steps required to improve and modernise the service and the associated timescale as set out in Appendix Two (Service Improvement Plan);~~ ***Agrees to present for consideration at the next Tourism, Development and Culture Committee a timetable of moving the Royal Pavilion & Museums (RPM) Service following a ballot of all staff with the option to***

- a) move to a 'Shadow Trust' in April 2019, enabling the necessary arrangements to be made to move to a 'Full Trust' in 2020; or***
- b) revert to the timetable outlined in Appendix Two (Service Improvement Plan).***

~~2.1.3. agrees that, following a period of service improvement, the Royal Pavilion and Museums service should be transferred to a charitable trust whose sole purpose is to deliver the council's museums and heritage services;~~

~~2.1.4. agrees the timetable and notes that this timetable will allow the single purpose charitable trust to apply for funding in the next Arts Council England funding application round (covering 2022+);~~

~~2.1.5.3. delegates authority to the Executive Director, Economy Environment & Culture to enter into negotiations with the Royal Pavilion & Museums Foundation to resolve matters outlined in 4.23 below;~~

~~2.1.6 delegates authority to the Executive Director, Economy Environment & Culture, to determine when the due diligence carried out during the initiation phase has been successfully concluded and the issues set out in 4.11 have been satisfactorily resolved such that the council should move to the Implementation Phase;~~

~~2.1.7. delegates authority to the Executive Director, Economy Environment & Culture in liaison with the Executive Lead Officer for Strategy, Governance and Law to take all necessary steps to implement the recommendation at 2.1.3, reserving those decisions relating to the governance of the charity for a future~~

~~decision at the Tourism, Development & Culture Committee and the Policy, Resources & Growth Committee referred to in 2.1.8 below;~~

~~2.1.8. notes that during the Implementation Phase, a further report will be presented to the Tourism, Development & Culture Committee and the Policy Resources & Growth Committee to update on progress, seek approval to establish the charitable entity and seek delegated authority to conclude the legal arrangements between the council and such related parties.~~

Proposed by: Cllr Janio

Seconded by: Cllr Bell

Recommendations if carried to read:

RECOMMENDATIONS:

2.1 That Policy, Resources & Growth Committee:-

2.1.1 notes the contents of the Options Phase One Report prepared by the independent expert attached as Appendix One to this report;

2.1.2. Agrees to present for consideration at the next Economic Development and Culture Committee a timetable of moving the Royal Pavilion & Museums (RPM) Service following a ballot of all staff with the option to

- a) move to a 'Shadow Trust' in April 2019, enabling the necessary arrangements to be made to move to a 'Full Trust' in 2020; or
- b) revert to the timetable outlined in Appendix Two (Service Improvement Plan).

2.1.3. delegates authority to the Executive Director, Economy Environment & Culture to enter into negotiations with the Royal Pavilion & Museums Foundation to resolve matters outlined in 4.23 below.