

Time commenced - 6.00 pm
Time adjourned - 8.50 pm
Time reconvened - 9.10 pm
Time finished - 10.22 pm

COUNCIL MEETING 1 MARCH 2010

Present: The Mayor (Councillor Marshall) (In the Chair)
Councillors Allen, Banwait, Batey, Baxter, Bayliss, Berry, Bolton, Care, Carr, Chera, Davis, Dhindsa, Ginns, Grimadell, Harwood, Hickson, Higginbottom, Hird, Holmes, Hussain, Ingall, Jackson, Jennings, Jones, Keane, F Khan, R Khan, Latham, Leeming, Lowe, Naitta, Nath, Poulter, Rawson, Redfern, Repton, Richards, Roberts, Shanker, Skelton, Troup, Tuplin, Turner, Webb, Williams, Williamson, Winter, Wood.

Apologies for Absence

An apology for absence was received from Councillor Graves.

Declarations of Interest

All members declared personal interests in the matters referred to in Item 12 of the agenda - Members Allowances – Recommendations of the Independent Remuneration Panel for 2010/11.

Councillors Batey, Bayliss, Davis, Redfern and Webb declared personal interests in Minutes Nod. 186/09 and 187/09 of the Council Cabinet as members of Derby Homes Board.

Councillor Latham declared a personal and prejudicial interest in Item 10 of the agenda – Minute Nos. 184/09 and 185/09 of the Council Cabinet and the Budget and Council Tax motion – and withdrew from the meeting during consideration of those items.

Councillor Care declared a personal interest in Motion 2 under Item 14 of the agenda.

Announcements from the Mayor

The Mayor thanked all who contributed to the recent Mayor's Ball which raised £15,000 - £20,000 for the Heart Appeal.

The Mayor referred to the fact that this would be the last meeting of the Council attended by Councillors Baxter, Care, Ginns, Keane and Latham who would not be standing for election at the forthcoming Council Elections. Tributes to these councillors were paid by various members of the Council and the Council recorded its thanks to them for their service.

Tributes were also paid to Andrew Flack, Corporate Director for Children and Young People, who was retiring from the Council.

80/09 Minutes of the Previous Meeting

Resolved that the minutes of the meeting of the Council held on 20 January 2010 be approved as a correct record, confirmed and signed by the Mayor.

81/09 Statements by Members of the Council Cabinet

There were no statements from members of the Council Cabinet.

82/09 Public Questions

Questions from members of the public were asked as follows:

1. By Dorothy Skrytek, concerning a conflict of interest relating to waste management, answered by Councillor Carr, Council Cabinet Member for Direct and Internal Services.
2. By Simon Bacon, concerning the Brown Bin Waste Contract, answered by Councillor Carr, Council Cabinet Member for Direct and Internal Services.
3. By Simon Bacon, concerning the Blue Bin Waste Contract, answered by Councillor Carr, Council Cabinet Member for Direct and Internal Services.
4. By Colin Underhill, concerning the evening car parking policy, answered by Councillor Care, Council Cabinet Member for Planning and Transport.
5. By Colin Underhill, concerning car parks on the sites of demolished buildings, answered by Councillor Wood, Chair of the Planning Control Committee.

83/09 Written Questions about the Business or Functions of
the Derbyshire Police Authority, Derbyshire Fire
Authority or Derby Homes Limited

There were no written questions about the business or functions of the Derbyshire Police Authority, Derbyshire Fire Authority or Derby Homes Limited.

84/09 Written Questions from Non-Council Cabinet Members

Written questions from Non-Council Cabinet Members to Members of the Council Cabinet or Committee Chairs were asked as follows:

1. By Councillor Leeming, concerning the Tree Policy, answered by Councillor Naitta, Council Cabinet Member for Leisure and Culture.
2. By Councillor Rawson, concerning changes to refuse rounds, answered by Councillor Carr, Council Cabinet Member for Direct and Internal Services.
3. By Councillor Bayliss, concerning Phase 3 of the Alvaston District Centre improvements, answered by Councillor Care, Council Cabinet Member for Planning and Transport.
4. By Councillor Bayliss, concerning potholes on the A52, answered by Councillor Care, Council Cabinet Member for Planning and Transport.
5. By Councillor Bayliss, concerning the ring road bus route, answered by Councillor Care, Council Cabinet Member for Planning and Transport.
6. By Councillor Roberts, concerning road and footpath maintenance, answered by Councillor Care, Council Cabinet Member for Planning and Transport.
7. By Councillor Bolton, concerning roads and pavements in Chaddesden Ward, answered by Councillor Care, Council Cabinet for Planning and Transport.
8. By Councillor Bolton, concerning Chaddesden Park Library, answered by Councillor Naitta, Council Cabinet Member for Leisure and Culture.
9. By Councillor Shanker, concerning Sinfen Moor Social Club, answered by Councillor Naitta, Council Cabinet Member for Leisure and Culture.
10. By Councillor Turner, concerning the traveller site in Osmaston, answered by Councillor Troup, Council Cabinet Member for Housing and Environment.

11. By Councillor Shanker, concerning the waste contract, answered by Councillor Carr, Council Cabinet Member for Direct and Internal Services.
12. By Councillor Jennings, concerning the waste treatment site, answered by Councillor Carr, Council Cabinet Member for Direct and Internal Services.
13. By Councillor Holmes, concerning street cleaning, answered by Councillor Carr, Council Cabinet Member for Direct and Internal Services.
14. By Councillor Wood, concerning twinning arrangements, answered by Councillor Jones, Leader of the Council and Council Cabinet Member for Policy, Partnerships and Economic Development.
15. By Councillor Ingall, concerning refuse collections, answered by Councillor Carr, Council Cabinet Member for Direct and Internal Services.
16. By Councillor Jennings, concerning capital schemes, answered by Councillor Jones, Leader of the Council and Council Cabinet Member for Policy, Partnerships and Economic Development.
17. By Councillor Davis, concerning the Housing Waiting List, answered by Councillor Troup, Council Cabinet Member for Housing and Environment.
18. By Councillor Berry, concerning temporary bus stops, answered by Councillor Care, Council Cabinet Member for Planning and Transport.
19. By Councillor Holmes, concerning reactive maintenance log, answered by Councillor Care, Council Cabinet Member for Planning and Transport.
20. By Councillor Grimadell, concerning Chaddesden Library, answered by Councillor Naitta, Council Cabinet Member for Leisure and Culture.
21. By Councillor Hickson, concerning Derby Theatre, answered by Councillor Naitta, Council Cabinet Member for Leisure and Culture.
22. By Councillor Nath, concerning the capital programme, answered by Councillor Jones, Leader of the Council and Council Cabinet Member for Policy, Partnerships and Economic Development.

85/09 Minutes and Recommendations of the Council Cabinet

The Council considered the minutes and recommendations of the Council Cabinet, requiring the approval of the Council, set out in Appendix A to these minutes.

It was moved by Councillor Jones, and seconded, to approve the minutes and recommendations of the Council Cabinet dated 16 February 2010.

It was moved by Councillor Hickson, and seconded, that paragraph 2. of the resolution in Minute No. 174/09 be amended by the deletion of the words "Leader of the Council" and the insertion in their place of the words "all three Group leaders".

(The effect of the amendment, if approved, was that paragraph 2. of the resolution in Minute No. 174/09 would read as follows:

"To recommend Council that delegated authority is given to the Chief Executive to sign off the LAA targets, in consultation with all three Group leaders, by 12 March 2010.")

The amendment was put to the meeting and carried.

It was moved by Councillor Williamson, and seconded, that the motion be amended by the addition of the following words to the resolution in Minute No. 187/09:

"subject to photo voltaic solar cells being fitted to 300 Council houses by utilising prudential borrowing to cover most, if not all, of the cost."

(The effect of the amendment, if approved, was that the resolution in Minute No. 187/09 would read as follows:

"To recommend Council to approve the budget set out as part of the HRA Business Plan at Appendix 2 and detailed in Appendix 3 of the report, subject to photo voltaic solar cells being fitted to 300 Council houses by utilising prudential borrowing to cover most, if not all, of the cost".)

The amendment was put to the meeting and carried.

Resolved to approve the minutes and recommendations of the Council Cabinet dated 16 February 2010, set out in Appendix A to these minutes, as amended.

86/09 Further Minutes and Recommendations of the Council Cabinet

The Council considered further minutes and recommendations of the Council Cabinet, requiring the approval of the Council, set out in Appendix B to these minutes.

The Mayor stated that he proposed to allow Councillors Holmes, Jones and Williamson to speak for more than five minutes in the Budget debate.

It was moved by Councillor Jones, and seconded, to approve the minutes and recommendations of the Council Cabinet dated 16 February 2010, set out in Appendix B to these minutes, and:

1. To approve a budget requirement for Derby City Council for 2010/11 of £214,823,336.
2. To approve for 2010/11 the departmental revenue budget estimates and use of corporate reserves of £2.472m (1.15% of the budget) in 2010/11, and 3.129m in 2011/12, net of a £0.4m transfer to the General Reserve in each year, and a £0.4m transfer to the General Reserve in 2012/13, as summarised in Appendices 4a, 5a and 6a of the report.
3. To approve the proposed treatment of Housing and Planning Delivery Grant – HPDG – within revenue and capital budgets, as set out in paragraph 5.13 of the report.
4. To note the latest 2009/2010 revenue budget monitoring position and treatment of variances as set out in paragraph 8.4 of this report.
5. To approve the treatment of one-off VAT and National Insurance amounts that have occurred during 2009/10 as set out in paragraph 9.6 of the report.
6. To approve the measures proposed to manage budget risks in 2010/11 and in future years, including the deliverability of identified savings, levels of service and inflation forecasts as set out in Section 11 of the report.
7. To approve within this total of £214,823,336 net service estimates of:

Children and Young People	43,356,000
Environmental Services	23,678,000
Regeneration and Community	26,292,000
Resources	11,113,000
Corporate and Adult Services	78,918,000
Corporate and Contingency Budgets	34,127,336
	217,484,336

Appropriations to/from reserves (figures in brackets are appropriations from reserves):

Corporate reserves	(2,472,000)
Service reserves	(239,000)
Revenue Financing Capital	50,000
	214,823,336

8. To note that the service estimates would be re-profiled into the new Department structure for the published budget book for 2010/11, together with support service recharges.
9. To note that, at its meeting on 12 January 2010, the Council Cabinet calculated the amount of 71,114.57 equivalent band D properties as the Council's Tax Base for the year 2010/11 in accordance with Regulation 3 of the Local Authorities (Calculation of Council Tax Base) Regulations 1992 as amended by The Local Authorities (Calculation of Council Tax Base)(Amendment)(England) Regulations 2003, made under Section 33(5) of the Local Government Finance Act 1992.
10. To calculate the following amounts for the year 2010/11 in accordance with Sections 32 to 36 of the Local Government Finance Act 1992 (the Act).
 - a. £637,300,336 being the aggregate of the amounts which the Council estimates for the items set out in Section 32(2)(a) to (e).
 - b. £422,477,000 being the aggregate of the amounts which the Council estimates for the items set out in Section 32(3)(a) and (c) of the Act.
 - c. £214,823,336 as its budget requirement for the year, being the amount by which the aggregate at (a) above exceeds the aggregate at (b) above, calculated by the Council, in Accordance with Section 32(4) of the Act.
 - d. £134,662,237 being the aggregate of the sums which the Council estimates will be payable for the year into its General Fund in respect of redistributed non-domestic rates, revenue support grant and area based grant.
 - e. £1127.21 as the basic amount of its Council Tax for the year, being the amount at (c) above, less the amount at (d) above, all divided by the amount at 9. above, calculated by the Council, in accordance with Section 33 of the Act.

- f. for the following Valuation Bands:

	£			£
A	751.47		E	1377.70
B	876.72		F	1628.19
C	1001.96		G	1878.68
D	1127.21		H	2254.42

as the amounts to be taken into account for the year, under Section 30(2)(a) of the Act, in respect of categories of dwellings listed in different valuation bands, being the amounts given by multiplying the amount at (e) above by the number which, in the proportion set out in Section 5(1) of the Act, is applicable to all dwellings listed in each particular valuation band divided by the number which in that proportion is applicable to dwellings listed in Valuation Band D, calculated by the Council, in accordance with Section 36(1) of the Act.

11. To note that for the year 2010/11, Derbyshire Police Authority has stated the following in a precept to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:

All dwellings in Valuation Band:

	£			£
A	109.16		E	200.13
B	127.35		F	236.51
C	145.55		G	272.90
D	163.74		H	327.48

12. To note that for the year 2010/11, Derbyshire Fire Authority has stated the following in a precept to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:

All dwellings in Valuation Band:

	£			£
A	44.78		E	82.10
B	52.24		F	97.02
C	59.71		G	111.95
D	67.17		H	134.34

13. Having calculated the aggregate in each case of the amount in 10, 11 and 12 above, in accordance with Section 30(2) of the Local Government Finance Act 1992, to set the following amounts as the amounts of Council Tax for the year 2010/11 for each of the categories of dwellings shown below:

All dwellings in Valuation Band:

	£			£
A	905.41		E	1659.93
B	1056.31		F	1961.72
C	1207.22		G	2263.53
D	1358.12		H	2716.24

14. To note the revenue budget plans for 2011/12 and 2012/13 set out in section 6 of the report.
15. To note the feedback from the budget consultation at Appendices 7 to 9, and approve the Council Cabinet response to the Scrutiny Commissions recommendations at Appendix 7 of the report.
16. To note that the Schools Forum agreed at their meeting on 27 January 2010 to contribute a further £100,000 to combined budgets towards the non statutory provision of the education psychology service.
17. To authorise the publication of the requisite notices in accordance with the provisions of Section 38(2) of the Local Government Finance Act 1992.

Amendment 1 - Lost

It was moved by Councillor Williamson, and seconded, that paragraph 1. of the motion be amended to read as follows:

To approve a budget requirement for Derby City Council 2010/11 of £214,823,336, subject to:

	2010/11 £000
From July 1, 2010, the retention of the car user allowance for employees at grade SO2 and below plus those above this grade who travel 4,000 or more work miles per year.	-340
The reduction in the cost of school meals by 25 pence.	350
The undertaking of a feasibility with the aim of reducing the cost of schools meals to 60p for secondary schools and 50p for primary schools.	Nil
From 1 October 2010, the introduction of school breakfast clubs to all primary schools at a cost of £1.50 per breakfast.	310

The provision of an after care service to ensure that the Warm Fronts Grants system is as effective as possible.	50
From 1 October 2010, the bringing forward of the replacement of street lights that are temporarily deemed to comply.	60
From 1 July 2010, the creation of 300 new apprenticeships over the next three years.	400
The retention of the home to school transport service to faith schools and from 1 January 2011, the development of an equivalent transport service for every other school in the city by the third year of this budget cycle.	200
The provision of an additional £600,000 in 2012/13 for the regeneration fund to generate a further £10m of capital projects.	Nil
The confirmation of funding for delivery of the Leisure Strategy.	Nil
The introduction of a Council Mortgage Scheme for potential home owners.	-50
The introduction of a Derby City Council Business Loan Banking Facility	-50
The reintroduction of free home care to all levels of adult social care client groups.	Nil
From October 1, 2010, the introduction of new bus routes to the Royal Derby Hospital, Mickleover.	150
The devolution of £2m of Highways maintenance to Neighbourhood Boards.	Nil
The reintroduction of free collection of bulky items and removal of fly tipping and graffiti within 24 hours as part of the Streetpride initiative.	400
From 1 October 2010, the introduction of an out of hours Noise Nuisance Team.	25
From 1 July 2010, provision to improve, extend and reopen public conveniences in the city centre, parks and district centres including provision for two full-time attendants for the city centre facilities	200
The initiation of a feasibility study to develop and implement sustainable energy systems including CHP, wind, hydro and solar by the end of the three-year budget cycle, with the strategy being a condition of any planning application for new build housing and for the Leisure Strategy.	Nil
From 1 October 2010, the enhancement of the Concessionary Fares Scheme to enable free travel prior to 9.30am for medical appointments and free usage until midnight.	325
From 1 October 2010, the development of a £5m Neighbourhood Capital Investment Fund.	75
The creation of a fund to engage young people with positive	50

activities.	
TOTAL	2,155

to be funded by savings achieved and income as follows:

	2010/11 £000
Optimising the use of IT systems in the transformational programme for service delivery.	1,955
By seeking more partner contributions towards joint schemes and initiatives	100
The utilisation of trading powers.	100
TOTAL	2,155

and subject to

	2010/11 £000
From 1 October 2010, to offer 4,000 households grants of £100 towards the cost of cavity wall and loft insulation.	400
The provision of energy efficiency grants to at least 1,000 owner occupiers in each of the next three years.	1,000

to be funded from General Reserves.

It was moved by Councillor Jennings, and seconded, that in accordance with Rule CP56(f) the debate on the amendment be adjourned and the meeting itself be adjourned to establish whether the political groups could support any parts of the amendment. The motion was put to the meeting and carried.

The meeting adjourned at 8.50pm and reconvened at 9.10pm.

In accordance with Rule CP68 it was demanded by at least 10 members that a recorded vote be taken on Councillor Williamson's amendment.

The following members voted for the amendment:

Councillors Banwait, Baxter, Bayliss, Bolton, Dhindsa, Higginbottom, Hussain, Jackson, Rawson, Redfern, Repton, Roberts, Shanker, Turner, Williamson (15).

The following members voted against the amendment:

Councillors Allen, Batey, Care, Carr, Ginns, Harwood, Hird, Jones, Keane, F Khan, R Khan, Lowe, Naitta, Richards, Skelton, Troup, Tuplin, Winter (18).

The following members abstained:

The Mayor (Councillor Marshall), Councillors Berry, Chera, Davis, Grimadell, Hickson, Holmes, Ingall, Jennings, Leeming, Nath, Poulter, Webb, Williams, Wood (15).

The amendment was declared lost.

It was moved by Councillor Roberts, and seconded, that paragraph 1. of the motion be amended to read as follows:

“To approve a budget requirement for Derby City Council 2010/11 of £214,823,336, subject to provision to improve, extend and reopen public conveniences in the city centre, parks and district centres from 1 July 2010, including provision for two full-time attendants for the city centre facilities at a total cost of £200,000 in 2010/11, funded by optimising the use of IT systems in the transformational programme for service delivery”.

The amendment was put to the meeting and lost.

It was moved by Councillor Jones, seconded and carried, that in accordance with Rule CP10, the meeting be extended beyond four hours for the purpose of the budget debate only.

It was moved by Councillor Bayliss, and seconded, that paragraph 1. of the motion be amended to read as follows:

“To approve a budget requirement for Derby City Council 2010/11 of £214,823,336, subject to the introduction of new bus routes to the Royal Derby Hospital, Mickleover, from October 1, 2010, at a cost of £150,000 in 2010/11, funded by optimising the use of IT systems in the transformational programme for service delivery”.

In accordance with Rule CP68 it was demanded by at least 10 members that a recorded vote be taken on the amendment.

The following members voted for the amendment:

Councillors Banwait, Baxter, Bayliss, Bolton, Dhindsa, Higginbottom, Hussain, Jackson, Rawson, Redfern, Repton, Roberts, Shanker, Turner, Williamson (15).

The following members voted against the amendment:

Councillors Allen, Batey, Care, Carr, Ginns, Harwood, Hird, Jones, Keane, F Khan, R Khan, Lowe, Naitta, Richards, Skelton, Troup, Tuplin, Winter (18).

The following members abstained:

The Mayor (Councillor Marshall), Councillors Berry, Davis, Grimadell, Hickson, Holmes, Jennings, Leeming, Nath, Poulter, Webb, Williams, Wood (13).

Councillors Chera and Ingall were not in the Chamber when the recorded vote was taken.

The amendment was declared lost.

In accordance with Rule CP56(d) it was moved by Councillor Jones, seconded and carried that the question be now put.

The original motion was put to the meeting and carried.

Resolved to approve the minutes and recommendations of the Council Cabinet dated 16 February 2010 set out in Appendix B to these minutes, and:

- 1. To approve a budget requirement for Derby City Council for 2010/11 of £214,823,336.**
- 2. To approve for 2010/11 the departmental revenue budget estimates and use of corporate reserves of £2.472m (1.15% of the budget) in 2010/11, and 3.129m in 2011/12, net of a £0.4m transfer to the General Reserve in each year, and a £0.4m transfer to the General Reserve in 2012/13, as summarised in Appendices 4a, 5a and 6a of the report.**
- 3. To approve the proposed treatment of Housing and Planning Delivery Grant – HPDG – within revenue and capital budgets, as set out in paragraph 5.13 of the report.**
- 4. To note the latest 2009/2010 revenue budget monitoring position and treatment of variances as set out in paragraph 8.4 of this report.**
- 5. To approve the treatment of one-off VAT and National Insurance amounts that have occurred during 2009/10 as set out in paragraph 9.6 of the report.**
- 6. To approve the measures proposed to manage budget risks in 2010/11 and in future years, including the deliverability of identified savings, levels of service and inflation forecasts as set out in Section 11 of the report.**
- 7. To approve within this total of £214,823,336 net service estimates of:**

Children and Young People	43,356,000
Environmental Services	23,678,000
Regeneration and Community Resources	26,292,000
Corporate and Adult Services	11,113,000
Corporate and Contingency Budgets	78,918,000
	34,127,336
	217,484,336

Appropriations to/from reserves (figures in brackets are appropriations from reserves):

Corporate reserves	(2,472,000)
Service reserves	(239,000)
Revenue Financing Capital	50,000
	214,823,336

8. To note that the service estimates would be re-profiled into the new Department structure for the published budget book for 2010/11, together with support service recharges.
9. To note that, at its meeting on 12 January 2010, the Council Cabinet calculated the amount of 71,114.57 equivalent band D properties as the Council's Tax Base for the year 2010/11 in accordance with Regulation 3 of the Local Authorities (Calculation of Council Tax Base) Regulations 1992 as amended by The Local Authorities (Calculation of Council Tax Base) (Amendment) (England) Regulations 2003, made under Section 33(5) of the Local Government Finance Act 1992.
10. To calculate the following amounts for the year 2010/11 in accordance with Sections 32 to 36 of the Local Government Finance Act 1992 (the Act).
 - a. £637,300,336 being the aggregate of the amounts which the Council estimates for the items set out in Section 32(2)(a) to (e).
 - b. £422,477,000 being the aggregate of the amounts which the Council estimates for the items set out in Section 32(3)(a) and (c) of the Act.
 - c. £214,823,336 as its budget requirement for the year, being the amount by which the aggregate at (a) above exceeds the aggregate at (b) above, calculated by the Council, in Accordance with Section 32(4) of the Act.
 - d. £134,662,237 being the aggregate of the sums which the Council estimates will be payable for the year into its General Fund in respect of redistributed non-domestic rates, revenue support grant and area based grant.

e. **£1127.21 as the basic amount of its Council Tax for the year, being the amount at (c) above, less the amount at (d) above, all divided by the amount at 9. above, calculated by the Council, in accordance with Section 33 of the Act.**

f. **for the following Valuation Bands:**

	£			£
A	751.47		E	1377.70
B	876.72		F	1628.19
C	1001.96		G	1878.68
D	1127.21		H	2254.42

as the amounts to be taken into account for the year, under Section 30(2)(a) of the Act, in respect of categories of dwellings listed in different valuation bands, being the amounts given by multiplying the amount at (e) above by the number which, in the proportion set out in Section 5(1) of the Act, is applicable to all dwellings listed in each particular valuation band divided by the number which in that proportion is applicable to dwellings listed in Valuation Band D, calculated by the Council, in accordance with Section 36(1) of the Act.

11. **To note that for the year 2010/11, Derbyshire Police Authority has stated the following in a precept to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:**

All dwellings in Valuation Band:

	£			£
A	109.16		E	200.13
B	127.35		F	236.51
C	145.55		G	272.90
D	163.74		H	327.48

12. **To note that for the year 2010/11, Derbyshire Fire Authority has stated the following in a precept to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:**

All dwellings in Valuation Band:

	£			£
A	44.78		E	82.10
B	52.24		F	97.02

C	59.71	G	111.95
D	67.17	H	134.34

13. Having calculated the aggregate in each case of the amount in 10, 11 and 12 above, in accordance with Section 30(2) of the Local Government Finance Act 1992, to set the following amounts as the amounts of Council Tax for the year 2010/11 for each of the categories of dwellings shown below:

All dwellings in Valuation Band:

	£		£
A	905.41	E	1659.93
B	1056.31	F	1961.72
C	1207.22	G	2263.53
D	1358.12	H	2716.24

14. To note the revenue budget plans for 2011/12 and 2012/13 set out in section 6 of the report.
15. To note the feedback from the budget consultation at Appendices 7 to 9, and approve the Council Cabinet response to the Scrutiny Commissions recommendations at Appendix 7 of the report.
16. To note that the Schools Forum agreed at their meeting on 27 January 2010 to contribute a further £100,000 to combined budgets towards the non statutory provision of the education psychology service.
17. To authorise the publication of the requisite notices in accordance with the provisions of Section 38(2) of the Local Government Finance Act 1992.

In accordance with Rule CP10, the meeting finished at 10.22pm and remaining business would be considered at a time and place to be fixed by the Mayor or, if he did not fix a date, at the next ordinary meeting of the Council. The Mayor indicated that he would arrange an extraordinary meeting of the Council to conclude the business.

Mayor

APPENDIX A

MINUTES OF COUNCIL CABINET REQUIRING THE APPROVAL OF COUNCIL

COUNCIL CABINET 16 FEBRUARY 2010

Present: Councillor Jones (Chair)
Councillors Allen, Care, Carr, Naitta, Skelton and Troup

In attendance Councillors Williamson and Holmes

This record of decisions was published on 18 February 2010. The key decisions set out in this record will come into force and may be implemented on the expiry of five clear days unless a key decision is called in.

Key Decisions

174/09 Local Area Agreement Review and Refresh

The Council Cabinet considered a report on Local Area Agreement Review and Refresh. In line with Government guidance an Annual Review of the Local Area Agreement, LAA, took place on 20 January 2010 with Government Office for the East Midlands, GOEM. Though the Annual Review was the second to have taken place during the current LAA 2008-2011 it was the first review to link in with the findings from the recent 2009 Comprehensive Area Assessment, CAA. Running alongside the LAA Annual Review was the LAA Refresh process. The LAA Refresh was looking at a small number of indicators to:

- finalise targets where they had previously been unable to be set due to a lack of historical data
- amend targets where the downturn in the economy has had a significant affect on performance.

The Refresh process was the final opportunity to amend targets in the 2008-2011 LAA. This final target setting process was critical to our success in the LAA and would influence the amount of Performance Reward Grant Derby was likely to receive. Section 3 of the report outlined the approach taken for the 2010 LAA Annual Review. Section 4 covered the 2010 LAA Refresh process and highlighted which indicator targets were being considered and where negotiations with GOEM were complete what the amended targets were.

Options Considered

There were no other options considered.

Decision

1. ...
2. ...
3. ...
4. To refer the report to Council on 1 March 2010.
5. To recommend to Council that delegated authority is given to the Chief Executive to sign off the LAA targets, in consultation with the Leader of the Council, by 12 March 2010.

Reasons

There were no reasons.

178/09 Corporate Plan

The Council Cabinet considered a report on the Corporate Plan. An interim Corporate Plan was being prepared, outlining objectives for 2010/11 in line with the aims of Derby's Sustainable Community Strategy. Work was continuing to draft the Corporate Plan and a leaflet for circulation to all Members and Council employees. Feedback was being sought from Council Cabinet as to the final list of objectives together with the draft content and layout of the Corporate Plan.

Options Considered

There were no other options considered.

Decision

1. ...
2. ...
3. ...
4. To refer the Corporate Plan, with amendments as advised, to Council on 1 March 2010 alongside the Council's budget.

Reasons

There were no reasons.

Performance Management

180/09 Financial and Performance Monitoring 2009/10 Quarter 3

The Council Cabinet considered a report on Financial and Performance Monitoring 2009/10 Quarter 3. Financial and performance monitoring underpinned the Council's planning framework in terms of reviewing progress regularly in achieving our priorities and delivering value for money. The report included highlights from both revenue and capital budgets, as well as key performance measures included in our Corporate Plan 2008-2011 and Local Area Agreement (LAA) 2008-2011. Summary results for quarter three - the period up to 31 December 2009 - were as follows...

- The overall forecast General Fund revenue position at the end of the third quarter was an underspend of £988,000, a 0.5% variance from total budget, excluding the Dedicated Schools Budget.
- In addition, all of the £1.310 million 1% salary savings target agreed by Council in March 2009 had been met. £531,000 of other budgeted savings had yet to be achieved.
- 76% of performance measures were on track to achieve their year end target, with 20% forecasting to miss year-end target by more than 5%.

The report proposed the following measures to deliver a balanced forecast General Fund revenue outturn for 2009/10, subject to Council approval on 1 March 2010 to the recommendations:

- to approve a transfer of £800,000 revenue budget from Adult Social Services to create a capital reserve to part-fund the proposed Adult Social Services extra care capital programme in 2010/11
- to approve the transfer of the net forecast underspend that would result of £188,000 to the budget risk reserve.

The supporting performance tables could be found on CMIS at <http://cmis.derby.gov.uk/CMISWebPublic/Binary.ashx?Document=15079>.

Decision

1. ...
2. ...
3. ...
4. ...

5. To recommend to Council the following revenue budget transfers 2009/10:
 - a transfer of £800,000 revenue budget from Adult Social Services to create a capital reserve to part-fund the proposed Adult Social Services extracare capital programme in 2010/11
 - the transfer of the net remaining forecast underspend of £188,000 to the budget risk reserve.
6. ...
7. ...
8. ...

Budget and Policy Framework

182/09 Corporate Restructure

The Council Cabinet considered a report on Corporate Restructure. The report recommended the proposed structures for 2nd and 3rd tier - Service Directors and Heads of Service as part of the Council's transformation programme 'one Derby, one council'. The proposals contained within this report had been subject to extensive consultation with all 2nd and 3rd tier officers affected by the proposals as well as the Trade Unions. The report proposed that the current role of Assistant Director was changed to Service Director. Council had agreed the creation of four Strategic Director posts and the re-designation of the 2nd tier to Service Director which demonstrated the emphasis of the role which would be to direct, lead and manage their respective services on a day-to-day basis. The report recommended that the number of permanent 2nd tier officers was reduced from 26 to 20 and that the number of permanent 3rd tier officers was reduced from 97 to 74. The proposed implementation date for these new structures was 1 May 2010.

Decision

To recommend Council to

1. Approve the proposals as outlined within this report for implementation on 1 May 2010.
2. Approve the implementation of the remaining tiers of the new structures by the Chief Executive and Strategic Directors in consultation with the appropriate Cabinet Member in line with existing policies.
3. Delegate to the Monitoring Officer the power to apportion delegated duties and responsibilities to senior officers within the new structure

from 1 May 2010 pending final ratification at the Council's annual meeting.

4. Appoint the Chief Executive as Electoral Registration Officer and Returning Officer for local government elections with effect from 3 July 2010 and, as the holder of these statutory offices, the Responsible Officer for functions relating to elections set out in the Appendix to Part 3 of the Constitution.
5. Appoint the Director of Legal and Democratic Services as Monitoring Officer with effect from 3 July 2010.

186/09 Housing Rents and Services Charges 2010/11

The Council Cabinet considered a report on Housing Rents and Services Charges 2010/11. The Government originally set a policy to restructure social housing rents over the 10 year period 2002/03 to 2011/12. The process involved moving rents incrementally towards a target so that at the end of the restructuring period, council housing rents would be in line with those of other Registered Social Landlords – RSLs – this was known as 'rent convergence'. The period of rent restructuring had changed a number of times during the life of the policy, due to the impact of changes in the rate of inflation and Government intervention in terms of rent capping. Currently, it was anticipated that rents would converge in 2012/13 – one year after the original intended date - although this date could change again depending on inflation levels and a shift in government policy. Our rent proposals for 2010/11 included the 'unpooling' or separation of certain service charges totalling £1.57 per week – namely Smoke Alarms and Grounds Maintenance. In addition, the levels of charges for energy usage had been reviewed with a revised level of charges proposed, and proposals for separate meters for electricity. If the service charges were unpooled, the average rent would reduce by £1.57. When service charges averaging £1.57 were added back, the overall total paid by tenants in 2010/11 would be the same as it would have been if the unpooling of these service charges were not put in place. Overall the average rent would decrease by 40p a week or – around 0.7%. The average increase for rent and unpooled service charges taken together for 2010/11 worked out at just under 2%, although there would be a wide variation, as there always was under rent restructuring. A majority of tenants would have a rent cap applied at RPI +0.5% +£2. For a tenant paying the average rent this would restrict the increase to around 2.5%. Proposed actual rent increases in April 2010 would feel slightly higher than figures quoted here which were based on an average rent for the whole year rather than that being paid now. It was proposed to freeze all existing service charges in 2010/11. It was proposed to introduce a new service charge to be applied to qualifying new tenants relating to tenancy sustainment of £14.50 a week. Garage and other rents were proposed to be increased by the Guideline rent increase of 3.6%.

Decision

To recommend Council, on 1 March 2010 approve revision of rent and service charges from 5 April 2010 on the basis set out in the report including:

- an average overall weekly rental decrease of £0.40 or 0.7% calculated over 52 weeks, plus.
- introduction of unpooled service charges for Grounds Maintenance and Smoke Alarms as detailed at Appendix 2 of the report which was available on CMIS.
- implementation of revised energy charges as detailed at Appendix 4 of the report which was available on CMIS.
- introduction of new service charge for Tenancy Sustainment of £14.50 per week.
- a freeze on all other Service Charges as set out in Table 2 of the report.
- an increase in Garage Rents and other rents of 3.6%.

187/09 Housing Revenue Account

The Council Cabinet considered a report which stated that the Housing Revenue Account, HRA, remained financially robust in the short term but continued to face increasing pressure over time. The HRA had a long-term planning framework, with a three-year budget supplemented by a thirty-year business plan, known as the HRA Business Plan, or HRABP.

The government's long-term review of the HRA Subsidy system, HRAS, undertaken last year concluded that there was an urgent need for reform. The government intended to make an offer to local authorities at some point this month setting out terms under which the Secretary of State would be willing to agree to an authority being able to be excluded from the HRAS system in future. This was likely to take the form of an additional – or in a few cases reduced – debt to be placed on the HRA in exchange for ceasing to include that Authority in the HRAS system in future.

The exact format or content of that offer remained unknown but could have a significant effect on the future of the HRA. It was hoped that the format and content of the offer would be acceptable and lead to many acceptances of the offer across the country, bringing the HRAS system effectively to an end. This outcome could not be guaranteed however, and it remained unclear at this point.

In the meantime, there was a need to consider the situation as it stands, and also in the event that this process was not successfully concluded. As a

result, there remained a need to set out a further plan on the existing basis under the HRAS system.

It was not proposed to change the business plan radically, but to make moderate improvements to funding in a few areas, concentrating mainly on the repairs account which had come under significant pressure over recent years.

The proposals contained within the report approved a slight reshaping of the final year of the Estates Pride programme of works, completing the £15m total programme that had been running now for four years. By the end of this year, it was estimated that the Council would have spent £7.7m of this programme and the remainder would be spent over the next few years on the programme that had already been largely agreed. Consideration needed to be given to the impact that the ending of this programme would have if alternative funding was not forthcoming as a result of the HRA review.

There were also other funding sources that were no longer being received and would impact on the plans in the medium term – primarily the funding for the aids and adaptations budget that effectively came from the Supported Capital Expenditure approval of £1m a year that had now ceased and that had been supported for the last few years from HRA reserves.

New Service Charges were proposed for grounds maintenance and for smoke alarms. These would raise significant funds over time and allow greater investment in future in capital and repairs than would otherwise have been the case. They would also eliminate existing cross subsidies between tenants under the current arrangements. In 2010/11, all tenants would pay no more than they would have done had these charges not been introduced by means of a reduction to their rent.

Despite the proposed generation of additional funding, there remained a series of additional pressures that were not covered in the proposed, including an estimated additional need of around £400m over the 30 year planning period for major investment. A summary of the main unfunded pressures on the HRA from 2011/12 onwards were shown in the report.

Decision

1. To recommend Council to approve the budget set out as part of the HRA Business Plan at Appendix 2 and detailed in Appendix 3 of the report.
2. ...
3. ...
4. ...

188/09 Treasury Management Strategy and Prudential Code Indicators 2010/11

The Council Cabinet considered a report on Treasury Management Strategy and Prudential Code Indicators 2010/11. The report outlined the Council's prudential indicators for 2010/11 – 2012/13 and set out the expected treasury operations for this period. It fulfilled four key legislative requirements ...

- The reporting of the prudential indicators setting out the expected capital activities as required by the CIPFA Prudential Code for Capital Finance in Local Authorities as shown at Appendix 1 of the report. The treasury management prudential indicators were now included as treasury indicators in the CIPFA Treasury Management Code of Practice.
- The Council's Minimum Revenue Provision - MRP - policy, which set out how the Council would pay for capital assets through revenue each year as required by Regulation under the Local Government and Public Involvement in Health Act 2007.
- The treasury management strategy statement which set out how the Council's treasury service would support the capital decisions taken above, the day-to-day treasury management and the limitations on activity through treasury prudential indicators. The key indicator was the 'Authorised Limit', the maximum amount of debt the Council could afford in the short term, but which would not be sustainable in the longer term. This was the Affordable Borrowing Limit required by section 3 of the Local Government Act 2003. This was in accordance with the CIPFA Code of Practice on Treasury Management and the CIPFA Prudential Code and shown at Appendix 2 of the report.
- The investment strategy which sets out the Council's criteria for choosing investment counterparties and limiting exposure to the risk of loss. This strategy was in accordance with the Department for Communities and Local Government's – CLG - Investment Guidance and also shown in Appendix 2 of the report.

Revised editions of the CIPFA Prudential Code and CIPFA Treasury Management Code of Practice were produced in November 2009. CLG was currently consulting on changes to the Investment Guidance. The revised guidance arising from these Codes had been incorporated within these reports, with the CLG proposals being incorporated where these do not conflict with current Guidance. If necessary the Investment Strategy contained in Appendix 3 of the report, would be revised if any elements of the final CLG Investment Guidance had not already been covered. The main changes initiated in the revisions above, increase the Council members' responsibility in this area. This would require greater member scrutiny of the

treasury policies, increased member training and awareness and greater frequency of information.

One element of the revised CIPFA Treasury Management Code of Practice was that the clauses to be adopted as part of the Council's Financial Procedure Rules (section E7) be amended. This revision was shown at Annex 3C of the report, for approval. The key change was that a responsible body – the Audit and Accounts Committee – be responsible for ensuring effective scrutiny of the treasury management strategy and policies, before making recommendations to Council. The above policies and parameters provided an approved framework within which Council officers would undertake the day-to-day capital and treasury activities.

Decision

To approve each of the six key elements of the report, and recommend these to Council:

1. The Prudential Indicators and Limits for 2010/11 to 2012/13 contained within Appendix 2 of the report.
2. The Minimum Revenue Provision (MRP) statement contained within Appendix 2 paragraph 2.8 of the report which sets out the Council's policy on MRP.
3. The Treasury Management Strategy 2010/11 to 2012/13, and the Treasury Prudential Indicators contained within Appendix 3 of the report.
4. The Authorised Limit Prudential Indicator shown in paragraph 3.14 of the report.
5. The Investment Strategy 2010/11 contained in the treasury management strategy in Appendix 3 of the report.
6. The revision to the Council's Financial Procedure Rules (section E7) at Annex 3C of the report. The revision nominated the Audit and Accounts Committee as the body responsible for ensuring effective scrutiny of the treasury management strategy and policies.

Contract and Financial Procedure Matters

190/09 Contract and Financial Procedure Matters Report

The Council Cabinet considered a report on Contract and Financial Procedure Matters. The report dealt with the following items that required reporting to and approval by Council Cabinet under contract and financial procedure rules:

- changes to the capital programme, including additional capital grants
- additional revenue grants allocation – DECATs, Anti Social Behaviour, Flood Defence and Cultural Landscape
- Use of corporate reserves – 2011 Census and Derby Direct implementation of the 'Street Pride' project
- Requests for revenue carry forward to 2010/11 – Highways Maintenance, Be Inspired programme within Derby City Partnership, Community Safety Partnership and Climate Change
- QUAD financial position
- Contracts – contract extension/enhancement – Schools Counselling Service
- Contracts – framework agreement – Specialist Domiciliary Care
- LPSA2 Reward Funding.

Decision

1. ...
2. ...
3. ...
4. ...
5. ...
6. To recommend to Council the approval of the additional borrowing requirement for the Racecourse and Alvaston Park Changing Rooms scheme, as set out in paragraph 3.16 of the report.
7. ...
8. ...
9. ...
- 10....
- 11....
- 12....
- 13....

APPENDIX B

MINUTES OF COUNCIL CABINET REQUIRING THE APPROVAL OF COUNCIL

COUNCIL CABINET 16 FEBRUARY 2010

Present: Councillor Jones (Chair)
Councillors Allen, Care, Carr, Naitta, Skelton and
Troup

In attendance Councillors Williamson and Holmes

This record of decisions was published on 18 February 2010. The key decisions set out in this record will come into force and may be implemented on the expiry of five clear days unless a key decision is called in.

184/09 General Fund Revenue Budget Capital Programme and Council Tax 2010/11

The Council Cabinet considered a report on General Fund Revenue Budget Capital Programme and Council Tax 2010/11. The report set out proposals to recommend to Council, a net budget requirement of £214,823,336 for 2010/11 which required a council tax increase of 2.50% for City Council services. The report also set out our budget proposals for 2011/12 and 2012/13 as part of the medium term financial strategy of the Council. The Council had identified £17.8m of savings in 2010/11, £12.4m in 2011/12 and £8.8m in 2012/13 to meet rising costs, to maintain priority services and invest for the future. This would generate permanent savings of £39m by 2012/13 including £12.710m from the one Derby, one Council Programme and £2.171m from Base Budget Reviews. Each section of the report dealt with the various elements that required consideration before a final decision was reached, namely:

- the budget process leading up to these proposals (para 3 of the report)
- resources available, linked to the local government finance settlement, including council tax and Area Based Grant (para 4 of the report)
- the budget proposals for 2010/11 and how they had changed since proposals were released for consultation and how they related to the Council's corporate priorities (para 5 of the report)
- indicative budgets for 2011/12 and 2012/13 (para 6 of the report)
- delivery of the Council's corporate priorities (para 7 of the report)
- the latest estimate 2009/10 outturn position and treatment of variances (para 8 of the report)

- the Council's corporate reserves position and treatment of one-off VAT and National Insurance amounts in 2009/10 (para 9 of the report)
- communication and consultation including feedback (para 10 of the report)
- a risk analysis (para 11 of the report).

Included in the appendices was summarised budget information for each department and each portfolio area, which together with the text of the report, constituted the full budget proposal. The department appendices were based on departments within the existing organisational structure. For the published budget book 2010/11 these would be re-ordered into the new departments, including support service recharges. The Council's final grant settlement from central government for 2010/11, including the Area Based Grant was £133.415m.

Decision

To approve proposed responses to the recommendations of the overview and scrutiny Commission recommendations contained in Appendix 7 of the report and to recommend Council:

1. To approve a budget requirement for Derby City Council for 2010/11 of £214,823,336.
2. To approve for 2010/11 the departmental revenue budget estimates and use of corporate reserves of £2.472m (1.15% of the budget) in 2010/11, and 3.129m in 2011/12, net of a £0.4m transfer to the General Reserve in each year, and a £0.4m transfer to the General Reserve in 2012/13, as summarised in Appendices 4a, 5a and 6a of the report.
3. To approve the proposed treatment of Housing and Planning Delivery Grant – HPDG – within revenue and capital budgets, as set out in paragraph 5.13 of the report.
4. To note the latest 2009/2010 revenue budget monitoring position and treatment of variances as set out in paragraph 8.4 of this report.
5. To approve the treatment of one-off VAT and National Insurance amounts that have occurred during 2009/10 as set out in paragraph 9.6 of the report.
6. To approve the measures proposed to manage budget risks in 2010/11 and in future years, including the deliverability of identified savings, levels of service and inflation forecasts as set out in Section 11 of the report.

7. To approve within this total of £214,823,336 net service estimates of:

Children and Young People	43,356,000
Environmental Services	23,678,000
Regeneration and Community	26,292,000
Resources	11,113,000
Corporate and Adult Services	78,918,000
Corporate and Contingency Budgets	<u>34,127,336</u>
	217,484,336

Appropriations to/from reserves (figures in brackets are appropriations from reserves):

Corporate reserves	(2,472,000)
Service reserves	(239,000)
Revenue Financing Capital	<u>50,000</u>
	214,823,336

8. To note that the service estimates would be re-profiled into the new Department structure for the published budget book for 2010/11, together with support service recharges.
9. To note that, at its meeting on 12 January 2010, the Council Cabinet calculated the amount of 71,114.57 equivalent band D properties as the Council's Tax Base for the year 2010/11 in accordance with Regulation 3 of the Local Authorities (Calculation of Council Tax Base) Regulations 1992 as amended by The Local Authorities (Calculation of Council Tax Base) (Amendment) (England) Regulations 2003, made under Section 33(5) of the Local Government Finance Act 1992.
10. To calculate the following amounts for the year 2010/11 in accordance with Sections 32 to 36 of the Local Government Finance Act 1992 (the Act).
- £637,300,336 being the aggregate of the amounts which the Council estimates for the items set out in Section 32(2)(a) to (e).
 - £422,477,000 being the aggregate of the amounts which the Council estimates for the items set out in Section 32(3)(a) and (c) of the Act.
 - £214,823,336 as its budget requirement for the year, being the amount by which the aggregate at (a) above exceeds the aggregate at (b) above, calculated by the Council, in accordance with Section 32(4) of the Act.

d. £134,662,237 being the aggregate of the sums which the Council estimates will be payable for the year into its General Fund in respect of redistributed non-domestic rates, revenue support grant and area based grant.

e. £1127.21 as the basic amount of its Council Tax for the year, being the amount at (c) above, less the amount at (d) above, all divided by the amount at 2.7 above, calculated by the Council, in accordance with Section 33 of the Act.

f. for the following Valuation Bands:

	£		£
A	751.47	E	1377.70
B	876.72	F	1628.19
C	1001.96	G	1878.68
D	1127.21	H	2254.42

as the amounts to be taken into account for the year, under Section 30(2)(a) of the Act, in respect of categories of dwellings listed in different valuation bands, being the amounts given by multiplying the amount at (e) above by the number which, in the proportion set out in Section 5(1) of the Act, is applicable to all dwellings listed in each particular valuation band divided by the number which in that proportion is applicable to dwellings listed in Valuation Band D, calculated by the Council, in accordance with Section 36(1) of the Act.

11. To note that for the year 2010/11, Derbyshire Police Authority has stated the following in a precept to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:

All dwellings in Valuation Band:

	£		£
A		E	
B		F	
C		G	
D		H	

12. To note that for the year 2010/11, Derbyshire Fire Authority has stated the following in a precept to the Council, in accordance with Section 40 of the Local Government Finance Act 1992, for each of the categories of dwellings shown below:

All dwellings in Valuation Band:

£	£
A	E
B	F
C	G
D	H

13. Having calculated the aggregate in each case of the amount in 10, 11 and 12 above, in accordance with Section 30(2) of the Local Government Finance Act 1992, to set the following amounts as the amounts of Council Tax for the year 2010/11 for each of the categories of dwellings shown below:

All dwellings in Valuation Band:

£	£
A	E
B	F
C	G
D	H

14. To note the revenue budget plans for 2011/12 and 2012/13 set out in section 6 of the report.
15. To note the feedback from the budget consultation at Appendices 7 to 9, and approve the Council Cabinet response to the Scrutiny Commissions recommendations at Appendix 7 of the report.
16. To note that the Schools Forum agreed at their meeting on 27 January 2010 to contribute a further £100,000 to combined budgets towards the non statutory provision of the education psychology service.
17. To authorise the publication of the requisite notices in accordance with the provisions of Section 38(2) of the Local Government Finance Act 1992.

185/09 Updated Capital Programme

The Council Cabinet considered a report on an Updated Capital Programme. The report set out the 2010/11 to 2012/13 capital programme for recommendation to Council on 1 March 2010. The main areas of the £392.4m programme over the next three years were ...

- £31.7m for the Council's accommodation strategy funded from Corporate unsupported borrowing.
- £11.8m capital implementation costs for computer applications and infrastructure to deliver the Council's one Derby one Council transformation programme funded from capital receipts.
- £36m to deliver the Council's Leisure strategy which would include a new 50 metre swimming pool together with the creation of a Velodrome and new athletics track.

A further £14m would be required in 2013/14 to complete the full £50m programme. The spending profile across years will need to be spread to avoid VAT costs within the VAT 'Partial Exemption' rules.

- £25m to deliver the jointly funded waste disposal plant alongside Derbyshire County Council funded from service financed unsupported borrowing.
- £174.1m Children and Young People's department programme including the Building Schools for the Future and Primary Capital programmes; repairs, maintenance and improvements to the fabric of school buildings and devolved funding to schools, of which the majority was funded from specific grants together with supported borrowing and external contributions.
- £47m Housing programme. Many council-owned houses would get new PVCu windows and doors, new kitchens and bathrooms, heating systems and other repair and refurbishment work, funded through £34.6m from the Housing Revenue Account. A further £12.4m for the Housing General Fund mainly funded from government grants which would enable the continuation of schemes including the delivery of decent homes and assistance to vulnerable householders, disabled facilities grants, other repair and assistance in the private sector and support for affordable housing.
- £18.6m Local Transport Plan (LTP) of which £13.5m was funded from government grants to help deliver improvements to integrated transport systems, including strategic public transport schemes, better traffic management and improvements to roads in neighbourhoods, and to maintain the transport infrastructure including money for carriageway and footway maintenance and to repair bridges and other structures. As well as the block programme, a further £9.6m for Connecting Derby would be spent funded mainly from the Department for Transport grant. £4.5m for maintenance of the Council's buildings and infrastructure, including roof repairs - Market Hall and Wardwick museum, structural repairs, fire precaution works, window replacement programme and replacement air conditioning units
- £4.3m for dementia care and £1.6m for elderly extracare in our Adults Social Care and Housing service.
- In addition schemes funded from the corporate programme also included new changing rooms and other improvements on the Nottingham Road 'racecourse and Alvaston Park site, new cremators for the crematorium

various public realm schemes, accommodation strategy, one council one derby, the leisure strategy and contribution to connecting derby and Friargate studios.

The report also outlined the potential financial risks relating to the Council's VAT partial exemption calculation arising from the leisure strategy. Delivery of the capital schemes within the strategy would need to be spread over a number of years to avoid us incurring significant VAT costs. Further work was needed to develop the options to alleviate this risk.

A number of potential schemes and capital programme aspirations included in Appendix 5 of the report remained unfunded at this stage and were therefore not included in the corporate capital programme. A cabinet/COG workshop in March 2010 would consider the future strategy and priorities. To note a report would be presented separately to this Council Cabinet on the Regeneration Fund detailed in paragraph 8 of the report. Should Council Cabinet approve, £600k of base budget revenue funding was to be included in the Regeneration Team's budget which would be able to fund up to £10m of capital expenditure through prudential borrowing. Any capital schemes would need approval of Council for inclusion in the capital programme so nothing had been included in the proposed capital programme at this stage.

Decision

1. To recommend to Council on 1 March 2010 the capital programme for 2010/11 and the indicative capital programme for 2011/12 and 2012/13 set out in the report.
2. ...
3. ...
4. To note the proposed corporate programme allocations as set out at Appendix 3 of the report and included in the recommendations to Council on 1 March 2010.
5. ...
6. ...
7. ...