

Cabinet

28th February 2022

PRESENT:-

Councillors D. R. Hale (Chair), A. Akbar (from minute 94), J. Black, D. Kirk, G. Lunn, S. McMurray (from minute 94), R Nicola and R. Pantelakis (from minute 94).

IN ATTENDANCE:-

Councillor P. Webster (via Teams), M. Jukes (Chief Executive), I. Anderson (Director of Legal Services and Partnerships) D. Bell (Director of Finance and Transformation), M. Jones (Director of Regeneration), R. Donnachie (#) and L. Scholes (Senior Democratic Services Officer).

H. Dye (Head of Revenues and Benefits) – minute 94
R. Roberts (Head of Early Help and Prevention) – minute 95
G. Taylor (Assistant Director Major Projects, Culture and Place) – minute 96 and 99
R. Skog (Education Governance and Operations Manager) – minute 96
N. Harne (Assistant Director Neighbourhoods and Housing) – minute 98
A. Bell (Head of Highways Infrastructure) – minute 100

APOLOGIES:-

Councillors H. Bridges (Deputy Chair).

Minute No.	Description/Decision	Action By/Deadline
PROCEDURAL ITEMS		
90	DECLARATIONS OF INTEREST Councillors Kirk and Black declared personal interests in minute 98 insofar as they are members of Unison. Councillor Hale declared a personal interest in minute 98 insofar as he is a member of Unison and is on the Board of Directors at Kingstown Works Limited. Councillor Hale declared a personal interest in minute 100 insofar as he is on the Board of Directors at Kingstown Works Limited.	
91	MINUTES OF THE MEETING HELD ON 24th JANUARY 2022 Agreed – that the minutes of the meeting held on Monday, 24 th January, 2022, be taken as read and correctly recorded and be signed by the Chair.	

92	<p>PUBLIC QUESTIONS</p> <p>No public questions were received.</p>	
NON-EXEMPT ITEMS		
Key Decisions		
93	<p>COUNCIL BUDGET REPORTS 2022/23</p> <p>The Director of Finance and Transformation (Section 151 Officer) submitted a report which presented the suite of reports that were considered by Council on 24th February 2022.</p> <p>The comments of Finance and Value for Money Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.</p> <p>The Director of Finance and Transformation confirmed that the leaflet that would be sent out with the Council Tax bills had already been prepared for issue. However, there was a requirement for a further communication from Central Government that the Council was required to send out subsequent to the issue of the Council Tax Bills relating to the Government's energy Council Tax rebate.</p> <p>Agreed -</p> <p>(a) That Cabinet endorses the Leader's Budget Proposals for 2022/23 and beyond as set out in the recommendations of each report and specifically;</p> <p>(b) That Cabinet endorses the levels of Council Tax now set by Council, noting the precepts of the Police and Crime Commissioner for Humberside and the Fire Authority which will be confirmed prior to the Council meeting.</p> <p>(c) That Cabinet notes the comments of the Director of Finance and Transformation (section 151 Officer) on the robustness of the budget and the adequacy of reserves as set out in paragraph 63 of the General Fund Report.</p> <p>(d) That Cabinet approves the Council's 2022/23 Revenue Budget savings and Service expenditure allocations as set out in Appendices B (ii) and C to the Council report.</p> <p><u>Reasons for recommendation</u></p> <ul style="list-style-type: none"> To agree a balanced budget which is sufficient to meet estimated expenditure informed by consultation through the Council's formal processes. 	(a-d) Director of Finance and Transformation

- To approve the savings necessary to deliver that balanced budget and the service allocation of the funds that are available within the funding envelope to be proposed by the Leader to Council.

94 **BUSINESS RATES – COVID 19 ADDITIONAL RELIEF**

The Director of Finance and Transformation submitted a report which set out the details of the Covid Additional Relief Fund (CARF) which provided business rates relief for businesses impacted by Covid-19 who had not received any help to pay their business rates under existing provision for the Retail, Hospitality and Leisure sectors. The report sought approval for how the business rates relief would be distributed to make best use and most efficient use of the money available for the benefit of businesses and approval of the updated Discretionary Business Rates Relief Decision Making Guide for Business Rates Relief which detailed the reliefs applicable during the pandemic and for the 2022/23 financial year.

The comments of Finance and Value for Money Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.

Members discussed the likely beneficiaries in the City and requested this be circulated to Members. Discussion also took place around the restrictions on the funding and how the relief would be allocated including that the full amount of the relief funding would not be used initially, some would be retained. The officer clarified that this was a relief for Business Rates that businesses would have paid, it was not a grant payment. Businesses would be sent a letter setting out how this would work in practice.

Agreed -

- (a) That Members agree to the COVID Additional Relief Fund (CARF) being applied so as to reduce business rates charged to business in accordance with Option 2 and the table below (from section 6.3 of the report):

Sector	Gross Value Added (or reduction)	Reduction in net business rates payable based on a multiplier of GVA x 1.6
Agriculture, Forestry, Fishing	-13%	-20.8%
Mining and Quarrying	-8%	-12.8%
Manufacturing	-9%	-14.4%

(a-b) Director of Finance and Transformation

Energy	-1%	-1.6%
Water and Waste Management	0%	0.0%
Construction	-14%	-22.4%
Wholesale and Retail	-8%	-12.8%
Hospitality (not including those businesses that have already received the Enhanced Retail, Hospitality and Leisure Discount)	-55%	-88.0%
Information and Communication	-6%	-9.6%
Financial Services	-2%	-3.2%
Real Estate Activities	-2%	-3.2%
Professional Services	-7%	-11.2%
Administrative Services	-21%	-33.6%
Public Administration	+1%	0%
Education	-20%	-32.0%
Health	-10%	-16.0%
Arts, Entertainment and Recreation (not including those businesses that have already received the Enhanced Retail, Hospitality and Leisure Discount)	-34%	-54.4%
Other Services	-32%	-51.2%
Transport	-32%	-51.2%
Storage and Distribution	-1%	-1.6%

- (b) That Members approve the content of the Business Rates Discretionary Reliefs Decision Making Guide that details the business rates reliefs applicable during the period 01 April 2020 to 31 March 2023 at Appendix A

Reasons for recommendation

- The proposals in Option 2 have been informed by the Valuation Office Agency business classification codes in accordance with Government guidance as the classification system has been assessed as providing the best available fairness to business within the confines of what is administratively deliverable.
- Valuation Office codes are able to be used to establish the classification of businesses, verified by data cleansing work undertaken by business rates officers.

	<ul style="list-style-type: none"> • The proposed application of the funding to reduce business rates reflects the relative impact of Covid in each economic sector. • It is relatively easy to administer as paid by a set percentage to each business based on economic sector. 	
95	<p>DEPARTMENT FOR EDUCATION - HOLIDAY ACTIVITIES AND FOOD PROGRAMME (HAF) 2022-2025</p> <p>The Director of Children and Family Services submitted a report which set out the proposed implementation plans and indicative budget for the delivery of the Department for Education's 'Holiday Activities and Food (HAF)' programme 2022 and sought approval for the decisions necessary to enable delivery of the programme.</p> <p>The comments of Early Support and Lifelong Learning Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.</p> <p>Members discussed the great work done through this programme previously and the need for young people to be involved in the setting up of the programme. The officer confirmed that young people would be engaged through a reference group and existing mechanisms such as the Young Voices in Care group.</p> <p>Discussion also took place around the involvement of area teams in the programme.</p> <p>Agreed -</p> <p>(a) That the proposed programme approach be approved within the funding for Hull's HAF programme for 2022-2025, specifically:</p> <ul style="list-style-type: none"> (i) To sustain a Public Sector/Voluntary Sector steering group to build on the development and delivery work carried out in 2021 and previous holiday programmes (ii) To ensure effective co-ordination of existing and new activity for 2022-25. (iii) To provide the governance for the investment of the grant funds in a manner that supports sustainable model for delivery of Holiday Activities and the Food Programme. <p>(b) That the governance, coordination and implementation arrangements for the programme through a Public Sector/Voluntary Sector Steering Group (see appendix 1) be approved encompassing organisations who existing</p>	(a-d) Director of Children and Family Services

operations in the city are committed to support delivery of a sustainable programme.

- (c) That the strategy be approved:
- (i) to procure a staged contract for core sports activity and infrastructure support from a number of local delivery organisations to support the programme (estimated value £0.75m over three years);
 - (ii) to commit to fund HCAL to deliver their element of the programme over the programme period (estimated value £0.45m over three years)
 - (iii) to provide small grants to VCS organisations to support the programme (estimated value £0.35m over three years)
- (d) That authority be delegated to the Director of Children and Families Services in consultation with the Director of Legal Services and Partnerships and the Portfolio Holder for Learning, Skills and Safeguarding Children to authorise entry into the contracts necessary to deliver the HAF programme between 2022-25.

Reasons for recommendation

- In 2021 the DfE provided all local authority areas with funding to deliver a Holiday Activities and Food Programme, this has now been extended for a further 3 years as confirmed in recent budget announcements. The 2021 programme delivered needed support for children, young people and families following the challenges they have faced during the pandemic. It enabled the council to lead a coordinated offer of activities and food to our families most in need across Hull. Cabinet received a report on the delivery of the HAF Summer 2021 programme in October 2021.
- School holidays can be particular pressure points for some families because of increased costs (such as food and childcare) and reduced incomes. For some children that can lead to a holiday experience gap - with children from disadvantaged families less likely to access organised out-of-school activities; more likely to experience 'unhealthy holidays' in terms of nutrition and physical health and are more likely to experience social isolation.
- The proposals provide the basis for development of a sustainable model for delivery on a partnership basis operating across the public sector and voluntary sector partners in the city.

	<ul style="list-style-type: none"> The recommendations put forward follow the updated 2022 DfE guidance, ensuring the Council is compliant and, in a position, to develop and implement a high-quality partnership led offer across all of our most deprived communities and beyond. 	
96	<p>BUTTERFLIES NURSERY RELOCATION AND REFURBISHMENT</p> <p>The Director of Children and Family Services submitted a report which sought approval of refurbishment works of vacant building adjacent to the Priory Children’s Centre adjacent to Priory Primary School to enable its occupation by the Butterflies Nursery so as to ensure the Local Authority continues to meet its Early Years Sufficiency statutory obligations in Derringham Ward, and ensures the existing Children’s Centre is able to continue with its formal designation which requires nursery provision.</p> <p>The comments of Early Support and Lifelong Learning Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.</p> <p>Members discussed this being great news for the community.</p> <p>Agreed -</p> <p>(a) That the refurbishment of the vacant space and landscaping works at Priory Children’s Centre be authorised to enable entry into a lease with the operators of Butterflies Nursery for that vacant area.</p> <p>(b) That entry into a contract through the Council’s framework contract with its procured Special Purchase Vehicle, Esteem, be authorised for the delivery of the required refurbishment works at an estimated cost of £0.5 to 0.6m.</p> <p>(c) That entry into a lease with the operator of Butterflies Nursery for the vacant space and landscaped land for the operation of the nursery be authorised on a cost contribution basis consistent with other nurseries in the City.</p> <p><u>Reasons for recommendation</u></p> <ul style="list-style-type: none"> To ensure that a Nursery continues in operation in high quality, fit for purpose accommodation that complements the Children’s Centre provision as required by the Surestart grant conditions. To allow utility companies access to the site to undertake essential upgrade works to the network. The modular 	(a-c) Director of Children and Family Services

	<p>buildings are required to be moved to undertake these works.</p> <ul style="list-style-type: none"> To bring vacant buildings back into use and to ensure that the vacant area at Butterflies Nursery is maintained and that the costs associated with that maintenance are met by the operator of the Nursery. 	
97	<p>DYNAMIC PURCHASING SYSTEM FOR SECURING EDUCATION AND SKILLS TRAINING CAPACITY</p> <p>The Director of Legal Services and Partnerships submitted a report which set out the proposal for the establishment of a Dynamic Purchasing System on the new platform to both meet the need for core provision and prepare the Council for the grant opportunities that may arise in future.</p> <p>The comments of Economy and Regeneration Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.</p> <p>Members discussed the flexibility and accessibility this would give.</p> <p>Agreed - That the Cabinet approve the tendering of a Dynamic Purchasing System for to meet the requirements of the Council to call upon provision for training providers of Education training where required.</p> <p><u>Reasons for recommendation</u></p> <ul style="list-style-type: none"> The Council has a continuing requirement for training providers to support the delivery of training for Council staff, and residents within the City. Until the present such provision has been commissioned on a individual basis through a variety of sources, including the YPO temporary staffing contracts, individual tenders, Light Touch regime commissioning arrangements and direct contract awards. The availability of grant funding to authorities able to deliver training services at pace necessitates the Council having access to a more strategic structure through which such services can be accessed more easily. Establishing a Dynamic Purchasing System will facilitate access to such training provision in a form that is compliant with UK Procurement rules through aggregating 	Director of Legal Services and Partnerships

	<p>the spend on such service provision and applying that through a standard process.</p>	
<p>98</p>	<p>DISPOSAL OF FERENSWAY HOUSE</p> <p>(Councillors Kirk and Black declared personal interests in this matter insofar as they are members of Unison.</p> <p>Councillor Hale declared a personal interest in this matter insofar as he is a member of Unison and is on the Board of Directors at Kingstown Works Limited.)</p> <p>The Director of Legal Services and Partnerships submitted a report which set out the proposal to dispose of the building to Kingstown Works Limited on commercial terms to enable the units within the building to be let on market terms through the company's function as a Local Housing Company.</p> <p>The comments of Finance and Value for Money Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.</p> <p>Members discussed the time it would take for this application to progress through the Secretary of State process.</p> <p>Agreed - That, subject to confirmation of the consent of the Secretary of State, Cabinet agrees to the disposal of Ferensway House to Kingstown Works Limited on commercial terms that are consistent with an independent valuation by the District Valuer, subject to a long-term lease in the Commercial units being sold by Kingstown Works Ltd to the local branch of the Trade Union, Unison and delegates authority to the Assistant Director (Housing and Neighbourhoods) to agree the final terms in consultation with the Director of Legal Services and Partnerships.</p> <p><u>Reasons for recommendation</u></p> <ul style="list-style-type: none"> • Significant financial investment is now required to the structure, exterior and communal areas of Ferensway House. <ul style="list-style-type: none"> ○ Basement waterproofing and structural repairs. The continued ingress of water into the basement areas and the associated damage to the steel structure presents ongoing issues regarding health & safety and structural stability of the building. ○ Roof repairs. The degradation and delamination of the clay roof tiles has been temporarily stabilised by netting but remains a risk of falling tiles and water ingress into flats. The flat roof areas require replacement as they do not effectively drain the roof and are not insulated. 	<p>Director of Legal Services and Partnerships</p>

- Fire doors, fire compartmentation & alarms. The escape routes from the commercial and residential areas of the building are not fully compliant with current legislation and require upgrade.
 - Windows. The original timber windows to the residential flats are single glazed sliding sashes that are now beyond their design life with some showing signs of damage. These windows now require replacement with matching PVCu double glazed units to reduce heat loss, reduce traffic noise and to minimise future maintenance requirements.
 - Internal Drainage Repairs. Kitchen waste drainage from 4 floors (8 flats) lacks capacity and in some circumstances can 'back up' causing damage to residents' kitchens and subsequent insurance claims.
 - Basement drainage. Original cast iron gullies in the basement areas are in poor condition and cause leaks which require repairs/replacement to prevent further health & safety risks and damage to the building fabric.
 - Decorations and finishes. The internal communal area finishes (floors, walls and ceilings of the residential areas) are in poor condition and need redecoration and replacement floor coverings.
 - The basement courtyard and refuse storage. Previously used to store residents waste until collection date but has been misused in recent years needs repair and controlled access establishing and sanitising to prevent health & safety issues and further rodent infestations.
 - The basement courtyard drainage via rainwater and soil pipes has deteriorated causing dampness within the building fabric causing disrepair internally.
- With the exception of one household, the Council has relocated existing secure tenants from the building and re-purchased units sold under Right to Buy legislation to enable the necessary repair work to be undertaken. Agreement has been reached for the relocation of the final remaining tenant.
 - The cost of undertaking the repairs through the Housing Revenue Account renders the project not commercially viable as the costs incurred would not be recoverable over the long term through affordable rent and potential income from the commercial units would not meet the funding gap.
 - On 28 October 2019 (Minute 39) the Council made the policy decision to permit its in-house company Kingston Works Ltd to operate as a Local Housing Company and let

	<p>residential units it acquired on private sector terms, subject to approval of the company’s annual business plan.</p> <ul style="list-style-type: none"> • The Council have a Facilities Agreement with Trade Unions through which it has agreed to provide appropriate accommodation for convenors to carry out their office-based role. Unison are the Trade Union with the largest Council membership and the greatest requirement for office space. Their requirements are presently met through use of accommodation at Town Hall Chambers. The terms of disposal will allow for their needs to be met on a long-term basis through the sale of a long-term leasehold interest in the commercial units to Unison. This will both contribute to the business case for purchase of the facility by Kingston Works Ltd and enable Town Hall Chambers to be refurbished supporting re-organisation of accommodation within the Guildhall quarter to allow for staff relocations in advance of the expiry of the contract with NPS (Humber) Ltd in April 2023. <p>All trade unions</p> <ul style="list-style-type: none"> ○ Dedicated confidential office space with sufficient desks etc. ○ ICT equipment - computer/Intranet access ○ Telephone equipment □ Storage space for confidential records/case files ○ Photocopying/printing facilities <p>These needs are presently provided in the Guildhall in room 129, and Unison also have extensive paper records also at Town Hall Chambers. In addition, the Unions require:</p> <ul style="list-style-type: none"> ○ Meeting room facilities – for which they have the option of booking rooms in the Guildhall ○ Designated areas to display information – notice boards <p>In addition, through the IR Framework they are expected to be provided with:</p> <ul style="list-style-type: none"> ○ “Reasonable accommodation to enable the trade union Convenors to carry out their office-based activities as part of their role” 	
99	<p>ROUND 1 LEVELLING UP FUND: ACCEPTANCE OF FUNDING AND DELIVERY OF CITY CENTRE REGENERATION WORKS</p> <p>The Director of Regeneration submitted a report which set out details of the business case submitted to Department for Levelling Up, Housing Communities and sought authorisation to formally accept the £19.5m Levelling Up Funds funding and</p>	

<p>delegations to deliver the proposed package of regeneration works.</p> <p>The comments of Finance and Value for Money Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.</p> <p>Members discussed the comments from the Finance and Value for Money Overview and Scrutiny Commission in relation to future schemes and were supportive of the proposed plan for future scrutiny. Discussion also took place around the need to ensure key sites in the City Centre were developed quickly.</p> <p>Agreed -</p> <p>(a) That it is noted that the £19.5m LUF grant is subject to the Council providing a capital match contribution of £2m and that authority for this sum to be included in the Council’s Capital Programme for expenditure in 2023/24 will be sought.</p> <p>(b) That the Director of Legal Services and Partnerships, in consultation with the Assistant Director for Major Projects and Infrastructure, is authorised to enter into a Memorandum of Understanding with DLUHC, on terms to be agreed by the Director of Legal Services and Partnerships, to accept the LUF capital grant of £19.5m to deliver the agreed package of city centre regeneration works as outlined in the LUF business case.</p> <p>(c) That the Assistant Director of Property and Assets, in consultation with the Director of Legal Services and Partnerships, the Assistant Director of Major Projects and Infrastructure and the Assistant Director of Economic Development and Regeneration, is authorised to identify suitable premises to accommodate a Business Support, Learning and Cultural Facility on Whitefriargate and agree terms for and subsequently enter into a lease of the identified premises for a period of up to 99 years subject to the associated costs remaining within the affordability envelope of the scheme.</p> <p>(d) That the Assistant Director of Major Projects and Infrastructure , in consultation with the Director of Legal Services and Partnerships, is authorised to undertake a mini competition utilising the Council’s Professional Services Framework and subsequently award a contract to design the Business Support, Learning and Cultural Facility, using a 70% quality/ 30% price</p>	<p>(a) Assistant Director for Major Projects and Infrastructure</p> <p>(b) Director of Legal Services and Partnerships/ Assistant Director for Major Projects and Infrastructure</p> <p>(c) Assistant Director for Major Projects and Infrastructure/ Assistant Director of Property and Assets</p> <p>(d-e) Director of Legal Services and Partnerships/ Assistant Director for Major Projects and Infrastructure</p>
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	<p>evaluation ratio, subject to the associated costs remaining within the affordability envelope of the scheme.</p> <p>(e) That the Assistant Director of Major Projects and Infrastructure , in consultation with the Director of Legal Services and Partnerships, is authorised to invite tenders for and award a contract to construct the Business Support, Learning and Cultural Facility, using an appropriate procurement route decided by the Director of Legal Services and Partnerships and a 70% quality/ 30% price evaluation ratio, subject to the associated costs remaining within the affordability envelope of the scheme.</p> <p>(f) That the Assistant Director of Economic Development and Regeneration , in consultation with the Director of Legal Services and Partnerships and the Assistant Director of Major Projects and Infrastructure, is authorised to tender contract(s) for the operation of the new Business Support, Learning and Cultural Facility as part of the wider portfolio of Managed Workspace Centres using an appropriate procurement route decided by the Director of Legal Services and Partnerships and a 70% quality/ 30% price evaluation ratio, subject to the associated costs remaining within the affordability envelope of the service area.</p> <p>(g) That the Council becomes the accountable body for the 'City Centre Grant Scheme' element of the package of LUF regeneration works and in consultation with the Director of Legal Services and Partnerships and the Section 151 Officer, the Assistant Director of Major Projects and Infrastructure is authorised to invite applications for, assess and award grants for eligible physical regeneration projects and subject to the associated expenditure remaining within the affordability envelope of the scheme.</p> <p>(h) That the Assistant Director of Major Projects and Infrastructure , in consultation with the Director of Legal Services and Partnerships, is authorised to either undertake a mini-competition utilising the Council's Professional Services Framework or to undertake an open tender procedure for a contract for project monitoring and evaluation services, at the discretion of the Director of Legal Services and Partnerships using a 70% quality/ 30% price evaluation ratio, subject to the associated costs remaining within the affordability envelope of the scheme.</p>	<p>(f) Director of Legal Services and Partnerships/ Assistant Director for Major Projects and Infrastructure / Assistant Director of Economic Development and Regeneration</p> <p>(g-h) Director of Legal Services and Partnerships/ Assistant Director for Major Projects and Infrastructure</p> <p>(i)</p>
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	<p>(i) That the Assistant Director of Major Projects and Infrastructure, in consultation with the Section 151 Officer, is to keep the funding for the scheme under review and, where needed, is able to reallocate capital between the three specific elements within the LUF City Centre Regeneration works package to meet funder requirements to retain flexibility in reacting to post COVID-19 market conditions.</p> <p><u>Reasons for recommendation</u></p> <ul style="list-style-type: none"> • The business case for the LUF City Centre Regeneration works will deliver a major contribution to wider strategic outputs as set out in ‘Hull’s Economic Strategy 2021-2026’. In anticipation of a positive outcome regarding the LUF funding bid, a provisional allocation of £2m had been entered into the Council’s Capital Programme to provide the mandatory match funding required by DLUHC. • The LUF business case comprises a package of three distinct interventions that will regenerate Hull’s city centre. The £19.5m investment secured from DLUHC will fund major regeneration projects in the key locations of Whitefriargate and Albion Square, whilst the grant scheme component will unlock private sector funding to bring unused floorspace back into use within the city centre. • The recommendations represent the optimal delivery route for the LUF City Centre Regeneration scheme, ensuring that value for money is achieved both with regards to the expenditure of the capital grant and future ongoing revenue costs, and with the appropriate delegations to enable the Council to meet the project delivery timescales stipulated by DLUHC. 	<p>(f) Assistant Director for Major Projects and Infrastructure/ Director of Finance and Transformation (Section 151 Officer)</p>
100	<p>RENEWAL OF FLEET AND STREETLIGHTING CONTRACT</p> <p>(Councillor Hale declared a personal interest in this matter insofar as he is on the Board of Directors at Kingstown Works Limited.)</p> <p>The Director of Legal Services and Partnerships submitted a report which set out the proposed structure for the renewal of the contract for the period 2022-30 for approval.</p> <p>The comments of Finance and Value for Money Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.</p> <p>Members discussed the need to ensure all contracts had the same end date and the need to continue to work together to</p>	

ensure progression towards an electric fleet. Members also commented that they were pleased to see streetlights had moved to LED lighting.

Moved by Councillor McMurray and seconded by Councillor Hale -

- (a) That the Cabinet approve that the contract with Kingston Works Limited for Fleet management be renewed for a further term of eight years upon the expiry of the existing term.
- (b) That the Cabinet approve that the contract with Kingston Works Limited for Street lighting repair and maintenance be renewed for a further term of eight years upon the expiry of the existing term.
- (c) That the form of contract used for each be the partnering contract TAC-1 with a shared focus upon achieving near carbon neutrality within the term of the contract.
- (d) That the return on capital set for the company be 4%.
- (e) That the Council seek to make all three contracts co-terminus on 31st March 2030.

(a-e) Director of Legal Services and Partnerships

Motion carried.

Reasons for recommendation

- The existing contracts for Fleet and Street lighting were commenced in 2012 and are now approaching expiry.
- The current term of the Housing Contract expires in 2030. There are co-dependencies between the contracts as overheads are shared across both contracts. Making decisions in relation to both arrangements at a coterminous point therefore enables the Council to make decisions informed by a comprehensive understanding of both the opportunities and risks.
- In addition under the fleet contract KWL purchase and maintain vehicles that the Council require and lease the same to the Council on a model which allows for the cost of purchase to be met over a period no greater than 8 years. An eight year term reflects significant investment being made by the company in 2021/2 in vehicles which carry the greatest cost, Refuse Vehicles, recognising that at the expiry of that term it is

	<p>envisaged that near carbon neutral alternatives are anticipated to become available.</p> <ul style="list-style-type: none"> • The contract model enables the Council and KWL to work together to identify appropriate vehicles that meet the Council's aim to become carbon neutral. • The TAC-1 contract is based upon an open book partnering approach with the supplier company permitted to retain an identified return on investment and manage costs within an agreed costs envelope. • The return on capital set for the Housing Revenue Account contract provides an appropriate benchmark for the return on investment on the contract. • The existing contract has delivered operational efficiencies through the model of vehicle purchase and leasing and the introduction of LED lighting. • More integrated working, in particular in relation to the management of assets, will enable efficiencies to be further built upon. 	
101	<p>COMMENTS OF COMMITTEES AND COMMISSIONS</p> <p>The Senior Democratic Services Officer submitted comments in relation to minutes 93-100 and 103 from the Council's committees and scrutiny commissions that had considered the reports following the circulation of the agenda for this meeting.</p> <p>Agreed – That the comments be noted.</p>	
102	<p>EXCLUSION OF THE PRESS AND PUBLIC</p> <p>Agreed – that, in accordance with the provisions of Section 100(A)(4) of the Local Government Act, 1972, the public (including the Press) be excluded from the meeting for the following items of business, minute 103, on the grounds that it involves the likely disclosure of exempt information as defined in paragraph 3 of Part 1 of Schedule 12A of the Act information relating to the financial and business affairs of any particular person (including the authority holding that information an individual and the public interest in maintaining the exemption outweighs the public interest in disclosing the information.</p>	
Non-Key Decisions		

HULL CULTURE AND LEISURE LTD CONTRACTUAL AMENDMENTS ARISING FROM BEST VALUE REVIEW AND TASK AND FINISH GROUP

The Director of Regeneration submitted a report which set out the framework for progressing changes to the performance framework for Hull Culture and Leisure (HCAL) arising from the Task and Finish/Best Value Reviews and Action Plan as a basis for updating the contractual arrangements between the Council and company.

The comments of Finance and Value for Money Overview and Scrutiny Commission when this matter was considered, were submitted for consideration, and were detailed at minute 101.

Members discussed the need for the indicators to reflect what the Council is trying to achieve; the reasons behind the setting up of HCAL and the need for a joined-up approach with joint aims across the Council and the company.

Members also commented on the comments from the Finance and Value for Money Overview and Scrutiny Commission and supported the request for additional information on the concessions let in the City's parks.

Discussion took place around the need for further discussion on the role of HCAL and clarity around where responsibilities sit across the different departments.

Agreed -

- (a) To delegate authority to the Director of Regeneration to amend the Leisure Services Commissioning Contract in consultation with the Managing Director of Hull Culture and Leisure in consultation with Portfolio Holders, to introduce performance indicators that are more closely aligned to the Council's and partners strategies in relation to Health and Wellbeing, Neighbourhoods and Customer Service delivery.
- (b) To delegate to the Assistant Director for Major Projects, Culture and Place to work across the city, with HCAL and other cultural partners to develop a City Outcomes Model. Developing a comprehensive impact evaluation framework that sits across all areas of the council's cultural investments.

(a-b) Director of Regeneration

Reasons for recommendation

- The existing performance indicators have a focus upon numbers rather than the outcomes the Council is seeking

	<p>to achieve through its combined resources. Updating the performance indicators so they align with the Council's strategies will provide motivational purpose for HCAL, through identification of the citywide outcomes that HCAL contributes toward.</p> <ul style="list-style-type: none"> • The services HCAL provide are crucial to numerous aspects of the Council's Corporate Plan and the City Plan, and the Business Plan requires service alignment with Public Health, Customer Services and Housing and Neighbourhoods. The revised approach will support recognition of the role the company makes toward a collective focus on the wider agenda. • The Council and HCAL need to expose the width and breadth of benefits created by culture within our city to fortify our commitment to culture in its widest sense and to further galvanise our cultural ambitions. • The Council, as it refocuses its approach to strategy development has a key responsibility to ensuring effective and efficient service delivery, reflecting key customer and other economic, social and health data profiles. There is a need to identify resources to support effective strategy development. This will further enable effective Business Planning and support services by informing funding applications for HCAL and across the Council. 	
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Start: 9.30 a.m.
Finish: 11.25 a.m.

The above Executive Decisions will come into force and may be implemented on expiry of five working days after the publication of the decisions i.e. 10th March, 2022, unless called in by the Overview and Scrutiny Management Committee.

Published – 2nd March, 2022.