

Public Document Pack

SOLIHULL METROPOLITAN BOROUGH COUNCIL

CPH LEISURE, TOURISM AND SPORT DECISION SESSION

MONDAY 15 MARCH 2021 at 6pm.

ARRANGEMENTS FOR PUBLIC ACCESS TO REMOTE MEETINGS

During the Covid 19 pandemic virtual meetings are taking place.

PLEASE NOTE that any member of the press and public may listen to proceedings at this virtual meeting via a weblink which will be publicised on the Council website at least 24hrs before the meeting.

To view live paste this link into your browser:

<https://www.youtube.com/channel/UC7DDSVoAlqTnwgp0Ku8iFLQ>

Members of the press and public may tweet, blog etc. during the live broadcast, as they would be able to during a regular Committee meeting in the Council Offices. It is important, however, that Councillors can discuss and take decisions without disruption, so the only participants in this virtual meeting will be the Councillors concerned and the officers advising the Committee.

Disclosing Pecuniary Interests - What Must You Do?

(a) You must complete a declaration of your disclosable pecuniary interests, including those of your spouse/civil partner (or someone with whom you are living as such) and send it to the Monitoring Officer within 28 days of your election or appointment to the Council.

(b) When you attend a meeting of the Council, Cabinet, Scrutiny Board, Committee, Sub-Committee or Joint Committee etc, and a matter arises in which you have a disclosable pecuniary interest, unless you have been granted a dispensation, **you must:**

- Declare the interest if you have not already registered it
- Not participate in any discussion or vote
- Leave the meeting room until the matter has been dealt with
- Give written notice of any unregistered interest to the Monitoring Officer within 28 days of the meeting

(c) If you are the Leader or a Cabinet Portfolio Holder you may not exercise any of your delegated powers as a single member in relation to a matter in which you have a disclosable pecuniary interest or take any other step except to give written notice of any unregistered interest to the Monitoring Officer within 28 days of your becoming aware of the interest, or arrange for another person or body to deal with the matter.

Disclosable Interest	Description
Employment, office, trade, profession or vocation	Any employment, office, trade, profession or vocation carried on for profit or gain by you or your partner.
Sponsorship	Any payment or provision of any other financial benefit (other than from the Council) made or provided within 12 months of your declaration of interests in respect of any expenses incurred by you in carrying out duties as a member, or towards your election expenses.
Contracts	Any contract between you or your partner (or a firm or body corporate in which you or your partner is a partner or a director, or in the securities of which you or your partner has a beneficial interest) and the Council (a) under which goods or services are to be provided or works are to be executed; and (b) which has not been fully discharged.
Land	Any beneficial interest in land which is within the area of the Council and which gives you or your partner a right to occupy the land or receive income.
Licences	Any licence held by you or your partner (alone or jointly with others) to occupy land in the area of the Council for a month or longer.
Corporate tenancies	Any tenancy where (to your knowledge)— (a) the landlord is the Council; and (b) the tenant is a body in which you or your partner has a beneficial interest i.e. a firm or body corporate in which you or your partner is a partner or a director, or in the securities of which you or your partner has a beneficial interest.
Securities	Any beneficial interest held by you or your partner in securities of a body where— (a) that body (to your knowledge) has a place of business or land in the area of the Council; and (b) either— (i) the total nominal value of the securities exceeds £25,000 or one hundredth of the total issued share capital of that body; or (ii) if the share capital of that body is of more than one class, the total nominal value of the shares of any one class in which you or your partner has a beneficial interest exceeds one hundredth of the total issued share capital of that class. “securities” means shares, debentures, debenture stock, loan stock, bonds, units of a collective investment scheme within the meaning of the Financial Services and Markets Act 2000 and other securities of any description, other than money deposited with a building society.

SOLIHULL METROPOLITAN
BOROUGH COUNCIL

To: Councillors J Fairburn, F Nash,
J Tildesley and M Wilson

NICK PAGE
CHIEF EXECUTIVE

Council House, Manor Square
Solihull, West Midlands. B91 3QB
Tel. 0121-704 6000

David Acton
Tel: 0121 704 6156
Email: dacton@solihull.gov.uk

Date 5 March 2021

CPH LEISURE, TOURISM & SPORT DECISION SESSION

MONDAY 15 MARCH 2021

AGENDA

Mayor/Chairman of the meeting to announce:

‘May I remind everyone present that this meeting will be broadcast live via the internet.’

1. **APOLOGIES**
2. **DECLARATIONS OF INTEREST**
To receive declarations of interest from Members.
3. **QUESTIONS AND DEPUTATIONS**
To answer questions, if any, asked by any resident of the Borough pursuant to Standing Orders.
4. **REVENUE AND CAPITAL MONITORING 2020/21 AS AT 31ST DECEMBER 2020** (Pages 5 - 12)
To inform the Cabinet Member of the Portfolio’s latest forecast financial position as at 31st December 2020 against Revenue and Capital budgets

5. **EXCLUSION OF THE PRESS AND PUBLIC**

That pursuant to Section 100A(4) of the Local Government Act 1972, the press and public be now excluded from the remainder of the business to be transacted, on the grounds that there would be disclosure to them of exempt information in terms of Schedule 12A to the said Act.

6. **TUDOR GRANGE LEISURE CENTRE ARTIFICIAL GRASS PITCH
REFURBISHMENT (Pages 13 - 24)**

To seek approval from the Cabinet Portfolio Holder to approve the refurbishment of the Tudor Grange Leisure Centre Artificial Grass Pitch.

Meeting date: 15th March 2021

Report to: Cabinet Member for Leisure, Tourism and Sport

Subject/report title: **REVENUE AND CAPITAL MONITORING 2020/21 AS AT 31st DECEMBER 2020**

Report from: Director of Public Health and Director of Resources and Deputy Chief Executive

Report author/lead contact officer: Lauren Beach – Finance Manager
lbeach@solihull.gov.uk



Wards affected:

- All Wards | Bickenhill | Blythe | Castle Bromwich | Chelmsley Wood |
 Dorridge/Hockley Heath | Elmdon | Kingshurst/Fordbridge | Knowle |
 Lyndon | Meriden | Olton | Shirley East | Shirley South |
 Shirley West | Silhill | Smith's Wood | St Alphege

Public/private report: Public

Exempt by virtue of paragraph: N/A

1. Purpose of Report

- 1.1 To inform the Cabinet Member of the Portfolio's latest forecast financial position as at 31st December 2020 against Revenue and Capital budgets as summarised below and detailed in the attached Appendix A
- 1.2 To inform the Cabinet Member of the Portfolio's progress against the latest 3 year savings targets in the Medium Term Financial Strategy (MTFS) summarised below and detailed in Appendix A.

2. Decision(s) recommended

The Cabinet Member is asked to:

- 2.1 Consider and endorse the 2020/21 revenue and capital financial monitoring forecast as at 31st December 2020.
- 2.2 Consider the Portfolio's progress against the latest 3 year savings targets in the Medium Term Financial Strategy (MTFS) as at 31st December 2020.

3. Matters for Consideration

- 3.1 Throughout the financial year, information will be provided on a quarterly basis to the Cabinet Portfolio Holder and Full Cabinet.

- 3.2 The cash limited discipline at Solihull means that Directorates need to balance their budget forecast position first and the Portfolio's position flows from that. As a result, this Cabinet is specifically taken into account across the Public Health Directorate and Economy and Infrastructure Directorate.
- 3.3 The revenue and capital financial position, the savings position for 2020/21 to 2022/23, the key risks and opportunities and required approvals are outlined in Appendix A.
- 3.4 The overall Council position is reported to Full Cabinet together with any planned actions; any variances are then considered in line with Council priorities and Financial Regulations.

Revenue Budget 2020/21

- 3.5 The latest approved revenue budget for the portfolio is £434,000. The forecast outturn expenditure for this year is £1,015million giving an adverse variance of £582,000. This includes an adverse variance of £836,000 due to Covid-19 after funding from the Government's income recovery scheme has been applied. Further explanations can be found in Appendix A.
- 3.6 As Members will be aware a report went to Full Cabinet on the 18th June outlining the initial financial impact of Covid-19 for the 2020/21 financial year. The Period 3 and Period 6 positions have subsequently been reported to Full Cabinet on the 10th September and 5th November respectively. The position is continually moving and evolving and the latest Covid-19 forecast across the Council, as at 31st December (Period 9), for the 2020/21 financial year is net nil – meaning that there is no adverse impact on our finances expected this financial year.
- 3.7 For Period 9 the individual portfolios' Covid-19 financial position should therefore be reviewed within the context of the overall Council Covid-19 financial position. It should be noted that the estimates of the financial impact of Covid-19 included within this report are indicative, based on latest assumptions, and are still subject to change over the course of the coming months.
- 3.8 The general Covid-19 emergency funding that we have received to date from the government is still being shown corporately, and at this point in the financial year it would be premature to allocate any of this funding to portfolios (beyond the decisions already made) until we have a clearer picture of what each individual portfolio's financial position is likely to be as we get nearer to the end of the financial year, and what funding is available to offset it.
- 3.9 The forecast variance arising from Covid-19 for this portfolio should be considered in the context of the position for the Economy and Infrastructure Directorate and the Leisure Division of Public Health Directorate relating to Covid-19.
- 3.10 The Leisure division of Public Health Directorate is forecasting a £509,000 adverse variance. This includes the estimated impact of the Government's income recovery scheme where local authorities can reclaim 75% of lost income attributable to Covid-19 where this is in excess of 5% of total planned income for the year.
- 3.11 Excluding the impact of Covid-19 the Leisure division is forecasting a favourable variance due to delayed essential maintenance of (£465,000) that will be contributed to the Leisure reserve in order to fund the works next year, and a favourable variance

of (£24,000) on the Solihull Active programme Eat Well, Move More which is to be contributed to the Leisure reserve to meet salary costs in future years.

- 3.12 The Economy and Infrastructure Directorate is forecasting an adverse variance of £1.713million relating to Covid-19. This includes the estimated impact of the Government's income recovery scheme where local authorities can reclaim 75% of lost income attributable to Covid-19 where this is in excess of 5% of total planned income for the year.
- 3.13 Excluding the impact of Covid-19 the directorate is currently forecasting a £919,000 adverse variance for the year which will be offset through use of reserves to give a nil variance. The main reasons for this variance sit within the Environment and Highways portfolio where it has become clear that a number of budgets are now unrealistic and will need to be realigned as part of the MTFs process. Significant additional investment has been made in adults' and children's services in previous years but this has not been the case for the Economy and Infrastructure Directorate.
- 3.14 In previous years the directorate has used reserves to balance its forecast position. The majority of the remaining reserves are earmarked for specific purposes. The forecast assumes that some of these reserves will be applied to offset the in-year position, although they would subsequently need to be replenished as part of the budget process.

Capital Budget 2020/21

- 3.15 There is no approved capital programme for this portfolio in 2020/21.

Budget Strategy Savings 2020/21 to 2022/23

- 3.16 For 2020/21 the total savings target is £2,000 which is rated green.
- 3.17 For 2021/22 the total savings target is £300,000 which is rated red.
- 3.18 For 2022/23 the total savings target is £14,000 which is rated red.

4. What options have been considered and what is the evidence telling us about them?

- 4.1 N/A

5. Reasons for recommending preferred option

- 5.1 N/A.

6. Implications and Considerations

- 6.1 State how the proposals in this report contribute to the priorities in the [Council Plan](#):

Priority:	Contribution:
Economy:	No new contribution to this priority.

<ol style="list-style-type: none"> 1. Revitalising our towns and local centres. 2. UK Central (UKC) and maximising the opportunities of HS2. 3. Increase the supply of housing, especially affordable and social housing. 	
<p>Environment:</p> <ol style="list-style-type: none"> 4. Enhance Solihull's natural environment. 5. Improve Solihull's air quality. 6. Reduce Solihull's net carbon emissions. 	No new contribution to this priority.
<p>People and Communities:</p> <ol style="list-style-type: none"> 7. Take action to improve life chances in our most disadvantaged communities. 8. Enable communities to thrive. 9. Sustainable, quality, affordable provision for adults & children with complex needs. 	People and Communities are central to the work of this portfolio. There are no implications from this report.

6.2 Consultation and Scrutiny:

6.2.1 None

6.3 Financial implications:

Financial monitoring is undertaken throughout the year by individual budget managers. Key income and expenditure risk areas are also monitored monthly by the Finance Team. Any significant risks identified are reported to both DLT (Directorate Leadership Team) and CLT (Corporate Leadership Team) to ensure that net expenditure is managed within approved budgets. ARTOP Board (Aligning Resources To Our Priorities) meet monthly to oversee the financial impact from Covid-19

6.4 Legal implications:

None

6.5 Risk implications:

The budget monitoring report takes account of forecast variances. In addition there may be pressures which are currently being monitored and managed by budget managers which could affect the final outturn position for 2020/21.

6.6 Equality implications:

None

7. List of appendices referred to

Appendix A – Quarter 3 Financial Position.

8. Background papers used to compile this report

8.1 None

9. List of other relevant documents

9.1 None

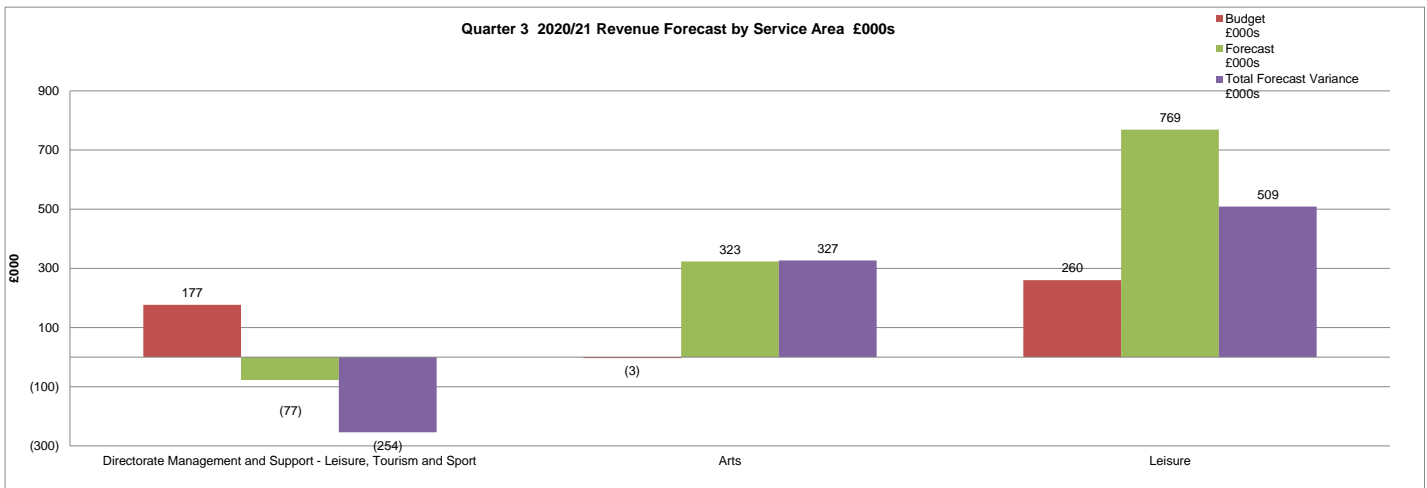
This page is intentionally left blank

Economy and Infrastructure Directorate Position

The context of this Cabinet portfolio position is taken into account with the whole of the Economy and Infrastructure Directorate which is currently forecasting an adverse variance of £1.713million due to the impact of Covid-19 and £919,000 attributable to other factors which is offset by use of reserves (£919,000).

1. 2020/21 Revenue Position Current Forecast - £582,000 Adverse Variance

Quarter 3 2020/21 Revenue Forecast by Service Area £000s

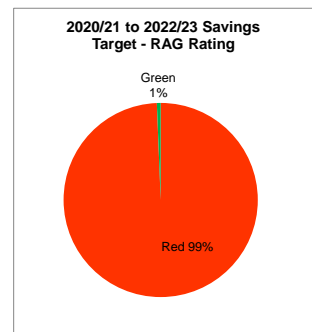


2. Explanations for significant Revenue Variances

Service Area	Budget £000s	Forecast £000s	COVID Forecast Variance £000	Non-COVID Forecast Variance £000	Total Forecast Variance £000s	Comments
Directorate Management and Support - Leisure, Tourism and Sport	177	(77)	0	(253)	(254)	Early delivery of savings reinvested in the Directorate as part of MTFS and use of Directorate reserves to balance the Economy and Infrastructure Directorate to a nil variance.
Arts	(3)	323	327	(0)	327	Covid variance due to lost income from closure of Core Theatre and café offset by benefit of government income recovery scheme. Non covid variance includes income pressures apparent at the Core Theatre and Café prior to the pandemic which are offset by a one off refund of VAT for the theatre relating to prior years.
Leisure	260	769	509	0	509	Covid variance due to loss of income from leisure centres and ice rink due to temporary closure of facilities and social distancing restrictions impacting service availability and customer demand. Loss is net of Government forecast income relief. Non Covid variance on Leisure principally due to delayed essential maintenance (£465,000) will be contributed to the reserve this year +£465,000 in order to fund the works in 2020/21. Surplus on Eat Well Move More Programme (£24,000) is to be contributed to Leisure reserve +£24,000 to meet salary costs in future years.
Total	434	1,015	836	(253)	582	

3. 3 Year Savings Targets £000s

Description of Target	2020/21 £000s	2021/22 £000s	2022/23 £000s	Comments
Review of back office functions across the directorate			(14)	Proportion of Economy and Infrastructure Directorate saving attributable to Leisure, Tourism & Sport Cabinet Portfolio
Reduction in contribution to Leisure		(300)		Savings previously delivered through new Leisure contract now at risk due Covid-19 reducing income expectations and potential contract amendments.
Review of Council budgets to remove small value budget lines	(2)			Cross cutting Council target which has been delivered.
Total	(2)	(300)	(14)	



4. Reserves

	Balance as at 31st March 2020 £000's	Planned / Forecast (contribution)/use			Forecast Balance at the end of 2022/23 £000's	Forecast (contribution) /use beyond 2022/23 £000's	Proposed as part of 2021/22 MTFS £000's	Forecast Remaining Balance £000's
		2020/21 £000's	2021/22 £000's	2022/23 £000's				
Reserve balance	(2,042)	(368)	1,202	496	(712)	482	0	(230)

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank