

Nottingham City Council Delegated Decision



Nottingham
City Council

Reference Number:	3191
Author:	Philippa Mckenna
Department:	Nottingham City Homes
Contact:	Philippa Mckenna (Job Title: Regeneration Project Manager, Email: philippa.mckenna@nottinghamcityhomes.org.uk, Phone: 01158762099)
Subject:	Additional Funding For New Build Housing Scheme at Meadows West
Total Value:	£564,000.00 (Type: Capital)
Decision Being Taken:	To approve further expenditure of £564,000 on the new build development at Meadows West, and include this within the Public Sector Housing Capital Programme.
Reasons for the Decision(s)	Additional funding is required due to post contract specification changes in the construction of 55 new homes at the Meadows site.
Other Options Considered:	Not increasing the budget or non-payment - this option was rejected as it would put the Council in breach of contract. Furthermore, the contractor would be at liberty to charge a punitive interest rate for late payment.
Background Papers:	None.
Published Works:	Executive Board Report dated 22 April 2014 - Redevelopment of Cranwell Road and Meadows Sites Executive Board Report dated 24 February 2015 - New Build Tender Awards for Meadows and Cranwell Road
Affected Wards:	Bridge
Colleague / Councillor Interests:	None.

Any Information Exempt from publication:

Yes

Exempt Information:

Description of what is exempt:

Financial information contained within the exempt appendix.

An appendix (or appendices) to this decision is exempt from publication under the following paragraph(s) of Schedule 12A of the Local Government Act 1972

3 - Information relating to the financial or business affairs of any particular person (including the authority holding that information).

The public interest in maintaining the exemption outweighs the public interest in disclosing the information because contractual negotiations could be jeopardised.

Documents exempt from publication:

Exempt Appendix - Meadows.docx, Briefing Note Not For Publication - Meadows.docx

Consultations:

Those not consulted are not directly affected by the decision.

Crime and Disorder Implications:

None

Equality:

EIA not required. Reasons: The decision relates to the provision of further funding. There are no EIA implications.

Relates to Council Property Assets:

Yes

Decision Type:

Portfolio Holder

Subject to Call In:

Yes

Call In Expiry date:

02/07/2018

Advice Sought: Legal, Finance, Property

Legal Advice: It is understood following discussions with City Council officers that this request for additional funding is legitimate however to ensure the timely release of funding the City Council should be kept informed on a regular basis of potential contract price adjustments. The lessons learnt from the causes of the overspend should be taken into account in future schemes.

Advice provided by Andrew James (Team Leader Contracts and Commercial) on 05/06/2018.

Finance Advice: Finance advice is contained in the attached document.

Advice provided by Julie Dorrington (Senior Accountant (Housing Revenue Account)) on 21/05/2018.
Advice documents: Meadows new build - Final Account - Finance comments.docx

Property Advice: This report does not raise any significant Property issues

Advice provided by Rodney Alan Martin (Senior Surveyor) on 25/05/2018.

Signatures
Jane Urquhart (PH for Housing and Planning)
SIGNED and Dated: 25/06/2018
David Bishop (Deputy CE, CD for Development and Growth)
SIGNED and Dated: 19/06/2018