

Nottingham City Council Delegated Decision



Nottingham
City Council

Reference Number:	3330
Author:	Martin Williams
Department:	Chief Executive's
Contact:	Martin Williams (Job Title: Commercial And Governance Manager, Email: martin.williams@nottinghamcity.gov.uk, Phone: 01158764226)
Subject:	Approval for the ongoing operation of the Mellish Sports Centre
Total Value:	£80,000 Revenue (Type: Revenue)
Decision Being Taken:	<p>The decision is to:</p> <ol style="list-style-type: none">1) Extend the financial support to CBF consisting of £20,000 p.a. for a further 4 years beyond the current agreement until 2025.2) To grant a lease for the Mellish Sports Centre to CBF Gymnasium for a peppercorn rent for a 7 year period until 2025.3) To grant a dispensation from Contract Procedure Rule 5.1.2, in accordance with Financial Regulations 3.29(Operational Issues), to allow for a direct award of a contract extension to CBF Gymnasium until 2025.
Reasons for the Decision(s)	<p>For CBF to continue to operate from the centre at the reduced level of Council support they need to apply for funding from external bodies. Some organisations require CBF to demonstrate that they have longevity in their lease, which this extension will help to ensure.</p> <p>In addition the Mellish Sport Centre was built using 'New Opportunities Fund' (NOF), the additional period requested in this decision runs to the end of the 'claw back' period the Council is obligated to through the NOF funding agreement and seeks to provide a clean and efficient operation of the Centre for the remaining term of the funding.</p>
Other Options Considered:	<p>Do nothing was rejected as it runs the risk of the City Council breaching the 'New Opportunities Fund' grant agreement and the funding being reclaimed.</p> <p>Tendering for an alternative provider was not considered value for money.</p>
Background Papers:	None

Published Works:	DD 3049 - Approval for on-going operation of the Mellish Sports Centre
Affected Wards:	Bulwell, Bulwell Forest
Colleague / Councillor Interests:	None
Dispensation from Financial Regulations:	Yes
Consultations:	<p>Date: 08/06/2018</p> <p>Ward Councillors: Eunice Campbell, Cheryl Barnard</p> <p>A meeting was held with interested parties where an extension to funding and time was discussed to assist CBF in understanding their future.</p>
	<p>Date: 08/06/2018</p> <p>Other: Cllr Collins</p> <p>A meeting was held with interested parties where an extension to funding and time was discussed to assist CBF in understanding their future.</p>
	Those not consulted are not directly affected by the decision.
Crime and Disorder Implications:	There are no implications on crime and disorder
Equality:	EIA not required. Reasons: An Equality Impact Assessment is not required as the operation of the sports Centre equates to business as usual with no impact on Equality or Diversity.
Relates to Council Property Assets:	Yes
Decision Type:	Portfolio Holder
Subject to Call In:	Yes
Call In Expiry date:	03/12/2018
Advice Sought:	Legal, Finance, Procurement, Property

Legal Advice: The proposals in this report raise no significant legal issues and are supported.

The decisions detailed within this report support the earlier decision under DDM3049. The additional support still falls well below the EU Procurement threshold for Light Touch Regime services and will allow for continued operation of the centre for the remaining term of the NOF funding, ensuring compliance by the Council with its funding requirements.

As noted in the earlier decision, it is paramount for appropriate adequate management and lease arrangements to be established to protect the Council's position. Legal services will support colleagues as required. Advice provided by Dionne Claire Screamon (Solicitor) on 08/10/2018.

Finance Advice: This decision requests approval to contribute £0.080m over 4 years to CBF Gymnasium, to run the Mellish Sports Centre in order to comply with Big Lottery Grant - New Opportunities Fund conditions. This is a continuation of DDM 1725 and DDM 3049.

The contribution is to be funded from interest income accrued from the authority's Farnborough PFI loan contract. The income source is contracted to be received for at least the duration of contract with CBF Gymnasium. Advice provided by Chanelle Poyser (Commercial Business Partner) on 03/10/2018.

Property Advice: Property support this formalisation of the letting. Advice provided by Peter Taylor (Senior Surveyor) on 12/10/2018.

Procurement Advice: This report raises no significant procurement issues. Advice provided by Paul Ritchie (Lead Procurement Officer) on 05/10/2018.

Signatures

Jon Collins (Leader of the Council)
SIGNED and Dated: 23/11/2018
Alison Michalska (Corporate Director for Children and Adults)
SIGNED and Dated: 16/11/2018
Laura Pattman (Strategic Director of Finance) - Dispensation from Financial Regulations
SIGNED and Dated: 23/10/2018
Chief Finance Officer's Comments: