

Meeting **Cabinet**

date 27th July 2011

agenda item number **11**

Report of the Deputy Leader

Local Area Agreement (LAA) – Performance Reward Grant (PRG) – Final Allocations

Purpose of the report

1. This report is to seek endorsement and authorisation of the decision made by the Nottinghamshire Partnership with regard to the allocation of Local Area Agreement (LAA) Performance Reward Grant (PRG).

Information and advice

County Council – Accountable Body

2. On 11 October 2006 the Cabinet gave approval for the Chief Executive to sign the Nottinghamshire Partnership Agreement on behalf of the County Council. This agreement set out the financial arrangements, statutory responsibilities and functions of the Nottinghamshire Partnership and the specific role of the County Council as the accountable body for the Nottinghamshire Partnership.
3. Within the financial arrangements of the Partnership Agreement the County Council as the accountable body, agreed to accept the decisions of the Partnership Board regarding the allocation of money.
4. This report seeks cabinet approval of Tranche 2 of the reward grant and is a follow up report to the decisions made about Tranche 1 at the 9 June 2010 Cabinet meeting.

Performance Reward Grant

5. The total reward grant achieved amounted to £11,256,348. However, the final grant awarded fell significantly short of this due to the government announcing in June 2010 that only 50% of the total claim would be honoured . The total received now stands at £5,628,174.
6. The reward has been paid in two tranches and comprised of a combination of revenue funding and capital funding. Tranche 1 reward amounted to £3,274,729, of which £1,637,365 was capital and £1,637,365 was revenue. Tranche 2 amounted to £2,353,445 of which £706,034 was capital and £1,647,411 was revenue.

Agreed Allocation

7. At the Partnership Board meetings of 15 March 2010, and 25 May 2011 papers were considered with a number of options on how the reward grant should be allocated – those papers are available as background papers to this report.
8. Appendix 1 summarises the recommendations of the Nottinghamshire Partnership Board on 25 May 2011 with regard to the two tranches.
9. However, some Borough and District colleagues asked if they could receive their 2nd tranche as revenue only. In order to verify the requirements of each authority, they were contacted after the meeting, and Bassetlaw, Broxtowe, Mansfield and Rushcliffe confirmed that they would want their share of the reward grant to be paid as revenue only. The County Council agreed to this and given the nature of the funds i.e. they are one-off resources, the County Council will make the necessary financing adjustments to facilitate the requirements of those Councils.
10. Appendix 2 details how this impacts on the reward payments.

Statutory and Policy Implications

11. This report has been compiled after consideration of the implications in respect of finance, equal opportunities, personnel, crime and disorder and those using council services. Where such implications are material they have been brought out in the text of the report.

Recommendation

12. To endorse the decision of the Nottinghamshire Partnership Board with regard to the allocation of Tranche 2 of LAA Performance Reward Grant detailed below.

Area of allocation	Capital	Revenue	Total
Children's Safeguarding		£1,074,000	£1,074,000
Road Safety	£283,000		£283,000
Ashfield	£69,843	£82,039	£151,882
Bassetlaw		£151,882	£151,882
Broxtowe		£151,882	£151,882
Gedling	£69,843	£82,039	£151,882
Mansfield		£151,882	£151,882
Newark & Sherwood	£69,843	£82,039	£151,882
Rushcliffe		£151,882	£151,882
Totals	£492,529	£1,927,645	£2,420,174

Councillor Martin Suthers
Deputy Leader of the County Council and Chair of the Nottinghamshire
Partnership Board

Background Papers Available for Inspection

- Reward Grant – Proposal – 15 March 2010
- Minutes Nottinghamshire Partnership – 15 March 2010
- Cabinet Report – 9 June 2010
- Reward Grant – Proposal – 25 May 2011
- Minutes Nottinghamshire Partnership – 25 May 2011

Electoral Division(s) Affected

All

Legal Services Comments

The recommendations set out in this report may be approved by Cabinet

Comments of the Service Director (Finance))

The financial implications are outlined in the report.

Appendix 1 – Cabinet Report - Local Area Agreement (LAA) – Performance Reward Grant (PRG) – Final Allocations

Total Reward Grant over 2 Tranches - £3,274,729 + £2,353,445 = £5,628,174							
Tranche 1 – Award - £3,274,729 (- underspends of £65,865 & £864 = £3,208,000)				Tranche 2 – Award – £2,353,445 (+ underspends of £65,865 & £864 = £2,420,174)			
Allocation	Capital	Revenue	Total	Allocation	Capital	Revenue	Total
Borough/District Priorities				Borough/District Priorities			
Ashfield	£174,500	£174,500	£349,000	Ashfield	£69,843	£82,039	£151,882
Bassetlaw	£174,500	£174,500	£349,000	Bassetlaw	£69,843	£82,039	£151,882
Broxtowe	£174,500	£174,500	£349,000	Broxtowe	£69,843	£82,039	£151,882
Gedling	£174,500	£174,500	£349,000	Gedling	£69,843	£82,039	£151,882
Mansfield	£174,500	£174,500	£349,000	Mansfield	£69,843	£82,039	£151,882
Newark & Sherwood	£174,500	£174,500	£349,000	Newark & Sherwood	£69,843	£82,039	£151,882
Rushcliffe	£174,500	£174,500	£349,000	Rushcliffe	£69,843	£82,039	£151,882
Total	£1,221,500	£1,221,500	£2,443,000	Total	£488,899	£574,275	£1,063,174
Children's Safeguarding		£415,000	£415,000	Children's Safeguarding		£1,074,000	£1,074,000
Road Safety	£350,000		£350,000	Road Safety	£283,000		£283,000
under spend	(£65,865)	(£864)					
Total Tranche 1			£3,208,000	Total Tranche 2			£2,420,174
Total Allocations = £3,208,000 + £2,420,174 = £5,628,174							

Appendix 2 – Cabinet Report - Local Area Agreement (LAA) – Performance Reward Grant (PRG) – Final Allocations

Schedule showing tranche 2 allocations to Borough's and Districts requesting all Capital.

Total Reward Grant over 2 Tranches - £3,274,729 + £2,353,445 = £5,628,174							
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Rushcliffe	£174,500	£174,500	£349,000	Rushcliffe		£151,882	£151,882
Total	£1,221,500	£1,221,500	£2,443,000	Total	£209,529	£853,645	£1,063,174
Children's Safeguarding		£415,000	£415,000	Children's Safeguarding		£1,074,000	£1,074,000
Road Safety	£350,000		£350,000	Road Safety	£283,000		£283,000
under spend	(£65,865)	(£864)					
Total Tranche 1			£3,208,000	Total Tranche 2			£2,420,174
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