

## MINUTES

## CABINET

16 MARCH 2021

**Present:**

**Members:**

**Councillors:** Williams (Leader)  
Griffiths (Deputy Leader)  
Elliot  
Anderson  
Banks  
Barrett

<b>Officers:</b>	C Hamilton	Chief Executive
	N Howcutt	Assistant Director (Finance & Resources)
	F Williamson	Assistant Director (Housing)
	F Hussain	Group Manager (Legal & Corporate Services)
	C O'Neil	Corporate Support Team Leader (minutes)
	M Kange	Corporate & Democratic Support Lead Officer

**Also Attendance:**

Councillors Tindall and England

The meeting began at 6.30 pm

**CA/20/21 MINUTES**

Minutes of the meeting held on 9 February 2021 were agreed by Members present and signed by the Chair.

**CA/21/21 APOLOGIES FOR ABSENCE**

JDeane & MGaynor sent apologies for absence.

**CA/22/21 DECLARATIONS OF INTEREST**

There were no declarations of interest.

**CA/23/21 PUBLIC PARTICIPATION**

There was no public participation.

**CA/24/21     REFERRALS TO CABINET**

There were no referrals to Cabinet.

**CA/25/21     CABINET FORWARD PLAN**

Cllr Anderson requested an item to be added to 20 April meeting;

Title:             Hemel Hempstead Place Strategy  
Contact:         James Doe  
Background  
Information:     To set out proposed arrangements for the development of the Place Strategy for Hemel Hempstead.

The plan was agreed and noted with the additional item.

**CA/26/21     HRA BUSINESS PLAN**

**Decision**

**RESOLVED TO RECOMMEND** that Council approve the updated Housing Revenue Account Business Plan 2021/24

**RESOLVED TO RECOMMEND** that Council to approve the revised development programme budgets as set out in Section 9.3.

It was agreed to delegate approval of the additional grant funding to the Corporate Director of Finance and Regeneration to award grant funding up to £1.4M to support the development of affordable housing units, by Thrive at the two waters site in Hemel Hempstead.

**Corporate Objectives**

Delivering Affordable Housing.

**Monitoring Officer**

A stock retained local housing authority must maintain a Housing Revenue Account in accordance with section 74 of the Local Government Act 1989.

Further to section 76 of the 1989 Act, local housing authorities must formulate and implement proposals to ensure that for each financial year the Housing Revenue Account does not show a debit balance.

The annual review provides a robust mechanism to monitor the business plan to ensure that it takes account of the changes in government policy, law and economy and therefore meets the Council's statutory requirements.

## **Deputy S.151 Officer**

There are a number of inflationary assumptions inherent within the Business Plan which are liable to change over the planning period, and which could therefore pose a risk to delivery.

These assumptions are kept under constant review, and this report is the annual update of the HRA business plan. The way in which the Council structures its borrowing will influence the amount of funding available in future years. Borrowing options, together with any implications for the future programme, will be presented to Members in advance.

There is the possibility of unanticipated government interventions that could impact on the HRA business plan in particular the current projections of annual rent increases which are set at is CPI +1% for next 5 years. The Council endeavours to maximise the use of housing grants to deliver affordable homes and in order to do this awards additional grants to registered providers to support affordable homes growth and opportunities for residents. If these grants were not fully utilised by the council the funds would be redistributed by MHCLG, and Dacorum and its partners may incur interest charges.

## **Advice**

Cllr Griffiths introduced the report and welcomed questions.

Cllr Elliott referred to page 4, item 3.2 and commended all the officers involved that the work has been done and hasn't dipped due to COVID during 2020.

Cllr Griffiths agreed the officers have worked very hard under very difficult circumstances, noting that applies across the board in Housing as there has been additional stress across the whole service.

FWilliamson referred to the table in 3.2 advising that the updated figures haven't been included for this financial year, it goes to 19/20. Advising that kitchens & bathroom upgrades were suspended during COVID in occupied properties as it would involve too much traffic within homes and present too great an infection risk; the resource was instead focused on upgrades in void properties.

Cllr Williams referred to paragraph 7.7 of the report, the additional funding to Thrive Homes and asked what difference that makes to the scheme? Does it change what is being officered?

FWilliamson advised that they are setting up a 'rent to buy' model. There are 10 units for shared ownership that have now been moved into this rent to buy model which offers security of tenure for the 5 years rental, after which time they would have the option to purchase the property. Thrive are offering support to cover any legal costs and any stamp duty that would be required to be paid at that time.

Cllr Williams asked, at the end of the 5 years, if they don't exercise the right, can they continue renting?

FWilliamson responded that Thrive have worked the model up to provide security of tenure for that full 5 years. If at the end of that 5 years they were not able to afford to buy, Thrive are working up a process for them to be able to continue to rent.

FWilliamson added that this is an intermediate rent model spanning from our upper earning threshold for social housing (£60k for affordable social rent, as we operate within our Allocations Policy) so households looking at this scheme would be those in the £50k to £80k household income bracket.

Cllr Griffiths asked, if at worst case scenario, no one exercises right to buy, it will make the scheme unviable for Thrive. Is there a chance they could come back and ask for more funding in 5 years' time?

FWilliamson responded no, if the scheme becomes unviable there must be some security of tenure they can provide to those tenants, as we are providing grant funding on the basis of affordable housing, and if that scheme was to become unviable for those housed within it, it would be Thrives risk, not ours. Delegation of authority allows up to 1.4M of additional grant funding but on the basis that we will ask Thrive to sign up to a legal agreement.

Recommendations agreed.

**CA/27/21     INDEPENDENT REMUNERATION PANEL 2020 - SCHEME OF MEMBERS' ALLOWANCES FOR DACORUM BOROUGH COUNCIL**

**Decision**

**RESOLVED TO RECOMMEND:**

That Council approves the changes to the Members' Allowances Scheme as recommended by the Independent Remuneration Panel in its report.

**Corporate Objectives**

The role of Local Councillor is a major part of Dacorum Borough Council's delivery of an efficient, effective and modern Council. As such the remuneration that councillors receive should reflect this central role and assist in attracting the calibre of Council Member the residents of Dacorum deserve.

**Monitoring Officer**

This report was written in consultation with the Assistant Director (Corporate and Contracted Services) as Monitoring Officer and his comments have been incorporated with the report.

**S.151 Officer**

The approved 21/22 budget has sufficient budget to fund the proposed overall £2k increase to members' allowances.

## **Advice**

Cllr Williams introduced the report, advising it has been considered at Overview & Scrutiny. It has ordinarily been the case that the Cabinet accepts the recommendations of the IRP and Cllr Williams suggests the same on this occasion.

Cllr Williams invited questions of which there were none.

Recommendations agreed.

## **CA/28/21 COVID UPDATE**

### **Decision**

- (a) That the projected financial impact of Covid-19 for 2020/21 as set out in section 1 be noted.
- (b) That the service updates provided in section 2 be noted.

### **Corporate Objectives**

The financial impact and the Council's response to Covid-19 will impact all of the Council's Corporate Objectives.

### **Monitoring Officer**

The Monitoring Officer continues to monitor the key issues raised by legislative changes and relevant government guidance and ensure that effective policies and procedures are in place to assist services to continue to deliver during the pandemic and subsequent recovery phase.

### **S.151 Officer**

The Financial Implications section of the report have been written by the S151 officer and will continue to be monitored as actual costs become clearer. Members will be regularly updated on the financial implications of Covid-19 as they develop.

## **Advice**

Cllr Williams introduced the report and asked officers if there are any further updates since publication.

NHowcutt advised that from financial point of view it is up to date.

CHamilton, advised that a little more (£20k) funding from National Leisure Recovery Fund has been allocated, in addition so the sum as reported in paper.

There were no questions.

The report was noted.

The Meeting ended at 6.45 pm