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# CABINET

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**Wednesday, 30th July, 2025**

**Present:** Councillor Munsif Dad BEM JP (in the Chair), Councillors Scott Brerton, Stewart Eaves, Melissa Fisher and Clare Pritchard

**In Attendance:** Councillors Danny Cassidy, Zak Khan and Kath Pratt

**Apologies:** Councillors Vanessa Alexander and Ethan Rawcliffe

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*The Leader of the Council reported that Agenda Item 13 had been withdrawn*

## **110 Apologies for Absence**

Apologies for absence were submitted on behalf of Councillors Vanessa Alexander and Ethan Rawcliffe.

## **111 Declarations of Interest and Dispensations**

There were no declarations of interest or dispensations made on this occasion.

## **112 Minutes of Cabinet**

The minutes of the meeting of Cabinet held on 18<sup>th</sup> June 2025 were submitted for approval as a correct record.

In respect of Minute 44 – Minutes of Cabinet (Minute 409), Councillor Khan, Leader of the Opposition, thanked Mark Hoyle, Head of Housing and Regeneration for information supplied to him recently in response to a question asked at an earlier Cabinet meeting about the updated risk register for the Huncoat Garden Village project.

With regard to Minute 46 – Neighbourhoods Boards, Councillor Khan indicated that he had not received a full explanation as to the selection process for the Board's Chair. Councillor Dad responded that both he and the MP had been involved in the recruitment process. Due diligence had been carried out during that process. Therefore, his answer remained the same as had been provided at the earlier Cabinet and Council meetings.

In connection with Minute 46 – Economic Development Officer, Councillor Khan highlighted an error at the end of the paragraph underneath the 'Economic Development Officer' heading, which should read '...tenure as Portfolio Holder for Economic Development & Sustainability'.

### **Resolved**

**- That, subject to the following amendment:**

**the substitution at Minute 46 under the heading of 'Economic Development Officer' of the words 'Portfolio Holder for Economic Development and Sustainability' for the words 'Leader of the Council',**

the Minutes be received and approved as a correct record.

## 113 Reports of Cabinet Members

### ***Portfolio Holder for Environmental Services***

Councillor Stewart Eaves reported on the following:

#### King George V Playing Fields

The tenders for the Sports Pitch Drainage Installation at King George V Playing Fields had been opened last week and it was anticipated that the successful tenderer would be determined this week, with a view to works commencing in September 2025.

### ***Deputy Leader of the Council and Portfolio Holder for Culture, Heritage and Sport***

Councillor Kimberley Whitehead reported on the following:

The Council's Culture, Arts and Heritage Fund was being launch today. The initiative would establish a Culture, Arts and Heritage Grant Programme for 2025/26, to support a wide range of projects that celebrated local identity, built pride in place and would bring people together through culture. The scheme would offer grants ranging from £150 to £10,000.

Applications would be welcomed from community groups, charities, not-for-profit organisations, schools, artists and businesses. The programme aligned with the Council's Culture and Heritage Strategy 2025-30, which had recently been approved. The closing date for applications was 1<sup>st</sup> September 2025, to enable projects to be delivered by March 2026. The Culture and Heritage investment Panel (CHIP) would be involved in the selection of projects. Some £90k was available in total.

Councillor Dad noted that the funding was good news and sat alongside funding available from the Cabinet Action Fund for other types of community projects.

### ***Portfolio Holder for Business, Growth and Sustainability***

Councillor Scott Brerton reported on the following:

#### Economic Development Officer

At the last Cabinet meeting, it had been reported that a new Economic Development Officer was being recruited. An appointment had now been made and the successful candidate was due to start imminently. The extra staffing would give economic development a significant boost.

#### Get Hyndburn Working

Councillor Brerton had recently attended the Get Hyndburn Working event along with the local MP to discuss on-going issues about getting people into work and removing any barriers, in line with the Government's Connect to Work initiative. The event had been well attended and would be repeated regularly.

#### Business Engagement

Business workshops and drop-in events were being planned for the year ahead and would be launched shortly.

#### Draft Climate Change Action Plan

A draft Climate Strategy and Action Plan document had been considered on 14<sup>th</sup> July 2025 by the Communities and Wellbeing Overview and Scrutiny Committee and had been well received. Overall, the Council was considered to be 'punching above its weight'. Councillor Brerton thanked all those involved.

#### Net Zero Working Group

The Net Zero Working Group continued to meet and was well supported by officers, including Tim Brodest, Home Energy Reduction Officer, and Anne Hourican, Senior Environmental Initiatives Officer. The Council was leading the way in this area of work.

#### ***Portfolio Holder for Transformation and Town Centres***

Councillor Clare Pritchard reported on the following:

#### Accrington Town Centre Group

A group had been established to consider town centre issues in Accrington, comprising representatives of the Council, Police, voluntary organisations and service providers. To date the group had looked at issues including homelessness and CCTV provision and had undertaken a walkabout.

Sgt Andy Thorpe was due to send out a questionnaire to local groups and businesses asking what they wanted to participate in and what their expectations were of the relevant public authorities. The questionnaire had been hand delivered in Accrington town centre and would be collected similarly.

### **114 Rough Sleeping grant funding for 2025/26: Award of grants to Maundy Relief and Stepping Stone Projects**

Members considered a report of Councillor Melissa Fisher, Deputy Leader and Portfolio Holder for Housing and Regeneration, outlining the Rough Sleeping Prevention and Recovery 2025 - 2026 grant and Rough Sleeping Accommodation Programme 2025 - 2026 grant funding the Council had been awarded by the Ministry of Housing, Communities and Local Government (MHCLG).

The report also identified how the Council proposed to utilise both funding programmes and sought approval to enter into agreements with Maundy Relief and Stepping Stone Projects to support their activities and services in the relief and prevention of rough sleeping.

Councillor Fisher provided a brief introduction to the report, highlighting the increased funding available from MHCLG and the overall approach to the issue which involved multiple stakeholders working to address the reasons for rough sleeping which were wider than simple access to housing matters. She was pleased to see the Council working closely with Maundy Relief and Stepping Stone Projects.

Councillor Pritchard reported that the Accrington Town Centre Group had already identified two rough sleepers and had referred these to Stepping Stone Projects. Councillor Whitehead commented that the funding received could not tackle all of the factors involved and that additional welfare support would be required. There remained further work to do to

better address the rough sleeping issue. Councillor Khan indicated that he welcomed the additional funding provided and expressed the view that rough sleeping had been a growing challenge over the last few years. Part of the solution might be to establish links into getting those individuals back into work. Councillor Pritchard confirmed that Stepping Stone Projects did provide support around maintaining tenancies and getting into employment. Councillor Khan asked if a positive case study could be publicised to showcase the good work taking place. This would need to be with the consent of any individuals featured. Councillor Whitehead indicated that positive communications was one of the Council's priorities. She added that she was a member of the Street Angels group, which also had a role to play in identifying and supporting rough sleepers.

The Leader of the Council applauded the good work already being undertaken by Maundy Relief and Stepping Stone Projects.

Approval of the report was not deemed a key decision.

### *Reasons for Decision*

### Rough Sleeping Grant Programmes

In 2018, the previous Government had published their national Rough Sleeping Strategy and Action Plan aiming to halve rough sleeping by the end of that Parliament and eliminate it by 2027. The Government had committed long term funding for programmes such as the Next Steps Accommodation Programme, Rough Sleeping Initiative (RSI) programme and the Rough Sleeping Accommodation Programme (RSAP).

Local authorities continued to be invited to apply for funds to address rough sleeping. The RSAP and RSI programmes were designed to fund complementary interventions and activities for this purpose. There remained a need in the Borough for accommodation for rough sleepers as a route off the street and to prevent people from sleeping rough. Consequently, the Council had submitted applications and had been successful in securing both RSI and RSAP grant funding.

Members were asked to note that MHCLG had also consolidated what were formerly the Rough Sleeping Initiative, and the Accommodation for Ex-Offenders grants into a single 2025/26 Rough Sleeping Prevention and Recovery Grant. The awards for 2025/26, which were based on 2024/25 funding, had been announced in December 2024. The current Government was looking at introducing a new homelessness strategy following the conclusion of Phase 2 of this year's Government's Spending Review.

Hyndburn Council had successfully worked with a number of local charitable agencies such as Stepping Stone Projects and Maundy Relief to prevent and reduce rough sleeping. The overall aim of the Council was to extend those activities.

### Rough Sleeping Initiative (RSI) Funding [now called Rough Sleeping Prevention and Recovery grant (RSPR)]

The Rough Sleeping Prevention and Recovery Grant programme replaced the former RSI funding programme which had provided additional bed spaces for rough sleepers with tailored support including help with mental health problems, addiction services, tenancy support, and access to training and employment.

Hyndburn's Rough Sleeping Prevention and Recovery grant allocation reflected and was based on the former RSI funding award for 2024/25.

The table below summarised Hyndburn's Rough Sleeping Prevention and Recovery grant award for 2025-2026:

Table 1

|   |                 |
|---|-----------------|
| A Bed Every Night                                       | £20,000         |
| Flexible surge accommodation fund                       | £6,325          |
| Emergency night shelter                                 | £15,000         |
| Navigator service                                       | £31,000         |
| Step Forward Hyndburn                                   | £28,576         |
| Support into employment and training for rough sleepers | £45,000         |
| <b>Total</b>  | <b>£145,901</b> |

The proposal was to maintain the following existing activities and interventions:

- A Bed Every Night (ABEN) was an existing project which offered short term secure self-contained accommodation with support prior to securing longer term accommodation. Stepping Stone Projects provided support to occupants who lived in five dispersed flats.
- The night shelter was an existing activity that provided emergency overnight accommodation for rough sleepers and those at imminent risk of rough sleeping. Access to the accommodation, subject to space, was available year-round. Based at Maundy Relief in the centre of Accrington, the accommodation was in three single rooms with two shared bathrooms. Users could access showers, a washing machine and a kitchenette and were provided with an evening meal and breakfast.
- The navigator service was a continuation of an existing activity and was provided by Maundy Relief. It provided an outreach activity that proactively sought out rough sleepers in their locations and offered immediate emergency support with food, clothing and overnight accommodation in Maundy's night shelter.
- Supporting Step Forward Hyndburn which was a 12 bedroom project for single male homeless cases including rough sleepers and those at risk of rough sleeping. On reviewing the project it was concluded that there was a need to provide 24/7 on-site management, security and support, so this grant supported the running and management of the project.
- Looking at initiatives and activities which would lead to employment and training for rough sleepers to help rebuild their lives. It was proposed that this grant would be used to procure initiatives and activities.
- Flexible surge accommodation provided funds to improve access to a wider range of accommodation, such as deposits/rent upfront payments to secure private rented accommodation for rough sleepers and those at risk of rough sleeping. It also provided funding for cold weather payments. This activity would be directly administered via the Council's Housing Advice and Homelessness Team.

#### Rough Sleeping Accommodation Programme (RSAP)

The Rough Sleeping Accommodation Programme (RSAP) was another programme which had been introduced in 2021 to reduce rough sleeping.

This Programme provided for both capital and revenue funding to meet the cost of longer term accommodation and support to help rough sleepers rebuild their lives. Local authorities were expected to work with accommodation providers and specialist agencies to end rough sleeping, especially where local authorities were no longer a landlord.

In 2021, Hyndburn had secured £175,833 funding for the period 2021 to 2024 to provide access to accommodation and support for rough sleepers and those at risk of rough sleeping. This was detailed in a report, which had been submitted to the Cabinet meeting held on 22<sup>nd</sup> June 2022. Approval had been granted to enter into a grant agreement with Stepping Stone Projects to deliver support to rough sleepers living in five properties.

The former Department for Levelling Up, Housing and Communities (DLUC) had invited Councils, including those who had already been awarded grants, to submit further proposals and bids for 2022/2023 and 2023/2024 for the Rough Sleeping Accommodation Programme (RSAP). Proposals could include securing additional grant to support existing RSAP projects.

Hyndburn had made a submission and had been awarded additional revenue grant to expand the existing RSAP project so that an additional 5 people who had been rough sleeping or at risk of rough sleeping could be accommodated with support. This grant covered the cost of support provided by Stepping Stone Projects and helped furnish accommodation.

Hyndburn's RSAP award for 2025/26 was based on 2024/25 funding.

Table 2

| <b>RSAP Grant Programme</b>   | <b>2025/2026</b> |
|---|------------------|
| Rough Sleeping Accommodation Programme<br>Support to occupants in 10 units of accommodation | £75,000          |

The proposal was to make a further grant payment of £75,000 to Stepping Stone Projects for the continuation of their support to occupants of 10 units of dispersed accommodation in the Borough, which was provided to help people who had been rough sleeping, into longer term accommodation

#### *Alternative Options considered and Reasons for Rejection*

The award to Hyndburn Council for 2025/26 was a continuation of funding to maintain services and activities to prevent and respond to homelessness. For this reason, no alternative proposals were suggested or recommended.

RSAP and RSI funded interventions supported Hyndburn's Prevention of Homelessness and Rough Sleeping Strategy. It was widely recognised that housing and support for vulnerable people provided a quicker and more effective service to ensure vulnerable residents could move forward with their lives, and in the case of rough sleeping, preventing a cycle of rough sleeping.

As these agreements were considered grants, they were not subject to the Council's Contracts Procedure Rules as no procurement was taking place. The Council proposed to award the funding by way of grants to Stepping Stones and Maundy Relief, as set out in the report, because both organisations already carried out work to prevent and relieve rough sleeping, and the grant would support both organisations and enable them to extend and enhance the activities they already provided successfully in the Borough.

**Resolved**

**- That Cabinet:**

- (1) Notes and approves the acceptance of £145,901 Rough Sleeping Prevention and Recovery grant for 2025/26.**
- (2) Notes and approves the acceptance of £75,000 Rough Sleeping Accommodation Programme (RSAP) grant for 2025/26.**
- (3) Approves the following grants from the Rough Sleeping Prevention and Recovery Grant award for 2025/26 to continue and enhance support for people who are rough sleeping or at risk of rough sleeping:**
  - (i) a grant of £20,000 to Stepping Stone Projects for the continuation of the “A Bed Every Night” project;**
  - (ii) a grant of £28,576 to Stepping Stone Projects for the continuation of Step Forward Hyndburn;**
  - (iii) a grant of £15,000 to Maundy Relief for the continuation of the emergency night shelter; and**
  - (iv) a grant of £31,000 to Maundy Relief for the continuation of the street navigator activities.**
- (4) Approves an additional grant of £75,000 from the Rough Sleeping Accommodation Programme (RSAP) 2025 – 2026 to Stepping Stone Projects for the continuation of their support to occupants of 10 units of dispersed accommodation in the Borough which is provided to help people who have been rough sleeping into longer term accommodation.**
- (5) Delegates authority to the Head of Regeneration and Housing, in consultation with the Executive Director (Legal and Democratic Services) to draw up, finalise and execute agreements to**

**grant Maundy Relief and Stepping Stone Projects the funds listed above to continue the support and activities they are currently providing.**

**115 Procurement of Locata Pro Homelessness, Prevention and Advice (HPA2) Software System**

The Cabinet considered a report of Councillor Melissa Fisher, Deputy Leader and Portfolio Holder for Housing and Regeneration, seeking approval to waive the Council's Contract Procedure Rules in respect of the direct procurement of the Locata Pro Homelessness, Prevention and Advice (HPA2) software, which was currently the homelessness management and reporting software system used by the Council.

Councillor Fisher provided a short introduction to the report, which tied in closely with the previous item of business. She highlighted the contract duration, annual costs and that its purpose was to support the Housing Advice and Homelessness Team.

Councillor Khan asked whether any alternative systems had been considered. Councillor Fisher referred him to Paragraphs 3.5 and 4.1 of the report, which explained why now was not an appropriate time to change the system being used.

Approval of the report was not deemed a key decision.

*Reasons for Decision*

The introduction of the Homelessness Reduction Act 2017(HRA) had placed new legal duties on local authorities and amended existing homelessness legislation set out in the Housing Act 1996.

The HRA (enacted in 2018) placed prevention at the heart of homelessness service delivery. It introduced new duties for local housing authorities to intervene earlier and work to prevent and relieve homelessness, regardless of whether or not households were in priority need.

The Council had entered into a contract with Locata (Housing Services) Ltd in 2018 for a 2 year term with an option to renew annually for a further 2 years. This contract had expired in April 2022. The Council had continued to use this system on an out of contract annual fee with Locata (Housing Services) Ltd.

The Council needed a homelessness management system on a daily basis to manage all homelessness casework. The Locata system provided reports on homelessness statistics, data and information on active and closed homelessness cases. Continuous software system support was essential to ensure continuity of service delivery, compliance with the requirements of the HRA and a tool which supported auditing of the service. The data was also used to understand the level of homelessness both locally and nationally, informed policy making and could support grant funding and bids for new interventions.

The Housing Advice and Homelessness service was currently facing significant pressures, which included the additional work of dealing with homeless applications from asylum seekers who had received a positive asylum decision, households arriving under the family reunion scheme and an increasing number of very complex homeless cases. Therefore, this was not an ideal time to consider changing an essential software system. In addition, given the prospect of local government reorganisation, the disruption of a possible move to



a new provider did not appear to be an appropriate use of time and resources. The new agreement with Locata would run for 2 years (at a cost of £12,000 per annum), with an option to extend for a further 2 years. This fit well with the reorganisation timescale and would enable a successor organisation to easily move to a single provider of this information.

The Council required a homelessness case management and reporting system to ensure it could report on all statutory homelessness assessments in compliance with the requirements of the Homelessness Reduction Act.

#### *Alternative Options considered and Reasons for Rejection*

A procurement exercise for a homelessness management and reporting system had been considered but rejected for the reasons set out in Paragraph 3.5 of the report. Cabinet could ask for the contract to be procured, but this was not recommended for the reasons given.

#### **Resolved**

#### **- That Cabinet:**

- (1) Agrees to waive the Council's Contract Procedure Rules in respect of the purchase of Locata Pro Homelessness, Prevention and Advice software from Locata (Housing Services) Ltd.**
- (2) Delegates authority to the Head of Regeneration and Housing in consultation with the Executive Director (Legal and Democratic Services) to draw up, finalise and execute a contract with Locata (Housing Services) Ltd in respect of the purchase.**

#### **116 Prudential Indicators Monitoring and Treasury Management Strategy Update – Quarter 1 2025/26**

Members considered a report of Councillor Vanessa Alexander, Portfolio Holder for Resources and Council Operations, providing an update on the Treasury Management activities since the start of this financial year.

In the absence of Councillor Alexander, the Leader of the Council provided a brief introduction to the report.

Councillor Khan referred to the impending reorganisation of local government and asked how this might affect the Treasury Management Strategy. In particular, he asked if consideration was being given to bringing back investments into the Council's accessible finances in order to support its priority projects. Councillor Dad responded that local government reorganisation was going to occur and that in the interim the Controlling group of Hyndburn would continue to do all it could to benefit the residents of the Borough. Martin Dyson, Executive Director (Resources) clarified that outstanding debts (currently £9.6m, not including other long term liabilities) would transfer to the new unitary authority upon reorganisation, but Hyndburn had a comparatively low level of debt, which should not be a concern to its successor body. Investments would continue up until changeover, as the

Council wished to continue to maximise its returns, however, there would be a point at which investments beyond 12 months' duration would need to be considered carefully.

Councillor Khan noted that Hyndburn had done well to secure external funding and gain interest from its external investments. He asked whether there would be sufficient time to spend surplus resources, if the Council chose to do so. Councillors Whitehead, Fisher and Pritchard responded that preparation for reorganisation was a priority in the Corporate Strategy. There was an asset management review under way and working groups would be set up to consider any relevant issues. However, unallocated reserves were just short of £2m, not the significantly higher figure quoted recently by one councillor in the press. Councillor Dad summed up by confirming that the Council did not currently have surplus money to spend.

Approval of the report was not deemed a key decision.

### *Reasons for Decision*

The *Prudential Code for Capital Finance in Local Authorities* required the Council to set Prudential Indicators annually for the forthcoming three years to demonstrate that the Council's capital investment plans were affordable, prudent, and sustainable. The Council had adopted its prudential indicators for 2025/26 at its meeting in February 2025.

The Prudential Code required the Council, having agreed at least a minimum number of mandatory prudential indicators (including limits and statements), to monitor them in a locally determined format on a quarterly basis.

The indicators were purely for internal use and were not designed to be used as comparators between authorities. If it should be necessary to revise any of the indicators during the year, the Executive Director (Resources) would report and advise the Council further.

'*Treasury Management*' related to the borrowing, investing and cash activities of the authority, and the effective management of any associated risks. In February 2025 in the same report referred to above the Council had also set out and then approved its current Treasury Management Strategy. This was in accordance with the CIPFA (Chartered Institute of Public Finance & Accountancy) code of practice on treasury management in public services, the Council having previously adopted, via Cabinet, the then revised code of practice. Associated treasury management Prudential Indicators had been included in the February 2025 report.

### Prudential Indicators Monitoring

Appendix 1 to the report set out the monitoring information for each of the prudential indicators and limits. They related to:

- External debt overall limits;
- Affordability (e.g. implications for Council Tax);
- Prudence and sustainability (e.g. implications for external borrowing);
- Capital expenditure; and
- Other indicators for Treasury Management.

### Treasury Management Update

The forecast balance sheet position at 30<sup>th</sup> June 2025 for treasury management activities was shown in the table below.

**Forecast Treasury Balance Sheet Position 2025/26**

| <b>Portfolio Position 2025/26 Q1</b> | <b>Original Estimate<br/>2025/26</b> | <b>Position 30 June<br/>2025</b> |
|--------------------------------------|--------------------------------------|----------------------------------|
|                                      | <b>£'000</b>                         | <b>£'000</b>                     |
| <b><u>EXTERNAL DEBT</u></b>          |                                      |                                  |
| Borrowing                            | 9,595                                | 9,595                            |
| Other Long-Term Liabilities          | 1,967                                | 2,207                            |
| <b>Total External Debt</b>           | <b>11,562</b>                        | <b>11,802</b>                    |
| Capital Financing Requirement        | 9,190                                | 9,430                            |
| <b>Under/(Over) Borrowing</b>        | <b>(2,372)</b>                       | <b>(2,372)</b>                   |
| <b><u>INVESTMENTS</u></b>            |                                      |                                  |
| Total Long-Term Investments          | -                                    | -                                |
| Total Short-Term Investments         | -                                    | 38,440                           |
| <b>Total Investments</b>             | <b>-</b>                             | <b>38,440</b>                    |

The table demonstrated that the Council was performing within the original targets set at the start of the year. Within the prudential indicators, there were a number of key indicators to ensure that the Council operated its activities within well-defined limits. In general, the requirement was that the Capital Financing Requirement should exceed gross debt. However, in 2025/26 the gross debt had exceeded the Capital Financing Requirement. This was due to the Council having historical debt with a maturity repayment profile (meaning all principal was paid at the loans maturity date) but the accounting treatment required that the Capital Financing Requirement was reduced each year by the payment of Minimum Revenue Provision (MRP). Other Liabilities in prior years reflected finance liabilities relating to vehicles and plant and in the current year reflected the transfer of all leases onto the balance sheet to comply with the new IFRS 16 – Leases accounting standard.

The requirement to have a Capital Financing Requirement exceed Gross Debt centred around providing an assurance that borrowing was not taking place for Revenue purposes. However, as the Council was not borrowing additional funds at this time, this was not an issue.

The current position of the treasury function, and its expected change in the future, introduced risk to the Council from an adverse movement in interest rates. The Prudential Code was constructed on the basis of affordability, part of which was related to borrowing costs and investment returns.

Investment balances were higher than had been forecast when the Prudential Indicators and strategy had been set. This was mainly due to grants received in advance of capital spend being incurred, as well as slippage in the capital programme.

The Capital Programme 2025/26 was expected to be funded by the use of Government Grants (including Levelling Up Fund and UK Shared Prosperity Fund) and other external financing. It had also been supported during the year by greater use of internal sources of capital finance (including capital receipts and use of the Council's reserve balances). No external borrowing was expected to be required during the year.

### Investment Activities during The Period

During the first quarter of the year the Council had invested funds with other Local Authorities, the Government's Debt Management Agency Deposit Facility and had used Money Market Funds and Bank deposit accounts.

| <b>Portfolio Position 30 June 2025</b>  | <b>Position 30 June 2025</b> |
|---|------------------------------|
|   | <b>£'000</b>                 |
| Local Authorities                       | 26,000                       |
| Debt Management Agency Deposit Facility | 10,360                       |
| Money Market Funds                      | 2,000                        |
| Lancashire County Council Call Account  | 0                            |
| Bank Deposit Accounts                   | 80                           |
| <b>Total Short-Term Investments</b>     | <b>38,440</b>                |

Two further tables were included in the report, which gave more details of the investments the Council had in place at 30<sup>th</sup> June 2025 with other local authorities and a number of future dated loans agreed at the end of the quarter.

The Council's Finance Team had a number of checks in place before any loans to other local authorities were agreed, to prioritise the security of any funds invested.

### Expected Movement in Interest Rates

The Council had appointed MUFG (formally Link Asset Services) as treasury adviser to the Council and part of their service was to assist the Council in formulating a view on interest rates. A graph was included in the report, which gave MUFG's latest available view of the expected future movement in interest rates.

The latest forecast set out a view that both short and long-dated interest rates would start to fall, as inflation had fallen closer to the Bank of England's target of 2.00%.

Interest rate risk was minimised as the Council's borrowings were fixed until a trigger point, where the lender would seek better rates. Current interest rates would need to rise significantly for this to occur. With rates expected to fall in the short-term this was unlikely to occur, but this would be monitored closely.

The revenue outturn position on the Council's Treasury Management activities was as shown in the table below.

### Forecast Treasury Revenue Outturn – 2025/26 Q1

| <b>Portfolio Position 2025/26</b> | <b>Working Budget 2025/26</b> | <b>Forecast Outturn 2025/26</b> | <b>Forecast (Under) / Over Spend</b> |
|-----------------------------------|-------------------------------|---------------------------------|--------------------------------------|
|                                   | <b>£'000</b>                  | <b>£'000</b>                    | <b>£'000</b>                         |
| <b><u>INTEREST RECEIVABLE</u></b> |                               |                                 |                                      |

|  |              |              |             |
|--|--------------|--------------|-------------|
| Interest Receivable on Temporary Lending                   | (700)        | (797)        | (97)        |
| Other Interest Receivable                                  | -            | -            | -           |
| <b>Total Interest Receivable</b>                           | <b>(700)</b> | <b>(797)</b> | <b>(97)</b> |
| <b>INTEREST PAYABLE</b>                                    |              |              |             |
| Interest Payable on Long-Term Borrowings                   | 440          | 440          | -           |
| Interest Payable on Finance Leases                         | 41           | 41           | -           |
| Other Interest Payable                                     | -            | -            | -           |
| <b>Total Interest Payable</b>                              | <b>481</b>   | <b>481</b>   | <b>-</b>    |
| Minimum Revenue Provision                                  | 1,085        | 1,085        | -           |
| <b>Net (Income) / Expenditure from Treasury Activities</b> | <b>866</b>   | <b>769</b>   | <b>(97)</b> |

### *Interest Receivable*

The Council had invested amounts of surplus cash on a short term, temporary basis. The interest received from these investments was above the budgeted expectations for the full year, mainly due to higher levels of funds being held and the Bank of England maintaining interest rates at higher levels than had been anticipated when the budget was set. The Council's strategy continued to focus on the security of deposits and the liquidity of funds. The additional interest forecast to be generated was now expected to be £97,000 for the year ending March 2026.

The Council continued to invest surplus cash in top rated financial institutions. The authority continued to spread its money around a number of institutions to ensure that its was not potentially damaged by the unforeseen collapse of any one bank. Deposits were also held with banks where the Council believed that the respective governments were likely to be able to guarantee deposits in the event of bank failure. This strategy was continuing to yield an appropriate rate of return, though at a lower rate, as there was less risk attached to these deposits. The Council also operated a policy of holding no more than £2m in any one bank (with the exception of the liquidity account held with Nat West Bank, where the limit was £3m) to ensure that the risk was spread. The Council could place unlimited funds with the Government Debt Management Agency Deposit Facility (DMADF). This allowed greater flexibility for placing of funds with potential for higher returns with minimal risk.

### *Interest Payable*

An estimate of interest on additional borrowing was included in the budget. No new borrowing was expected to be required during the year.

### *Minimum Revenue Provision*

There was currently no change in the forecast Minimum Revenue Provision charge for the year.

### Performance against Prudential Indicators

The Council's performance to date, and current forecasts for the year, against the Prudential Indicators set in the Treasury Management Strategy approved by full Council on 27<sup>th</sup> February 2025 were shown in Appendix 1 of the report. The Council had remained within the Prudential Indicators set out in the approved Treasury Management Strategy.

### *Liability Benchmark*

The Council's Treasury Management Strategy also set out a Liability Benchmark. This compared the Council's actual borrowing against an alternative strategy. The liability benchmark was calculated showing the lowest risk level of borrowing.

The liability benchmark was a useful tool to help establish whether the Council was likely to be a long-term borrower or a long-term investor in the future, and so shape its strategy focus and decision making. The liability benchmark itself represented an estimate of the cumulative amount of external borrowing the Council had to hold to fund its current capital and revenue plans, while keeping treasury investments at the minimum level required to manage day-to-day cash flow.

There had been no significant changes to the inputs to this calculation, therefore there had been no updates to this indicator. A chart illustrating the liability benchmark was provided in the report, which reflected that presented in the approved Treasury Management Strategy.

*There were no alternative options for consideration or reasons*

**Resolved** - **That the Cabinet notes the Treasury Management activities and position during the first quarter of 2025/26.**

#### **117 Revenue Budget Monitoring 2025/2026 - Quarter 1 to end of June 2025**

The Cabinet considered a report of Councillor Vanessa Alexander, Portfolio Holder for Resources and Council Operations, on the financial spending of the Council up to the end of the June 2025 for the financial year 2025/26 and the forecast impact on the Council's Medium Term Financial Strategy for 2025/26 to 2027/28.

In the absence of Councillor Alexander, the Leader of the Council provided a brief introduction to the report. He highlighted the £5k forecast underspend and the main adverse variances, which were linked to ICT licenses and unrecoverable Housing Benefit claims. He reminded members that although Total Reserves were £21.751M, £19.787M was to support the capital programme and earmarked for future commitments, leaving the General Fund (Unallocated) Reserve as £1.964M.

Approval of the report was not deemed a key decision.

Reasons for Decision

At the Full Council meeting on 27<sup>th</sup> February 2025, Council had agreed the General Fund Revenue Budget for 2025/26. This had set a budget for the Council's total spend in 2025/26 of £17.313M.

The current forecast spend to the end of the financial year in March 2026 was £17.430M. That provided a forecast underspend for the year against the budget to £0.005M. Further analysis of changes in forecast spend were shown in Section 4 of the report.

**Table 1: Actual Performance Against Budgets**

| Department | Original Budget | In Year Budget Changes | Working Budget | Forecast Outturn | Forecast Outturn Variance to |
|------------|-----------------|------------------------|----------------|------------------|------------------------------|
|------------|-----------------|------------------------|----------------|------------------|------------------------------|

|                                | £'000         | £'000      | £'000         | £'000         | Working Budget<br>£'000 |
|--------------------------------|---------------|------------|---------------|---------------|-------------------------|
| Environmental Health           | 941           | -          | 941           | 933           | (8)                     |
| Environmental Services         | 5,495         | (14)       | 5,481         | 5,330         | (151)                   |
| Legal and Democratic           | 1,896         | -          | 1,896         | 1,887         | (9)                     |
| Planning and Transportation    | 712           | 10         | 722           | 876           | 154                     |
| Regeneration and Housing       | 1,604         | -          | 1,604         | 1,604         | -                       |
| Resources                      | 6,086         | -          | 6,086         | 6,028         | (58)                    |
| <b>Net Cost of Services</b>    | <b>16,734</b> | <b>(4)</b> | <b>16,730</b> | <b>16,658</b> | <b>(72)</b>             |
| Non-Service                    | 865           | 4          | 869           | 772           | (97)                    |
| Cabinet Approved Contributions | -             | -          | -             | -             | -                       |
| Corporate Savings Target       | (164)         | -          | (164)         | -             | 164                     |
| <b>Total Net Expenditure</b>   | <b>17,435</b> | <b>-</b>   | <b>17,435</b> | <b>17,430</b> | <b>(5)</b>              |
| Funding                        | (17,435)      | -          | (17,435)      | (17,435)      | -                       |
| <b>(Under)/Overspend</b>       | <b>-</b>      | <b>-</b>   | <b>-</b>      | <b>(5)</b>    | <b>(5)</b>              |

Table 2, which was set out in the report, showed details of the most significant changes in the forecast variance.

#### *Variance by Service*

Section 4 of the report included a narrative and additional tables (Nos 3 to 11) on Forecast Outturn by each Service, Non-Service Areas and Funding for 2025/26, which provided more detailed information on the areas identified in Table 1 above. Table 12 comprised the Forecast Movements in Reserves 2025/26, which showed that the Council was currently forecasting a reduction of £8.474M in its usable reserves during the year, bringing them to £21.751M at the end of the year. The most significant movements in reserves were the forecast spending on the capital programme.

#### *Potential Pressures and Risks in Year*

Although the forecast underspend at Quarter 1 was relatively small at £0.05M, there were some real pressures and risks that needed to be considered that were not currently built into any financial forecasts. The main pressures/risks to be considered were as highlighted below, with a more comprehensive description as shown in the report:

- Waste Disposal Site/Transfer Station;
- Oswaldtwistle Civic Theatre;
- Crematorium/Cremators;
- Food Waste Collections;
- Hyndburn Leisure;
- Housing Benefit Supported / Exempt Accommodation; and
- Pay Award.

The above pressures/risks might need to be considered over the course of the Medium-Term Financial Strategy against the forecast underspend for the year.

*There were no alternative options for consideration or reasons*

**Resolved**

- (1) That Cabinet notes the report and asks the Corporate Management Team to continue to monitor the financial position of the Council over the remaining months of the year.**
- (2) That Cabinet notes the pressures and risks highlighted in Section 5 of the report and that regular updates will be provided on any potential impact on the current forecast underspend in year and the future Medium Term Financial Strategy.**

## **118 Capital Programme Monitoring 2025/26 - 1st Quarter Update to 30th June 2025**

The Cabinet considered a report of Councillor Vanessa Alexander, Portfolio Holder for Resources and Council Operations, which provided an updated overview of the Council's Capital Programme Monitoring position at Q1. It outlined the latest phasing of the programme, including revised estimates of available resources, and highlighted any additions or changes to the forecast outturn since the previous monitoring report presented to Council on 27<sup>th</sup> February 2025.

In the absence of Councillor Alexander, the Leader of the Council provided a brief introduction to the report.

*Approval of the report was not considered to be a key decision.*

Reasons for Decision

### 2025/26 Capital Programme

At the Council meeting on the 27<sup>th</sup> February 2025, Members had approved a capital budget for 2025/26 of £2.726m. A further £23.236m had been added to this budget from rephased capital projects carried forward from 2024/25. Of these rephased budgets, £19.370m related to major projects, such as the Levelling Up funded schemes for Accrington town centre and the leisure estate investment programme.

Member approval had also been received to add a further £29.270m to the capital programme, of which £29.187m was for the scheme at Huncoat Garden Village (HGV), which was fully funded from external grants and capital receipts.

At its meeting on 27<sup>th</sup> February 2025, the Council had approved an increase of £0.250m to the Climate Change reserve to fund decarbonisation initiatives. Subsequently, a decarbonisation scheme had been identified as part of the Levelling Up Fund (LUF) project at the Market Hall, which included the installation of photovoltaic panels on the building's roof with a cost of £0.500m. Although funding had been allocated, the scheme had not yet received formal approval for inclusion in the Capital Programme and, therefore, the report sought that endorsement.

Several projects had been identified to be rephased into future years, which total £21.212m, of which, HGV was £20.980m.

The proposed Capital Budget for 2025/26 now totalled £34.353m, as shown in the table below:

### Capital Programme 2025/26



|  | £m            |
|--|---------------|
| <b>Capital Budget (Approved at February Council 2025)</b>    | <b>2.726</b>  |
| <b>Budget Changes</b>  |               |
| Slippage from 2024/25  | 23.236        |
| Budgets removed from the programme                           | -0.178        |
| New Schemes in year – Huncoat Garden Village                 | 29.187        |
| New Schemes in year - Other                                  | 0.094         |
| New Schemes requested in this report – decarbonisation works | 0.500         |
| <b>Current Approved Capital Programme Budget 2025/26</b>     | <b>55.565</b> |
| Less Slippage to 2026/27                                     | -21.212       |
| <b>Current Working Capital Programme Budget 2025/26</b>      | <b>34.353</b> |

The financing of the programme in 2025/26 was set out in a pie chart within the report.

The current programme of £55.565m and the rephasing of the programme into future years was as shown below:

#### **Summary of the Scheme Profiles over the Medium-Term Financial Strategy**

| <b>Programme Area</b>                       | <b>2025/26</b> | <b>2026/27</b> | <b>2027/28</b> | <b>Total</b>  |
|---|----------------|----------------|----------------|---------------|
|   | <b>£000</b>    | <b>£000</b>    | <b>£000</b>    | <b>£000</b>   |
| Operational Buildings                       | 1,128          | 234            | -              | 1,362         |
| Parks and Open Spaces                       | 1,131          | -              | -              | 1,131         |
| IT Projects                                 | 497            | -              | -              | 497           |
| Recreation and Sport                        | -              | -              | -              | -             |
| Vehicles and Equipment                      | 669            | -              | -              | 669           |
| Community Projects                          | 608            | -              | -              | 608           |
| Planned Asset Improvement Programme         | 217            | -              | -              | 217           |
| Leisure Estate Investment Programme         | 6,793          | -              | -              | 6,793         |
| Levelling Up Fund Schemes                   | 13,077         | -              | -              | 13,077        |
| UK Shared Prosperity Fund                   | 255            | -              | -              | 255           |
| Huncoat Garden Village                      | 8,209          | 17,163         | 3,815          | 29,187        |
| Housing Improvement Programme               | 1,769          | -              | -              | 1,769         |
| <b>Total Approved Capital Spend Budgets</b> | <b>34,353</b>  | <b>17,397</b>  | <b>3,815</b>   | <b>55,565</b> |

#### **1st Quarter Update Position**

The actual and committed expenditure to 30<sup>th</sup> June 2025 was £4.412m, against the latest rephased budget for 2025/26 of £34.353m. This equated to 12.84% spend.

As shown in the table above, £17.397m of budget had been rephased into 2026/27, and £3.815m into 2027/28, to reflect forecast expenditure in future years.

The rephased capital budget for 2025/26 was shown in the table below with a more detailed breakdown shown in Appendix 1 of the report. A summary of the new additions approved

at Council in February 2025, together with new schemes approved in year and proposed known slippage to 2026/27 and 2027/28 were shown in Appendix 2 to the report.

### **Rephased Capital Budget for 2025/26**

| <b>Programme Area</b>               | <b>Total Budget</b> | <b>Spend and Commitments to Date</b> | <b>Forecast Spend for Remainder of Year</b> | <b>Forecast Outturn Position for the Year</b> | <b>Variance (Under) / Overspend</b> |
|-------------------------------------|---------------------|--------------------------------------|---|---|-------------------------------------|
|                                     | <b>£000</b>         | <b>£000</b>                          | <b>£000</b>                                 | <b>£000</b>                                   | <b>£000</b>                         |
| Operational Buildings               | 1,128               | (4)                                  | 1,132                                       | 1,128   | -                                   |
| Parks and Open Spaces               | 1,131               | 131                                  | 1,000                                       | 1,131   | -                                   |
| IT Projects                         | 497                 | 78                                   | 419   | 497   | -                                   |
| Recreation and Sport                | -                   | -                                    | -   | -   | -                                   |
| Vehicles and Equipment              | 669                 | 232                                  | 437   | 669   | -                                   |
| Community Projects                  | 608                 | 395                                  | 213   | 608   | -                                   |
| Planned Asset Improvement Programme | 217                 | 3                                    | 214   | 217   | -                                   |
| Leisure Estate Investment Programme | 6,793               | 1,600                                | 5,193                                       | 6,793   | -                                   |
| Levelling Up Fund Schemes           | 13,077              | 1,054                                | 12,023                                      | 13,077  | -                                   |
| UK Shared Prosperity Fund           | 255                 | 174                                  | 81  | 255   | -                                   |
| Huncoat Garden Village              | 8,209               | 141                                  | 8,068                                       | 8,209   | -                                   |
| Housing Improvement Programme       | 1,769               | 608                                  | 1,161                                       | 1,769   | -                                   |
| <b>Total</b>                        | <b>34,353</b>       | <b>4,412</b>                         | <b>29,941</b>                               | <b>34,353</b>                                 | <b>-</b>                            |
|                                     |                     |                                      |   |   |                                     |
| <b>% of Budget Spend</b>            |                     | <b>12.84%</b>                        | <b>87.16%</b>                               | <b>100.00%</b>                                | <b>0.00%</b>                        |

The capital programme would be subject to close monitoring throughout the financial year to ensure that project expenditure remained aligned with approved forecasts and was accurately reflected in the Council's cash flow projections. Any deviations from planned spending profiles, along with their financial implications, would be assessed and incorporated into future treasury management and revenue budget forecasts as appropriate.

### **Financial Risks of the Capital Programme**

#### *Capital Receipts*

The financing of the Capital Programme was dependent on securing £2.082m in capital receipts from the sale of Council-owned land and buildings. To date, £1m had been generated, leaving a balance of £1.082m to be achieved. However, due to £0.234m of capital expenditure being reprofiled into 2026/27, the revised target for 2025/26 was £0.842m.

Progress was being made on the disposal of the assets identified to generate these receipts. Should any of these sales be delayed, the Council might need to either pause elements of the Capital Programme or temporarily use alternative reserves to maintain delivery. It was therefore essential that the planned disposals were prioritised to ensure the necessary funding was secured.

Officers would continue to review the Council's operational asset base to identify further opportunities for capital receipts and would regularly assess the risks associated with this funding strategy.

(This was a medium-level risk).

#### *External Grants and Contributions*

The Capital Programme was reliant on £44.611m in external funding. It was therefore crucial that the external funding was secured, and grant income for eligible works was claimed on a frequent basis. To date £9.601m had been received, leaving £35.009m still to be received / claimed over the next three years

Most of the external funding was allocated to the projects summarised below, which were described in more detail in the report:

- Levelling Up Project (LUF);
- Huncoat Garden Village;
- Disabled Facilities Grant; and
- Leisure Estate Investment Programme.

(This was a medium-level risk).

#### *Major Schemes in Capital Programme*

The Capital Programme included several major schemes that required close and ongoing monitoring to ensure they remained on schedule, within budget, and that any external funding was both secured and claimed in a timely manner. Key projects currently identified as major schemes included:

- Levelling Up Programme - with £13.077m in year. This figure included additional Council works incorporated into the Levelling Up programme.
- Disabled Facilities Grant - with £1.769m in year.
- UK Shared Prosperity Grant – with £0.255m in year.
- Leisure Estate Investment Programme – Forecast £6.796m in year.
- Huncoat Garden Village – with £8.208m in year and £17.163m in 2026/27
- Asset Planned Programme works £0.217m in year. These works included maintenance of operational buildings and the continued investment in Parks and Playgrounds

#### *Levelling Up Programme - Additional Enhancements Identified*

Additional enhancements had been identified that extended beyond the original scope of the Levelling Up Fund (LUF) bid submitted in 2022. At present, no additional funding had been secured to support these works. The initial estimated cost of these enhancements was approximately £1.85m at current prices, based on the assumption that they would be delivered as part of the existing project plan. Of this total, £0.500m had been allocated for the installation of solar photovoltaic panels on the roof of the Market Hall, which was included in this report as a recommended addition to the 2025/26 Capital Programme.

The remaining enhancements, which members might also wish to consider for inclusion were –

- £0.600m - Market Chambers External Works – these works would be required to be completed before a future Delivery Stage National Heritage Lottery Bid for submission in May 2026.
- £0.300m - Burton Chambers Roof Works – this was the additional cost of fully replacing the roof as opposed to the minor repairs included in the original specification.
- £0.340m - Market Hall – additional layout alteration requests.
- £0.110m - additional fees and risk allowances on the above elements.

### **£1.35m Total**

The tender bids for Phase 2 fit-out works on the LUF projects were currently under evaluation. A successful bidder was expected to be appointed by late August. Once the evaluation was complete and the bid costs were compared to the available budget, the Council would be able to confirm whether any funds remained for additional enhancements. If no surplus was available, further capital funding would need to be identified to support any enhancements that members might wish to include in the capital programme.

### Conclusion

The Capital Programme had expanded significantly over the past two financial years and now totalled £55.565m. Although approximately 69% of the programme was funded through external grants and contributions, the scale and complexity of the programme placed considerable pressure on the Council's staffing resources to effectively procure and deliver projects. It was therefore essential that all projects were carefully planned and appropriately phased to ensure delivery within required timescales and to maximise the use of available resources.

The Programme would continue to be carefully monitored, and it might require further revisions in its phasing in the future.

*There were no alternative options for consideration or reasons*

### **Resolved**

- (1) That Cabinet notes the financial position of the capital programme at Q1 2025/26.**
- (2) That the capital budget for 2025/26 is increased by £500k to support decarbonisation initiatives. The additional budget will enable the installation of photovoltaic cells to the roof of the Market Hall.**

*With the consent of the meeting, Agenda Item 12 was taken next.*

## **119 Wilson Leisure Centre Development Project Update**

The Cabinet considered a report of Councillor Melissa Fisher, Deputy Leader and Portfolio Holder for Housing and Regeneration, updating members and Management Team on progressions so far on the Wilson Leisure Centre development, along with the target completion date and financial position in relation to the overall budget.

Councillor Fisher provided a brief introduction to the report including the proposed opening date, and the proposed new name for the Centre in memory of Cath Thom. She was looking forward to the project's completion. Councillors Dad, Pritchard and Whitehead spoke about Cath Thom and noted that family members had been contacted and were

delighted with the proposal. Councillor Pritchard also thanked Helen McCue-Melling, Regeneration and Property Manager, for her efforts to ensure that the venue had numerous facilities for users with a disability and was dementia friendly.

Councillor Zak Khan was pleased to see that the Centre was on track and that it had not been unduly affected by the original contractor, ISG, entering administration. He expressed some reservations about the Centre being named after a former politician rather than, say, a local sportsperson.

*Approval of the report was not considered to be a key decision.*

#### Reasons for Decision

Works recommenced on the Wilson site with Universal Ltd the newly appointed construction contractor in early January 2025.

The remaining works from the restart were scheduled for approximately 32 weeks with a completion date expected in early to mid-September 2025.

The contract progress to date was currently expected to have a completion date of 19<sup>th</sup> September which was expected to overrun the original target by up to 10 working days.

As Universal Ltd had taken over the contract works after the previous contractor ISG falling into administration there was always likely to be some scope for some slight contract completion overrun as some aspects of works would require procuring again and therefore the current projected overrun of 10 days was within tolerable expectations.

Good progress works had been made against the planned critical path and the building was in its final phases with the focus now moving towards undertaking final external building & internal fitout and finishes.

As with all major projects there were always risks around delays due to reliance on third parties such as utility connections and the availability of providers in ensuring connections were delivered on time.

A summary of construction progress was as follows:

- **Roof** - Practically complete, mansafe system installed, capping to perimeter ongoing following scaffold strip.
- **Internal Walls** - Firestopping where applicable well advanced, air sealing where applicable well advanced, dot and dab, rendering/skimming almost complete – small areas remained.
- **Internal Floors** - Floor tiling ongoing in wet change.
- **Internal Decoration** - Plant room(s) completed, outdoor change areas well advanced, working in front of Mechanical, Electrical and Plumbing (MEP).
- **Pool Area** - Pool earthing installed, pool shell tiling almost complete, pool wall perimeter well advanced with tape and joint and rendering.
- **External Façade** - Curtain walling complete, cladding well advanced.

- **External works** - Mains electric and watermains installed. Main duct system installed; attenuation tank delayed following review of impact on pavilion.
- **MEP** - First Fix works well advanced, ducting well advanced, all main plant installed i.e. Air Handling Unit (AHU), Air Source Heat Pump (ASHP), Main Low Voltage (LV) panel, Building Management System (BMS) panel, substation installed.
- **Pool Filtration** - Main plant well advanced, with chemical controllers installed. Main panel on site.
- **Pavillion** - Demolished with ground level reduced dig ongoing.

The contract works were now approximately 22 weeks into the 32-week programme and over the next 10 weeks the key final works would be undertaken to achieve the final completion handover date of 19<sup>th</sup> September 2025.

It was expected from that point in time the Council and Hyndburn Leisure would then ensure the building was fully operational in preparation for a planned opening to the public on the 10<sup>th</sup> October 2025.

A mobilisation plan had been developed to prepare the building and ensure internal gym equipment, furniture and fittings could be installed and that Hyndburn Leisure had staff recruited and trained in operations of the building.

The Council, Hyndburn Leisure, Sport England, and all stakeholders would be involved in communications in the lead up to the planned opening.

### Financial Progress

Cabinet in January 2025 had previously agreed to accept a further £240,000 from Sport England to increase the development budget to £12.929m and restart the works by appointing the Universal Group to complete the project.

In order to restart the project it had been agreed that further costs in addition to the Sport England grant could be met from within the contingency budget held within the overall project budget, which at this point only left £35,399 available to meet any future risks that might occur.

Since the restart, the project had been closely monitored, and budgets had been scrutinised by the project team, along with re-engineering and re-design agreed between the Council, its contractors and Sport England as a funder.

The latest forecast on the project costs was a total cost of £13.057m compared to the approved budget of £12.929m, which forecast an overspend of £0.128m - an increase in the budget of 1%.

This forecast overspend included additional contract costs and variations totalling £0.245m and were attributable to increases in costs relating to compliance with planning conditions, meeting final internal design requirements requested by Sport England and combatting projected costs of additional site security due to site break-ins. These costs had been managed where possible within the scheme budget and additional savings had been achieved to minimise the impact down to the £0.128m now forecast.

### **Latest Project Forecast Expenditure**

| Description                        | Latest Approved Project Budget | Total Spend to Date | Forecast to End of Project | Forecast Scheme Final Cost | Final Expected Variation |
|------------------------------------|--------------------------------|---------------------|----------------------------|----------------------------|--------------------------|
|                                    | £000's                         | £000's              | £000's                     | £000's                     | £000's                   |
| Sub-total Contract Sum             | 11,598                         | 7,317               | 4,659                      | 11,976                     | (387)                    |
| Sub-total Fees & Equipment FFE     | 1,089                          | 460                 | 299                        | 760                        | 330                      |
| <b>Total Contract Sum</b>          | <b>12,687</b>                  | <b>7,777</b>        | <b>4,958</b>               | <b>12,735</b>              | <b>(48)</b>              |
| Sub-total – HBC other costs        | 158                            | 92                  | 27                         | 119                        | 38                       |
| Contingency/Variations to Contract | 85                             | 49                  | 153                        | 202                        | (118)                    |
| <b>Total Development Agreement</b> | <b>12,929</b>                  | <b>7,918</b>        | <b>5,138</b>               | <b>13,057</b>              | <b>(128)</b>             |

The Council had been in the fortunate position where it had been able to receive external funding in advance of major project expenditure and these additional cash balances had been invested to generate interest returns. These investment returns had significantly contributed to the Council's revenue budget underspend of £0.433m in 2024/25. It was therefore proposed that the underspend be earmarked to fund any overspend that might arise in the final stages of this project, currently identified as £0.128m.

#### Naming of the new Leisure Centre

A request had been made to name the new Leisure Centre at Wilson Sports Village "The Cath Thom Leisure Centre". This naming would recognise the service of the former Clayton-le-Moors ward Councillor who had served the residents for 16 years as a ward councillor and a County Councillor.

Cath Thom had also been appointed as Mayor of Hyndburn and received the Borough's highest honour of an Honorary Alderman. She had been described as the "matriarch of the Labour party in Clayton-le-Moors and an "elder stateswoman of the Borough" who was an "impossible act to follow."

In 1982 she had started her 16-year term in office as Clayton-le-Moors councillor and in the 1990s she represented Rishton, Altham and Clayton-le-Moors at County Hall.

Cath had sadly passed away in 2019, aged 91. It was felt that it would be a fitting tribute to name the new Leisure centre in Clayton-le-Moors after one of the residents who served the Council so well.

*There were no alternative options for consideration or reasons*

#### **Resolved**

- (1) That Cabinet note the progress and expected completion date of the project as 19<sup>th</sup> September 2025.**
- (2) That Cabinet note the latest forecast additional costs of the project at £0.128m (1%) and agree to cover any overspend from the £0.433m underspend in 2024/25, should it be needed to cover the final completion costs.**
- (3) That Cabinet approve the naming of the new Leisure Centre at the Wilson Sports Village site as "The Cath Thom Leisure Centre" in recognition of the former**

Councillor, Mayor and Honorary Alderman's service  
to the Council and Clayton le Moors Ward.

**120 Exclusion of the Public**

**Resolved**

- That, in accordance with Regulation 4(2)(b) of the Local Authorities (Executive Arrangements) (Meetings and Access to Information) (England) Regulations 2012, the public be excluded from the meeting during the following item, when it was likely, in view of the nature of the proceedings that there would otherwise be disclosure of exempt information within the Paragraph at Schedule 12A of the Act specified at the item

**121 New Lease of Piggy Park, Devonshire Road, Rishton**

*In accordance with Regulation 5(6)(a) of the Local Authorities (Executive Arrangements) (Meetings and Access to Information) (England) Regulations 2012, approval was granted by Councillor Stephen Button, Chair of the Communities and Wellbeing Overview and Scrutiny Committee, to the following decision being made by Cabinet on 30<sup>th</sup> July 2025, in private, on the grounds that the decision was urgent and could not reasonably be deferred.*

*Exempt information by virtue of Paragraph 3 - Relating to the financial or business affairs of any particular person (including the authority holding that information)*

Members considered a report of Councillor Munisf Dad BEM JP, Leader of the Council, in relation to the lease of Piggy Park, Devonshire Road, Rishton.

Approval of the report was not considered to be a key decision.

*Reasons for Decision*

The reasons for the decision were set out in the exempt report.

*Alternative Options Considered and Reasons for Rejection*

The alternative options considered and reasons for rejection were set out in the exempt report.

**Resolved**

- That the recommendations as set out in the exempt report be approved.

**122 Disposal of Elmfield Hall and External Areas to Community Solutions North West Limited**

This item had been withdrawn and was not considered.

Signed:.....

Date: .....

Chair of the meeting



At which the minutes were confirmed