



Report

Report to:	Financial Resources Scrutiny Forum
Date of Meeting:	24 August 2023
Report by:	Executive Director (Finance and Corporate Resources)

Subject:	Capital Budget Monitoring 2022/2023 - Housing Capital Programme
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1. Purpose of Report

1.1. The purpose of the report is to:

- ♦ update members of the Financial Resources Scrutiny Forum on the final outturn position of the Council's Housing Capital Programme for the period covering 1 April 2022 to 31 March 2023.

2. Recommendation(s)

2.1. The Forum is asked to approve the following recommendation:

- (1) that the final outturn position on the 2022/2023 Housing Capital Programme be noted.

3. Background

- 3.1. The Capital reports attached provide detail on the position as at 31 March 2023 from a financial perspective.
- 3.2. Appendix A shows the financial position of the Housing Capital Programme, which was reported to the Executive Committee on 21 June 2023. Any physical progress update for projects carried forward into financial year 2023/2024 will be picked up as part of the new year monitoring report.

4. Housing Capital Programme Final Outturn Position 2022/2023

- 4.1. The revised Housing Capital Programme for 2022/2023 totalled £66.361 million. This revised programme was approved by Executive Committee on 24 August 2022.
- 4.2. Appendix A shows actual expenditure of £60.695 million which is £5.666 million less than the budget of £66.361 million. This is due to a number of factors, mainly, property services operatives being diverted to tackle the impact of bad weather in December which resulted in flooding damage to a number of Council properties and delays in relation to the expected milestone payments for the Kirk Street, Strathaven new build project.
- 4.3. In addition, environmental surveys on external fabric projects have required work to be paused due to the suspected presence of bats which, in turn, has delayed owner consultations. There has also been reduced owner uptake for external works and the service has also experienced higher than normal volumes of no access for legislative works.

4.4. Housing and Technical Resources have also received additional one-off income totalling £2.415 million in relation to Renewable Heating Initiative / Feed in Tariffs, land sales, developer contributions and Scottish Government Grants. This will be added to the overall funding available for the Housing Programme.

4.5. Taking into account the year-end underspend position of £5.666 million (sections 4.2/4.3) and the additional income of £2.415 million (section 4.4), means a carry forward of £8.081 million. This will be added into the Capital Programme as part of the new year monitoring report.

5. Employee Implications

5.1. There are no employee implications as a result of this report.

6. Financial Implications

6.1. The financial implications are included in section 4 of this report.

7. Climate Change, Sustainability and Environmental Implications

7.1. There are no implications for climate change, sustainability or the environment in terms of the information contained in this report.

8. Other Implications

8.1. The main risk associated with the Council's Capital Programme is an overspend. The risk has been assessed as low given the detailed project management plans prepared and monitored for each project. The risk of overspend is managed through four weekly Investment management meetings.

9. Equality Impact Assessment and Consultation Arrangements

9.1. This report does not introduce a new policy, function or strategy or recommend a change to existing policy, function or strategy and therefore no impact assessment is required.

9.2. There was also no requirement to undertake any consultation in terms of the information contained in this report.

Paul Manning

Executive Director (Finance and Corporate Resources)

7 August 2023

Link(s) to Council Values/Priorities/Outcomes

- Accountable, Effective, Efficient and Transparent

Previous References

- Executive Committee, 24 August 2022
- Executive Committee, 21 June 2023

List of Background Papers

- Capital Ledger prints to 31 March 2023

Contact for Further Information

If you would like to inspect the background papers or want further information, please contact:-

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APPENDIX A

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2022/23
HOUSING PROGRAMME
FOR PERIOD 1 APRIL 2022 TO 31 MARCH 2023

	<u>2022/2023</u> <u>Annual</u> <u>Budget</u> <u>£m</u>	<u>2022/2023</u> <u>Actual to</u> <u>31/03/23</u> <u>£m</u>
EXPENDITURE		
2022/2023 Budget incl carry forward from 2022/22	66.361	60.695
		<u>2022/2023</u> <u>Actual to</u> <u>31/03/23</u> <u>£m</u>
INCOME		
Capital Receipts		7.997
Capital Receipts – Land Sales		0.030
Capital Funded from Current Revenue		26.050
Prudential Borrowing		14.383
Scottish Government Specific Grant:		
– New Build		7.820
– Open Market Purchase Scheme		2.633
– Mortgage to Rent		0.082
Miscellaneous Income		1.700
TOTAL FUNDING		60.695

HRA Capital Expenditure Profile Graph 2022/23

