

Report

Report to:	Housing and Technical Resources Committee
Date of Meeting:	15 March 2023
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Housing and Technical Resources)

Subject:	Capital Budget Monitoring 2022/2023 - Housing and Technical Resources (Excl Housing Revenue Account (HRA))
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1. Purpose of Report

1.1. The purpose of the report is to:-

- ◆ provide information on the progress of the capital programme for Housing and Technical Resources (excl HRA) for the period 1 April 2022 to 27 January 2023

2. Recommendation(s)

2.1. The Committee is asked to approve the following recommendation(s):

- (1) that the Housing and Technical Resources (excl HRA) capital programme of £8.436 million and expenditure to date of £1.691 million, be noted; and
- (2) that the projected outturn of £5.1 million be noted.

3. Background

- 3.1. This is the fourth capital monitoring report presented to the Housing and Technical Resources Committee for the financial year 2022/2023. A final report will follow after financial year-end.
- 3.2. As noted in the last report to this Committee (14 December 2022), the budget for Housing and Technical Resources for financial year 2022/2023 was £8.486 million.
- 3.3. Since that meeting, the Executive Committee has agreed changes to the Housing and Technical Resources Capital Programme totalling a net decrease of £0.050 million. The details are shown in Appendix A. This takes the Housing and Technical Resources programme for 2022/2023 to £8.436 million.
- 3.4. The report details the financial position for Housing and Technical Resources in Appendix A.

4. Employee Implications

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

5. Financial Implications

5.1. As detailed in Section 3.3, the revised capital programme for Housing and Technical Resources for 2022/2023 is £8.436 million.

- 5.2. 2022/2023 Outturn: Work has been ongoing to monitor the predicted spend position for this financial year and current estimates from the Resource suggest an outturn of £5.1 million, an underspend of £3.336 million. This mainly reflects the anticipated timing of spend on a number of multi-year projects, resulting in budget required in 2023/2024 rather than 2022/2023. These projects include Prioritised Urgent Investment Programme, Lifecycle Replacement - Schools and the Central Energy Efficiency Fund Programme. Funding for these projects will carry forward into next financial year.
- 5.3. Period 11 Position: Anticipated spend to date was £1.709 million and spend to 27 January 2023 amounts to £1.691 million, an underspend of £0.018 million. This mainly reflects the timing of spend on the multi-year and multi-project Principal Offices Programme.
- 6. Climate Change, Sustainability and Environmental Implications**
- 6.1. There are no implications for climate change, sustainability or the environment in terms of the information contained in this report.
- 7. Other Implications**
- 7.1. The main risk associated with the Council's Capital Programme is that there is an overspend. The Council continues to experience material shortages, longer lead times and extraordinary inflationary price increases and it is anticipated that this will continue to impact the supply chain for the foreseeable future. The impact of this will continue to be monitored through the 4-weekly Investment Management meetings. Further updates will be reported in the coming months with any significant increases in contract values being brought to members' attention.
- 8. Equality Impact Assessment and Consultation Arrangements**
- 8.1. This report does not introduce a new policy, function or strategy or recommend a change to an existing policy, function or strategy and therefore no impact assessment is required.
- 8.2. 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)

Stephen Gibson
Executive Director (Housing and Technical Resources)

22 February 2023

Link(s) to Council Values/Priorities/Outcomes

- ◆ Accountable, effective, efficient and transparent

Previous References

- ◆ Housing and Technical Resources Committee, 14 December 2022
- ◆ Executive Committee, 1 February 2023

List of Background Papers

- ◆ Financial ledger to 27 January 2023

Contact for Further Information

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

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**South Lanarkshire Council
Capital Expenditure 2022-2023
Housing and Technical Resources Programme (excl HRA)
For Period 1 April 2022 – 27 January 2023**

<u>Housing and Technical Resources (excl HRA)</u>	Base Budget £000	Budget Adjustments £000	Slippage £000	Total Budget £000	Budget to Date £000	Actual Expenditure £000
Asset Management Programmes	7,758	138	0	7,896	1,629	1,611
Other Housing	367	173	0	540	80	80
TOTAL	8,125	311	0	8,436	1,709	1,691

For Information Only

Budget Adjustments approved by Executive Committee, 1 February 2023:

Budget Adjustments

Prioritised Urgent Investment - Priory Changing Pavilion - Blantyre (£0.050m)

Total Budget Adjustments (£0.050m)