

Report

Report to:	Financial Resources Scrutiny Forum
Date of Meeting:	29 September 2022
Report by:	Executive Director (Finance and Corporate Resources)

Subject:	Capital Budget Monitoring 2022/2023 - General Fund 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 of progress on the Council's General Fund Capital Programme for the period covering 1 April 2022 to 12 August 2022.

2. Recommendation(s)

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

- (1) that the physical and financial progress of the 2022/2023 General Fund Capital Programme be noted.

3. Background

3.1. The Capital reports attached provide detail on the position as at 12 August 2022 from both a financial and physical perspective.

3.2. Appendices A to D show the financial position of the General Fund Capital Programme, with the physical progress detailed in Appendices E to G – as they are split into Build, Non Build and Roads.

4. General Fund Capital Programme 2022/2023

- 4.1. **2022/23 Budget:** The revised Capital Programme for 2022/2023 totals £97.057 million as shown in Appendix B. The revised programme includes adjustments to the programme totalling a net decrease of £1.036 million, as detailed in Appendix A. These adjustments were agreed by the Executive Committee on 21 September 2022.
- 4.2. The main reason for this reduction was the profiling adjustment, proposed by Education Resources, reflecting a review of the anticipated timing of spend on the Clyde Terrace Nursery project. The site start was delayed from mid-May to early August as we awaited the completion of utilities work by Scottish Power Energy Network (SPEN). The project is still scheduled to complete in July 2023.
- 4.3. As reported last period, the programme included allocations for 3 significant projects where the level of spend in year had still to be confirmed. The projects and their budgets were noted as Clyde Bridge (£6.5 million), Larkhall Leisure Centre (£9 million) and Levelling Up Fund Match Funding (£1.8 million).

- 4.4. Since then, the Larkhall Leisure Centre project has been augmented by £0.550 million from the Place Based Investment Fund budget in 2022/2023, allocated by the Community and Enterprise Resources Committee on 9 August 2022. This takes the project's total allocation to £9.550 million. The Place Based Investment Fund budget requires to be spent this financial year.
- 4.5. In relation to the Clyde Bridge project, the contract is currently out to tender with a return date of mid-September 2022. It is envisaged the contract will be awarded late October / early November 2022 with works expected to commence on site thereafter. The profile of spend will be updated once project timescales have been confirmed.
- 4.6. The programme spend for the General Fund is summarised in Appendix B with a full breakdown of expenditure across Services included in Appendix C. Total funding of £97.057 million is available in year, as shown in Appendix D.
- 4.7. **Period 5 Position:** The programme spend and funding for the General Fund is summarised in Appendix D. As noted in 4.2, the total capital spending programme for the year is £97.057 million.
- 4.8. Budget for the period is £14.274 million and spend to the 12 August 2022 is £14.420 million, an overspend of £0.146 million.
- 4.9. Actual funding received to 15 July 2022 is £72.796 million.
- 4.10. Relevant officers will continue to closely monitor the generation of all income including receipts.

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. There are detailed project management plans prepared and the risk of overspend on each project is monitored through four weekly investment management meetings.
- 8.2. 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 four 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.

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)

13 September 2022

Link(s) to Council Values/Priorities/Objectives

- Accountable, effective, efficient and transparent

Previous References

- Executive Committee, 21 September 2022

List of Background Papers

- Capital Ledger prints to 12 August 2022

Contact for Further Information

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

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Adjustments Approved by Executive Committee – 21 September 2022

Community and Enterprise Resources

Nature Restoration Fund

Approval is sought to increase the 2022/2023 Capital Programme by £0.146m. £0.146m
This will be funded by a contribution from the Climate Challenge South Lanarkshire Investment funding within the Council's Revenue budget, and will be spent on improving biodiversity, access and education within local nature reserves including Holmills, Jocks Burn, Hamilton Low Parks, Bothwell/Blantyre/Uddingston. This funding will augment the Scottish Government's Nature Restoration funding (£0.188m) which is already included in the 2022/2023 Capital Programme, to give a total programme of works in 2022/2023 of £0.334m.

South Lanarkshire Lifestyles - Eastfield - Floodlighting

Approval is sought to increase the 2022/23 Capital Programme by £0.054m to £0.054m
upgrade the floodlights at the recently renovated and re-configured pitches within South Lanarkshire Lifestyles – Eastfield, Cambuslang. This will be funded by developers' contributions from the Cambuslang area.

Synthetic & Grass Pitches - Hamilton Palace Grounds Sports Pitches

The 2022/2023 Capital Programme already includes an allocation (£0.260m) to £0.041m
renovate and re-configure the existing pitches at Hamilton Palace Sports Ground. Developer contributions totalling £0.041m from the Hamilton Area, have been identified to augment the existing budget allocation. Approval is sought to increase the 2022/2023 Capital Programme by £0.041m.

Leadhills Village Active Travel Improvements

Funding of £0.050m has been awarded by Strathclyde Passenger Transport to £0.050m
undertake active travel improvements within the village of Leadhills. The project will deliver reallocation of carriageway space to provide walking, wheeling and cycling provision and the introduction of a 20mph limit throughout the village. Approval is sought to increase the 2022/23 Capital programme by £0.050m.

Place Based Investment Fund / Larkhall Leisure Centre

The Community and Enterprise capital programme holds the budget for the Place (£0.550m)
Based Investment Fund. At the recent Community and Enterprise Resources Committee (9 August 2022), an allocation of £0.550 million was made from the £0.550m
Place Based Investment Fund to the Larkhall Leisure Centre project. This takes the Leisure Centre project's total budget to £9.550 million.

Education Resources

Early Years 1,140 Hours - Clyde Terrace, Bothwell

Completion of the new nursery at Clyde Terrace in Bothwell is still anticipated for (£1.500m)
the new school term commencing in August 2023. However, now that the project has commenced on site, the profile of spend has been revised and funding/budget requires to be moved into 2023/2024. Approval is sought to move £1.500m into the 2023/24 Capital programme.

Housing and Technical Resources

Central Energy Efficiency Fund (CEEF)

The CEEF is a revolving fund. The fund is used to pay for energy efficiency projects each financial year. The fund is then replenished by savings achieved from these projects across an agreed payback period for each project. A new wave of projects is included in the capital programme each financial year.

Approval is sought to add energy efficiency projects totalling £0.173m into the 2022/23 Capital Programme. Projects to be carried out include LED Lighting in Council Chambers, Headquarters and James Aiton Primary School as well as various industrial estates including: Cathcart Court, Kilcreggan Court, Larkhall Castlehill and Craigie Court.

£0.173m

Furthermore, additional solar photovoltaic panels and battery system will be installed at the new Jackton Primary School, East Kilbride. These works will be funded from the CEEF Fund.

TOTAL ADJUSTMENTS

(£1.036m)

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2022/23
GENERAL FUND PROGRAMME
FOR PERIOD 1 APRIL 2022 TO 12 AUGUST 2022

£m

Total Budget (Executive Committee – 24 August 2022) **98.093**

Period 5 Adjustments (1.036)

Total Revised Budget (Executive Committee – 21 September 2022) **97.057**

<u>Resource</u>	<u>2022/23 Budget</u>	<u>Period 5 Proposed Adjustments</u>	<u>Revised 2022/23 Budget</u>
	<u>£m</u>	<u>£m</u>	<u>£m</u>
Community & Enterprise	64.249	0.291	64.540
Education	16.133	(1.500)	14.633
Finance & Corporate	3.695		3.695
Housing & Technical	8.313	0.173	8.486
Social Work	3.903		3.903
Other Match Funding	1.800		1.800
TOTAL CAPITAL PROGRAMME	98.093	(1.036)	97.057

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2022/23
GENERAL FUND PROGRAMME
FOR PERIOD 1 APRIL 2022 TO 12 AUGUST 2022

<u>Resource Name</u>	<u>Annual Budget £000</u>	<u>2021/22 C/F £000</u>	<u>Previous Slippage /Adjs £000</u>	<u>Total Original Budget £000</u>	<u>2022/23 Adjs £000</u>	<u>2022/23 Slippage £000</u>	<u>Total Budget £000</u>	<u>Estimate to Date £000</u>	<u>Actual £000</u>
<u>Community & Enterprise</u>									
Facs, Waste & Grounds	1,406	529	14	1,949	660	0	2,609	113	223
Planning & Reg	0	0	0	0	0	0	0	0	0
Enterprise & Sustainable Dev	23,844	3,376	215	27,435	2,145	(174)	29,406	2,345	2,516
Roads, Transport & Fleet	21,651	3,252	5,094	29,997	2,528	0	32,525	3,767	3,766
Resource Total	46,901	7,157	5,323	59,381	5,333	(174)	64,540	6,225	6,505
<u>Education</u>									
Growth / Accommodation Pressures	7,043	715	94	7,852	1,330	(35)	9,147	3,379	3,415
1,140 Hours	3,145	378	248	3,771	0	(1,500)	2,271	53	52
ICT Developments	3,180	31	-	3,211	0	0	3,211	443	410
Other	-	(3)	7	4	0	0	4	1	1
Resource Total	13,368	1,121	349	14,838	1,330	(1,535)	14,633	3,876	3,878
<u>Finance & Corporate</u>									
IT Services	2,444	1,251	-	3,695	0	0	3,695	1,225	1,210
Resource Total	2,444	1,251	-	3,695	0	0	3,695	1,225	1,210
<u>Housing and Technical</u>									
Office Accom	9,748	949	(2,939)	7,758	188	0	7,946	539	463
Private Housing Scheme of Assistance	1,000	0	(1,000)	0	0	0	0	0	0
Other Housing	0	367		367	173	0	540	5	3
Resource Total	10,748	1,316	(3,939)	8,125	361	0	8,486	544	466
<u>Social Work</u>									
Care Facilities	2,571	131	0	2,702	40	0	2,742	2,269	2,269
Other	4,452	169	70	4,691	40	(3,570)	1,161	135	92
Resource Total	7,023	300	70	7,393	80	(3,570)	3,903	2,404	2,361
Other Match Funding	1,800	-	-	1,800	-	0	1,800	-	-
Overall Total	82,284	11,145	1,803	95,232	7,104	(5,279)	97,057	14,274	14,420

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2022/23
GENERAL FUND PROGRAMME
FOR PERIOD 1 APRIL 2022 TO 12 AUGUST 2022

	<u>2022/23</u> <u>Original</u> <u>Estimate inc</u> <u>C/F</u>	<u>2022/23</u> <u>Revised</u> <u>Budget</u>	<u>2022/23</u> <u>Budget to</u> <u>12/08/22</u>	<u>2022/23</u> <u>Actual to</u> <u>12/08/22</u>
Expenditure	£m	£m	£m	£m
General Fund Programme	95.232	97.057	14.274	14.420
Income	<u>2022/23</u> <u>Budget</u>	<u>2022/23</u> <u>Revised</u> <u>Budget</u>		<u>2022/23</u> <u>Actual</u> <u>To</u> <u>12/08/22</u>
	£m	£m		£m
Prudential Borrowing	55.416	49.845		49.845
Developers Contributions	6.552	7.440		5.696
Partners (Including High Blantyre Construction, SPT, Sustrans, and CARES)	1.745	3.800		1.452
Scottish Government:				
- Capital Grant	22.424	22.908		7.761
- Cycling, Walking and Safer Routes	2.154	2.887		0.000
- Vacant and Derelict Land	1.820	1.820		1.083
- Regeneration Capital Grant	1.720	2.020		0.807
- Town Centre Regeneration Fund	0.101	0.101		0.101
- Place Based Investment Programme	1.617	3.357		3.357
- Electric Vehicle Charging Infrastructure	0.118	0.118		0.089
- NSS Tec	0.000	0.040		0.040
Glasgow City Region City Deal	0.000	0.000		0.000
Capital Receipts	1.000	1.000		0.844
Specific Reserves	0.534	1.207		1.207
Revenue Contribution	0.031	0.514		0.514
TOTAL FUNDING	95.232	97.057		72.796

Design Feasibility	-	61	63	67	66
Sketch Design	-	3	1	1	1
Detailed Design	-	2	2	1	-
Production Information	-	6	5	4	5
Tendering	-	22	21	25	23
On Site	-	39	42	41	42
Complete	-	1	3	4	7
	-	134	137	143	144

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General Fund Capital Programme 2022/23
Non-Build Executive Summary – Project Status

<u>Type</u>		<u>Status</u>
New	Library IT Infrastructure Upgrade Costs	On Programme
C/F	Extension of Cemeteries – Douglas Cemetery	On Programme
C/F	Zero Waste Fund	On Programme
C/F	Fallside Park Play Area, Bothwell	On Programme
C/F	Forth Play Area	On Programme
C/F	Hairmyres Play Area	On Programme
New	Coronation Crescent - Play Equipment	On Programme
New	Nature Restoration Fund	On Programme
C/F	Renewal of Play Parks	On Programme
C/F	Alexander Hamilton Memorial Park – Woodland Management	On Programme
C/F	Willie Waddell Sport and Community Centre, Forth – Monoliths	On Programme
C/F	Allotments	On Programme
C/F	Bin Storage Areas	On Programme
C/F	Bothwell Road Park – Sensory Garden	On Programme
New	Springahll Urban Greenspace Development – Additional Equipment	On Programme
New	Memorial Headstone Remedial Works	On Programme
New	Ash Die Back	On Programme
New	South Lanarkshire Lifestyles Eastfield - Floodlighting	On Programme
C/F	Langlands Boardwalk	On Programme
C/F	Hamilton Palace Grounds Play Area	On Programme
New	Synthetic and Grass Pitch Replacement – Hamilton Palace Grounds	On Programme
C/F	Allotment & Raised Beds, Strathaven	On Programme
C/F	Upgrades to Community Infrastructure	On Programme
C/F	Greenhall Replacement Bridge	On Programme
C/F	White Bridge Replacement, Chatelherault Country Park	On Programme
C/F	Hamilton Mausoleum	On Programme
C/F	City Deal – Community Growth Areas	On Programme
C/F	Vacant and Derelict Land – Cunningar Allotments	On Programme
C/F	Vacant and Derelict Land – Clyde Gateway - Cunningar	On Programme
C/F	Abington Campus for Enterprise	On Programme
C/F	Rural Development Centre	On Programme
C/F	Town Centre Regeneration Fund	On Programme
C/F	Hamilton HUB – New Cross Shopping Centre	On Programme
New	Place Based Investment Programme – 2022/2023	On Programme
C/F	Place Based Investment Programme – 2021/2022	On Programme
C/F	Education Information Communication Technology Solutions for Learning	On Programme
C/F	Wide Area Network Capitalisation	On Programme
C/F	Information Technology Infrastructure Refresh	On Programme
C/F	Oracle Upgrade	On Programme
C/F	Digital Tools	On Programme
C/F	Digital Connectivity	On Programme
C/F	Electronic Document Records Management System	On Programme
C/F	Computer Room Upgrades	On Programme
C/F	Digital Transformation Fund	On Programme
New	Digital Transformation Review Fund	On Programme
C/F	Audio Visual Upgrade – Council Chambers	On Programme
C/F	Community Alarms	On Programme
C/F	Swis Plus Replacement	On Programme

GENERAL FUND CAPITAL PROGRAMME 2022/23**ROADS EXECUTIVE SUMMARY****PERIOD ENDED 12 AUGUST 2022 (PERIOD 5)**

	1	2	3	4	5	6	7	8	9	10	11	12	13
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Number of Projects

Total Projects Currently Reported	-	142	145	192	193								
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Programme Status

Projects Complete	-	17	26	30	60								
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Projects on Programme	-	125	119	162	133								
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Projects Behind Programme	-	-	-	-	-								
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Projects, Altered Brief / Programme	-	-	-	-	-								
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Projects Still to Progress	-	-	-	-	-								
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	-	142	145	192	193								
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Project Status

Briefing	-	18	17	62	1								
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Production Information	-	92	92	88	109								
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Billing	-	-	-	-	-								
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Tendering	-	1	3	3	3								
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On Site	-	14	7	9	20								
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Complete	-	17	26	30	60								
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	-	142	145	192	193								
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RESOURCE: ENTERPRISE, ROADS & TRANSPORTATION SERVICES 2022/23

PROJECT / PROGRAMME STATUS ~ PERIOD 5

Project Title	PROJECT STATUS						PROGRAMME STATUS				
	Briefing / Programme	Production Information	Billing	Tendering	On Site	Complete	Projects Complete	Projects on Programme	Projects Behind Programme	Projects altered Brief / Programme	Projects Still to Progress
<u>ROADS / FOOTWAYS INVESTMENT PROGRAMME</u>											
<u>East Kilbride, Rutherglen and Cambuslang Areas</u>											
<u>Strategic Schemes</u>											
Nutberry Place, Strathaven						1	1				
Moss Road, Strathaven						1	1				
Markethill Road , East Kilbride						1	1				
Cairnmuir Road, East Kilbride						1	1				
Carron Place, East Kilbride						1	1				
St Leonards Road, East Kilbride						1	1				
Carnegie Hill and Mungo Park, East Kilbride						1	1				
Bank Park, East Kilbride						1	1				
A726 Strathaven Road , East Kilbride		1						1			
Meadowhead Highway, Auldhouse						1	1				
Teal Crescent, East Kilbride					1			1			
Whinell Drive, East Kilbride		1						1			
Turnberry Place, East Kilbride		1						1			
Ardochrig Highway, Auldhouse		1						1			
Rokeby Crescent, Strathaven		1						1			
Heathery Knowe and Strathcona Lane, East Kilbride		1						1			
Owen Park, East Kilbride		1						1			
Darwin Road, East Kilbride		1						1			
Firlee and Northfield, East Kilbride		1						1			
Wellesley Crescent and Drive, East Kilbride						1	1				
Kirktonholme Road and Flakefield Place		1						1			
Torrance Road, East Kilbride		1						1			
Harrington Road/Cunninghame Road, East Kilbride		1						1			
Blacklands Road, East Kilbride		1						1			
Edmund Kean, East Kilbride		1						1			
Glen Dye, East Kilbride		1						1			
Glen Bervie, East Kilbride		1						1			
Glen Eagles, East Kilbride		1						1			
Blacklaw Drive, East Kilbride		1						1			
Loch Loyal, East Kilbride		1						1			
Kirkoswald, East Kilbride		1						1			
Alloway Road and Ellisland, East Kilbride		1						1			
Victoria Street,Rutherglen						1	1				
A730 Glasgow Road, Rutherglen						1	1				
Gilbertfield Road, Cambuslang		1						1			
Kingsacre Road, Rutherglen		1						1			
Richmond Drive, Rutherglen		1						1			
Mill Road, Cambuslang		1						1			
Seath Road, Rutherglen					1			1			
<u>Preventative Maintenance Schemes</u>											
Surface Dressing prep patching ~ various locations						1	1				
<u>Strategic Patching</u>											
Strategic /machine patching works ~ various locations					1			1			

PROJECT / PROGRAMME STATUS ~ PERIOD 5

[illegible]

[illegible]

[illegible]

[illegible]

RESOURCE: ENTERPRISE, ROADS & TRANSPORTATION SERVICES 2022/23

PROJECT / PROGRAMME STATUS ~ PERIOD 5

Project Title	PROJECT STATUS						PROGRAMME STATUS				
	Briefing / Programme	Production Information	Billing	Tendering	On Site	Complete	Projects Complete	Projects on Programme	Projects Behind Programme	Projects altered Brief / Programme	Projects Still to Progress
<u>SPT GRANT FUNDED PROJECTS</u>											
<u>SPT ~ BUS INFRASTRUCTURE WORKS</u>											
Enhancing bus stop provision and facilities		1						1			
<u>SPT ~ PARK AND RIDE SCHEMES</u>											
Lanark Interchange					1			1			
Hairmyres P&R		1						1			
<u>SPT ~ STRATEGIC CYCLE INFRASTRUCTURE</u>											
Carstairs and Carluke ~ Cycle Route		1						1			
Provision of new cycle shelters in various town centres		1						1			
<u>SPT ~ REGIONAL CONGESTION REDUCTION MEASURES</u>											
Hamilton, Bothwell to Uddingston and Rutherglen corridors ~ Upgrades		1						1			
<u>SPT ~ CASUALTY REDUCTION MEASURES</u>											
A72 ~ New signing and lining		1						1			
A70 Ravenstruther ~ patching and refresh lining		1						1			
A749 Glasgow Rd/East Kilbride Rd ~ signing and road markings		1						1			
A721 Carnwath Rd, Kilncadzow ~ Refurb gateway signage and repeaters		1						1			
A721 Carnwath Rd at Hole Farm ~ Refresh road markings and new signage		1						1			
Whitelees Rd at A721 Carnwath Road ~ Refresh lining		1						1			
<u>LOCAL AUTHORITY DIRECT RESOURCE GRANT (ACTIVE TRAVEL)</u>											
Report our recommendations to make active travel a more viable option				1				1			
<u>ELECTRIC VEHICLE CHARGING INFRASTRUCTURE</u>											
Installation on-street charge point installations ~ Various Locations					1			1			
Public electric vehicle strategy and infrastructure expansion plan		1						1			
<u>CITY DEAL PROJECTS</u>											
Cathkin ~ Loss of value and Noise Insulation Regulations surveys		1						1			
Stewartfield Way		1						1			
Greenhills/Strathaven Road					1			1			
	1	109	0	3	20	60	60	133	0	0	0