

Report

Report to:	Community and Enterprise Resources Committee
Date of Meeting:	14 March 2023
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Community and Enterprise Resources)

Subject:	Community and Enterprise Resources - Capital Budget Monitoring 2022/2023
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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 Community and Enterprise Resources 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 Community and Enterprise Resources' capital programme of £48.444 million, and expenditure to date of £22.898 million, be noted; and
- (2) that the projected outturn of £43.7 million be noted.

3. Background

- 3.1. This is the fourth capital monitoring report presented to the Community and Enterprise Resources Committee for the financial year 2022/2023. A further report will follow after the financial year end.
- 3.2. As noted in the last report to this Committee (13 December 2022), the budget for Community and Enterprise Resources for financial year 2022/2023 was £48.270 million.
- 3.3. Since that meeting, the Executive Committee has agreed changes to the Community and Enterprise Resources Capital Programme totalling a net increase of £0.174 million. The details are shown in Appendix A. This takes the Community and Enterprise Resources' programme for 2022/2023 to £48.444 million.
- 3.4. The report details the financial position for Community and Enterprise 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 Community and Enterprise Resources for 2022/2023 is £48.444 million.

5.2. 2022/2023 Outturn

Work has been ongoing to monitor the predicted spend position for this financial year and current estimates from Community and Enterprise Resources suggest an outturn of £43.7 million, an underspend of £4.744 million. The majority of the variance is due to the timing of spend on a number of projects resulting in budget required in 2023/2024 rather than 2022/2023.

- 5.3. This includes a number of Glasgow City Region City Deal projects (including the grant payment element of Cathkin Bypass as well as Lanark Road Signalisation), Renewal of Play Parks, the Town Centre Regeneration Fund and Vacant and Derelict Land project at Cuningar Loop. Funding for these projects will carry forward into next financial year.

5.4. Period 11 Position

Anticipated spend to date was £23.073 million and spend to 27 January 2023 amounts to £22.898 million, an underspend of £0.175 million. This mainly reflects the timing of spend on the Greenhills Road and Jackton Primary School projects within the Glasgow City Region City Deal Programme. This has been offset by spend in relation to Clyde Gateway being incurred earlier than anticipated.

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 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.

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)

David Booth

Executive Director (Community and Enterprise Resources)

22 February 2023

Link(s) to Council Values/Priorities/Outcomes

- ♦ Accountable, effective, efficient and transparent

Previous References

- ◆ Community and Enterprise Resources Committee, 13 December 2022
- ◆ Executive Committee, 1 February 2023
- ◆ Executive Committee, 1 March 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
Community and Enterprise Resources
For Period 1 April 2022 – 27 January 2023

<u>Community and Enterprise Resources</u>	Base Budget £000	Budget Adjustments £000	Slippage £000	Total Budget £000	Budget to Date £000	Actual Expenditure £000
Facilities, Waste and Grounds	1,949	1,108	(503)	2,554	261	254
Enterprise and Sustainable Development	27,435	2,368	(10,670)	19,133	9,752	10,004
Roads, Transport and Fleet	29,997	2,652	(5,892)	26,757	13,060	12,640
TOTAL	59,381	6,128	(17,065)	48,444	23,073	22,898

For Information Only

*Budget Adjustments approved by Executive Committee,
1 February 2023:*

Budget Adjustments

Priory Changing Pavilion - Blantyre

£0.050m

Total Budget Adjustments

£0.050m

*Budget Adjustments approved by Executive Committee,
1 March 2023:*

Budget Adjustments

Cycle Shelters at Schools
National Strategy for 20mph

£0.040m

£0.084m

Total Budget Adjustments

£0.124m