

Report

Report to:	Housing and Technical Resources Committee
Date of Meeting:	8 November 2023
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Housing and Technical Resources)

Subject:	Capital Budget Monitoring 2023/2024 - Housing and Technical Resources (Housing Revenue Account (HRA))
----------	--

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 (HRA) for the period 1 April to 8 September 2023

2. Recommendation(s)

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

- (1) that the revised Housing and Technical Resources (HRA) capital programme of £69.596 million and expenditure to 8 September 2023 of £19.378 million, be noted

3. Background

- 3.1. This is the second capital monitoring report presented to the Housing and Technical Resources Committee for the financial year 2023/2024.
- 3.2. The budget is based on the revised capital programme for the year which was approved by the Executive Committee on 16 August 2023.
- 3.3. The report details the financial position for Housing and Technical Resources (HRA) on Appendix A.

4. Employee Implications

- 4.1. There are no employee implications contained within this report.

5. Financial Implications

- 5.1. The Housing capital programme for 2023/2024 totals £69.596 million and is detailed along with the funding sources at Appendix A to this report.
- 5.2. Actual expenditure to 8 September 2023 is £19.378 million. This is £1.920 million behind programme and is due to a number of external fabrics projects being behind programme due to projects requiring to be reprogrammed to take account of new, more effective procurement routes and delays requiring further consideration of technical options for some works.
- 5.3. The Resource is expecting to spend to this level and work will continue in the coming months to deliver spend.

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 an overspend. The risk is mitigated through the detailed project management plans prepared and monitored for each project. The risk of overspend is managed through 4-weekly Investment Management meetings.
- 7.2. 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 on the supply chain for the foreseeable future. The impact 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 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)

11 October 2023

Link(s) to Council Values/Priorities/Outcomes

- Accountable, effective, efficient and transparent

Previous References

- Executive Committee, 16 August and 11 October 2023

List of Background Papers

- Financial ledger to 8 September 2023

Contact for Further Information

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

Graham Booth, Finance Manager (Resources)

Ext: 2699 (Tel: 01698 452699)

E-mail: graham.booth@southlanarkshire.gov.uk

	£m	£m
Anticipated Capital Expenditure 2023/24		69.596
Estimated Financing Position 2023/24		
Capital Receipts	1.683	
Capital Financed From Current Revenue	27.162	
Prudential Borrowing	23.331	
Specific Grant – Scottish Government New Council Houses	12.036	
Specific Grant – Scottish Government Buy Backs	5.264	
Specific Grant – Scottish Government Mortgage to Rent	0.120	
Other Income	0.000	
		<u>69.596</u>
Actual Expenditure to 8 September 2023		19.378
Actual Financing Position to 8 September 2023		
Capital Receipts	1.917	
Capital Financed From Current Revenue	11.500	
Prudential Borrowing	0.000	
Specific Grant – Scottish Government New Council Houses	5.830	
Specific Grant – Scottish Government Buy Backs	0.000	
Specific Grant – Scottish Government Mortgage to Rent	0.131	
Other Income	0.000	
		<u>19.378</u>