

# Report

Report to:	<b>Housing and Technical Resources Committee</b>
Date of Meeting:	<b>7 February 2024</b>
Report by:	<b>Head of Finance (Strategy)</b> <b>Executive Director (Housing and Technical Resources)</b>

Subject:	<b>Capital Budget Monitoring 2023/2024 - Housing and Technical Resources (Housing Revenue Account (HRA))</b>
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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 (Housing Revenue Account (HRA)) for the period 1 April to 1 December 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 £67.443 million and expenditure to 1 December 2023 of £33.973 million, be noted

## 3. Background

- 3.1. This is the third 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 24 January 2024.
- 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 £67.443 million and is detailed along with the funding sources at Appendix A to this report.
- 5.2. Actual expenditure to 1 December 2023 is £33.973 million. This is £0.658 million ahead of programme and is due to the number of buy backs through the open market purchase scheme being ahead of programme to date.
- 5.3. Current estimates suggest an outturn of £67.443 million. 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.

**Jackie Taylor**  
**Head of Finance (Strategy)**

**Stephen Gibson**  
**Executive Director (Housing and Technical Resources)**

10 January 2024

## **Link(s) to Council Values/Priorities/Outcomes**

- Accountable, effective, efficient and transparent

## **Previous References**

- Executive Committee, 24 January 2024

## **List of Background Papers**

- Financial ledger to 1 December 2023

## **Contact for Further Information**

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

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	£m	£m
<b>Anticipated Capital Expenditure 2023/24</b>		<b>67.443</b>
<b>Estimated Financing Position 2023/24</b>		
Capital Receipts	1.683	
Capital Financed From Current Revenue	27.162	
Prudential Borrowing	23.166	
Specific Grant – Scottish Government New Council Houses	10.048	
Specific Grant – Scottish Government Buy Backs	5.264	
Specific Grant – Scottish Government Mortgage to Rent	0.120	
Other Income	0.000	
		<b><u>67.443</u></b>
<b>Actual Expenditure to 1 December 2023</b>		<b>33.973</b>
<b>Actual Financing Position to 1 December 2023</b>		
Capital Receipts	1.919	
Capital Financed From Current Revenue	24.385	
Prudential Borrowing	0.000	
Specific Grant – Scottish Government New Council Houses	7.538	
Specific Grant – Scottish Government Buy Backs	0.000	
Specific Grant – Scottish Government Mortgage to Rent	0.131	
Other Income	0.000	
		<b><u>33.973</u></b>