

Report

Report to:	Housing and Technical Resources Committee
Date of Meeting:	16 September 2020
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Housing and Technical Resources)

Subject:	Capital Budget Monitoring 2019/2020 - Housing and Technical Resources (excl Housing Revenue Account)
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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 2019 to 31 March 2020

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 £7.310 million, and expenditure for the year of £4.032 million, be noted.

3. Background

- 3.1. This is the sixth and final capital monitoring report presented to the Housing and Technical Resources Committee for the financial year 2019/2020.
- 3.2. The budget reflects the approved programme for the year (Executive Committee, 29 May 2019). It also includes budget adjustments presented to the Executive Committee during 2019/20. There have been no changes since the last report to this Committee.
- 3.3. The report details the financial position for Housing and Technical Resources (excl HRA) in Appendix A.

4. Employee Implications

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

5. Financial Implications

5.1. The total capital programme for Housing and Technical Resources (excl HRA) for 2019/2020 was £7.310 million.

5.2. 2019/20 Final Position

Total expenditure to the 31 March 2020 was £4.032 million, a difference of £3.278 million on the programme of £7.310 million.

- 5.3. The final expenditure position of £4.032 million is slightly lower than the projected outturn of £4.6 million reported to this Committee previously (17 June 2020). As advised, the underspend mainly reflects the anticipated timing of spend on a number of projects within multi-year programmes including Essential Services Accommodation, Civic Centre Fabric Upgrade, Prioritised Urgent Investment, Central Energy Efficiency Fund and Springhall Regeneration Project (Existing Cathkin Library Building), along with other minor movements.
- 5.4. This additional underspend is mainly due to the timing of spend on Civic Centre Fabric Upgrade (£0.5 million) and Essential Services Accommodation (£0.2 million).
- 5.5. The ongoing implications of COVID-19, including the closure of construction sites in advance of the financial year end, have had an impact on the level of capital spend which has been achieved this financial year. This will continue to impact on the 2020/2021 Capital Programme. Funding will carry forward into next financial year and an update on the 2020/2021 programme is detailed in a separate report to this Committee.
- 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 risk has been assessed as low given the detailed project management plans prepared and monitored for each project. The risk of overspend is managed through four weekly Investment management meetings.
- 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)

Daniel Lowe
Executive Director (Housing and Technical Resources)

26 August 2020

Link(s) to Council Values/Ambitions/Objectives

- ◆ Accountable, Effective, Efficient and Transparent

Previous References

- ◆ Executive Committee, 29 May 2019

List of Background Papers

- ◆ Financial ledger to 31 March 2020
- ◆ Housing and Technical Resources Committee, 17 June 2020

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 2019-20
Housing and Technical Resources Programme (excl HRA)
For Period 1 April 2019 – 31 March 2020**

<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
Office Accommodation	8,830	(2,921)	0	5,909	5,909	3,602
Private Housing Scheme of Assistance	1,000	(1,000)	0	0	0	0
Other Housing	550	851	0	1,401	1,401	430
TOTAL	10,380	(3,070)	0	7,310	7,310	4,032