

Report

Report to:	Financial Resources Scrutiny Forum
Date of Meeting:	24 August 2023
Report by:	Executive Director (Finance and Corporate Resources)

Subject:	Capital Budget Monitoring 2023/2024 - Housing 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 Housing Capital Programme for the period covering 1 April 2022 to 14 July 2023.

2. Recommendation(s)

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

- (1) that the physical and financial progress of the Housing Capital Programme be noted.

3. Background

- 3.1. The Capital reports attached provide detail on the position as at 14 July 2023 from both a financial and physical perspective.
- 3.2. Appendix A shows the financial position of the Housing Capital Programme, with the physical progress detailed in Appendix B.

4. 2023/2024 Housing Capital Programme

4.1. 2023/2024 Budget

A total Housing Capital Programme budget for 2023/2024 was also approved by Council in February 2023. This included funding carried forward from previous years and gave a total programme of £63.916 million.

- 4.2. The Final Outturn report for financial year 2022/2023 (June 2023) noted a carry forward of £8.081 million into future years. Further analysis of this budget confirms that £3.997 million is required in 2023/2024, with the remainder being carried forward into future years.
- 4.3. In addition, the Executive Committee on 16 August 2023 agreed that the 2023/2024 Capital Programme be increased by a further £1.683 million to reflect the expenditure on new build homes at East Whitlawburn, which are being built on behalf of West Whitlawburn Housing Association.
- 4.4. As a result of these adjustments noted at sections 4.2 and 4.3, a revised programme of £69.596 million has been agreed. Programmed funding for the year also totals £69.596 million. The budget, along with a detailed breakdown of the funding sources is included in Appendix A to this report.

4.5. Period 4 Position

Budget for the period is £13.250 million and spend to 14 July 2023 amounts to £12.469 million. As at 14 July 2023, £12.469 million of funding had been received.

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 detailed 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. 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.

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)

7 August 2023

Link(s) to Council Values/Priorities/Outcomes

- Accountable, effective, efficient and transparent

Previous References

- Council, 22 February 2023
- Executive Committee, 21 June 2023
- Executive Committee, 16 August 2023

List of Background Papers

- Capital Ledger prints to 14 July 2023

Contact for Further Information

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

Jackie Taylor, Head of Finance (Strategy)

Ext: 5637 (Tel: 01698 455637)

E-mail: jackie.taylor@southlanarkshire.gov.uk

APPENDIX A

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2023/24
HOUSING PROGRAMME
FOR PERIOD 1 APRIL 2023 TO 14 JULY 2023

	<u>2023/24</u> <u>Original</u> <u>Budget</u> £m	<u>2023/24</u> <u>Revised</u> <u>Budget</u> £m	<u>2023/24</u> <u>Budget to</u> <u>14/07/23</u> £m	<u>2023/24</u> <u>Actual to</u> <u>14/07/23</u> £m
Expenditure				
2023/24 Budget	63.916	69.596	13.250	12.469

	<u>2023/24</u> <u>Original</u> <u>Budget</u> £m	<u>2023/24</u> <u>Revised</u> <u>Budget</u> £m	<u>2023/24</u> <u>Actual to</u> <u>14/07/23</u> £m
Income			
Capital Receipts	0.000	1.683	1.683
Capital Receipts – Land Sales	0.000	0.000	0.005
Capital Funded from Current Revenue	27.162	27.162	5.902
Prudential Borrowing	17.302	23.331	0.000
Scottish Government Specific Grant:			
- New Build	16.632	12.036	4.748
- Open Market Purchase Scheme	2.700	5.264	0.000
- Mortgage to Rent	<u>0.120</u>	<u>0.120</u>	<u>0.131</u>
	<u>63.916</u>	<u>69.596</u>	<u>12.469</u>

HOUSING CAPITAL PROGRAMME 2023/2024

EXECUTIVE SUMMARY

PERIOD ENDED 14 JULY 2023

Expenditure Periods

[illegible]

Housing Capital Programme 2023/2024

Build Variance Explanations

<u>Project Name</u>	<u>Status</u>	<u>Variance Explanation</u>
Glebe Court, Lanark - Replacement of Communal Boiler & Heating Controls	Behind Programme	This project is behind programme as a result of a number of delays experienced during the tender process.
Headhouse Court Sheltered Housing - Internal Area Upgrade	Behind Programme	This project is behind programme because delays at Davaar Sheltered Housing have impacted on resourcing – see project below.
Davaar Sheltered Housing - Internal Area Upgrade	Behind Programme	This project is behind programme as a result of a delay with the delivery of doors on site.
Wingate Park Sheltered Housing - Internal Area Upgrade	Behind Programme	This project is behind programme as a result of resourcing issues.

HRA Capital Expenditure Profile Graph 2023/2024

