



# Report

Report to:	<b>Financial Resources Scrutiny Forum</b>
Date of Meeting:	<b>5 March 2020</b>
Report by:	<b>Executive Director (Finance and Corporate Resources)</b>

Subject:	<b>Capital Budget Monitoring 2019/2020 - Housing Capital Programme</b>
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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 2019 to 3 January 2020.

## 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 3 January 2020 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. Employee Implications

4.1. None

## 5. Financial Implications

### 5.1. 2019/20 Budget

The revised Housing Capital Programme for 2019/20 totals £61.835 million and is detailed along with the funding sources at Appendix A to this report. This was reported to the Executive Committee on 26 February 2020.

### 5.2. 2019/20 Outturn

In terms of the Housing Capital Programme, current estimates from Housing and Technical Resources suggest an outturn of £58.471 million. This is an underspend of £3.4 million and relates to the timing of spend, resulting in budget required in 2020/21 rather than in 2019/20.

### 5.3. Period 10 Position

Appendix A also shows the position on the Housing Programme as at 3 January 2020. Budget for the period is £33.011 million with spend of £32.622 million. This

represents expenditure of £0.389 million behind profile and reflects the timing of spend across a number of projects.

- 5.4. Programmed funding for the year totals £61.835 million. As at 3 January 2020, actual funding of £32.622 million has been received.

## **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 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.
- 7.2. There are no implications for sustainability in terms of the information contained in this report.

## **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)**

26 February 2020

### **Link(s) to Council Values/Ambitions/Objectives**

- Accountable, Effective and Efficient and Transparent

### **Previous References**

- Executive Committee, 26 February 2020

### **List of Background Papers**

- Capital Ledger prints to 3 January 2020

### **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)

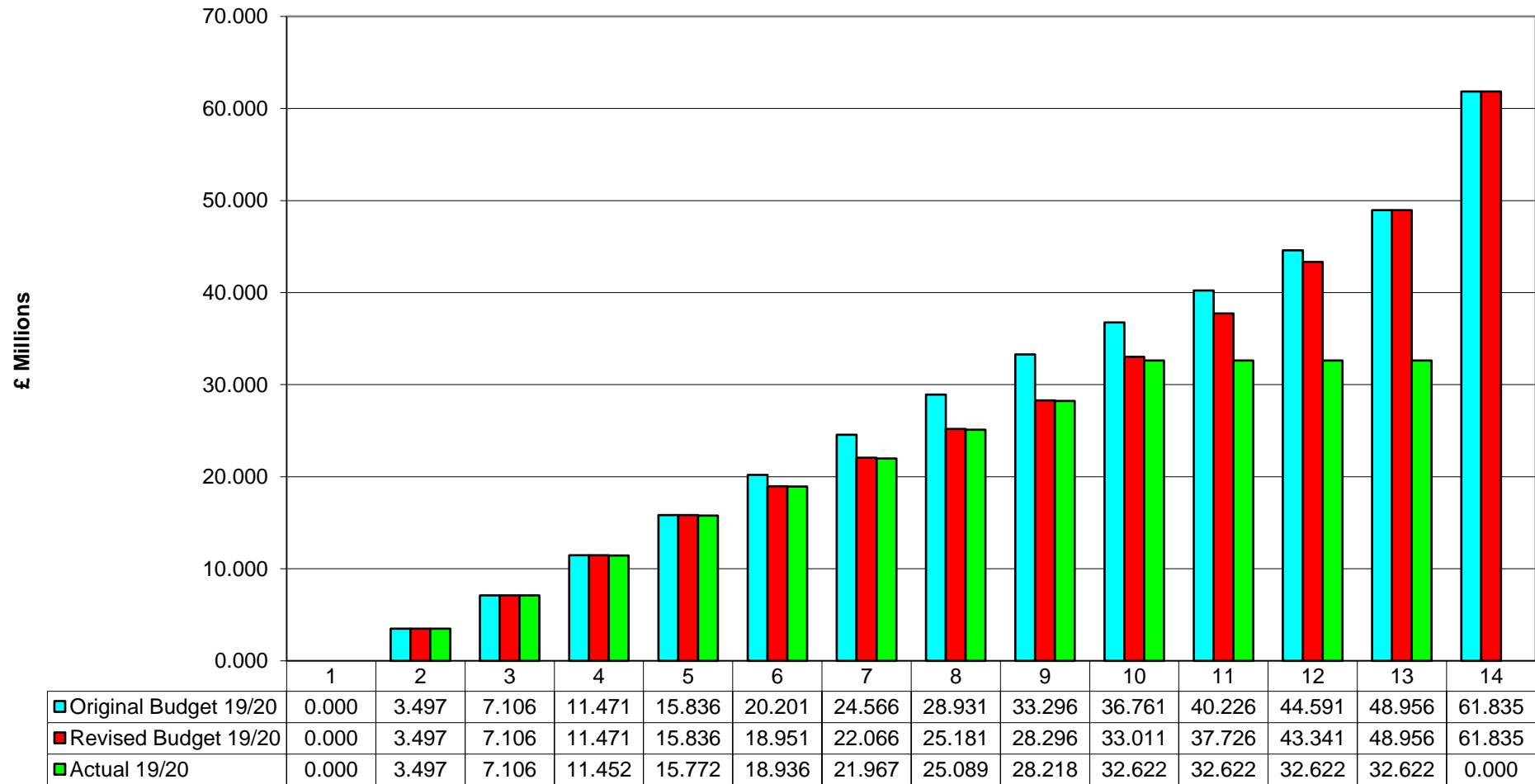
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SOUTH LANARKSHIRE COUNCIL  
CAPITAL EXPENDITURE 2019/20  
HOUSING PROGRAMME  
FOR PERIOD 1 APRIL 2019 TO 3 JANUARY 2020

**Appendix A**

	<u>2019/20</u> <u>Annual</u> <u>Budget</u> <u>£m</u>	<u>2019/20</u> <u>Budget to</u> <u>03/01/20</u> <u>£m</u>	<u>2019/20</u> <u>Actual to</u> <u>03/01/20</u> <u>£m</u>
<b>EXPENDITURE</b>			
2019/20 Budget incl carry forward from 2018/19	<b>61.835</b>	<b>33.011</b>	<b>32.622</b>
	<u>2019/20</u> <u>Annual</u> <u>Budget</u> <u>£m</u>		<u>2019/20</u> <u>Actual to</u> <u>03/01/20</u> <u>£m</u>
<b>INCOME</b>			
Capital Receipts – Land Sales	0.000		0.027
Capital Funded from Current Revenue	20.589		20.589
Prudential Borrowing	28.715		6.687
Scottish Government Specific Grant			
- New Build	10.611		4.062
- Open Market Purchase Scheme	1.800		0.930
- Mortgage to Rent	0.120		0.327
<b>TOTAL FUNDING</b>	<b>61.835</b>		<b>32.622</b>

HRA Capital Expenditure Profile Graph 19/20



**HOUSING CAPITAL PROGRAMME 2019/20****EXECUTIVE SUMMARY****PERIOD ENDED 3 JANUARY 2020**

	<b><u>Expenditure Periods</u></b>													
	<b><u>1</u></b>	<b><u>2</u></b>	<b><u>3</u></b>	<b><u>4</u></b>	<b><u>5</u></b>	<b><u>6</u></b>	<b><u>7</u></b>	<b><u>8</u></b>	<b><u>9</u></b>	<b><u>10</u></b>	<b><u>11</u></b>	<b><u>12</u></b>	<b><u>13</u></b>	<b><u>14</u></b>
<b><u>Programme Status</u></b>														
Projects Complete	-	4	6	13	15	16	18	19	22	23				
Projects on Programme	-	122	123	119	118	117	105	107	107	106				
Projects Behind Programme	-	-	-	-	-	3	7	4	4	4				
Projects Altered Brief/Programme	-	2	-	-	2	-	4	3	3	-				
Projects Held	-	8	9	9	9	10	14	18	19	22				
	-	136	138	141	144	146	148	151	155	155				
<b><u>Project Status</u></b>														
Design Feasibility	-	64	60	52	49	41	42	41	44	42				
Sketch Design	-	2	3	3	3	2	2	1	-	-				
Detailed Design	-	-	-	2	3	4	3	4	3	3				
Production Information	-	16	16	16	19	19	13	11	9	10				
Tendering	-	16	20	29	28	36	40	44	47	46				
On Site	-	34	33	26	27	28	30	31	30	31				
Complete	-	4	6	13	15	16	18	19	22	23				
	-	136	138	141	144	146	148	151	155	155				

## **Housing Capital Programme 2019/20**

### **Build Variance Explanations**

<b><u>Project Name</u></b>	<b><u>Status</u></b>	<b><u>Variance Explanation</u></b>
Kyle Court, Cambuslang - Upgrade of Communal Areas	Behind Programme	Project re-programmed to reflect available resources.
Newlandsmuir, East Kilbride - Re-roofing	Behind Programme	Delay in site start due to delay in pre-start meeting.
Udston Phase 2 - External Render	Behind Programme	Delay in tender issue, however site start date has not been affected.
The Murray, East Kilbride - External Fabric Repairs	Behind Programme	Delay to works due to utilities work being carried out in the area.