



Report

Report to:	Financial Resources Scrutiny Forum
Date of Meeting:	21 September 2023
Report by:	Executive Director (Finance and Corporate Resources)

Subject:	Capital Budget Monitoring 2023/2024 - General Fund 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 General Fund Capital Programme for the period covering 1 April 2023 to 11 August 2023.

2. Recommendation(s)

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

- (1) that the physical and financial progress of the 2023/2024 General Fund Capital Programme be noted.

3. Background

3.1. The Capital reports attached provide detail on the position as at 11 August 2023 from both a financial and physical perspective.

3.2. Appendices A to D show the financial position of the General Fund Capital Programme, with the physical progress detailed in appendices E to G – as they are split into Build, Non Build and Roads.

4. General Fund Capital Programme 2023/2024

4.1. 2023/24 Budget

The revised Capital Programme for 2023/2024 totals £80.262 million as shown in Appendix B. The revised programme includes adjustments to the programme totalling a net decrease of £3.060 million, as detailed in Appendix A. These adjustments were agreed by the Executive Committee on 13 September 2023.

4.2. The main reason for this reduction is profiling adjustments proposed by Community and Enterprise Resources, and they include the output from the review of the anticipated timing of spend on the Glasgow City Region City Deal project at Stewartfield Way, East Kilbride (£3 million).

4.3. In addition, delays in Scottish Government approval for the overall project at Hairmyres Station have had an impact on the timescales for the Park and Ride project. As a result, funding from Strathclyde Passenger Transport (£0.800 million) cannot be fully utilised this financial year. Furthermore, a timescale of works has now been agreed with the contractor for the Glasgow City Region City Deal signalisation project at Lanark Road, Larkhall, which will now commence on site

January 2024. This has resulted in some expenditure falling into next financial year (£0.800 million).

- 4.4. These reductions to the 2023/2024 programme (sections 4.2 and 4.3) are offset by additional project funding awarded primarily from the Scottish Government's Regeneration Capital Grant Fund (£0.989 million) and Shared Prosperity Fund (£0.340 million).
- 4.5. The programme spend for the General Fund is summarised in Appendix B with a full breakdown of expenditure across Services included in Appendix C. Total funding of £80.262 million is available in year, as shown in Appendix D.
- 4.6. **Period 5 Position**
The programme spend and funding for the General Fund is summarised in Appendix D. As noted in Section 4.1, the total capital spending programme for the year is £80.262 million.
- 4.7. Budget for the period is £15.161 million and spend to the 11 August 2023 is £14.654 million. The spend is therefore behind programme by £0.507 million. This mainly relates to the new Wooddean Early Learning Centre, Bothwell (formerly Clyde Terrace) within Education Resources, which is still scheduled to handover in November 2023 as previously advised.
- 4.8. Actual funding received to 11 August 2023 is £42.661 million.
- 4.9. Relevant officers will continue to closely monitor the generation of all income including receipts.
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 included 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)

4 September 2023

Link(s) to Council Values/Priorities/Outcomes

- Accountable, effective, efficient and transparent

Previous References

- Executive Committee, 13 September 2023

List of Background Papers

- Capital Ledger prints to 11 August 2023

Contact for Further Information

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

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Adjustments Approved by Executive Committee – 13 September 2023

Community and Enterprise Resources

Carnwath Community and Business Enterprise HUB

The Council has been awarded funding of £0.275 million from the Scottish Government's Regeneration Capital Grant Fund (RCG) towards the Carnwath Community and Business Enterprise HUB project. This will support the construction of a community business and enterprise hub on the site already purchased in the village. This RCG funding will augment funding already provided from the Council's Capital Programme, namely Place Based Investment Programme (£0.025m) for the site purchase and Vacant and Derelict Land Fund (£0.100m) for the construction.

Approval is sought to increase the 2023/2024 Capital Programme by £0.275 million to reflect this grant award. £0.275m

Carluke High Mill Community Facility – Phase 1

Similarly, the Scottish Government has awarded South Lanarkshire £1.199 million from the Regeneration Capital Grant Fund (RCGF) towards the new High Mill Community Facility, Carluke. This project will be led by a local Community Group and will allow the refurbishment and repurpose of Carluke High Mill into a multi-purpose community facility. The Group have also been awarded Heritage Lottery and Historic Environment Scotland funding for this project.

Given the timescales for this project, anticipated spend in 2023/2024 is expected to be £0.714 million, with the balance of £0.485 million required in financial year 2024/2025. Therefore, approval is sought to increase the 2023/2024 Capital programme by £0.714 million with the remainder (£0.485 million) being added to the budget in 2024/2025 when appropriate. £0.714m

Leisure and Culture Transformation Fund - TACT Hall

The TACT Hall, Blantyre is currently closed. Essential works are required to the heating / ventilation systems and the water tank to bring the hall back into operation. Approval is sought to add £0.187 million to the 2023/2024 Capital Programme to undertake the necessary improvement works at the TACT Hall. This will be funded from the Leisure and Culture Transformation Fund. £0.187m

Strathclyde Passenger Transport – Hairmyres Park and Ride

Funding of £1 million for financial year 2023/2024 was secured from Strathclyde Passenger Transport to contribute to the expansion of Hairmyres Station Park and Ride. However, Scottish Government approval for the overall project at Hairmyres Station is still awaited.

As a result, the Transport Scotland / Network Rail timeline for the delivery of the overall project at Hairmyres Station has changed since the time of the Council's original funding bid. Given these ongoing issues, approval is sought to reduce the 2023/2024 capital programme by £0.800 million. The remaining funding allocated for this financial year will allow for the conclusion of the planning application process as well as the development of tender and contract documents. (£0.800m)

A bid for funding in future financial years will be submitted to Strathclyde Passenger Transport to allow this project to progress.

Glasgow City Region City Deal - Stewartfield Way

Delivery timescales and financial matters remain under review in light of pressures being experienced across this and other construction projects and currently available design and contractor resources. A phased delivery programme is being considered with work now underway in relation to traffic modelling, revised junction layouts, early action elements (electric vehicle / active travel). Work continues in relation to refining, rescoping and progressing the project to Outline Business Case and this is expected over the next 9 to 12 months.

As this work is ongoing, approval is sought to slip £3 million into the 2024/2025 Capital Programme to better reflect the more likely timing of spend. (£3.000m)

Glasgow City Region City Deal – Lanark Road Signalisation

The 2023/2024 Capital Programme includes an allocation of £1.350 million to progress a signalisation project at the M74 junction 7, Lanark Road, Larkhall. Due to the initially successful contractor withdrawing from the tender process the second-place contractor was appointed. However, the resulting delay means it has been necessary to restate the programme with works now commencing in January 2024 through to June 2024. As a result, approval is sought to slip £0.800 million into the 2024/2025 Capital Programme to better reflect the anticipated timing of spend. (£0.800m)

Education Resources

Crawforddyke Primary School – ASN Adaptations

Approval is sought to increase the 2023/24 Capital Programme to reflect £0.022m of developer contributions already received from the development at the former Roadmeetings Hospital, Carluke. This funding will be utilised to alter the former nursery toilets to facilitate use by primary school pupils at Crawforddyke Primary School, Carluke. £0.022m

Housing and Technical Resources

Public Space CCTV

As reported to the Community and Enterprise Committee (29 August 2023), to facilitate the upgrade of the public space CCTV system, an allocation of £0.500 million has been made available from the Council's Shared Prosperity Fund allocation. Part of these essential works were required to commence during 2022/2023, with the main improvement works scheduled to start in 2023/2024.

Approval is sought to increase the 2023/2024 Capital Programme by £0.340 million, with the remaining £0.160 million being added to the budget in 2024/2025 when appropriate. £0.340m

Minor Adjustments £0.002m

TOTAL ADJUSTMENTS (£3.060m)

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2023/24
GENERAL FUND PROGRAMME
FOR PERIOD 1 APRIL 2023 TO 11 AUGUST 2023

£m

Total Base Budget (including carry forward from 2022/2023) **83.322**

Proposed Adjustments – Period 5 (3.060)

Total Revised Budget 80.262

	<u>2023/24</u> <u>Budget</u>	<u>Period 5</u> <u>Proposed</u> <u>Adjustments</u>	<u>Revised</u> <u>2023/24</u> <u>Budget</u>
<u>Resource</u>	<u>£m</u>	<u>£m</u>	<u>£m</u>
Community & Enterprise	42.925	(3.417)	39.508
Education	19.311	0.022	19.333
Finance & Corporate	5.333	-	5.333
Housing & Technical	11.923	0.335	12.258
Social Work	2.030	-	2.030
Other Match Funding	1.800	-	1.800
TOTAL CAPITAL PROGRAMME	83.322	(3.060)	80.262

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2023/24
GENERAL FUND PROGRAMME
FOR PERIOD 1 APRIL 2023 TO 11 AUGUST 2023

<u>Resource Name</u>	<u>Annual Budget £000</u>	<u>2022/23 C/F £000</u>	<u>Previous Slippage /Adjs £000</u>	<u>Total Original Budget £000</u>	<u>Proposed Adjs £000</u>	<u>Proposed Slippage £000</u>	<u>Total Budget £000</u>	<u>Estimate to Date £000</u>	<u>Actual £000</u>
Community & Enterprise									
Facs, Waste & Grounds	2,286	1,336	(860)	2,762	545	0	3,307	715	719
Planning & Reg	0	0	0	0	0	0	0	0	0
Enterprise / Sust Dev	29,824	5,035	(25,174)	9,685	2,396	(800)	11,281	815	818
Roads, Tport & Fleet	20,118	5,749	(104)	25,763	2,157	(3,000)	24,920	4,945	4,880
Resource Total	52,228	12,120	(26,138)	38,210	5,098	(3,800)	39,508	6,475	6,417
Education									
Growth/Accom Pressures	7,338	(1,218)	571	6,691	594	(192)	7,093	4,612	4,636
1,140 Hours	3,145	135	-	3,280	0	0	3,280	833	412
ICT Developments	2,444	(409)	-	2,035	20	0	2,055	259	259
Free School Meals	6,642	69	(40)	6,671	0	0	6,671	120	126
Inspiring Spaces Programme	-	-	-	-	234	-	234	0	0
Resource Total	19,569	(1,423)	531	18,677	848	(192)	19,333	5,824	5,433
Finance & Corporate									
IT Services	7,230	(1,283)	(614)	5,333	0	0	5,333	887	884
Resource Total	7,230	(1,283)	(614)	5,333	0	0	5,333	887	884
Housing and Technical									
Office Accom	7,250	3,295	91	10,636	299	0	10,935	1,144	1,098
Private Housing Scheme of Assistance	1,000	0	0	1,000	0	0	1,000	0	0
Other Housing	0	258	(95)	163	160	0	323	20	12
Resource Total	8,250	3,553	(4)	11,799	459	0	12,258	1,164	1,110
Social Work									
Other	1,984	(307)	353	2,030	0	0	2,030	811	810
Resource Total	1,984	(307)	353	2,030	0	0	2,030	811	810
Other Match Funding	1,800	-	-	1,800	-	-	1,800	-	-
Overall Total	91,061	12,660	(25,872)	77,849	6,405	(3,992)	80,262	15,161	14,654

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2023/24
GENERAL FUND PROGRAMME
FOR PERIOD 1 APRIL 2023 TO 11 AUGUST 2023

	<u>2023/24</u> <u>Original</u> <u>Estimate inc</u> <u>C/F</u>	<u>2023/24</u> <u>Revised</u> <u>Budget</u>	<u>2023/24</u> <u>Budget to</u> <u>11/08/23</u>	<u>2023/24</u> <u>Actual to</u> <u>11/08/23</u>
Expenditure	£m	£m	£m	£m
General Fund Programme	77.849	80.262	15.161	14.654
Income	<u>2023/24</u> <u>Budget</u>	<u>2023/24</u> <u>Revised</u> <u>Budget</u>		<u>2023/24</u> <u>Actual</u> <u>To</u> <u>11/08/23</u>
	£m	£m		£m
Prudential Borrowing	24.959	21.351		21.351
Developers Contributions	7.658	8.080		4.225
Partners (Including SPT, Clyde Windfarm and Transport Scotland)	2.157	3.299		0.549
Scottish Government:				
- Capital Grant	33.985	34.527		10.184
- Cycling, Walking and Safer Routes	1.632	2.284		0.000
- Road Safety Improvement	0.000	0.475		0.000
- Vacant and Derelict Land	2.019	2.019		1.334
- Regeneration Capital Grant	0.737	1.726		0.745
- Place Based Investment	1.510	2.723		2.723
Programme				
-Inspiring School Age Childcare Spaces Programme	0.000	0.234		0.000
Glasgow City Region City Deal	0.000	0.000		0.000
Capital Receipts	2.000	2.000		0.006
Specific Reserves	1.192	1.192		1.192
Revenue Contribution	0.000	0.352		0.352
TOTAL FUNDING	77.849	80.262		42.661

-	120	125	130	134
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General Services Capital Programme 2023/2024

Build Variance Explanations

<u>Project Name</u>	<u>Status</u>	<u>Variance Explanation</u>
Wooddean Early Learning Centre, Bothwell (formerly Clyde Terrace)	Behind Programme	This project is behind schedule as a result of a delay with sewer diversions, following the relocation of digital services. The new facility is still expected to be handed over November 2023.

General Fund Capital Programme 2023/24
Non-Build Executive Summary – Project Status

<u>Type</u>		<u>Status</u>
C/F	Halfway Park Play Area Redevelopment	Complete
New	Gilmourton Play Park Redevelopment	Complete
C/F	Hamilton Palace Grounds Sports Pitches	Complete
C/F	Zero Waste Fund	Complete
C/F	Chatelherault Allotments	Complete
New	Symington Play Park Redevelopment	Complete
C/F	Participatory Budgeting - Rutherglen / Cambuslang Footpaths	Complete
C/F	Library IT Infrastructure Upgrade Costs	On Programme
New	SLLC - Booking and Admission System	On Programme
C/F	Extension of Cemeteries – Phillipshill Extension	On Programme
C/F	Memorial Headstone Remedial Works	On Programme
New	Ash Die Back	On Programme
C/F	Langlands Boardwalk	On Programme
C/F	Springahll Urban Greenspace Development – Additional Equipment	On Programme
C/F	Bin Storage Areas	On Programme
New	Nature Restoration Fund	On Programme
C/F	Renewal of Play Parks	On Programme
C/F	Greenhall Replacement Bridge	On Programme
C/F	White Bridge Replacement, Chatelherault Country Park	On Programme
C/F	Horseshoe Bridge, Calderglen	On Programme
C/F	Willie Waddell Sport and Community Centre, Forth – Monoliths	On Programme
New	Carluk High Mill Community Facility – Phase 1	On Programme
New	Carnwath Community and Business Enterprise HUB	On Programme
C/F	East Kilbride Town Centre	On Programme
C/F	Rural Development Centre	On Programme
New	Place Based Investment Programme – 2023/2024	On Programme
C/F	Place Based Investment Programme – 2022/2023	On Programme
C/F	Town Centre Regeneration Fund	On Programme
C/F	Hamilton HUB – New Cross Shopping Centre	On Programme
C/F	Vacant and Derelict Land – Cunningar Allotments	On Programme
New	Vacant and Derelict Land – Langlands West	On Programme
New	Vacant and Derelict Land – Clyde Cycle Park Phase 2	On Programme
New	Vacant and Derelict Land – Carnwath Community and Business Enterprise HUB	On Programme
C/F	Vacant and Derelict Land – Cunningar Phase 2	On Programme
C/F	Vacant and Derelict Land – Cuningar Loop Phase 3 Greening	On Programme
New	Switched on Fleet	On Programme
C/F	Education Information Communication Technology Solutions for Learning	On Programme
C/F	Information Technology Infrastructure Refresh	On Programme
C/F	Oracle Upgrade	On Programme
C/F	Digital Connectivity	On Programme
C/F	Electronic Document Records Management System	On Programme
C/F	Digital Transformation Fund	On Programme
C/F	Community Alarms	On Programme
C/F	Swiss Plus	On Programme
C/F	Glasgow City Region City Deal – Community Growth Areas	Behind Programme

General Services Capital Programme 2023/2024

Non-Build Variance Explanations

<u>Project Name</u>	<u>Status</u>	<u>Variance Explanation</u>
Glasgow City Region City Deal – Community Growth Areas – Lanark Road Signalisation	Behind Programme	This project is behind as a result of the initially successful contractor withdrawing from the tender process. The second-place contractor has now been appointed. However, the resulting delay means it has been necessary to restate the programme with works now commencing in January 2024 through to June 2024.

GENERAL FUND CAPITAL PROGRAMME 2023/24

ROADS EXECUTIVE SUMMARY

PERIOD ENDED 11 AUGUST 2023 (PERIOD 5)

1 2 3 4 5 6 7 8 9 10 11 12 13

Number of Projects

Total Projects Currently Reported - 137 139 142 152

Programme Status

Projects Complete - 14 25 47 58

Projects on Programme - 123 114 94 87

Projects Behind Programme - - - - 2

Projects, Altered Brief / Programme - - - 1 1

Projects Still to Commence - - - - 4

- 137 139 142 152

Project Status

Briefing - 46 46 4 8

Production Information - 51 51 73 62

Billing - - - - -

Tendering - 2 1 1 1

On Site - 24 16 17 23

Complete - 14 25 47 58

- 137 139 142 152

General Services Capital Programme 2023/2024

Roads Variance Explanations

<u>Project Name</u>	<u>Status</u>	<u>Variance Explanation</u>
Strathclyde Passenger Transport (SPT) Park and Ride Schemes - Hairmyres (Design works only)	Behind Programme	<p>This project is behind due to Scottish Government approval for the overall project at Hairmyres Station still awaited. As a result, the Transport Scotland / Network Rail timeline for the delivery of the overall project at Hairmyres Station has changed since the time of the Council's original funding bid to SPT.</p> <p>The planning application process as well as the development of tender and contract documents will continue to be progressed this financial year.</p>
Glasgow City Region City Deal - Stewartfield Way	Behind Programme	<p>This project is behind schedule as a result of pressures being experienced across this and other construction projects and currently available design and contractor resources.</p> <p>A phased delivery programme is being considered with work now underway in relation to traffic modelling, revised junction layouts, early action elements (electric vehicle / active travel).</p>

Project Title	PROJECT STATUS						PROGRAMME STATUS				
	Briefing / Programme	Production Information	Billing	Tendering	On Site	Complete	Projects Complete	Projects on Programme	Projects Behind Programme	Projects altered Brief / Programme	Projects Held
<u>ROADS / FOOTWAYS INVESTMENT PROGRAMME</u>											
<u>East Kilbride, Rutherglen and Cambuslang Areas</u>											
<u>Strategic Schemes</u>											
Bryce Place, East Kilbride						1	1				
Mackintosh Place, East Kilbride						1	1				
Glen Urquhart, East Kilbride						1	1				
Kirkton Place, East Kilbride						1	1				
Glen Lyon , East Kilbride						1	1				
Singer Road, East Kilbride						1	1				
MacIvor Crescent						1	1				
Drumloch Road, Chapleton						1	1				
Threestanes Road, Strathaven						1	1				
Cornwall Street, East Kilbride						1	1				
Severn Road, East Kilbride						1	1				
Douglasdale, East Kilbride						1	1				
Fairfield Place, East Kilbride		1						1			
Dykehead Highway, Chapleton		1						1			
Muirside Road, Strathaven		1						1			
Tasman Drive, East Kilbride					1			1			
Chalmers Drive and Crescent, East Kilbride		1								1	
Macleod Place, East Kilbride		1						1			
Abbotsford Brae, and Ashton Green, East Kilbride		1						1			
Park Drive, East Kilbride		1						1			
Clydeford Road, Cambuslang						1	1				
Hamilton Road, Cambuslang						1	1				
Langlea Road, Rutherglen						1	1				
Gilbertfield Road					1			1			
Kenmure Way, Rutherglen		1						1			
Glendaruel Road, Rutherglen		1						1			
<u>Preventative Maintenance Schemes</u>											
Waterfoot Road, Thorntonhall						1	1				
High Brownside and Caldergreen Highway, Strathaven						1	1				
Bents and Station Highway, Glassford						1	1				
Shawtonhill Highway,Chapleton						1	1				
Drumclog Highway, Drumclog						1	1				
Auldhouse Road, Auldhouse						1	1				
Prep works						1	1				
<u>Strategic Patching</u>											
Strategic /machine patching works ~ various locations					1			1			
<u>Footways</u>											
Maxwellton Road, East Kilbride		1						1			
Vancouver Drive, East Kilbride		1						1			
Milford, East Kilbride		1						1			
Torrance Road, East Kilbride		1						1			
Threestanes Road, Strathaven		1						1			

[illegible]

[illegible]

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SOUTH LANARKSHIRE COUNCIL

RESOURCE: ENTERPRISE, ROADS & TRANSPORTATION SERVICES 2023/24

PROJECT / PROGRAMME STATUS - PERIOD 5

Project Title	PROJECT STATUS						PROGRAMME STATUS				
	Briefing / Programme	Production Information	Billing	Tendering	On Site	Complete	Projects Complete	Projects on Programme	Projects Behind Programme	Projects altered Brief / Programme	Projects Held
Cycle Schemes											
West Mains Road (EK Rail Station to Creighton Grove) ~ Ph 1.2					1			1			
Churchill Av/Whitemoss Av ~ Ph1.5					1			1			
West Mains Road ~ Ph1.4	1										1
Bothwell to Uddingston Cycle Route		1						1			
SPT GRANT FUNDED PROJECTS											
SPT ~ BUS INFRASTRUCTURE WORKS											
Stonelaw Road Corridor ~ bus stop improvements					1			1			
High St, Biggar ~ bus layby areas		1						1			
SPT ~ PARK AND RIDE SCHEMES											
Lanark P&R (Former Alstons yard site)						1	1				
Lanark Interchange		1						1			
Hairmyres P&R (Design works only)		1							1		
SPT ~ STRATEGIC CYCLE INFRASTRUCTURE											
NCN74 realignment at Raploch Pitches						1	1				
Carlisle to Carstairs ~ Land & Construction		1						1			
SPT ~ REGIONAL CONGESTION REDUCTION MEASURES											
Stewart St/Castleknowe Road, Carlisle		1						1			
Keir Hardie Rd / Machan Road, Larkhall		1						1			
Bus Priority ~ Uddingston, Larkhall, Carlisle & Lanark		1						1			
SPT ~ CASUALTY REDUCTION MEASURES											
A749 East Kilbride/Glasgow Rd - Enhanced signs and refresh road markings					1			1			
Lanark, Bloomgate ~ Westport		1						1			
CITY DEAL PROJECTS											
Cathkin ~ Loss of value and Noise Insulation Regulations surveys					1			1			
Stewartfield Way		1							1		
Greenhills/Strathaven Road					1			1			
	8	62	0	1	23	58	58	87	2	1	4