

Report

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Report to:	Financial Resources Scrutiny Forum
Date of Meeting:	14 July 2011
Report by:	Chief Executive

Subject:	Capital Budget Monitoring 2010-11 - Outturn
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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 capital programmes for the period covering 1 April 2010 to 31 March 2011.

2. Recommendation(s)

2.1. The Budget Scrutiny Forum is asked to approve the following recommendation(s):-

- (1) that the final outturn position on the 2010/11 Housing Capital Programme, be noted and
- (2) that the final outturn position of the General Fund Capital Programme, be noted.

3. Background

3.1. The Capital reports attached provide detail on the position as at 31 March 2011 from both a financial and physical perspective.

3.2. The papers have been split into separate sections detailing financial progress and physical progress as shown below:

- Appendix A – Housing Capital Programme, Financial Information
- Appendix B – Housing Capital Programme, Physical Progress
- Appendix C – General Services Capital Programme, Financial Information
- Appendix D – General Services Capital Programme, Build Physical Progress
- Appendix E – General Services Capital Programme, Non-Build Physical Progress
- Appendix F – General Services Capital Programme, Roads Physical Progress

4. Employee Implications

4.1. None

5. Financial Implications

5.1. The financial position of the Housing and General Fund Capital Programmes are noted in Appendices A and D respectively.

5.2. Appendix A summarises actual expenditure of £40.628million measured against a budget of £42.033million on the Housing programme and provides details of the funding of this programme. The underspend is mainly as a result of the bad winter weather conditions which impacted on the delivery of the Kitchen and Bathroom,

External Fabric and New Council House Build programmes. The monies not used in 2010-11 will be carried into 2011-12 for utilisation in ongoing projects.

- 5.3. Appendix C summarises the total expenditure of £122.011million on the 2010-11 General Fund Capital Programme and provides details of the funding sources for that spending.
- 5.4. The difference between the revised programme of £128.517million and the actual spend of £122.011million is £6.506million and this represents an underspend of 5.06%. The main reasons for the underspend are as follows:
- Education Resources – underspend of £1.655m on projects within the Schools Modernisation Programme.
 - Enterprise Resources – underspend of £0.943m on projects including Peacock Cross and Hamilton Bus Station Interchange Development.
 - Housing and Technical Resources – underspend of £3.112m on projects including Major Maintenance and the Private Housing Scheme of Assistance.
- 5.5. In addition, the financial effect of the 2010-11 General Fund outturn is that projects totalling £4.576million will carry forward into 2011-12 to be managed as part of the 2011-12 programme. These projects will be financed from funding carried forward.

6. Other Implications

- 6.1. The main risk associated with the Council's Capital Programme is that there is a significant 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. Equality Impact Assessment and Consultation Arrangements

- 7.1. 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.
- 7.2. There was also no requirement to undertake any consultation in terms of the information contained in this report.

Archibald Strang
Chief Executive

28 June 2011

Link(s) to Council Values/Improvement Themes/Objectives

Value:

Accountable, Effective and Efficient

Previous References

Financial Resources Scrutiny Forum, 7 April 2011

List of Background Papers

Capital Ledger prints to 31 March 2011

Contact for Further Information

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

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