



Report

Report to:	Financial Resources Scrutiny Forum
Date of Meeting:	20 August 2020
Report by:	Executive Director (Finance and Corporate Resources)

Subject:	Capital Budget Monitoring 2019/2020 - 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 on the final outturn position of the Council's Housing Capital Programme for the period covering 1 April 2019 to 31 March 2020.

2. Recommendation(s)

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

- (1) that the final outturn position on the 2019/20 Housing Capital Programme be noted.

3. Background

- 3.1. The Capital reports attached provide detail on the position as at 31 March 2020 from a financial perspective.
- 3.2. Appendix A shows the financial position of the Housing Capital Programme. Any physical progress update for projects carried forward into financial year 2020/21 will be picked up as part of the new year monitoring report.

4. Employee Implications

4.1. None

5. Financial Implications

- 5.1. The Housing Capital Programme for 2019/20 totalled £61.835 million. This revised programme was approved by Executive Committee on 29 May 2019.
- 5.2. Appendix A summarises actual expenditure of £51.235 million which is £10.600 million lower than the budget of £61.835 million due to the timing of spend on a number of programmes. The level of spend on the Housing Programme has been impacted by the COVID19 lockdown in advance of the financial year end. This will continue into the new financial year and will impact on the 2020/2021 Housing Capital Programme.
- 5.3. Housing and Technical Resources have received additional one-off income of £3.231 million and new borrowing of £1.433 million in 2019/2020 which will be available for future years.

- 5.4. Taking into account the additional funding of £4.664 million (section 5.3) and the year-end underspend position (£10.600 million), there is a net £15.264 million of budget available to contribute to future years' Housing programmes.
- 5.5. To reflect the uncertainty surrounding the impact of lockdown on the Housing Investment programme for 2020/21, it is proposed that the allocation of £15.264 million is moved to 2021/22. The overall programme for 2020/21 is being considered and post lockdown, when timescales and the impact of revised systems of working can be more accurately established, a revised position will be presented to a future Executive Committee meeting for approval.
- 6. Other Implications**
- 6.1. 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.
- 6.2. There are no implications for sustainability in terms of the information contained in this report.
- 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.

Paul Manning
Executive Director (Finance and Corporate Resources)

12 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

- ◆ Capital Ledger prints to 31 March 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 PROGRAMME
FOR PERIOD 1 APRIL 2019 TO 31 MARCH 2020

Appendix A

	<u>2019/20</u> <u>Revised</u> <u>Budget</u> £m	<u>2019/20</u> <u>Actual to</u> <u>31/03/20</u> £m
EXPENDITURE		
2019/20 Budget (including carry forward from 2018/19)	<u>61.835</u>	<u>51.235</u>
		<u>2019/20</u> <u>Actual to</u> <u>31/03/20</u> £m
INCOME		
Capital Receipts – House Sales		0.000
Capital Receipts – Land Sales		0.046
Capital Funded from Current Revenue		20.589
Prudential Borrowing		14.681
Specific Grant		13.176
Miscellaneous Income		2.743
		<u>51.235</u>

HRA Capital Expenditure Profile Graph 19/20

