

# Report

Report to:	<b>Housing and Technical Resources Committee</b>
Date of Meeting:	<b>10 August 2022</b>
Report by:	<b>Executive Director (Finance and Corporate Resources) Executive Director (Housing and Technical Resources)</b>

Subject:	<b>Capital Budget Monitoring 2021/2022 - Housing and Technical Resources (Housing Revenue Account)</b>
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## 1. Purpose of Report

1.1. The purpose of the report is to:-

- ◆ provide information on the progress of the capital programme for Housing and Technical Resources (HRA) for the period 1 April 2021 to 31 March 2022.

## 2. Recommendation(s)

2.1. The Committee is asked to approve the following recommendation(s):-

- (1) that the revised Housing and Technical Resources (HRA) capital programme of £79.640 million and expenditure to 31 March 2022 of £73.181 million, be noted.

## 3. Background

- 3.1. This is the fourth capital monitoring report presented to the Housing and Technical Resources Committee for the financial year 2021/2022.
- 3.2. As noted in the report to the Committee on 29 September 2021, the budget for the revised programme for Housing & Technical Resources is £79.640 million.
- 3.3. The report details the financial position for Housing and Technical Resources (HRA) in Appendix A.

## 4. Employee Implications

4.1. There are no employee implications contained within this report.

## 5. Financial Implications

- 5.1. The Housing capital programme for 2021/2022 totals £79.640 million and is detailed along with the funding sources at Appendix A to this report.
- 5.2. The actual expenditure on the Housing programme was £73.181 million, a net underspend of £6.459 million. The delivery of the Housing capital programme for 2021/2022 has been affected by the pandemic. Part of this underspend relates to the New Housing Supply Programme and this was due to the volume of buy backs, which was lower than targeted levels due to current market conditions. The remainder of the underspend relates to our ongoing investment in stock, which has been affected by the Covid-19 restrictions

## **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 that there 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 4-weekly Investment management meetings.

## **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)**

**Daniel Lowe**

**Executive Director (Housing and Technical Resources)**

7 July 2022

### **Link(s) to Council Values/Priorities/Outcomes**

- Accountable, Effective, Efficient and Transparent

### **Previous References**

- Executive Committee, 23 June 2021
- Executive Committee, 22 September 2021
- Executive Committee, 1 December 2021
- Executive Committee, 29 June 2022
- Housing & Technical Committee, 17 February 2021
- Housing & Technical Committee, 5 May 2021
- Housing & Technical Committee, 30 June 2021
- Housing & Technical Committee, 29 September 2021
- Housing & Technical Committee, 8 December 2021

### **List of Background Papers**

- Financial ledger to 31 March 2022

### **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**  
**Housing Capital Programme 2021/22**  
**As at 31 March 2022**

**Appendix A**

	£m	£m
<b>Anticipated Capital Expenditure 2021/22</b>		<b>79.640</b>
<b>Estimated Financing Position 2021/22</b>		
Capital Receipts	0.000	
Capital Financed From Current Revenue	19.637	
Prudential Borrowing	50.532	
Specific Grant – Scottish Government New Council Houses	7.191	
Specific Grant – Scottish Government Buy Backs	2.160	
Specific Grant – Scottish Government Mortgage to Rent	0.120	
Other Income	0.000	
		<b><u>79.640</u></b>
<b>Actual Expenditure to 31 March 2022</b>		<b>73.181</b>
<b>Actual Financing Position to 31 March 2022</b>		
Capital Receipts	1.537	
Capital Financed From Current Revenue	19.637	
Prudential Borrowing	39.942	
Specific Grant – Scottish Government New Council Houses	6.235	
Specific Grant – Scottish Government Buy Backs	1.995	
Specific Grant – Scottish Government Mortgage to Rent	0.056	
Other Income	3.779	
		<b><u>73.181</u></b>