

Report

Report to:	Executive Committee
Date of Meeting:	4 November 2020
Report by:	Executive Director (Finance and Corporate Resources)

Subject:	Capital Programme 2020/2021 – Monitoring for Period 6 – 1 April 2020 to 11 September 2020
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1. Purpose of Report

1.1. The purpose of the report is to:-

- ◆ update the Executive Committee of progress on the General Fund Capital Programme and the Housing Capital Programme for the period 1 April 2020 to 11 September 2020.

2. Recommendation(s)

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

- (1) that the Period 6 position (ended 11 September 2020) of the General Fund Capital Programme itemised at Appendices 1 - 3 and the Housing Capital Programme at Appendix 4, be noted;
- (2) that the adjustments to the General Fund programme listed at Appendix 1, be approved;
- (3) that the revised programmes be monitored by the Financial Resources Scrutiny Forum.

3. Background

3.1. The attached statements to this report provide a summarised monitoring position as at 11 September 2020. Spending has been split into two separate sections:

- ◆ General Fund Capital Programme including Education, Social Work, Roads and Transportation and General Services (Section 4)
- ◆ Housing Capital Programme (Section 5)

4. Financial Implications

4.1. General Fund Capital Programme – 2020/2021 Budget

The budget agreed at Executive Committee on 23 September 2020 was £83.116 million. A revised programme of £85.090 million is now anticipated, which includes adjustments to the programme totalling an increase of £1.974 million, which are proposed in Appendix 1.

4.2. **General Fund – Period 6 Position:** The programme spend and funding for the General Fund is summarised in Appendices 2 and 3. As noted in 4.1, the total capital spending programme for the year is £85.090 million.

- 4.3. Spend to the 11 September 2020 is £16.827 million.
- 4.4. Actual funding received to 11 September 2020 is £51.515 million.
- 4.5. Relevant officers will continue to closely monitor the generation of all income including receipts.
- 5. Housing Investment Programme – 2020/21 Budget**
- 5.1. The budget agreed at Executive Committee on 23 September 2020 was £48.172 million, as shown in Appendix 4. There are no new adjustments proposed in this report. Programmed funding for the year also totals £48.172 million.
- 5.2. **Housing Investment Programme – Period 6 Position:** Budget for the period is £11.961 million and spend to 11 September 2020 amounts to £11.959 million.
- 5.3. As at 11 September 2020, £11.959 million of funding had been received.
- 5.4. Regular monitoring of both the General Fund Programme and the Housing Programme will be carried out in detail by the Financial Resources Scrutiny Forum and reported on a regular basis to the Executive Committee.
- 6. Employee Implications**
- 6.1. There are no employee implications as a result 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)

14 October 2020

Link(s) to Council Values/Ambitions/Objectives

- ♦ Accountable, Effective, Efficient and Transparent

Previous References

- ◆ Executive Committee, 23 September 2020

List of Background Papers

- ◆ Capital Ledger prints to 11 September 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 2020/21
GENERAL SERVICES PROGRAMME
FOR PERIOD 1 APRIL 2020 TO 11 SEPTEMBER 2020

Proposed Adjustments

Community and Enterprise Resources

Town Centre Fund

The Scottish Government have awarded South Lanarkshire Council £0.902m for investment in Town Centre Projects across the South Lanarkshire area. The grant conditions require this funding to be fully spent, or at least work or contracts signed or commenced, by 31 March 2021. Community and Enterprise Resources are developing proposals which will be presented to Members. £0.902m

Hamilton Hub

Confirmation has been received from the Scottish Government of a funding award of £0.720m from the Regeneration Capital Grant Fund towards the new Hamilton Hub project at the New Cross Centre in Hamilton. Approval is sought to increase the 2020/21 Capital Programme by £0.720m to reflect this funding award. £0.720m

Abington Campus for Enterprise

Confirmation has been received from the Scottish Government of an additional funding contribution of £0.280m from the Regeneration Capital Grant Fund towards Abington Campus for Enterprise. This augments the £0.600m contribution which has already been added to the Capital Programme (Total Regeneration Capital Grant funding award £0.880m). £0.280m

Education Resources

COVID-19 Mitigation Funding for School Transport

The Scottish Government have awarded £0.072m to support the installation of COVID-19 mitigation measures on vehicles used for local authority provided or contracted school transport. This will allow protection measures to be put in place, fittings and fitment for both drivers and passengers of all dedicated and hybrid school bus services. Approval is sought to increase the 2020/21 Capital Programme by £0.072m to reflect this funding award. £0.072m

Minor Adjustments £0.000m

TOTAL ADJUSTMENTS £1.974m

APPENDIX 2

SOUTH LANARKSHIRE COUNCIL
 CAPITAL EXPENDITURE 2020/21
 GENERAL SERVICES PROGRAMME
 FOR PERIOD 1 APRIL 2020 TO 11 SEPTEMBER 2020

Total Original Budget	£m 83.116
Proposed Adjustments – Period 6	1.974
Total Revised Budget	85.090

<u>Resource</u>	<u>2020/21 Budget</u>	<u>Period 6 Proposed Adjustments</u>	<u>Revised 2020/21 Budget</u>
£m	£m	£m	£m
Community & Enterprise	35.955	1.902	37.857
Education	22.656	0.072	22.728
Finance & Corporate	4.749	-	4.749
Housing & Technical	11.021	-	11.021
Social Work	0.844	-	0.844
Total Resources Capital Programme	75.225	1.974	77.199
Additional Costs	7.091	-	7.091
Housing and Technical Resources – Additional Overheads	0.800	-	0.800
TOTAL CAPITAL PROGRAMME	83.116	1.974	85.090

SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2020/21
GENERAL FUND PROGRAMME
FOR PERIOD 1 APRIL 2020 TO 11 SEPTEMBER 2020

	<u>2020/21</u> <u>Original</u> <u>Budget</u> <u>(inc C/F)</u>	<u>2020/21</u> <u>Revised</u> <u>Budget</u>	<u>2020/21</u> <u>Actual to</u> <u>11/09/20</u>
Expenditure	£m	£m	£m
General Fund Programme	81.003	85.090	16.827
Income	<u>2020/21</u> <u>Original</u> <u>Budget</u>	<u>2020/21</u> <u>Revised</u> <u>Budget</u>	<u>2020/21</u> <u>Actual to</u> <u>11/09/20</u>
	£m	£m	£m
Prudential Borrowing	27.782	23.918	23.918
Developers Contributions	7.021	7.171	0.615
Partners (Including SPT, Sustrans, Blantyre Construction Ltd, Transport Scotland, and Renewable Energy Fund)	5.291	5.644	0.522
Scottish Government:			
- General Capital Grant	21.373	21.373	8.905
- Cycling, Walking and Safer Streets	1.497	1.497	-
- Vacant and Derelict Land	1.000	1.000	0.485
- Early Years 1,140 Hours	12.829	12.829	12.829
- Regeneration Capital Grant	0.482	1.482	0.482
- Town Centre Regeneration Fund	1.095	1.997	1.095
- Travelling People's Sites	-	0.133	-
- Digital Inclusion	-	1.253	-
- COVID-19 Mitigation for School Transport	-	0.072	-
Glasgow City Region City Deal	-	4.057	-
Specific Reserves	1.133	1.133	1.133
Revenue Contribution	1.500	1.531	1.531
TOTAL FUNDING	81.003	85.090	51.515

APPENDIX 4

SOUTH LANARKSHIRE COUNCIL CAPITAL EXPENDITURE 2020/21 HOUSING PROGRAMME FOR PERIOD 1 APRIL 2020 TO 11 SEPTEMBER 2020

	<u>2020/21</u> <u>Annual</u> <u>Budget</u> £m	<u>2020/21</u> <u>Budget to</u> <u>11/09/20</u> £m	<u>2020/21</u> <u>Actual to</u> <u>11/09/20</u> £m
EXPENDITURE			
2020/21 Budget	48.172	11.961	11.959
Incl. carry forward from 2019/20			
	<u>2020/21</u> <u>Annual</u> <u>Budget</u> £m		<u>2020/21</u> <u>Actual to</u> <u>11/09/20</u> £m
INCOME			
Capital Funded from Current Revenue	18.134		11.532
Prudential Borrowing	9.994		-
Scottish Government Specific Grant:			
– New Build	18.124		0.427
– Open Market Purchase Scheme	1.800		-
– Mortgage to Rent	0.120		-
TOTAL FUNDING	48.172		11.959