

# Report

Report to:	<b>Community and Enterprise Resource Committee</b>
Date of Meeting:	<b>29 June 2021</b>
Report by:	<b>Executive Director (Finance and Corporate Resources) Executive Director (Community and Enterprise Resources)</b>

Subject:	<b>Community and Enterprise Resources - Capital Budget Monitoring 2020/2021</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 Community and Enterprise Resources for the period 1 April 2020 to 31 March 2021

## 2. Recommendation(s)

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

- (1) that the Community and Enterprise Resources' capital programme of £37.622 million, and expenditure for the year of £30.196 million be noted.

## 3. Background

3.1. This is the final capital monitoring report presented to the Community and Enterprise Resources Committee for the financial year 2020/2021.

3.2. As noted in the last report to this Committee (4 May 2021), the budget for Community and Enterprise Resources for financial year 2020/2021, including carry forward, was £37.622 million. There have been no other changes to this budget allocation since that meeting.

3.3. The report details the financial position for Community and Enterprise Resources in total in Appendix A.

## 4. Employee Implications

4.1. There are no employee implications as a result of this report.

## 5. Financial Implications

5.1. The total capital programme for Community and Enterprise Resources for 2020/2021 was £37.622 million.

### 5.2. 2020/2021 Final Position

Total expenditure to the 31 March 2021 was £30.196 million, a difference of £7.426 million to the programme of £37.622 million.

5.3. The final expenditure position is lower than the period 12 outturn of £32.8 million reported to this Committee previously (4 May 2021). As advised, this period 12

underspend mainly reflects the anticipated timing of spend on a number of projects including Town Centre Regeneration Fund Programme, Play Parks, Town Centre Regeneration Fund, Roads Investment Programme, Hamilton HUB – New Cross Shopping Centre, a number of Sustrans funded projects, Abington Campus for Enterprise, Cycling, Walking and Safer Routes, City Deal – Glengowan Primary School Extension and Calderside Academy, Extension of Cemeteries, the external works at Springhall Community Centre and Memorial Headstone Remedial Works along with other minor movements.

- 5.4. These underspends have been partially offset by additional spend this financial year on Greenhills Road, Cambuslang Station Park and Ride, Congestion Reduction Measures and Clyde and Ponfeigh Bridges. Again, this is a timing issue only, with funding for the overall spend on these projects, including Strathclyde Partnership for Transport (SPT) grant for Cambuslang Park and Ride and Congestion Reduction Measures, already identified.
- 5.5. The additional underspend at the year-end, in comparison to the period 12 outturn, totals £2.604 million and is mainly due to the timing of spend on Play Parks (£0.250m), Town Centre Regeneration Fund (£0.440m), City Deal Community Growth Areas (£0.630m), Greenhills Road (£0.500m) and Roads Carriageways (£1.020m) offset by better progress than anticipated on Clyde and Ponfeigh Bridges (£0.170m).
- 5.6. The progression of a number of projects has been impacted by the ongoing lockdowns due to COVID-19. Any underspend on these projects, along with the funding, will carry forward into next financial year as required. An update on the 2021/2022 programme is detailed in a separate report to this Committee.
- 5.7. **Accounting Adjustments** While sections 5.1 to 5.5 detail the position on the Capital Programme as set, Accounting Regulations mean that adjustments are required to report spend correctly as either capital or revenue for the purposes of publishing our Annual Accounts. This includes where spend is in relation to assets that are not owned by the Council and where the spend must be classed as revenue. There is no operational impact for projects from this adjustment – it is an accounting entry only.
- 5.8. £0.927 million of capital spend is required to be recorded as revenue spend. Conversely, £0.004 million of revenue spend should be recorded as capital. The transfers above mean that for the purpose of publishing our Annual Accounts only, there is capital spend of £29.273 million.

## **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 an overspend is managed through four 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 an existing policy, function or strategy and therefore no impact assessment is required.

- 8.2. There is also no requirement to undertake any consultation in terms of the information contained in the report.

**Paul Manning**  
**Executive Director (Finance and Corporate Resources)**

**Michael McGlynn**  
**Executive Director (Community and Enterprise Resources)**

9 June 2021

**Link(s) to Council Values/Ambitions/Objectives**

- ◆ Accountable, Effective, Efficient and Transparent

**Previous References**

- ◆ Community and Enterprise Resources Committee, 4 May 2021

**List of Background Papers**

- Financial ledger to 31 March 2021

**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 2020-2021  
Community and Enterprise Resources Programme  
For Period 1 April 2020 – 31 March 2021**

<b><u>Community and Enterprise Resources</u></b>	<b>Base Budget £000</b>	<b>Budget Adjustments £000</b>	<b>Slippage £000</b>	<b>Total Budget £000</b>	<b>Actual Expenditure £000</b>
Fleet and Environmental	36	90	0	126	528
Facilities, Waste and Grounds	1,603	495	(266)	1,832	926
Planning and Economic Development	4,943	1,902	0	6,845	2,385
Roads	28,819	0	0	28,819	26,357
<b>TOTAL</b>	<b>35,401</b>	<b>2,487</b>	<b>(266)</b>	<b>37,622</b>	<b>30,196</b>

**Accounting Adjustments:**

Less Transfers to Revenue	(927)
Add; Transfers to Capital	4
<b>2020/21 Outturn Position (Accounting Basis Only)</b>	<b>29,273</b>