



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 2020/2021 - 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 of progress on the Council's Housing Capital Programme for the period covering 1 April 2020 to 19 June 2020.

2. Recommendation(s)

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

- (1) that the physical and financial progress of the Housing Capital Programme be noted.

3. Background

- 3.1. The Capital reports attached provide detail on the position as at 19 June 2020 from both a financial and physical perspective.
- 3.2. Appendix A shows the financial position of the Housing Capital Programme, with the physical progress detailed in Appendix B.

4. Employee Implications

4.1. None

5. Update to 2020/21 Programme

- 5.1. The Council approved a total Housing Capital Programme budget for 2020/21 of £97.303 million on 26 February 2020.
- 5.2. The Executive Committee (24 June 2020) agreed as part of the Final Outturn report for 2019/2020, that the £15.264 million of budget carried forward from 2019/2020 should be added to the 2021/2022 Programme. The base budget for 2020/21 therefore remains £97.303 million and this, along with its funding sources, are detailed in Appendix A.
- 5.3. The progress in delivery of this new year programme has been affected by the lockdown due to COVID-19. The ongoing implications of this, including the closure of construction sites in advance of the financial year end, has had an impact on the level of capital spend achieved in 2019/2020 and will continue to impact on the 2020/2021 programme.

6. Financial Implications

- 6.1. Section 5.2. above shows the base budget for the financial year as £97.303 million.
- 6.2. The overall Housing Capital Programme for 2020/2021 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 meeting of the Executive Committee for approval.
- 6.3. Appendix A also shows the spend position on the Housing Programme as at 19 June 2020 totalling £3.357 million.
- 6.4. Programmed funding for the year totals £97.303 million. As at 19 June 2020, actual funding of £3.357 million has been received.

7. Other Implications

- 7.1. 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.
- 7.2. There are no implications for sustainability in terms of the information contained in this report.

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)

12 August 2020

Link(s) to Council Values/Ambitions/Objectives

- Accountable, Effective and Efficient and Transparent

Previous References

- South Lanarkshire Council, 26 February 2020
- Executive Committee, 24 June 2020

List of Background Papers

- Capital Ledger prints to 19 June 2020

Contact for Further Information

If you would like to inspect the background papers or want further information, please contact:- Jackie Taylor, Head of Finance (Strategy)

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SOUTH LANARKSHIRE COUNCIL
CAPITAL EXPENDITURE 2020/21
HOUSING PROGRAMME
FOR PERIOD 1 APRIL 2020 TO 19 JUNE 2020

Appendix A

	<u>2020/21</u> <u>Annual</u> <u>Budget</u> <u>£m</u>	<u>2020/21</u> <u>Actual to</u> <u>19/06/20</u> <u>£m</u>
Expenditure		
2020/21 Budget	97.303	3.357
Income		
	<u>2020/21</u> <u>Annual</u> <u>Budget</u> <u>£m</u>	<u>2020/21</u> <u>Actual to</u> <u>19/06/20</u> <u>£m</u>
Capital Funded from Current Revenue	19.448	3.357
Prudential Borrowing	53.089	0.000
Specific Grant		
- Scottish Government – New Council House	22.846	0.000
- Scottish Government – Open Market Purchase Scheme	1.800	0.000
- Scottish Government – Mortgage to Rent	0.120	0.000
	97.303	3.357

HOUSING CAPITAL PROGRAMME 2020/21

EXECUTIVE SUMMARY

PERIOD ENDED 19 JUNE 2020

Expenditure Periods

[illegible]