

Report

Report to:	Housing and Technical Resources Committee
Date of Meeting:	17 February 2021
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Housing and Technical Resources)

Subject:	Capital Budget Monitoring 2020/2021 - Housing and Technical Resources (excl Housing Revenue Account)
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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 (excl HRA) for the period 1 April 2020 to 1 January 2021

2. Recommendation(s)

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

- (1) that the Housing and Technical Resources (excl HRA) capital programme of £6.529 million, and expenditure to date of £1.433 million, be noted; and
- (2) that the projected outturn of £5.1 million be noted.

3. Background

- 3.1. This is the third capital monitoring report presented to the Housing and Technical Resources Committee for the financial year 2020/2021. Further reports will follow throughout the year.
 - 3.2. As noted in the last report to this Committee on 25 November 2020, the budget for Housing and Technical Resources for financial year 2020/2021, including carry forward, was £11.021 million.
 - 3.3. Since that meeting, the Executive Committee on 16 December 2020 have agreed changes to the Housing and Technical Resources Capital Programme, with further revisions to be submitted to the Executive Committee on 10 February 2021. These adjustments total a net reduction of £4.492 million, and details are shown in Appendix A. This takes the Housing and Technical Resources programme for 2020/2021 to £6.529 million.
 - 3.4. The report details the financial position for Housing and Technical Resources in Appendix A.
- ## 4. Employee Implications
- 4.1. There are no employee implications as a result of this report.
- ## 5. Financial Implications
- 5.1. As detailed in Section 3.3, the total revised capital programme for Housing and Technical Resources for 2020/2021 is £6.529 million. Spend to 1 January 2021 amounts to £1.433 million.

5.2. 2020/2021 Outturn

Work has been ongoing to monitor the predicted spend position for this financial year and current estimates from Property Services suggest an outturn of £5.1 million. This is an underspend of £1.4 million and mainly reflects the anticipated timing of spend on a number of projects, resulting in budget required in 2021/2022 rather than 2020/2021.

- 5.3. The progression of these projects has been impacted by the ongoing lockdowns due to COVID-19. This includes projects within multi-year programmes including Prioritised Urgent Investment, Central Energy Efficiency Fund and Civic Centre Fabric Upgrade. Funding for these projects will carry forward into next financial year.

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 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 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)

27 January 2021

Link(s) to Council Values/Ambitions/Objectives

- ◆ Accountable, Effective, Efficient and Transparent

Previous References

- ◆ Housing and Technical Resources, 25 November 2020
- ◆ Executive Committee, 16 December 2020
- ◆ Executive Committee, 10 February 2021

List of Background Papers

- ◆ Financial ledger to 1 January 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
Housing and Technical Resources Programme (excl HRA)
For Period 1 April 2020 – 1 January 2021**

<u>Housing and Technical Resources (excl HRA)</u>	Base Budget £000	Budget Adjustments £000	Slippage £000	Total Budget £000	Actual Expenditure £000
Office Accommodation	9,669	(2,867)	(1,042)	5,760	884
Private Housing Scheme of Assistance	750	(750)	-	-	-
Other Housing	246	523	-	769	549
TOTAL	10,665	(3,094)	(1,042)	6,529	1,433

For Information Only

Budget Adjustments presented to Executive Committee 16 December 2020:

Budget Adjustments

Central Energy Efficiency Fund	£0.300m
Lifecycle Replacement Schools	(£0.562m)
Principal Offices – Fabric and Service Investment	(£0.480m)
Total Budget Adjustments	(£0.742m)

Budget Adjustments presented to Executive Committee 10 February 2021:

Budget Adjustments

Planned Asset Management	(£3.000m)
Private housing Scheme of Assistance	(£0.750m)
Total Budget Adjustments	(£3.750m)