

NORTH LANARKSHIRE COUNCIL  
REPORT

TO: POLICY & RESOURCES (FINANCE) SUB-COMMITTEE		SUBJECT : COMPOSITE CAPITAL PROGRAMME 2001/2002  MONITORING REPORT 1 <sup>ST</sup> APRIL 2000 TO 20th JULY 2001
FROM: DIRECTOR OF FINANCE		
DATE : 13 <sup>th</sup> August 2001	REF :KS/AC	

**1. Introduction**

The purpose of this report is to provide a summary of the financial performance of the Composite capital programme for 2001/2002 and give an update on any movement of resources/expenditure budgets, since the base programme was approved. It also shows the projected year- end outturn position and resultant slippage. Information on current expenditure is up to and including 20<sup>th</sup> July 2001.

**2. Summary of Financial Position**

The position for the Composite programme can be summarised as follows: -

	Approved Base Programme £'000	Revised Programme £'000	Movement £'000	Projected Outturn £'000	Outturn Variance £'000
Section 94 Consent	18,882	18,917	+ 35	18,917	0
Capital Receipts	6,670	13,045	+6,375	13,045	0
Ringfenced Consents	670	1,914	+1,244	+1,914	0
<b>Total Resources</b>	<b>26,222</b>	<b>33,876</b>	<b>+7,654</b>	<b>33,876</b>	<b>0</b>
<b>Expenditure Programme</b>	<b>26,222</b>	<b>33,898</b>	<b>+7,676</b>	<b>32,236</b>	<b>1,662</b>
<b>Resource Surplus/(Deficit)</b>	<b>0</b>	<b>(22)</b>	<b>(22)</b>	<b>1,640</b>	<b>1,662</b>

A detailed analysis containing information on total resources and departmental expenditure is contained at Appendix 1 and 2 respectively.

**3. Annual Approved Programme 2001-02**

In February 2001 the Council approved an annual Composite Capital budget for the year of £26,222,000. The figures shown represent a summary of the main resources and the approved expenditure programme at that time.

#### 4. Revised Programme at 20-7-2001

The table in section 2 above shows the movements in both resources and the expenditure programme, since the base programme was set. These movements are further detailed over the following sections.

##### 4.1 Section 94 Consent/ Ring-Fenced Consents

S94 Consent has increased by £35,000 which represents the Scottish Executive consent for 'New Deal for Schools' being greater than base budget.

Ring-fenced consents have increased by £1,244,000 due to the following factors:

- £1,254,000 of unused consent for Gartcosh Transport Interchange has been brought forward from 2000/01.
- £196,000 of new consent was received for the Cycling, Walking and Safer Streets Programme (CWSS).
- £17,000 of additional consent has been received for CCTV development.
- The contaminated land consent has reduced from £670,000, in the base programme, to £447,000. This reduction is due to advance consent of £223,000 being issued in 2000/01.

##### 4.2 Capital Receipts

The original receipts programme is still expected to settle as planned. In addition to that the programme has increased by £6,375,000 due to the following:

- unapplied receipts carried forward from 2000/01 of £83,000.
- Land and building receipts of some £2.983m which did not settle in 2000/01, being carried forward to 2001/02. These receipts will fund expenditure commitments also carried forward and detailed in paragraph 4.3.
- additional receipts for insurance settlements of £23,000 and £925,000 for Newmains and Gartlea Community Centres respectively.
- an additional receipt of £123,000 as a result of a court action in respect of Shotts wall, North Lanarkshire Council versus Lanarkshire Primary Care N.H.S. Trust.
- ring-fenced receipts for the Education Special Programme have now been incorporated into this report. This consists of £380,000 of Cumbernauld Ring-fenced receipts carried forward from previous years, and £3,123,000 of anticipated receipts in the current year. However it is projected that only £2,238,000 of these resources will be utilised in the current financial year (as detailed in section 4.3 below), leaving surplus receipts of £1,265,000 to carry forward to future years.

##### 4.3 Expenditure Programme

The base expenditure programme was set at £26,222,000. This has now increased by £7,676,000 to reflect the following changes :

- total slippage of £7,084,000 brought forward from the 2000/01 programme, which is partly offset by £2,743,000 for 2001/02 projects which were accelerated to 2000/01.
  - additional expenditure consent of £196,000 for CWSS highlighted in paragraph 4.1 above.
  - additional expenditure consent of £17,000 for CCTV highlighted in paragraph 4.1 above.
  - additional expenditure consent of £35,000 for New Deal for Schools not reflected in the previous report.
  - a reduction adjustment of £223,000 for contaminated land.
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- an expenditure allocation of £23,000 and £925,000 for Newmains and Gartlea Community Centres which reflect the insurance receipts detailed in paragraph 4.2.
- an expenditure allocation of £123,000 for Shotts Wall which reflects the court settlement detailed in paragraph 4.2.
- planned expenditure on the Education Special Programme of £2,238,000, not previously reflected in this report.

## **5. Current Expenditure and Projected Outturn**

Actual expenditure to 20<sup>th</sup> July was £4,526,000, summarised in Appendix 2, which represents 14.3% of the Projected Outturn for the year.

The projected outturn expenditure is now estimated at £32,236,000 indicating slippage of £1,662,000, see Appendix 3 for details. Departments have reported that full spend is anticipated on all other projects. The position of the programme will continue to be monitored through the Capital Monitoring Group where departments can advise on progress against expenditure plans and highlight variations at an early stage. This information will be consolidated as part of the mid year review of the Capital Budget so that where possible approved projects can be accelerated from year two of the three year Capital Plan.

## **6. Recommendation**

The Committee is asked to note the financial position of the capital programme as at 20<sup>th</sup> July 2001



**Director of Finance**

## COMPOSITE SERVICES CAPITAL PROGRAMME SUMMARY 2001/2002 (£'000)

RESOURCES	Initial Programme 2001/02 Approved by Council	Adjustments	Revised Programme 2001/02	Projected Outturn Outturn
<b>Scottish Executive S.94 Consents</b>				
Scottish Executive Base Consent	15,482	0	15,482	<b>15,482</b>
New Deal For Schools	1,900	35	1,935	<b>1,935</b>
Slippage allowance	1,500	0	1,500	<b>1,500</b>
	<u>18,882</u>	<u>35</u>	<u>18,917</u>	
<b>Capital Receipt Programme</b>				
Base Programme Receipts	4,800	3,730	8,530	<b>8,530</b>
Unapplied Capital Receipts B/fwd 2000/01	0	67	67	<b>67</b>
Education Special Programme(ESP) c/fwd + 01/02 planned receipts		3,503	3,503	<b>3,503</b>
ESP - anticipated carry forward		-1,265	-1,265	<b>-1,265</b>
Cinema Museum	200	16	216	<b>216</b>
EC /Resider Programme/Additional	1,670	324	1,994	<b>1,994</b>
	<u>6,670</u>	<u>6,375</u>	<u>13,045</u>	
<b>Ringfenced Consents</b>				
Gartcosh Transport Interchange		1,254	1,254	<b>1,254</b>
Cycling, Walking, Safer Streets	0	196	196	<b>196</b>
CCTV		17	17	<b>17</b>
Contaminated Land	670	-223	447	<b>447</b>
	<u>670</u>	<u>1,244</u>	<u>1,914</u>	
<b>Total Available Resources</b>	<b>26,222</b>	<b>7,654</b>	<b>33,876</b>	<b>33,876</b>
<b>EXPENDITURE PROGRAMME</b>				
Departmental Expenditure			27,967	<b>27,045</b>
Planning Ringfenced Consents			3,693	<b>2,953</b>
Education Special Programme			2,238	<b>2,238</b>
<b>Total Expenditure Programme</b>			<b>33,898</b>	<b>32,236</b>
<b>Surplus/(Shortfall) Resources</b>			<b>(22)</b>	<b>1,640</b>

## COMPOSITE SERVICES CAPITAL PROGRAMME SUMMARY 2001/2002 (£'000)

## EXPENDITURE PROGRAMME

Department	Base Programme 2001/02	2000/01 c/fwd	Accelerated Projects 2001/02	Adjustments	Revised Programme	Projected Outturn
Administration	715	97	(20)		792	792
Chief Executive	1,030	138	(140)		1,028	1,028
Construction Services	0	2	0		2	2
Community Services	3,280	508	(485)	1,948	5,251	5,251
Education General Programme	6,289	553	(1,243)	35	5,634	5,634
Education Special Programme				2,238	2,238	2,238
Finance/IT	786	1,004			1,790	1,206
Housing & Property Services					0	0
: NHRA Grants	2,000	107			2,107	2,107
: Property Services	3,280	853		123	4,256	4,256
Planning & Environment					0	0
: Planning	2,113	526		-963	1,676	1,676
: Roads	5,058	216	(805)	-27	4,442	4,442
: Resider	0	(546)			-546	-546
: Ring-Fenced	670	3,043		(20)	3,693	2,953
Social Work	1,001	583	(50)		1,534	1,196
<b>Departmental Expenditure Total</b>	<b>26,222</b>	<b>7,084</b>	<b>(2,743)</b>	<b>3,334</b>	<b>33,897</b>	<b>32,235</b>

**COMPOSITE SERVICES CAPITAL PROGRAMME SUMMARY 2001/2002 (£000)****OUTTURN SLIPPAGE/OVERSPEND**

<b><u>DEPARTMENT</u></b>	<b><u>PROJECT</u></b>	<b><u>SLIPPAGE/ (OVERSPEND)</u></b>
Finance and IT	Financial Ledger System	584
Social Work	Upgrading Residential Homes	338
Planning Ring-fenced	Gartcosh Regeneration	740
		<b>1,662</b>