

To: POLICY & RESOURCES (FINANCE) SUB-COMMITTEE		Subject: FINANCE DEPARTMENT – CAPITAL PROGRAMME 2004/2005  MONITORING REPORT 1 <sup>ST</sup> APRIL TO 31 <sup>ST</sup> MARCH 2005
From: DIRECTOR OF FINANCE		
Date: 11 May 2005	Ref: AC/KS/P13	

## 1. Introduction

- 1.1. The purpose of this report is to provide a summary of the financial performance of the Finance Department capital programme for 2004/2005. The report provides the provisional outturn position for the year to 31<sup>st</sup> March 2005. Supporting explanations are given for significant movements.

## 2. Current Programme

- 2.1 The Finance Department capital programme for the 2004/2005 financial year was £1.933m, of which £1.001m was related to the corporate management of the Council's capital leverage fund. The residual balance of £0.932m therefore represents projects directly related to and in the control of the Finance Department's own services.
- 2.2 The current programme resource levels reflect a reduction of £0.229m since my last report to Committee, and relate exclusively to further allocations from the capital leverage fund as follows:
- £0.100m contribution towards the Sports Comprehensives projects currently underway within the Education Department.
  - £0.129m towards the Lanarkshire Biomass project managed by Planning & Environment.

## 3. Provisional Outturn Summary

- 3.1 The actual expenditure within the elements specifically relating to the Finance Department for the 2004/2005 financial year was £0.775m, which compared to a budget of £0.932m results in slippage of £0.157m. As previously reported this is primarily due to unforeseen project delays within Enterprise Computing and Systems Development budgets where expenditure on the Corporate Intranet Facility and the I.T Network upgrade in Bron Way has fallen behind the originally planned schedule. Both of these projects will now be completed during 2005/06.
- 3.2 The balance of resources for capital leverage, which is managed through the Council's External Funding Working Group amounted to £1.001m at the year-end. While most of this fund has already been committed for projects previously approved by the Policy and Resources Committee, only a small amount was required during 2004/05. From this total of £1.001m, which is being carried forward into the new financial year, the Council has already committed £0.808m to the Colzium Lennox Estate project, leaving a balance of £0.193m available to be targeted towards emerging projects.

## 4. Budgetary Control

- 4.1. In summary, of the Finance Department's programme of £0.932m, £0.775m has been spent, with a small amount of £0.157m having to be carried into 2005/06. Due to the delays in major projects that have been earmarked for contributions from the Capital Leverage Fund the majority of funding being carried forward into 2005/06 of which a significant proportion has already been committed.

**5. Recommendation**

- 5.1. The Committee is asked to note the provisional outturn of the capital programme for the financial year ended 31<sup>st</sup> March 2005.

A handwritten signature in black ink, appearing to read 'Alta Baker', written in a cursive style.

**Director of Finance**

**FINANCE/IT DEPARTMENT**

PROJECT	CURRENT BUDGET £'000	ESTIMATED FINAL OUTTURN £'000	PROJECTED OUTTURN VARIANCE £'000	COMMENTS
<b><i>New Developments</i></b>				
Enterprise Computing	300	182	118	Expenditure on the Corporate Intranet Facility and I.T. Network upgrade in Bron Way has experienced some delays - this allocation will be required in 2005/06
Telecommunications	100	101	-1	
Systems Development	119	89	30	Delays in debtors bespoke work and development work on Council Tax, Housing Benefit and Payroll systems.
I.T. Equipment Replacement	134	133	1	
<b><i>Brought Forward from Previous Years</i></b>				
Accommodation	72	73	-1	
Technology Refreshment	52	45	7	
Upgrade Cash Collection Offices	14	6	8	
Upgrade Bank Street	26	33	-7	
Disabled Access Counters	56	53	3	
Mobile Computing	60	60	0	
<b><i>Sub Total</i></b>	<b>932</b>	<b>775</b>	<b>157</b>	
<b><i>Corporate Programme</i></b>				
Capital Leverage Fund	1001	0	1001	£808,000 has been allocated to Colzium House upgrade which is not required until the new financial year.
<b>TOTAL</b>	<b>1933</b>	<b>775</b>	<b>1158</b>	