

To: POLICY & RESOURCES (FINANCE) SUB-COMMITTEE		Subject: FINANCE DEPARTMENT – CAPITAL PROGRAMME 2005/2006 MONITORING REPORT 1 ST APRIL TO 16 TH SEPTEMBER 2005
From: DIRECTOR OF FINANCE		
Date: 7 October 2005	Ref: AC/EK/P6	

1. Introduction

- 1.1. The purpose of this report is to provide a summary of the financial performance of the Finance Department against the Capital Programme for 2005/2006. Information on current expenditure is up to and including 16 September 2005.

2. Current Programme

- 2.1 The Finance Department Capital Programme amounts to £1.259m. However, £0.058m of this relates to capital leverage funding and £0.811m to IT Strategy Funding, both of which are managed at a corporate level. This leaves £0.390m for projects in respect of the Finance Department's own services.

3. Budget Monitoring Summary

- 3.1. The position for the Finance Department as the 16 September 2005 can be summarised as follows: -
- £0.206m (52.8%) of the Finance Department's own Capital Programme was legally committed; and
 - £0.031m (7.9%) had been spent.
- 3.2. A comprehensive analysis containing information on individual projects is appended.

4. Budgetary Control

- 4.1. £1.765m slippage was announced at Mid Year Review against the External Funding budget. Of this, £1.410m is committed against the Summerlee project to be spent in 2006/07. The remaining £0.058m is committed against Luggie Glen in 2005/06.
- 4.2. £0.175m slippage against Corporate IT projects was announced at mid year review and the budget for 2005/06 has been reduced accordingly.
- 4.3. The remainder of the programme is progressing as planned. It is anticipated that full expenditure will be incurred within 2005/06. However, the programme will continue to be closely monitored and variations reported as they become known.

5. Recommendation

- 5.1. The Committee is asked to note the financial position of the Capital Programme as at 16th September 2005.



Director of Finance

FINANCE/IT DEPARTMENT

PROJECT	CURRENT BUDGET £'000	PROJECTED OUTTURN £'000	PROJECTED OUTTURN VARIANCE £'000	ACTUAL EXPENDITURE as at 4/2/05 £'000	COMMITTED EXPENDITURE £'000	COMMENTS
<u>IT Services</u>						
Enterprise Computing	41,358	41,358	0	891	891	Under development
Telecommunications	0	0	0			
IT Equipment Replacement	185,087	185,087	0	26,074	86,223	
<u>Accounting Services</u>						
Systems Development	161,520	161,520	0	7,058	118,777	Various projects currently underway
<u>Revenue Services</u>						
Accommodation				-2,642		
Upgrade Cash Collection Offices	2,222	2,222	0			
Sub Total	390,187	390,187	0	31,381	205,891	
<u>Corporate Programme</u>						
Capital Leverage Fund	57,962	57,962	0			Committed against Luggie Glen
Corporate IT Strategy	810,959	810,959	0	49,305	87,007	Identified projects progressing to plan
TOTAL	1,259,108	1,259,108	0	80,686	292,898	