

The Highland Council

Finance, Housing & Resources Committee - 5 June 2013

Agenda Item	5
Report No	FHR/68/13

Corporate Capital Monitoring Report to 30 April 2013

Report by Director of Finance

Summary

This report provides an overview of expenditure on the General Fund and HRA capital programmes for the period 1 April 2013 to 30 April 2013 and the projected year end position for 2013/14.

1. Introduction

- 1.1 This report provides an overview of the progress to 30 April 2013 of the General Fund and HRA Capital programmes. The figures presented at appendix 1 are the expenditure to date, the net budget, the estimated outturn and variance at the year end.

2. General Fund Capital Programme – Summary

- 2.1 At this very early stage in the financial year the General Fund statement in the attached report shows a total net programme budget of £85.532m. The expenditure to date on the programme is £11.055m and the year end estimated outturn is £95.532m. The estimated year end position is an over spend of £10.000m. This assumes that all programmes will spend in full.
- 2.2 The budget totals presented in the attached monitoring also reflect £10m of over-programming, as agreed by the Council when the capital programme was set. Over-programming represents the difference between the capital programme agreed, and the funding in place. It reflects a plan to set a higher level of programme, on the basis that some degree of slippage in year is to be expected, which would bring the programme down to the funded level.
- 2.3 Over-programming has been introduced to avoid issues experienced in past years where slippage resulted in the Council under-spending its capital programme. If the final position for the year 2013/14 is an overspend then future years' programmes will be adjusted to accommodate this.
- 2.4 As financial year 2012/13 is not yet finalised, carry forward budget amounts are not included in the budget figures presented.

3. Variances

- 3.1 The monitoring statement reflects a payment of £10.9m to Highlands and Islands Enterprise (HIE) for Digital Broadband infrastructure. Additional grant to

this value was received in 2012/13 from Scottish Government. This is an additional capital project item since the capital programme was last updated in December 2012.

3.2 The balance on the Capital Discretionary Fund (CDF) is £0.500m. The following commitments are set against this balance: £0.200m grant for UHI History Centre; £0.200m for Halkirk sports facility; £0.050m for Ullaspool roof. Consequently there is an uncommitted balance of £0.050m which if unspent at the year end will be carried forward.

4. Housing Revenue Account (HRA) Capital Programme

4.1 The attached report shows that the gross budget for HRA is £31.926m for 2013/14. This is funded from: receipts from sale of council houses (£1.9m); HRA revenue contribution (£4.325m); contribution from the Council's Landbank fund (£2.780m); government grant (£2.522m) and borrowing (£20.399m).

5. Recommendation

The Committee is asked to approve the financial position of the General Fund and HRA capital programmes as at 30 April 2013

Designation: Director of Finance

Date: 16 May 2013

Author: David Robertson, Head of Accounting & Budgeting

Background Papers: Service capital budget monitoring statements

Capital Expenditure Monitoring Report - Service Summary

1 April 2013 - 30 April 2013

	£000 Actual Net Year to Date	£000 Annual Net Budget	£000 Year End Estimated Net Outturn	£000 Year End Net Variance
GENERAL FUND				
Education Culture & Sport	(706)	30,117	30,117	0
Planning & Development	(1,329)	708	708	0
Health and Social Care	2	1,679	1,679	0
Transport Environmental & Community Services	911	25,263	25,263	0
Non HRA	730	10,756	10,756	0
Strategic Property Management	268	4,150	4,150	0
Accommodation Rationalisation	149	6,251	6,251	0
Energy Management	105	2,405	2,405	0
Chief Executive's Office	0	2,778	2,778	0
Discretionary Fund	0	500	500	0
Digital Broadband	10,925	10,925	10,925	0
Over Programming	0	(10,000)	0	10,000
Total General Fund	11,055	85,532	95,532	10,000

	£000 Actual Year to Date	£000 Annual Budget	£000 Year End Outturn	£000 Year End Variance
Housing Revenue Account				
Gross Expenditure Budget	(947)	31,926	31,926	0
Sale of Council House Receipts	(83)	(1,900)	(1,900)	0
CFCR	0	(4,325)	(4,325)	0
Contribution from other services	0	0	0	0
Land bank contribution	(292)	(2,780)	(2,780)	0
Borrowing	(292)	(20,399)	(20,399)	0
Government Grants	0	(2,522)	(2,522)	0
	(1,616)	0	0	0