

The Capital Budget Sub Group of the Budget Review Group met on 1st December, 2000 to consider the 2000/2004 Financial Plan Submissions from Departments in the light of estimated availability of capital funding resources for 2000/1 and 2001/2. At this meeting it was decided that the capital budget for 2000/1 should be further revised in line with capital expenditure projections contained within the 2000/2004 Financial Plan Submissions. This action has resulted in an updated revised budget (excluding Local Capital Fund Projects) of £7.855 million for 2000/1. When Local Capital Fund Projects are included the updated revised budget for 2000/1 increases to £8.336 million.

3. CURRENT POSITION

The accompanying monitoring statement sets out the position on the Composite Capital Programme for 2000/1 as at 31st January, 2001.

It can be seen that after the passage of ten months actual expenditure totalled £5.723 million which equates to 69 per cent of the revised budget of £8.336 million for the year.

However, it should be noted that, in addition to actual expenditure achieved, work is ongoing on a number of projects for which no payment has, as yet, been made. Such payments will, of course, be reflected within the actual spend levels of future statements.

This position, although not unusual when compared with previous year trends (and noting £395,000 of covenant expenditure budgeted for the year which will not be incurred until March, 2001), must be closely monitored by Departmental Directors with a view to maximising budgeted expenditure for the year.

It is recognised that the latest estimate of expenditure of £7.501 million is within the total potential capital resource of £8.960 million by £1.459 million. Although the Composite Capital Programme is currently projecting an underspend it should be noted that the level of the underspend is within permitted limits for the carry forward of resources into 2001/2. Alternatively, consideration may be afforded to rephasing expenditure on projects which are within the current year Capital Programme (i.e. projects which have been approved for implementation in financial year 2001/2) which would again increase expenditure in the current financial year. It is the intention to monitor and address the foregoing issues with a view to bringing about the most advantageous year end position for financial year 2000/1.

It should be noted that to maintain the balance between estimated expenditure and available resources it is incumbent on Departmental Directors - the Accountable Managers - to ensure that project expenditure proceeds according to plan. Accordingly, where the possibility of slippage arises, Departmental Directors must inform the Director of Finance at the earliest opportunity to allow a corporate assessment of the programme to be conducted and, where appropriate, resultant compensating action to be taken. Departmental Directors must also identify and notify potential overspends to the Director of Finance at the earliest opportunity to allow a similar assessment to be made.

4. FINANCIAL IMPLICATIONS

Financial implications are shown in the accompanying monitoring statement and up to date projections of the year end position will be ongoing and subject to further monitoring. The potential underspend on the Composite Capital Programme may be addressed through the carry forward of funding resources into financial year 2001/2 or through increased project expenditure within 2000/1. It is the intention to monitor and address the foregoing issues with a view to bringing about the most advantageous year end position for financial year 2000/1.

5. CONCLUSION

It is concluded that Composite Programme capital expenditure projections are within available resources and it is the intention to monitor and address issues pertaining to the potential underspend with a view to bringing about the most advantageous year end position for financial year 2000/1. The accompanying monitoring statement, therefore, can at this stage be regarded for information purposes only.

6. HUMAN RIGHTS IMPLICATIONS

There are no Human Rights Implications arising as a result of this report.

7. CONSULTATION

The Chief Executive, the Director of Law and Administration, the Director of Planning and Transport, the Director of Property Services and the Director of Roads have been consulted in the preparation of this report.

DAVID S SAWERS
DIRECTOR OF FINANCE

NOTE

No background papers as defined by Section 50D of the Local Government (Scotland) Act, 1973 (other than any containing confidential or exempt information) were relied on to any material extent in preparing this report.

ANGUS COUNCIL

FINANCE AND INFORMATION TECHNOLOGY COMMITTEE - 13th March 2001
 POLICY AND RESOURCES COMMITTEE - 20th March 2001

1. SUMMARY OF CAPITAL EXPENDITURE 2000/1 - NON-HOUSING PROGRAMME

The table below shows

- 2000/1 original departmental capital budgets per the Final Revenue and Capital Budgets Volume 2000/1
- 2000/1 revised departmental capital budgets
- latest departmental projections for total capital expenditure in 2000/1

Programme	Capital Budget 2000/1		Actual to 31/01/01 £000	Latest Estimate £000	Projected
	Original £000	Revised £000			Over/(Under) Spend £000
	Education	2,927	2,660	2,001	2,647
Social Work	248	194	45	190	(4)
Roads	2,952	1,807	961	1,581	(226)
General Services (inc. Non-HRA)	3,771	3,194	2,301	2,830	(364)
Sub Total - exc Local Capital Fund	9,898	7,855	5,308	7,248	(607)
Local Capital Fund	641	481	415	253	(228)
Grand Total	10,539	8,336	5,723	7,501	(835)

2. SUMMARY OF PROJECTED EXPENDITURE/RESOURCES

The following table compares the anticipated capital expenditure resources available to the Council in 2000/1 with the latest projection of capital spend.

To adhere to Scottish Office controls the Council must ensure that the Section 94 resource utilised during the financial year does not vary by more than + 5% or - 10% of the issued Section 94 Consents.

	£,000	£,000
<u>Issued Section 94 Consents</u>		
Formula Allocation	5,204	
New Deal for Schools	584	
Safe Routes to School	109	
Provision of Serviced Sites	158	6,055
<u>Consent Augmentation</u>		
Capital Consent c/f from 1999/2000	-	
Capital Receipts c/f from 1999/2000	1,703	
Estimated Current Year Capital Receipts	611	2,314
		8,369
<u>CFCR</u>		
Education Excellence Fund	338	
Local Capital Fund	253	591
Maximum Potential Capital Resource		8,960
Latest Estimate of Expenditure		7,501
Projected over / (under) spend		(1,459)

3.Explanation of Significant Variances

To ensure strict accountability regarding the monitoring of capital expenditure, delegated responsibility for each project will be specifically assigned to either Finance (F), Property (P) or the Service Department (SD) as shown below

Note : Columns 1,2,3 & 4 must always equal Estimated Total Cost for each project

Programme/Project	Assigned Resp.	Monitoring of 2000/01 Expenditure					Projected Over/(Under) Spend £000	2001/02 Spend £000	Latest Years £000	4	Explanation of Variances
		Estimated Total Cost £000	Prior to 01.04.00 £000	Original Estimate £000	Revised Estimate £000	Actual to 31/01/01 £000					
Education											
1 Covenant Repayment - Montrose Academy/Websters	F	3,177	1,683	187	187	0	187	0	187	1,120	
2 Andover Primary School - Replacement	P	2,587	2,567	30	20	2	20	0	0	0	
3 Balances on Completed Works	P	8	1	5	7	5	7	0	0	0	
4 Educational Improvements - 2000/01	SD/P	115	85	30	30	30	30	0	0	0	
5 Rosemount Primary School - Replacement	P	1,840	1,436	294	324	306	324	0	80	0	
6 Leham Primary School - Modernisation/Extension	P	861	837	24	24	(1)	17	(7)	7	0	Delay due to liquidation of Main Contractor - G + B Building
7 Glamis Primary School - Modernisation/Extension	P	380	86	233	269	315	280	11	14	0	£50,000 to be funded from revenue Problem with dry rot not identified at pre tender stage resulting in an original cost over-run to be reviewed by the Education Department
8 Heysham Primary School - Modernisation/Extension	P	255	245	10	10	0	8	(2)	2	0	Delay due to liquidation of Main Contractor - G + B Building
9 Glenista Primary School - Modernisation/Extension	P	114	104	0	10	(10)	10	(10)	10	0	
10 Southmill/Websters High School - Mod/Ext	P	2,676	1,03	1,225	820	446	820	0	1,543	210	
11 Matlocks Primary School - Mod/Ext	P	215	89	112	109	136	113	4	13	0	£25,000 to be funded from revenue
12 Modernisation / Extension - Primary Schools	P	6,500	0	118	88	0	88	(15)	120	585	Formerly part of block heading above
13 Maisondieu Primary School	P	720	0	0	30	1	15	(15)	120	585	External and revenue funding due (£100,000)
14 Liff Primary School	P	181	30	141	132	224	137	5	14	0	Expenditure to be funded from revenue
15 Muirrees Primary School	P	149	53	106	83	179	84	1	12	0	Specific Consent of £109,000 granted for 2000/1
16 Birhill Primary School	P	45	0	54	0	19	0	0	32	13	Project under review
17 Forfar Academy - Curtain Walling	P	960	0	20	40	12	40	0	870	50	
18 Capital Grants	SD	60	0	0	30	0	30	0	0	0	
19 Information Technology Equipment	SD	689	189	0	0	0	0	0	0	0	
20 Safe Routes to School	SD	109	0	0	109	27	109	0	0	0	
21 National Grid for Learning	SD	685	347	338	338	338	338	0	0	0	
		22,326	7,855	2,927	2,660	2,001	2,647	(13)	2,914	8,910	
Social Work											
22 Covenant Repayment - Seaton Grove, Abroath	F	1,494	792	88	88	0	88	0	88	526	
23 Angus Community Care Charitable Trust	SD	445	102	160	100	37	87	(13)	256	0	
24 Development of Gowanslea Resource Centre	P	35	35	0	0	0	0	0	0	0	
25 Health and Safety Improvements	P	79	64	0	6	8	15	9	0	0	Payments due on work carried out prior to Disaggregation
		2,053	993	248	194	45	190	(4)	344	526	
Roads											
26 Covenant Repayment - Inverkeilor	F	832	441	49	49	0	49	0	49	293	
27 Montrose Bridge (A92)	SD	6,744	0	120	204	152	204	0	210	6,330	Ref R.751/00 - Roads Exec Sub Committee dated 13.07.00
28 Montrose Bridge Inspection and Maintenance	SD	428	124	30	34	50	33	(1)	121	150	Contribution of £20,000 due from NOSWA in 2000/1
29 Montrose Town Centre Improvement	SD	518	503	15	15	3	15	0	0	0	
30 Abroath Town Centre Improvement - Phase 1	SD	91	87	4	4	0	2	(2)	2	0	
31 Abroath Town Centre Improvement - Phase 2	SD	43	37	3	3	5	6	3	0	0	
32 Abroath Town Centre Improvement - Phase 3	SD	21	4	14	14	77	32	18	(15)	0	Contributions due from Planning Capital (£50,000) and SET (£184,000)
33 A92 Dundee - Abroath Proposed Dualling	SD	8,757	2,255	2,380	1,140	437	900	(240)	2,090	3,512	Expectation of Public Inquiry - Delay in purchase of land
34 New Access	SD										
35 To Abroath Harbour from A92 - Roundabout	SD	220	0	0	6	0	6	0	9	205	
36 Repairs to Abroath Harbour Infrastructure	SD	401	30	68	66	71	71	3	0	300	
37 Forfar Harbour Slipway Repairs	SD	227	252	(25)	(25)	22	(13)	12	(12)	0	
38 Forfar Town Centre Development	SD	134	24	10	10	1	1	(9)	9	100	
39 Monifieth Town Centre Development	SD	1,113	3	0	0	0	0	0	0	1,110	
40 Bridge Assessments	SD	405	40	50	50	16	34	(16)	66	265	
41 Bridge Strengthening	SD	1,311	255	54	54	59	62	8	41	943	
42 Brothock Bridge Improvements	SD	10	0	0	0	0	0	0	10	0	
43 Sale Routes to School	SD	163	49	25	25	24	25	0	0	89	
44 Traffic Signals at Abbey Path, Abroath	SD	40	0	40	40	35	40	0	0	0	
45 Montrose Inner Relief Road - Works	SD	5,581	5,558	0	1	2	3	2	0	0	
46 Montrose Closes Upgrading	SD	40	0	0	0	0	0	0	10	30	
47 Footpath and Cycleway at Northwater Viaduct	SD	15	0	0	0	0	0	0	10	5	
48 Footway Reconstruction /Tayside Contracts	SD	171	71	100	100	0	100	0	0	0	
49 Monifieth Seaford Development	SD	17	7	10	10	3	3	(7)	7	0	
Millon Mill, Monifieth	SD	96	0	5	5	4	8	3	88	0	
		27,358	9,750	2,952	1,807	961	1,581	(226)	2,695	13,332	

Monitoring of 2000/01 Expenditure

Assigned Resp.	1		2		3	4	Explanation of Variances			
	Estimated Total Cost £000	Prior to 01.04.00 £000	Capital Budget Original Estimate £000	Revised Estimate 31/01/01 £000				Actual to Latest Estimate £000	Protected Over/(Under) Spend £000	2001/02 £000
General Services	3,492	1,768	573	567	138	476	(91)	318	930	
Environmental and Consumer Protection										
50	44	42	2	3	2	2	(1)	0	0	
51	78	74	4	4	0	0	(4)	4	0	
52	3,157	1,633	429	399	76	399	0	204	921	
53	131	1	100	123	51	66	(57)	57	7	Delay due to liquidation of Main Contractor - G + B Building
54	55	0	29	29	0	0	(29)	53	2	Increased cost and delay due to redesign of drainage system
55	27	18	9	9	9	9	0	0	0	
	3,492	1,768	573	567	138	476	(91)	318	930	

Planning and Transport

56	50	0	50	50	0	38	(12)	12	0	Contribution to Roads Capital
57	(3)	(3)	10	0	0	0	0	0	0	
58	0	0	0	0	4	0	0	0	0	Expenditure to be fully funded from Common Good and SET
59	58	0	24	24	(12)	20	(4)	12	26	
60	50	0	20	10	0	10	0	10	30	Transfer of £10,000 to Marquis of Montrose Project below
61	10	0	0	0	0	0	0	0	0	Transfer of £10,000 from Montrose Closes Upgrading above
62	40	0	40	40	0	40	0	0	0	
63	2,372	506	475	475	375	425	(50)	490	951	Anticipated reduction in the level of grant expenditure
64	99	20	54	34	16	34	0	10	35	
65	178	12	0	146	143	158	12	8	0	Specific Consent included within Resources at Section 2 above
	2,854	535	673	789	526	735	(54)	542	1,042	

Economic Development

66	822	475	48	48	9	48	0	48	251	
67	63	61	1	2	(1)	2	0	0	0	
68	187	23	35	39	1	39	0	25	100	Ref R.739/00 to Meeting of Angus Council dated 29.06.00
69	310	297	5	13	13	13	0	0	0	
70	1,500	0	245	115	0	0	(115)	305	1,195	Ref R.81/01 to Economic Development Committee dated 18.01.01
71	80	0	0	0	0	80	0	0	0	Ref R.81/01 to Economic Development Committee dated 18.01.01
72	60	18	39	37	32	26	(11)	14	2	Contributions due from SET/ERDF
73	170	133	32	37	(1)	4	(33)	30	3	Delay in progress of works
74	1,350	0	185	0	0	0	0	200	1,150	
75	1,034	2	5	28	2	26	0	443	563	
76	1,000	0	15	0	0	0	0	250	750	
77	1,532	1,531	22	25	(21)	1	(24)	0	0	Retention payment due to offset credit (accrual) within 2000/01
78	920	221	800	655	1,121	849	194	(150)	0	Contributions due from SET/ERDF
79	402	439	(20)	(68)	28	(67)	1	28	2	Grant funding due from various sources
80	268	23	0	5	3	5	0	232	6	Ref R.739/00 to Meeting of Angus Council dated 29.06.00
81	2	0	140	0	2	2	2	0	0	Ref R.483/00 to Economic Development Committee dated 20.04.00
82	9,700	3,223	1,552	934	1,188	1,028	94	1,425	4,024	

Monitoring of 2000/01 Expenditure

Assigned Resp.	1		Capital Budget 2000/01		2		3		4		Explanation of Variances
	Estimated Total Cost £000	Prior to 01/04/00 £000	Original Estimate £000	Revised Estimate 31/01/01 £000	Actual to 31/01/01 £000	Latest Estimate £000	Projected Over/(Under) Spend £000	2001/02 £000	Latest Years £000		
Recreation Services											
83	1,153	731	64	64	32	64	0	64	294		
84	130	126	0	4	(10)	(5)	(9)	9	0		
85	34	31	2	3	1	3	0	0	0		Expenditure due to offset level of credit (over accrual) within 2000/1
86	12	10	2	2	1	2	0	0	0		
	1,329	898	68	73	24	64	(9)	73	294		
Property Services											
87	630	12	60	60	1	50	(10)	145	423		
88	2,430	41	125	37	28	37	0	112	2,240		Underspend on project to cover overspend on Access Points
89	270	0	50	18	0	18	0	244	8		Deferral of project to cover overspend on Access Points
90	140	0	140	130	56	15	(115)	115	10		Contributions of £35,000 and £11,000 due from Education Revenue and Social Work Revenue respectively
91	108	86	0	12	11	14	2	8	0		Funding of £13,000 due from Housing Revenue Account
92	29	14	0	17	17	15	(2)	0	0		Alterations delayed in favour of project at Montrose Town House
93	145	135	6	10	3	5	(5)	5	0		Additional costs related to extent of dry rot
94	125	0	97	10	0	10	0	108	7		Funding of £100,000 due from Housing Capital
95	349	28	206	301	229	139	(162)	152	30		Delay due to liquidation of Main Contractor - G + B Building
96	138	134	4	4	0	4	0	0	0		
97	209	120	27	65	2	55	(10)	10	24		
98	39	37	2	2	1	2	0	0	0		
99	95	16	67	74	57	74	0	5	0		
100	60	0	60	60	8	55	(5)	5	0		
101	10	0	41	10	0	10	0	0	0		
102	11	7	3	4	2	4	0	0	0		
	4,788	630	888	814	415	507	(307)	909	2,742		
Coast Protection and Flood Prevention											
103	270	7	10	10	3	13	3	240	10		
	270	7	10	10	3	13	3	240	10		
Miscellaneous											
104	25	11	7	7	7	7	0	7	0		
	25	11	7	7	7	7	0	7	0		
	22,458	7,072	3,771	3,194	2,301	2,830	(364)	3,514	9,042		
GENERAL SERVICES TOTAL											
SUB TOTAL - EXCLUDING LOCAL CAPITAL FUND											
	74,195	25,670	9,898	7,855	5,308	7,248	(607)	9,467	31,810		

LOCAL CAPITAL FUND

APPROVED PROJECTS

Cultural Services

105 Kiriémuir Gateway to the Glens SD/P 33 2 28 31 102 31 0 0 0 Contributions due from various sources

Planning and Transport

106 Carnoustie - Environmental Improvements SD/P 154 202 0 (48) (13) (48) 0 0 0
 107 Arbroath Abbey SD/P 627 227 427 356 262 256 (100) 144 0 Delay due to Archaeological Excavation
 108 Arbroath Harbour SD/P 135 7 132 128 (1) 0 (128) 93 35 Delay due to difficulty in securing match funding
 Recreation Services

109 Angus Millennium Forest SD/P 18 17 0 1 68 1 0 0 0 Contributions due from various sources

Chief Executive's Department

110 Village Halls Support Initiative - 1997 Small SD/P 90 48 42 13 (3) 13 0 29 0
 111 Village Halls Support Initiative - 1998 Large SD/P 100 11 12 0 0 0 0 89 0
 190 59 54 13 (3) 13 0 118 0

SUB TOTAL - LOCAL CAPITAL FUND 1,157 514 641 481 415 253 (228) 355 35

GRAND TOTAL 75,352 26,184 10,539 8,336 5,723 7,501 (835) 9,822 31,845

Monitoring of 2000/01 Expenditure

Assigned Resp.	1		Capital Budget 2000/01			2		Projected Over/(Under) Spend £000	3	4	Explanation of Variances
	Estimated Total Cost £000	Prior to 01/04/00 £000	Original Estimate £000	Revised Estimate £000	Actual to 31/01/01 £000	Latest Estimate £000	Later Years 2001/02 £000				
SD/P	33	2	28	31	102	31	0	0	0	0	Contributions due from various sources
	33	2	28	31	102	31	0	0	0	0	
SD/P	154	202	0	(48)	(13)	(48)	0	0	0	0	
SD/P	627	227	427	356	262	256	(100)	144	0	0	Delay due to Archaeological Excavation
SD/P	135	7	132	128	(1)	0	(128)	93	35	0	Delay due to difficulty in securing match funding
	916	436	559	436	248	208	(228)	237	35	0	
SD/P	18	17	0	1	68	1	0	0	0	0	Contributions due from various sources
	18	17	0	1	68	1	0	0	0	0	
SD/P	90	48	42	13	(3)	13	0	29	0	0	
SD/P	100	11	12	0	0	0	0	89	0	0	
	190	59	54	13	(3)	13	0	118	0	0	
	1,157	514	641	481	415	253	(228)	355	35	0	
	75,352	26,184	10,539	8,336	5,723	7,501	(835)	9,822	31,845	0	