

**THE HIGHLAND COUNCIL
Resources Committee
24 August 2016**

Agenda Item	11
Report No	RES/46/15

**CHIEF EXECUTIVE'S OFFICE CAPITAL BUDGET
FINAL OUT-TURN REPORT FOR 2015/16 AND BUDGET MONITORING REPORT
TO 30 JUNE 2016**

Report by The Chief Executive

Summary

This report sets out the final out-turn position for the Chief Executive's Office capital budget for the period 1 April 2015 to 31 March 2016 and the position for the Chief Executive's Office 2016-17 capital budget for the period to 30 June 2016.

1 Introduction

- 1.1 The attached 2 appendices show the final out-turn position for the Chief Executive's Office capital budget for the period 1 April 2015 to 31 March 2016 and monitoring position for the Chief Executive's Office capital budget for the period to 30 June 2016. The former shows a series of capital projects amounting to a gross capital budget of £0.895m with total gross expenditure of £0.886m. The latter shows capital projects amounting to £0.208m for the financial year 2016/17 with £0.142m spent to date.
- 1.1 A revised approach to the reporting of capital monitoring was adopted by the Council in May 2015 in response to recommendations from an Audit Scotland. This separates out the monitoring of major projects (those with a value greater than £4m) on a full-life (multi-year) basis, to provide greater oversight. The Chief Executive's Office budget does not have any capital projects above £4m.
- 1.3 Payments from the Capital Discretionary Fund are shown in the Chief Executive's Office Capital Budget to assist with monitoring. Decisions with regard to Capital Discretionary Budget awards are taken on a case by case basis at Resources Committee and only show in the budget once payment has been made.

2. Final out-turn 2015/16

- 2.1 Appendix 1 shows the position for the Chief Executive's Office capital budget for the period March 2015 to April 2016, resulting in an underspend of £0.008m at the year end.
- 2.2 A number of projects completed by the end of 2015/16. The Capital Discretionary Fund contributed £0.509m in total to 6 projects: £0.281m

Inverness CAB; £0.050m Alexandra Bridge; £0.050m Archie Foundation; £0.044m Highland Hospice; £0.033m Kirkmichael Trust; £0.050m Falls of Shin. The Carbon Clever budget contributed £0.180m and the Carbon Clever Community Grant Fund contributed £0.192m out of a £0.200m budget.

3. Following Service re-structuring, responsibility for sustainability, including the Carbon Clever initiative, has been consolidated within the Development and Infrastructure Service. Monitoring of Carbon Clever capital expenditure will therefore be reported to Resources Committee in future Development and Infrastructure Service capital monitoring reports.

4. Monitoring position to June 2016

- 4.1 Appendix 2 sets out the capital budget and monitoring position to the end of June 2016. The Chief Executive's Office' budget has two capital budget headings for the financial year 2016/17: Capital Discretionary Fund and Inverness City Gateways. At present, these two headings amount to a gross budget of £0.208m, with £0.142m spent to date. This budget will increase as and when Capital Discretionary Funding is drawn down by new projects that have received member approval.
- 4.2 The Capital Discretionary Fund has provided financial support to two projects in the current financial year: £0.056m Highland Hospice; and £0.086m Inverness Ice Centre.

5. Implications

- 5.1 Resources - There are no resource implications other than those already set out.
- 5.2 Legal - there are no legal implications for The Highland Council.
- 5.3 Equalities and Climate Change - there are no negative equality or climate change implications arising from this report.
- 5.4 Risk, Gaelic and Rural - there are no risk, Gaelic or rural implications to The Highland Council.

6. Recommendation

Members are asked to consider the final out-turn position for the Chief Executive's Office capital budget for the period 1 April 2015 to 31 March 2016 and the capital monitoring position for the period 1 April 2016 to 30 June 2016.

Signature: Steve Barron
Designation: Chief Executive
Date: 15 August 2015
Author: Kate Lackie, Business Manager

MONITORING OF CAPITAL EXPENDITURE - 1ST APRIL 2015 TO 31ST MARCH 2016

SERVICE: CHIEF EXECUTIVES SERVICE

Project Description	Actual	Revised	Year End	Year End	(Slippage)/	Anticipated	COMMENTS
	Net	Net	Estimated Net	Net	Acceleration	Year End	
	Year to Date	Budget	Outturn	Variance	Net	(Under)/Over	
	£000	£000	£000	£000	£000	£000	
Discretionary Fund	509	509	509	0			£281k CAB; £50k Alexandra Bridge; £50k Archie Foundation; £44k Highland Hospice; £33k Kirkmichael Trust; £50k Falls of Shin
Cameron Square Regeneration	6	6	6	0			
Carbon Clever Community Grant Fund	192	200	192	(8)		(8)	
Carbon Clever	180	180	180	0			
OVERALL TOTAL	886	895	886	(8)	0	(8)	

MONITORING OF CAPITAL EXPENDITURE - 1ST APRIL 2016 TO 30TH JUNE 2016

SERVICE: CHIEF EXECUTIVES SERVICE

Project Description	Actual	Revised	Year End	Year End	(Slippage)/	Anticipated	COMMENTS
	Net	Net	Estimated Net	Net	Acceleration	Year End	
	Year to Date	Budget	Outturn	Variance	Net	(Under)/Over	
	£000	£000	£000	£000	£000	£000	
Discretionary Fund	142	142	142	0			£56k Highland Hospice; £86k Inverness Ice Centre
City Gateways	0	66	66	0			
OVERALL TOTAL	142	208	208	0	0	0	