

**REPORT TO: CITY GOVERNANCE COMMITTEE – 28 OCTOBER 2024**

**REPORT ON: CAPITAL EXPENDITURE MONITORING 2024/25**

**REPORT BY: EXECUTIVE DIRECTOR OF CORPORATE SERVICES**

**REPORT NO: 266–2024**

**1 PURPOSE OF REPORT**

- 1.1 To appraise Elected Members of the latest position regarding the Council's Capital Plan 2024-29.

**2 RECOMMENDATION**

- 2.1 It is recommended that the Committee note the latest position regarding the Council's Capital Plan 2024-29.

**3 FINANCIAL IMPLICATIONS**

- 3.1 This report shows the latest projections for 2024/25 expenditure and total cost as at 31<sup>st</sup> August 2024.

Appendix 1, which details the General Services position to the end of August 2024, shows a revised projected outturn for 2024/25 of £120.995m, a decrease of £0.316m since the last capital monitoring report was approved at City Governance Committee on 23<sup>rd</sup> September 2024 (Report 239-2024, Article II refers). The reasons for this net movement are below the £0.250m threshold for reporting, so no narratives are required. The net movement in budget of £0.316m will be required in 2025/26 and will be funded from borrowing.

Appendix 3, which details the Housing HRA position to the end of August 2024, shows a projected outturn for 2024/25 of £19.032m. There are no variations since the last capital monitoring report was approved at City Governance Committee on 23<sup>rd</sup> September 2024 (Report 239-2024, Article II refers).

An explanation of the major variance is shown in Section 5 of the report.

**4 BACKGROUND**

- 4.1 The Capital Plan 2024-29 was approved at City Governance Committee on 18 February 2024 (Report 18-2024, Article VII refers).

In addition to monitoring the in-year budget (i.e. 2024/25) the total projected cost of each project will be monitored against the cost when the tender acceptance was approved at Committee. Furthermore, the projected completion date for each project will be monitored against the completion date as anticipated when the tender report was approved. The capital programme is being monitored in conjunction with the Council's asset managers.

The Housing HRA Capital Programme 2024/25 was approved as part of the Capital Plan 2024-29 at the City Governance Committee on 18 February 2024 (Report 18-2024, Article VII refers). Details of the current position are set out in section 6 of the report and officers are presently reviewing the Housing Capital Plan and will bring back further recommendations once this review is complete.

- 4.2 Local Authorities from 1 April 2004 are required, by Regulation, to comply with the Prudential Code under Part 7 of the Local Government Act 2003. The Capital Budget for 2024/25 is being monitored within the framework of the updated Prudential Code 2021.
- 4.3 The Capital Monitoring report provides detailed information on major projects and programmes contained within the Capital Budget and the impact of expenditure movements on future financial years.

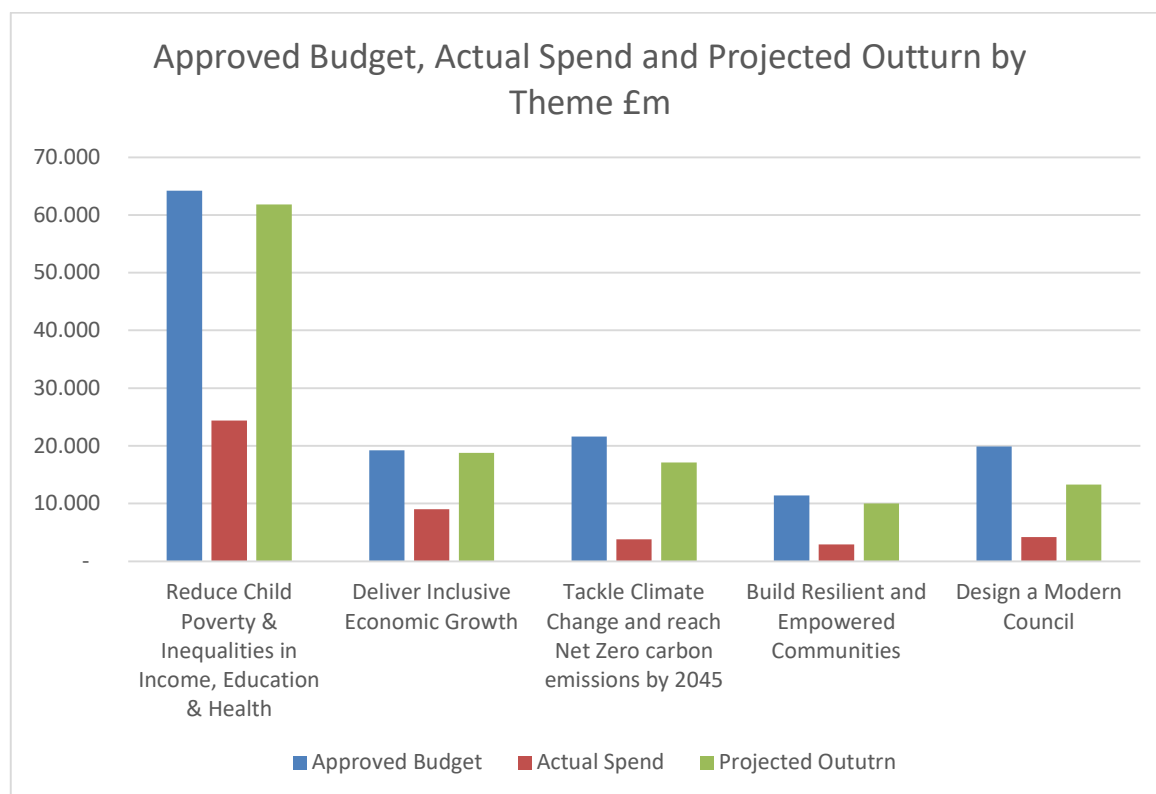
## 5 GENERAL SERVICES CURRENT POSITION

5.1 Appendix 2 details the latest projected outturn for major projects and programmes, both for 2024/25 and for the whole project life-span. In addition, the Appendix monitors project timescales, with approved completion dates taken from tender approval reports. In some instances, it is not possible to provide approved or projected total project costs and timescales due to the project being a block programme containing various smaller projects within it. In these cases, the total cost is assumed to be the budgeted figure plus previous year actuals. The projected completion date is assumed to be the end of the financial year. In addition, Procurement Strategy reports are being approved at committee which gives the Executive Directors delegated authority to award a contract to the successful bidder, without having to come back to committee, thus the approved total cost and timescales are not readily available for monitoring (previously taken from approved committee tender report). In these cases, reliance is on Service Officers updating the monitoring spreadsheet.

Appendix 1 summarises the total gross expenditure for 2024/25 and how this expenditure is funded. The projected budgeted capital expenditure is 100% of the projected capital resources. Project cashflows, for phasing of budgets, are constantly being reviewed. Actual expenditure to 31 August is £44.296m, 37% of the Revised Budget 2024/25 compared to 22% for the same period last year.

The above actual spend figure excludes any Architectural Services fee recharges for 2024/25, as Officers within City Development are currently reviewing, and it is anticipated that they will be incorporated into future reports. In addition, the figures exclude Engineer fees for the period June to August. It is anticipated that these fees will be incorporated into the next capital monitoring report.

The table below shows a comparison of approved budget, actual spend and projected outturn for 2024/25, broken down by Council Theme



The overall net decrease in the projected outturn for 2024/25 reflects project/programmes budgets being reprofiled.

## 5.2 2024/25 Expenditure Variations

Appendix 1, which details the General Services position to the end of August 2024, shows a revised projected outturn for 2024/25 of £120.995m, a decrease of £0.316m since the last capital monitoring report was approved at City Governance Committee on 23<sup>rd</sup> September 2024 (Report 239-2024, Article II refers). The reasons for this net movement are below the £0.250m threshold for reporting, so no narratives are required.

5.3 The table below shows the latest position regarding the capital resources for funding of the 2024/25 programme: -

	<b>Approved Budget £m</b>	<b>Adjustments £m</b>	<b>Revised Budget £m</b>	<b>Projected Outturn £m</b>	<b>Variance £m</b>
Borrowing	99.115	(6.619)	91.496	91.496	-
General Capital Grant	11.551	0.123	11.674	11.674	-
Capital Grants & Contributions	17.212	(2.117)	15.399	15.399	-
Capital Receipts – Sale of Assets	2.000	-	2.000	2.000	-
Capital Fund	<u>0.426</u>	<u>-</u>	<u>0.426</u>	<u>0.426</u>	
	<u>130.304</u>	<u>(9.309)</u>	<u>120.995</u>	<u>120.995</u>	<u>-</u>

5.3.1 Over the last 5 years the actual outturns achieved have been: -

	<b>£m</b>
2020/21	39.537
2021/22	45.038
2022/23	44.086
2023/24	73.454
2024/25 (Projected)	120.995

## 5.4 Projected Total Cost Variations

There are no total cost variations to report since the previous capital monitoring report went to committee.

5.5 Completion Date Variations (this compares the estimated completion date as per the tender acceptance report to the actual completion date)

5.5.1 Social Care – Provision of Accommodation for adults with Learning Disabilities – Langlands Street (Reduce Child Poverty and Inequalities in Income, Education and Health – Other Projects). An allowance of £0.124m has been committed to adapt properties in Langlands Street for additional specifications beyond a regular Housing Association standard. It was originally envisaged that the payment would be made in last financial year, but the Housing Association are still awaiting the issuing of the habitation certificate, so that payment can be released. Discussions are ongoing to resolve the issues and release the payment.

Officers are constantly reviewing the capital programme to ascertain the impact of global supply chain issues on the timescales for delivering projects. Officers will report any further revisions to estimated completion dates in future capital monitoring reports.

## 6 HOUSING HRA - CURRENT POSITION

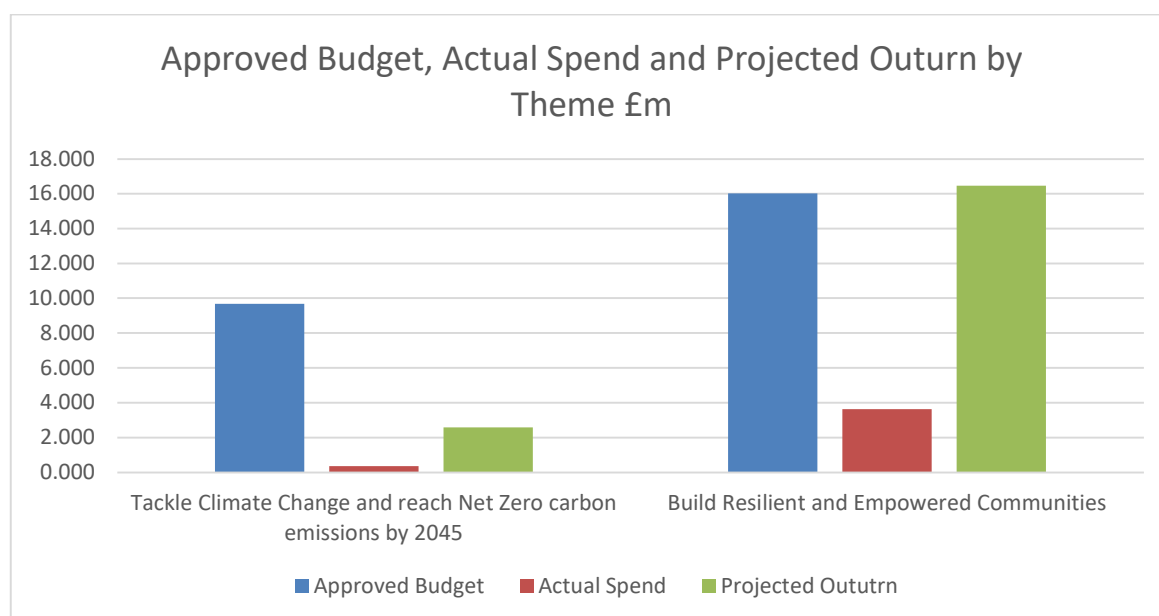
### 6.1 2024/25 Expenditure Variations

Appendix 2 details the latest projected outturn for each project, both for 2024/25 and for the whole project lifespan. In addition, the Appendix monitors project timescales. In some instances, it is not possible to provide approved or projected total project costs and timescales due to the project being a block programme containing various smaller projects within it. In these cases, the total cost is assumed to be the budgeted figure plus previous year actuals. The projected completion date is assumed to be the end of the financial year. In addition, Procurement Strategy reports are being approved at committee which gives the Executive Directors delegated authority to award a contract to the successful bidder, without having to come back to committee, thus the approved total cost and timescales are not readily available for monitoring (previously taken from approved committee tender report). In these cases, reliance is on Service Officers updating the monitoring spreadsheet.

Appendix 3 summarises the total gross expenditure for 2024/25 and how this expenditure is funded. The projected budgeted capital expenditure is 100% of the projected capital resources. Project cashflows, for phasing of budgets, are constantly being reviewed. Actual expenditure to 31st August 2024 is £3.987m, 21% of the Revised Budget 2024/25 compared to 12% for the same period last year.

The above actual spend figure excludes any Architectural Services fee recharges for 2024/25, as Officers within City Development are currently reviewing, and it is anticipated that they will be incorporated into future reports. In addition, the figures exclude Engineer fees for the period June to August. It is anticipated that these fees will be incorporated into the next capital monitoring report.

The table below shows a comparison of approved budget, actual spend and projected outturn for 2024/25, broken down by Council Theme.



- 6.2 Appendix 3, which details the Housing HRA position to the end of August 2024, shows a projected outturn for 2024/25 of £19.032m. There are no variations since the last capital monitoring report was approved at City Governance Committee on 23<sup>rd</sup> September 2024 (Report 239-2024, Article II refers).

6.3 The table below shows the latest position regarding the funding of the 2024/25 programme: -

	Approved Budget £m	Adjustments £m	Revised Budget £m	Projected Outturn £m	Variance £m
Borrowing	22.864	(6.158)	16.706	16.706	-
Capital Grants & Contributions	1.209	(514)	695	695	-
CFCR	450	-	450	450	-
Capital Receipts – Sale of Assets	731	-	731	731	-
Receipts from Owners	<u>450</u>	<u>-</u>	<u>450</u>	<u>450</u>	<u>-</u>
	<u>25.704</u>	<u>(6.672)</u>	<u>19.032</u>	<u>19.032</u>	<u>-</u>

6.3.2 Over the last 5 years the actual outturns achieved have been: -

	£m
2020/21	7.316
2021/22	12.338
2022/23	9.232
2023/24	12.175
2024/25 (Projected)	19.032

#### 6.4 Projected Total Cost Variations

There are no total cost variations to report since the previous capital monitoring report went to committee.

#### 6.5 Completion Date Variations (this compares the estimated completion date as per the tender acceptance report to the actual completion date)

There are no completion date variations to report since the previous capital monitoring report went to committee.

As indicated above, officers are presently reviewing the Housing Capital Plan for 2024/25 and will report back to Committee with any recommended changes.

### 7 **RISK ASSESSMENT**

7.1 There are a number of risks which may have an impact on the Capital Expenditure programme. The main areas of risk are identified in Appendix 4 to this report. along with the impact. consequences and controls in place to mitigate the risk together with the mechanisms in place to help mitigate these risks.

### 8 **POLICY IMPLICATIONS**

8.1 This report has been subject to the Pre-IIA Screening Tool and does not make any recommendations for change to strategy, policy, procedures, services or funding and so has not been subject to an Integrated Impact Assessment. An appropriate senior manager has reviewed and agreed with this assessment.

### 9 **CONSULTATION**

9.1 The Council Leadership Team have been consulted and are in agreement with the content of this report.

10      **BACKGROUND PAPERS**

10.1    None.

**ROBERT EMMOTT**  
**EXECUTIVE DIRECTOR OF CORPORATE SERVICES**

**18 OCTOBER 2024**

**2024/25 DUNDEE CITY COUNCIL CAPITAL EXPENDITURE MONITORING TO 31st AUGUST 2024**

Appendix 1

	<u>Approved</u> <u>Capital</u> <u>Budget</u> <u>2024/25</u> <u>£000</u>	<u>Total</u> <u>Budget</u> <u>Adjustments</u> <u>£000</u>	<u>Revised</u> <u>Capital</u> <u>Budget</u> <u>2024/25</u> <u>£000</u>	<u>Actual</u> <u>Spend</u> <u>2024/25</u> <u>£000</u>	<u>Projected</u> <u>Outturn</u> <u>2024/25</u> <u>£000</u>	<u>Variance</u> <u>£000</u>	<u>Actual Spend</u> <u>to 31.08.24</u> <u>as a % of</u> <u>Revised</u> <u>Budget</u>
<b>GENERAL SERVICES</b>							
<u>Capital Expenditure</u>							
Reduce Child Poverty & Inequalities in Income, Education & Health	64,217	(2,388)	61,829	24,356	61,829	0	39%
Deliver Inclusive Economic Growth	19,232	(440)	18,792	9,037	18,792	0	48%
Tackle Climate Change and reach Net Zero carbon emissions by 2045	21,584	(4,491)	17,093	3,819	17,093	0	22%
Build Resilient and Empowered Communities	11,402	(1,421)	9,981	2,924	9,981	0	29%
Design a Modern Council	19,869	(6,569)	13,300	4,160	13,300	0	31%
<b>Capital Expenditure 2024/25</b>	<b>136,304</b>	<b>(15,309)</b>	<b>120,995</b>	<b>44,296</b>	<b>120,995</b>	<b>0</b>	<b>37%</b>
<u>Capital Resources</u>							
Expenditure Funded from Borrowing	99,115	(7,619)	91,496	35,306	91,496		
General Capital Grant	11,551	123	11,674	5,285	11,674		
Capital Grants & Contributions - project specific	17,212	(1,813)	15,399	2,291	15,399		
Capital Receipts - Sale of Assets	2,000		2,000	988	2,000		
Capital Fund	426		426	426	426		
<b>Capital Resources 2024/25</b>	<b>130,304</b>	<b>(9,309)</b>	<b>120,995</b>	<b>44,296</b>	<b>120,995</b>		
<b>Capital Expenditure as % of Capital Resources</b>	<b>105%</b>		<b>100%</b>		<b>100%</b>		

Appendix 2

REDUCE CHILD POVERTY AND INEQUALITIES IN INCOMES, EDUCATION AND HEALTH

Project/Nature of Expenditure	Approved Budget 2024/25 £000	Total Adjusts £000	Revised Budget 2024/25 £000	Expenditure to 31/8/24 £'000	Projected Outturn 2024/25 £000
<b>MAJOR PROJECTS - Reduce Child Poverty and Inequalities</b>					
Harris Academy Extension	200	(5)	195	116	195
(Less External Funding)	(200)	5	(195)		(195)
School Estate Investment-East End Community Campus	63,657	(2,557)	61,100	24,226	61,100
<b>OTHER PROJECTS - Reduce Child Poverty and Inequalities</b>	360	174	534	14	534
(Less External Funding)		(250)	(250)		(250)
<b>Net Expenditure</b>	<b>64,017</b>	<b>(2,633)</b>	<b>61,384</b>	<b>24,356</b>	<b>61,384</b>
<b>Receipts</b>	<b>(200)</b>	<b>(245)</b>	<b>(445)</b>		<b>(445)</b>
<b>Gross Expenditure</b>	<b>64,217</b>	<b>(2,388)</b>	<b>61,829</b>	<b>24,356</b>	<b>61,829</b>

Note 1

Actual Project Cost to 31/8/24 £000	Current Approved Project Cost £000	Projected Total Cost £000	Approved Completion Date	Projected/ Actual Completion Date
4,745	5,174	4,824	Dec-23	Aug-24
(4,629)	(5,174)	(4,824)		
54,345	100,800	100,800	Jul-25	Jul-25
3,573	4,571	4,492		
<b>58,034</b>	<b>105,371</b>	<b>105,292</b>		
<b>(4,629)</b>	<b>(5,174)</b>	<b>(4,824)</b>		
<b>62,663</b>	<b>110,545</b>	<b>110,116</b>		

Note 1: The Current approved project cost is either the approved cost as per the tender price, or the revised budgeted figure as per the Capital Plan 2024-29



DELIVER INCLUSIVE ECONOMIC GROWTH

Project/Nature of Expenditure	Approved Budget 2024/25	Total Adjusts	Revised Budget 2024/25	Expenditure to 31/8/24	Projected Outturn 2024/25	Note 1				
	£000	£000	£000	£'000	£000	Actual Project Cost to 31/8/24 £000	Current Approved Project Cost £000	Projected Total Cost £000	Approved Completion Date	Projected/ Actual Completion Date
<b>MAJOR PROJECTS - Deliver Inclusive Economic Growth</b>										
Site 6 South Development - Offices	18,620	(162)	18,458	8,993	18,458	15,417	26,202	26,202	Feb-25	Apr-25
<b>OTHER PROJECTS - Deliver Inclusive Economic Growth</b>	612	(278)	334	44	334	1,957	2,702	2,618		
<b>(Less External Funding)</b>	(351)	271	(80)		(80)	(64)	(475)	(475)		
<b>Net Expenditure</b>	<b>18,881</b>	<b>(169)</b>	<b>18,712</b>	<b>9,037</b>	<b>18,712</b>	<b>17,310</b>	<b>28,429</b>	<b>28,345</b>		
<b>Netted Off Receipts</b>	<b>(351)</b>	<b>271</b>	<b>(80)</b>		<b>(80)</b>	<b>(64)</b>	<b>(475)</b>	<b>(475)</b>		
<b>Gross Expenditure</b>	<b>19,232</b>	<b>(440)</b>	<b>18,792</b>	<b>9,037</b>	<b>18,792</b>	<b>17,374</b>	<b>28,904</b>	<b>28,820</b>		

Note 1: The Current approved project cost is either the approved cost as per the tender price, or the revised budgeted figure as per the Capital Plan 2024-29

## Appendix 2

## TACKLE CLIMATE CHANGE AND REACH NET ZERO CARBON EMISSIONS BY 2045

Project/Nature of Expenditure	Approved Budget	Total	Revised Budget	Expenditure to	Projected Outturn	Note 1				
	2024/25 £000	Adjusts £000	2024/25 £000	31/8/24 £'000	2024/25 £000	Actual Project Cost to 31/8/24 £000	Current Approved Project Cost £000	Projected Total Cost £000	Approved Completion Date	Projected/ Actual Completion Date
<b>MAJOR PROJECTS - Tackle Climate Change and Reach Net Zero Emissions by 2045</b>										
Broughty Ferry to Monifieth Active Travel Improvements	2,580	(61)	2,519	417	2,519	15,876	9,067	18,031	Sep-24	Sep-24
(Less External Funding)	(1,830)	61	(1,769)	30	(1,769)	(15,429)	(9,067)	(17,172)	Sep-24	Sep-24
Tier 1 Active Travel Infrastructure Fund (formerly known as Cycling, Walking & Safer Routes)	652	353	1,005	220	1,005	1,090	1,875	1,875	Mar-25	Mar-25
(Less External Funding)	(652)	(353)	(1,005)	(220)	(1,005)	(220)	(1,005)	(1,005)	Mar-25	Mar-25
DCA Lifecycle plant replacement programme	500	(250)	250		250	66	4,550	4,550	Tender targeted for approval prior to end of 2024/25	
Low Carbon Transport (Green Transport Hub & Spokes - Bell Street)	12,170	(2,125)	10,045	1,852	10,045	2,720	16,000	16,000	Main Tender targeted for approval January 2025 Committee	
(Less External Funding)	(11,870)	1,825	(10,045)	(1,852)	(10,045)	(2,700)	(14,400)	(14,400)		
Vehicle Fleet & Infrastructure	2,828	(1,513)	1,315	1,047	1,315	2,172	2,440	2,440	Mar-25	Mar-25
(Less Sale of Vehicles & Equipment)		(52)	(52)	(48)	(52)	(238)	(242)	(242)	Mar-25	Mar-25
<b>OTHER PROJECTS - Tackle Climate Change and Reach Net Zero Carbon Emissions by 2045</b>	2,854	(895)	1,959	283	1,959	21,221	23,952	23,887		
(Less External Funding)		(592)	(592)	(151)	(592)	(2,238)	(2,548)	(2,548)		
<b>Net Expenditure</b>	<b>7,232</b>	<b>(3,602)</b>	<b>3,630</b>	<b>1,578</b>	<b>3,630</b>	<b>22,320</b>	<b>30,622</b>	<b>31,416</b>		
<b>Receipts</b>	<b>(14,352)</b>	<b>889</b>	<b>(13,463)</b>	<b>(2,241)</b>	<b>(13,463)</b>	<b>(20,825)</b>	<b>(27,262)</b>	<b>(35,367)</b>		
<b>Gross Expenditure</b>	<b>21,584</b>	<b>(4,491)</b>	<b>17,093</b>	<b>3,819</b>	<b>17,093</b>	<b>43,145</b>	<b>57,884</b>	<b>66,783</b>		

Note 1: The Current approved project cost is either the approved cost as per the tender price, or the revised budgeted figure as per the Capital Plan 2024-29

**BUILD RESILIENT AND EMPOWERED COMMUNITIES**

**Appendix 2**

Project/Nature of Expenditure	Approved Budget 2024/25 £000	Total Adjusts £000	Revised Budget 2024/25 £000	Expenditure to 31/8/24 £'000	Projected Outturn 2024/25 £000
<b>MAJOR PROJECTS - Build Resilient and Empowered Communities</b>					
Road Maintenance Partnership	3,460	(94)	3,366	1,496	3,366
Street Lighting Renewal	1,117	(1)	1,116	354	1,116
City Improvement/Investment Fund	1,365	(1,183)	182	28	182
(Less External Funding)	(1,115)	1,115	0	0	0
Parks & Open Spaces	2,408	(267)	2,141	284	2,141
(Less External Funding)	(365)		(365)		(365)
<b>OTHER PROJECTS/PROGRAMMES - Build Resilient and Empowered Communities</b>	3,052	124	3,176	762	3,176
(Less External Funding)	(829)	(216)	(1,045)	(76)	(1,045)
<b>Net Expenditure</b>	<b>9,093</b>	<b>(522)</b>	<b>8,571</b>	<b>2,848</b>	<b>8,571</b>
<b>Receipts</b>	<b>(2,309)</b>	<b>899</b>	<b>(1,410)</b>	<b>(76)</b>	<b>(1,410)</b>
<b>Gross Expenditure</b>	<b>11,402</b>	<b>(1,421)</b>	<b>9,981</b>	<b>2,924</b>	<b>9,981</b>

Note 1: The Current approved project cost is either the approved cost as per the tender price, or the revised budgeted figure as per the Capital Plan 2024-29

**Note 1**

Actual Project Cost to 31/8/24 £000	Current Approved Project Cost £000	Projected Total Cost £000	Approved Completion Date	Projected/ Actual Completion Date
1,496	3,366	3,366	Mar-25	Mar-25
354	1,116	1,116	Mar-25	Mar-25
2	2,717	2,717	Mar-25	Mar-25
(693)	(693)	(693)	Mar-25	Mar-25
1,329	3,190	3,190	Mar-25	Mar-25
(275)	(640)	(640)	Mar-25	Mar-25
6,206	8,932	8,238		
(729)	(1,353)	(1,353)		
<b>7,690</b>	<b>16,635</b>	<b>15,941</b>		
<b>(1,697)</b>	<b>(2,686)</b>	<b>(2,686)</b>		
<b>9,387</b>	<b>19,321</b>	<b>18,627</b>		

**DESIGN A MODERN COUNCIL**

**Appendix 2**

Project/Nature of Expenditure	Approved Budget 2024/25 £000	Total Adjusts £000	Revised Budget 2024/25 £000	Expenditure to 31/8/24 £'000	Projected Outturn 2024/25 £000
<b>MAJOR PROJECTS/PROGRAMMES - Design a Modern Council</b>					
Baldovie Depot Redevelopment	3,071	(2,071)	1,000	33	1,000
Depot Rationalisation Programme	2,092	(1,592)	500	12	500
Dundee Ice Arena Plant & Upgrade	577	(227)	350	(16)	350
Olympia Refurbishment Works		197	197	82	197
Property Lifecycle Development Programme	6,285	(211)	6,074	1,089	6,074
Purchase Computer Equipment	1,258	43	1,301	712	1,301
(Less External Funding)		(1)	(1)		(1)
Desktop Management Software	1,500	(1,242)	258		258
Schools Connectivity	1,100	474	1,574	1,432	1,574
<b>OTHER PROJECTS/PROGRAMMES - Design a Modern Council</b>	3,986	(1,940)	2,046	816	2,046
<b>Net Expenditure</b>	<b>19,869</b>	<b>(6,570)</b>	<b>13,299</b>	<b>4,160</b>	<b>13,299</b>
<b>Netted Off Receipts</b>		(1)	(1)		(1)
<b>Gross Expenditure</b>	<b>19,869</b>	<b>(6,569)</b>	<b>13,300</b>	<b>4,160</b>	<b>13,300</b>

Note 1: The Current approved project cost is either the approved cost as per the tender price, or the revised budgeted figure as per the Capital Plan 2024-29

Note 1

Actual Project Cost to 31/8/24 £000	Current Approved Project Cost £000	Projected Total Cost £000	Approved Completion Date	Projected/ Actual Completion Date
208	5,200	5,200	Tender will follow acquisition of land	
373	3,063	3,063	Service review ongoing - tender will follow once review complete	
1,035	9,100	9,100	Early stages of development with consultation on-going. Tender report will follow	
6,149	6,163	6,264	Oct-23	Dec-23
4,032	9,017	9,017	Mar-25	Mar-25
3,459	4,048	4,048	Mar-25	Mar-25
(648)	(650)	(648)	Mar-23	Mar-23
1,458	2,600	2,600		
4,408	6,329	8,274		
<b>20,474</b>	<b>44,870</b>	<b>46,918</b>		
<b>(648)</b>	<b>(650)</b>	<b>(648)</b>		
<b>21,122</b>	<b>45,520</b>	<b>47,566</b>		

## Appendix 2

## TACKLE CLIMATE CHANGE AND REACH NET ZERO EMISSIONS BY 2045 - HOUSING REVENUE ACCOUNT ELEMENT

Project/Nature of Expenditure	Approved Budget 2024/25 £000	Total Adjusts £000	Revised Budget 2024/25 £000	Expenditure to 31/08/2024	Projected Outturn 2024/25 £000
Energy Efficient	9,683	(7,100)	2,583	351	2,583
<b>Net Expenditure</b>	<b>9,683</b>	<b>(7,100)</b>	<b>2,583</b>	<b>351</b>	<b>2,583</b>
<b>Receipts</b>					
<b>Gross Expenditure</b>	<b>9,683</b>	<b>(7,100)</b>	<b>2,583</b>	<b>351</b>	<b>2,583</b>

Note 1				
Actual Project Cost to 31/08/2024 £000	Current Approved Project Cost £000	Projected Total Cost £000	Approved Completion Date	Projected/ Actual Completion Date
486	2,718	2,718	Mar-25	Mar-25
<b>486</b>	<b>2,718</b>	<b>2,718</b>		
<b>486</b>	<b>2,718</b>	<b>2,718</b>		

## BUILD RESILIENT AND EMPOWERED COMMUNITIES - HOUSING REVENUE ACCOUNT ELEMENT

Project/Nature of Expenditure	Approved Budget 2024/25 £000	Total Adjusts £000	Revised Budget 2024/25 £000	Expenditure to 31/08/2024	Projected Outturn 2024/25 £000
Free from Serious Disrepair	4,550	1,850	6,400	1,161	6,400
Modern Facilities & Services	1,000	500	1,500		1,500
Healthy, Safe and Secure	2,710	804	3,514	328	3,514
Miscellaneous	1,437	686	2,123	659	2,123
Increased Supply of Council Housing	6,114	(4,312)	1,802	1,437	1,802
(Less External Funding)	(1,209)	514	(695)		(695)
Demolitions	10		10	6	10
Sheltered Lounge Upgrades	200		200	45	200
Improvement Plan		900	900		900
<b>Net Expenditure</b>	<b>14,812</b>	<b>942</b>	<b>15,754</b>	<b>3,636</b>	<b>15,754</b>
<b>Receipts</b>	<b>(1,209)</b>	<b>514</b>	<b>(695)</b>		<b>(695)</b>
<b>Gross Expenditure</b>	<b>16,021</b>	<b>428</b>	<b>16,449</b>	<b>3,636</b>	<b>16,449</b>

Note 1				
Actual Project Cost to 31/08/2024 £000	Current Approved Project Cost £000	Projected Total Cost £000	Approved Completion Date	Projected/ Actual Completion Date
2,479	7,184	7,634	Mar-25	Mar-25
17	1,050	1,517	Mar-25	Mar-25
6,798	9,298	9,298	Mar-25	Mar-25
1,710	3,174	3,174	Mar-25	Mar-25
2,836	3,201	3,201	Mar-25	Mar-25
	(1,824)	(1,824)	Mar-25	Mar-25
31	35	35	Mar-25	Mar-25
62	200	217	Mar-25	Mar-25
	900	900	Mar-25	Mar-25
<b>13,933</b>	<b>23,218</b>	<b>24,152</b>		
	<b>(1,824)</b>	<b>(1,824)</b>	<b>45,747</b>	<b>45,747</b>
<b>13,933</b>	<b>25,042</b>	<b>25,976</b>	<b>(45,747)</b>	<b>(45,747)</b>

Note 1: The Current approved project cost is either the approved cost as per the tender price, or the revised budgeted figure as per the Capital Plan 2024-29

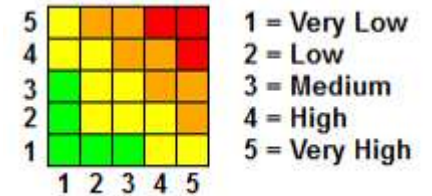
**DUNDEE CITY COUNCIL CAPITAL EXPENDITURE MONITORING 31 AUGUST 2024**

**Appendix 3**

	<b><u>Approved Capital Budget 2024/25 £000</u></b>	<b><u>Total Budget Adjustments £000</u></b>	<b><u>Revised Capital Budget 2024/25 £000</u></b>	<b><u>Actual Spend to 31 Aug 2024 £000</u></b>	<b><u>Projected Outturn 2024/25 £000</u></b>	<b><u>Variance £000</u></b>	<b><u>Actual Spend to 31.8.2024 as a % of Revised Budget</u></b>
<b><u>Capital Expenditure 2024/25</u></b>							
<b><u>Tackle Climate Change and reach Net Zero carbon emissions by 2045</u></b>							
Energy Efficiency	9,683	(7,100)	2,583	351	2,583	-	14%
<b><u>Build Resilient and Empowered Communities</u></b>							
Free from Serious Disrepair	4,550	1,850	6,400	1161	6,400	-	18%
Modern Facilities and Services	1,000	500	1,500		1,500	-	0%
Healthy, Safe & Secure	2,710	804	3,514	328	3,514	-	9%
Miscellaneous	1,437	686	2,123	659	2,123	-	31%
Increase Supply of Council Housing	6,114	(4,312)	1,802	1,437	1,802	-	80%
Demolitions	10		10	6	10	-	60%
Sheltered Lounge Upgrades	200		200	45	200	-	23%
Improvement Plan		900	900		900	-	0%
<b>Capital Expenditure 2024/25</b>	<b>25,704</b>	<b>(6,672)</b>	<b>19,032</b>	<b>3,987</b>	<b>19,032</b>	-	21%
<b><u>Capital Resources 2024/25</u></b>							
<b>Expenditure Funded from Borrowing</b>	22,864	(6,158)	16,706	5,232	16,706	-	
<b>Capital Receipts, Grants &amp; Contributions - project specific</b>							
Scottish Government Grants	1,209	(514)	695	(1,297)	695	-	
<b>Capital Funded from Current Revenue</b>							
Council Tax discount reductions used to fund affordable housing	450		450		450	-	
<b>Capital Receipts, Grants &amp; Contributions</b>							
Receipts from Owners	450		450	31	450	-	
<b>Capital Receipts:-</b>							
Sale of Assets - Land	731		731	21	731	-	
<b>Capital Expenditure as % of Capital Resources</b>	<b>100%</b>		<b>100%</b>		<b>100%</b>		

# APPENDIX 4

## Pentana Risk Matrix

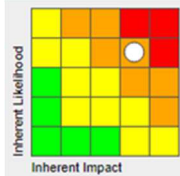



### Risk Report

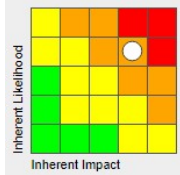
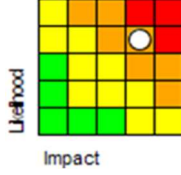
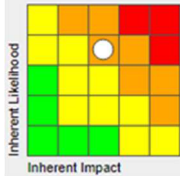
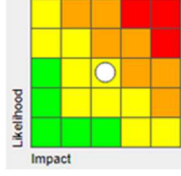
Report Type: Capital Monitoring 2024/25

Report Author: Executive Director of Corporate Services

Risk Title	Causes	Impact	Consequence	Inherent Risk	Controls	Residual Risk (Current)
1.General Price inflation may be greater than contingencies already built into figures in capital monitoring/plan.	<ul style="list-style-type: none"> <li>The invasion of Ukraine</li> <li>Labour shortages pushing up labour costs.</li> <li>Economic uncertainty due to political factors</li> </ul>	<ul style="list-style-type: none"> <li>Increased financial cost of projects.</li> <li>Potential Overspends as allowance in Capital Plan is insufficient to cover increased cost.</li> </ul>	<ul style="list-style-type: none"> <li>Changes to the scope of projects to accommodate additional costs.</li> <li>Delays to project progressing due to rescoping of project.</li> <li>Changes to Capital Plan to accommodate the additional costs by reallocation of resources from other projects</li> </ul>		<ul style="list-style-type: none"> <li>Robust Capital Monitoring processes in place to enable any potential issues to be highlighted as soon as they arise, and any necessary action taken.</li> </ul>	
2.Additional Costs once Project has started and works on-going	<ul style="list-style-type: none"> <li>Unforeseen circumstances such as ground conditions leading to delay and /or additional cost.</li> <li>Under performance in the materials supply chain.</li> </ul>	<ul style="list-style-type: none"> <li>Increased financial cost of projects.</li> <li>Potential Overspends as allowance in Capital Plan is insufficient to cover increased cost.</li> </ul>	<ul style="list-style-type: none"> <li>The estimated completion of the project is delayed</li> <li>Changes to the scope of the ongoing project, if possible, to accommodate the increased costs.</li> <li>Changes to Capital Plan to accommodate the</li> </ul>		<ul style="list-style-type: none"> <li>Robust monitoring of the project by professional Project Managers means potential issues are highlighted and remedial action taken to resolve as soon as possible.</li> <li>Specific Risk registers exist for major capital</li> </ul>	

Risk Title	Causes	Impact	Consequence	Inherent Risk	Controls	Residual Risk (Current)
			additional costs by reallocation of resources from other projects		<p>projects contained within the capital monitoring, and they are continually reviewed as the project progresses, and corrective action taken where necessary.</p> <ul style="list-style-type: none"> <li>Capital monitoring processes ensure overspend is highlighted as soon as known and corrective action taken.</li> </ul>	
3.Estimated Completion date for the Project	<ul style="list-style-type: none"> <li>Extreme weather conditions can delay progress</li> <li>Unforeseen issues can arise once project starts e.g. ground conditions</li> <li>Under performance in the materials supply chain.</li> </ul>	<ul style="list-style-type: none"> <li>Delay in the asset becoming operational.</li> <li>Negative press coverage for Council</li> <li>Service delivery impacted due to delays in completing works.</li> </ul>	<ul style="list-style-type: none"> <li>Potential additional revenue costs as asset not operational and ready to be used,</li> <li>Delay In achieving revenue savings from the project.</li> <li>Knock on effect of not being able to progress subsequent projects, as staff engaged on delivery of current project.</li> <li>Potential additional capital costs where equipment has been hired.</li> <li>Potential claim from contractors for extension of time.</li> </ul>	 <p>Inherent Risk Matrix: A 4x4 grid with colors ranging from green (low) to red (high). The top-right quadrant is red, indicating high risk. A white dot is located in the top-right quadrant.</p>	<ul style="list-style-type: none"> <li>Robust monitoring of the project by professional Project Managers means when potential delays to the project are highlighted and remedial action taken to resolve as soon as possible to minimise any delays to the completion date.</li> </ul>	 <p>Residual Risk Matrix: A 4x4 grid with colors ranging from green (low) to red (high). The top-right quadrant is yellow, indicating medium risk. A white dot is located in the top-right quadrant.</p>



Risk Title	Causes	Impact	Consequence	Inherent Risk	Controls	Residual Risk (Current)
4.Capital Receipts from Sale of Assets not achieved	<ul style="list-style-type: none"> <li>Uncertain market conditions, e.g. level of interest rates and inflation, means housing developers are not purchasing sites for development.</li> <li>Abnormals can reduce the value of the site being marketed.</li> <li>Brownfield sites have higher level of abnormals due to contamination etc.</li> <li>Uncertain economic/world means businesses are not expanding.</li> </ul>	<ul style="list-style-type: none"> <li>Less funding available to fund current capital programme</li> </ul>	<ul style="list-style-type: none"> <li>Alternate capital resources identified to compensate for the shortfall, if possible.</li> <li>Capital programme is reprioritised to take account of the funding shortfall</li> </ul>		<ul style="list-style-type: none"> <li>Robust monitoring of the projected capital receipts by officers from City Development and Support services, means any shortfalls are identified and remedial action taken.</li> </ul>	
5.Delays in Capital Receipts being Received	<ul style="list-style-type: none"> <li>Uncertain market conditions, e.g. level of interest rates, inflation and uncertainties in the economy due to political climate means housing developers are delaying purchasing sites for development, in anticipation that interest rates and rate of inflation will come down</li> </ul>	<ul style="list-style-type: none"> <li>Less funding available to fund current capital programme in the short term</li> </ul>	<ul style="list-style-type: none"> <li>Capital programme is slipped to take account of the delays in receiving the capital receipts</li> </ul>		<ul style="list-style-type: none"> <li>Robust monitoring of the projected capital receipts by officers from City Development and Support services, means any short-term delays are identified and remedial action taken.</li> <li>The capital expenditure programme naturally slips due to external factors, so any delays in</li> </ul>	

Risk Title	Causes	Impact	Consequence	Inherent Risk	Controls	Residual Risk (Current)
	<ul style="list-style-type: none"> <li>Businesses are delaying applying for business loans for expanding etc in anticipation that interest rates will come down further.</li> </ul>				receiving receipts can be matched against the expenditure slippage.	