

PERTH AND KINROSS COUNCIL

Strategic Policy and Resources Committee – 11 September 2019

COMPOSITE CAPITAL BUDGET 2019/29 & HOUSING INVESTMENT PROGRAMME 2019/24 – MONITORING REPORT NUMBER 1

**Report by Head of Finance
(Report No. 19/245)**

PURPOSE OF REPORT

This report provides a summary position to date for the 10 year Composite Capital Programme for 2019/20 to 2028/29 and the 5 year Housing Investment Programme 2019/20 to 2023/24, and seeks approval for adjustments to the programmes.

1. BACKGROUND / MAIN ISSUES

- 1.1 At its meeting on 20 February 2019, the Council approved a ten-year gross Composite Capital Budget for 2019/20 to 2028/29 totalling £619,767,000 (report 19/47 refers). In addition, the Housing & Communities committee approved a five year gross Housing Investment Programme for 2019/20 to 2023/24 on 23 January 2019 totalling £67,832,000 (report 19/12 refers). These programmes were subsequently revised by the Strategic Policy & Resources Committee at its meeting on 17 April 2019 (report 19/111 refers).
- 1.2 This report advises on the impact of the final outturn expenditure in 2018/19 on the programmes; expenditure to 31 July 2019, and the latest estimate of the projected outturn for each of the years to 2028/29 for the Composite Programme and to 2023/24 for the Housing Investment Programme.
- 1.3 The Capital Programme Exceptions Report (Appendix IV) provides summary information on the latest position for individual projects reported within Sections 3 and 4 of this report.

2. COMPOSITE CAPITAL PROGRAMME – GROSS CAPITAL RESOURCES

- 2.1 The current estimated total gross capital resources (which includes movements in Capital Receipts, Capital Grants, Contributions and the Borrowing Requirement, summarised at Section 2.4) available over the ten years 2019/20 to 2028/29 amount to £632,930,000. Movements from the revised Composite Capital Budget approved on 17 April 2019 are summarised in the table below, and the constituent elements for each year are shown at Appendix I.

	Total Composite Gross Capital Resources		
	Approved 17 April 2019	Current Estimate	Movement
	£'000	£'000	£'000
2019/20	78,536	72,230	(6,306)
2020/21	120,337	110,059	(10,278)
2021/22	137,916	153,202	15,286
2022/23	111,962	116,782	4,820
2023/24	46,744	46,787	43
2024/25	27,786	27,839	53
2025/26	27,456	27,998	542
2026/27	27,277	26,952	(325)
2027/28	25,236	24,888	(348)
2028/29	26,233	26,193	(40)
Total	629,483	632,930	3,447

- 2.2 The report on 17 April 2019 did not include estimates for amounts carried forward from 2018/19. To determine the carry-forward adjustment required for each project in 2019/20, the 2018/19 actual outturns (subject to audit) have been compared to the projected outturns. A summary of the movements are outlined below, and included in Appendix II. These adjustments are neutral over the 2 financial years. It is, therefore, proposed to adjust the budget in 2019/20 by the carry forward amounts detailed within the table below and summarised at Appendix II.

	2018/19 Projected Outturn	2018/19 Actual	Proposed C/F to 2019/20
	£'000	£'000	£'000
Gross Expenditure	57,516	55,828	1,688
Capital Grants	(20,065)	(20,065)	0
Third Party, Developer & Revenue Contributions	(3,504)	(2,829)	(675)
General Fund & Commercial Property Receipts	(2,489)	(2,817)	328
Ring Fenced & General Fund Housing Receipts	(237)	(264)	27
Sub-total	31,221	29,853	1,368
Capital Receipts b/f and c/f	1,451	1,801	(350)
Composite Borrowing Requirement	32,672	31,654	1,018

- 2.3 The movement in the total Gross Resources for the 10 years 2019/20 to 2028/29 shown at Section 2.1 above can be summarised as follows:

	£'000
Increase in Borrowing Requirement b/f from 2018/19 (Section 2.2)	1,018
Decrease in General Fund Property, Commercial Property and Ring-Fenced Capital Receipts (Section 2.4)	(345)
Increase in Receipts b/f from 2018/19 and Receipts c/f to future years (Section 2.4)	400
Increase in Third Party, Revenue and Developer Contributions & General Fund Housing Receipts (Section 2.5)	1,626
Increase in new Borrowing Requirement (Section 2.6)	748
Increase in Gross Capital Resources (Section 2.1)	3,447

- 2.4 The movements in General Fund, Commercial Property and Ring-Fenced Capital Receipts in 2019/20 nearly all relate to timing differences between the 2018/19 budget and outturn which are adjusted in 2019/20. Commercial Property Receipts brought forward from 2018/19 have increased by £350,000 after adjusting for the 2018/19 outturn as a result of the sale of units and Perth Food and Drink Park originally anticipated for 2019/20. In addition, Receipts carried forward to future years have reduced by £50,000 as a result of a reduction of £10,000 in projected receipts and an increase of £40,000 in projected Commercial Property expenditure in the current programme.
- 2.5 Third Party Contributions over the 10-year budget have increased by £926,000. This relates to additional contributions for Timber Routes (£795,000, section 3.3.2), the Creative Exchange (£27,000, section 3.3.5) and Smart Waste Initiatives (£182,000, section 3.3.8), offset by a reduction in Sustrans funding (£60,000, section 3.3.2), together with a reduction of £18,000 of contributions in the current programme as result of timing differences in the 2018/19 outturn. Similarly, the increases in Revenue Contributions (£27,000) and Developer Contributions (£668,000) in the current programme all relate to timing differences between 2018/19 and 2019/20. However, there is an overall increase in projected Housing Receipts of £5,000 in 2019/20.
- 2.6 The projected Borrowing Requirement in 2019/20, which is effectively the balancing item for resources, is £25,957,000. This is £7,819,000 lower than the Borrowing Requirement approved by this Committee on 17 April 2019. This is after including a £1,018,000 increase in borrowing in 2019/20 relating to the various amounts carried forward from 2018/19 (Section 2.2 refers). Therefore, the movement in current projections has reduced borrowing in 2019/20 by £8,837,000.
- 2.7 The total Borrowing Requirement in the subsequent years 2020/21 to 2028/29 has increased by £9,585,000 to £342,442,000, resulting in an overall increase of £1,766,000 across the whole ten year programme. After allowing for the amount brought forward from 2018/19, this leaves an increase of £748,000

relating to new borrowing. The movements in borrowing is summarised as follows:

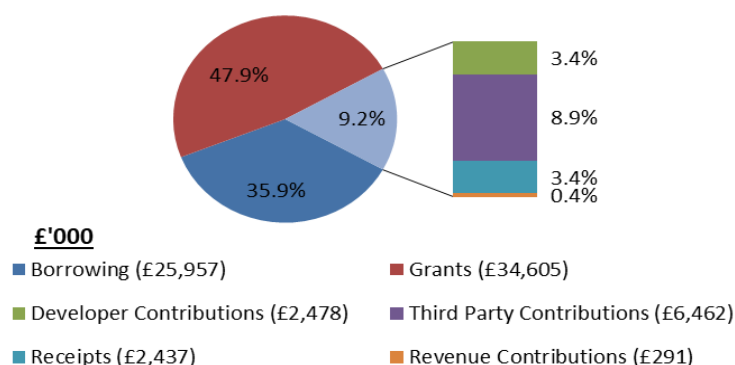
	2019/20	2020-2029	Total
	£'000	£'000	£'000
Proposed Revised Borrowing 2019/20 (including Carry Forward)	25,957	342,442	368,399
Previously Approved Borrowing (Report 19/111 refers)	33,776	332,857	366,633
Increase/(Decrease) in Borrowing Requirement	(7,819)	9,585	1,766
Less Borrowing Brought Forward from 2018/19 (Section 2.2)	(1,018)	0	(1,018)
New Borrowing Required	(8,837)	9,585	748

- 2.8 All movements in the Borrowing Requirement are shown in the Proposed Budget Adjustment column within Appendix II, and summarised in the table below:

	2019/20	2020/21	2021/22	Later Years	Total
	£'000	£'000	£'000	£'000	£'000
Increased Borrowing Requirement brought forward from 2018/19 (Section 2.2)	1,018	0	0	0	1,018
Increase/(Reduction) on The Housing & Environment Service Prudential Borrowing Programme (Section 3.3.3, and 3.3.8 & 3.3.9)	(355)	63	1,034	12	754
Increase in Housing Receipts (Appendix II)	(6)	0	0	0	(6)
Movements arising from re-phasing of other expenditure and receipts (Appendix II)	(8,476)	(10,401)	14,153	4,724	0
Increase/(Decrease) in Borrowing Requirement	(7,819)	(10,338)	15,187	4,736	1,766

- 2.9 The chart below shows the Capital Resources required to fund the 2019/20 Composite Capital Programme following the proposed budget adjustments detailed in this report.

Projected Capital Resources 2019/20 (July 2019)



3. COMPOSITE CAPITAL PROGRAMME – EXPENDITURE

3.1 Total Expenditure and Proposed Budget Adjustments to the Current Programme

- 3.1.1 Total expenditure (net of grants and contributions) to 31 July 2019 on the Composite Capital Programme amounts to £11,268,000, which is detailed at Appendix II and can be summarised as follows:

	Net Expenditure to 31 July 2019
	£'000
Education and Children's Services	1,916
Housing & Environment	8,833
Health and Social Care	28
Corporate & Democratic Services	491
Total	11,268

- 3.1.2 In addition, General Capital Grant and Capital Receipts received to 31 July 2019 amounts to £9,440,000. Therefore, the borrowing requirement to 31 July 2019, after allowing for the movement in receipts brought forward of £2,577,000 (Appendix II) and carried forward of £2,571,000, totals £1,822,000.

- 3.1.3 A comprehensive monitoring exercise has been carried out, which is detailed at Appendix II. The most significant features are discussed below.

3.2 Education and Children's Services

- 3.2.1 The Executive Director (Education & Children's Services) has reviewed the programme for their Service and proposes the following budget adjustments.

- 3.2.2 It is proposed to realign the budget for the Blairgowrie Recreation Centre Replacement project in line with a projected completion date of March 2023, by moving £866,000 from 2019/20 and £4,400,000 from 2020/21 into 2021/22. It is also proposed to move a further £183,000 from 2021/22 into 2022/23. The design process has begun, with the aim that the User Reference Group consisting of key stakeholders will meet before the end of the year once designs have been developed.

- 3.2.3 Within the Early Learning & Childcare expansion programme, there are proposed movements between the years 2019/20, 2020/21 and 2021/22. Accordingly, it is proposed to realign the budgets in line with the latest profile of expenditure as follows :-

- Letham Primary School: £500,000 of contingencies from 2019/20 into 2020/21, as there has been no requirement to use these monies to date, with works due to be completed as anticipated.
- Rattray Primary School: £2,477,000 from 2019/20, with £2,269,000 moving to 2020/21 and £208,000 to 2021/22, due to a delay in the site start date, with completion due in April 2021.

- 3.2.4 As resources are currently prioritised towards delivering the Early Learning and Childcare expansion programme, it is proposed to realign £5,000,000 from the Investment in the Learning Estate programme in 2020/21 by moving £2,500,000 to 2021/22 and £2,500,000 to 2022/23.
- 3.2.5 Asbestos removal on the St. Ninians Primary School Upgrade project has been carried out. Accordingly, it is proposed to move £220,000 to the St Ninians Primary School Upgrade project in 2019/20 from the Investing in the Learning Estate programme in 2022/23 to fund these works. The project remains on track to allow the nursery to open in August 2020.
- 3.2.6 The procurement process for the North Perth Primary School project has begun and the schedule of works has been further developed. It is, therefore, proposed to realign the budget in line with this schedule of works by moving £350,000 from 2019/20, £1,000,000 from 2020/21 and £250,000 from 2021/22 into 2022/23. It is anticipated that the new school will open in August 2022.
- 3.2.7 In addition, it is proposed to rephase various other projects to match the current anticipated expenditure, and all of these adjustments have been included at Appendix II.

3.3 Housing & Environment

- 3.3.1 The Executive Director (Housing & Environment) has reviewed the programme for their Service and proposes various budget adjustments, the most significant of which are described below.
- 3.3.2 The Council has been awarded a further grant of £795,000 from the Forestry Commission under the Strategic Timber Transport Scheme. This equates to 70% of the cost of the project, with the balance to be funded from the Council's Structural Maintenance budget in 2019/20. Accordingly, it is proposed to increase the Structural Maintenance budget by the full cost of the scheme, together with the inclusion of the Third Party funding. In addition, it is proposed to transfer £143,000 from the Structural Maintenance budget in 2019/20 to Brioch Road, Crieff Re-Alignment & Safety Measures. This reflects an increase in costs as a result of contaminated road material and the ineligibility of the scheme to meet Sustrans grant conditions. Within the Bridges Improvement programme, it is also proposed to move £254,000 of the budget for the Dalhousie Culvert from 2019/20 to 2020/21 in line with the revised timescale for the works to be undertaken.
- 3.3.3 The contracted works for the Almondbank Flood Protection Scheme are now complete, however, minor works relating to additional instructions continue. As reported to this Committee on 17 April 2019 (report 19/111 refers), a project of this scale and complexity would normally be subject to a number of compensation events, including land compensation. A review of land compensation has been undertaken and additional provision for the likely outcome is included in the latest projected outturn. It is, therefore, proposed to

increase the budget by £600,000 in 2019/20 and to fund this by Prudential Borrowing.

- 3.3.4 Following a revised schedule of works developed with Education and Children's Services, it is proposed to realign the School Road Safety Measures budget by moving £130,000 from 2019/20 to 2020/21, reflecting the current proposed programme of work and road safety assessments.
- 3.3.5 Within the Planning Projects programme, it is proposed to increase the expenditure and Third Party Funding budget for the Creative Exchange, Perth by £27,000 to provide additional works which have been requested and funded by Workshop Artist Studio Provision (Scotland) Ltd (WASPS).
- 3.3.6 Within the Community Greenspace programme, works are continuing in relation to securing suitable land within the Cemetery Extension project and it is, therefore, proposed to move £79,000 from 2019/20 into 2020/21. There are other small adjustments within the Community Greenspace programme which relate to adjustments to 2019/20 budgets in light of final outturns on the 2018/19 programme of works.
- 3.3.7 Following a recent review of the Commercial Property Investment Programme (CPIP) there are various proposed adjustments to the CPIP budget, which have been incorporated into Appendix II. These adjustments include additional expenditure of £40,000 relating to infrastructure across various projects within the programme, which reduces the amount of available receipts carried forward to future years.
- 3.3.8 Within the Prudential Borrowing programme, it is proposed to increase the level of borrowing by £754,000 over the 10 year programme, including the proposed increase in borrowing for the Almondbank Flood Mitigation scheme (Section 3.3.3 refers). The balance relates to the Smart Cities – Smart Waste programme where it is proposed to increase expenditure on the programme by £456,000 in total over the years 2019/20 to 2022/23. This is partly funded by additional ERDF grant of £182,000 over these years, as well as proposed transfers from other waste initiatives, such as the Wheeled Bin (Domestic) Replacement Programme (£40,000), Recycling Containers (£42,000) and Litter Bins (£37,000). These adjustments result in an overall increase in borrowing on the Smart Waste programme of £155,000.
- 3.3.9 In addition, it is proposed to realign the Technology & Innovation Incubator Units budget of £1,000,000, which is related to the Tay City Deal programme, from 2019/20 to 2021/22 whilst the project is further developed. There are also various other small adjustments to the 2019/20 Prudential Borrowing programme relating to final outturns for 2018/19, which reduce borrowing by £1,000.
- 3.3.9 All the above proposed adjustments have been reflected in Appendices I and II.

3.4 Corporate & Democratic Services

- 3.4.1 The Depute Chief Executive (Chief Operating Officer) has reviewed the programme for their Service and proposes the budget adjustments described below.

Cultural Projects

- 3.4.2 It is proposed to realign the budget for the City Hall Redevelopment project in line with the latest cash flow estimates and programme of works proposed by the contractor. Work is continuing on the finalisation of tendering packages and market testing, with construction due to begin on the City Hall in late 2019/20. It is, therefore, proposed to make the following adjustments to reflect the revised programme of works :-

- Rephase £3,471,000 from 2019/20 into 2021/22.
- Rephase £2,053,000 from 2020/21 into 2021/22 (£1,658,000) and 2022/23 (£395,000).

Information Systems & Technology

- 3.4.3 Within the IT Infrastructure programme, it is proposed to rephase the existing budget across the 10 year programme in order to match the latest projections for various licensing costs, including the projected costs associated with the Microsoft Estate.
- 3.4.4 As a result of continued progress in relation to the development and replacement of digital systems within the Customer Contact Centre, it is proposed to accelerate £42,000 into 2019/20 and £56,000 into 2020/21 from future years within the programme.
- 3.4.5 The SWIFT System Replacement Project budget has also been reviewed and it is proposed to rephase the budget in line with the latest projections for the planned purchase and installation of the new system. Therefore, it is proposed to move £706,000 from 2019/20 and £1,096,000 from 2020/21 to 2021/22 (£1,536,000) and 2022/23 (£266,000).
- 3.4.6 All the above proposed adjustments have been reflected in Appendices I and II.

4. HOUSING INVESTMENT PROGRAMME

- 4.1 The total expenditure for 2018/19 on the Housing Investment Programme (subject to audit) was as follows:

	2018/19 Approved Budget 17 April 2019 £'000	Actual Net Expenditure to 31 March 2019 £'000	Variance to Budget £000
Housing Investment Programme	17,638	17,530	108

- 4.2 In order to determine the carry-forward adjustments required for each project in 2019/20, the 2018/19 actual outturns have been compared to the previous projections. Net expenditure for the year was £17,530,000, which is £108,000 less than budgeted. It is, therefore, proposed to adjust the budget in 2019/20 by this amount as detailed at Appendix III.
- 4.3 The current estimated expenditure, net of contributions, for the Housing Investment Programme over the 5 years 2019/20 to 2023/24 amounts to £69,398,000, including the £108,000 brought forward from 2018/19. Movements from the previous estimates approved by this committee on 17 April 2019 are as follows, and detailed in Appendix III:

	Approved 17 Apr 2019	Current Estimate	Movement
	£'000	£'000	£'000
2019/20	14,013	18,477	4,464
2020/21	9,552	8,771	(781)
2021/22	7,148	5,715	(1,433)
2022/23	10,321	9,093	(1,228)
2023/24	28,256	27,342	(914)
Total	69,290	69,398	108

4.4 Total Expenditure to 31 July 2019 (Housing Investment Programme)

Net expenditure for 2019/20 to 31 July 2019 amounts to £3,972,000 and receipts amount to £48,000, giving a borrowing requirement of £3,924,000 for the year to date.

- 4.5 The Executive Director (Housing & Environment) has reviewed the Housing Investment Programme and proposes the following budget adjustments which are included at Appendix III.
- 4.6 It is proposed to transfer a total of £96,000 to the New Build Future Development budget in 2019/20 to individual schemes. This includes the following adjustments:-
- The development at the site of the former 208, Crieff Road, has now been completed with only the final account and remaining professional fees to be settled. It is, therefore, proposed to move £29,000 from Future Developments into the 208, Crieff Road budget in 2019/20 in order to meet this expenditure.
 - Within the Blackthorn Place, Blairgowrie New Build project, various alterations to properties have been undertaken and final account projections received. Expenditure previously anticipated to be met by the Scottish Government grant in 2019/20 have been included in previous grant claims, therefore, there are no further grant claims to be submitted to the Scottish Government in 2019/20. In order to reflect the above, it is proposed to move £38,000 from Future Developments to the Blackthorn Place new build project in 2019/20.

- As a result of continuing work on the Glebe, Scone new build project, it is proposed to transfer £179,000 from Future Developments to the budget in 2019/20 to meet the cost of professional fees prior to the construction phase.
- In the current absence of a suitable development site in Invergowrie, it is proposed to re-allocate £345,000 back into the Future Developments New Build Budget in 2019/20 whilst alternative options are considered.
- The remaining proposed allocations from the Future Developments budget relate to smaller movements to align the budgets with anticipated spend. These include £2,000 at Ardler Road, Meigle and £1,000 at Newburgh Road, Abernethy.

4.7 External grant funding has been awarded from the National Grid Warm Home Fund (WHF) in 2019/20. This funding is administered in partnership with Scottish and Southern Electric (SSE) with PKC's share of funding being £1,140,000, which will be received in 2019/20. This scheme is designed to reduce energy costs for tenants, increase comfort and improve health outcomes. It is, therefore, proposed to increase the Central Heating expenditure budget by £1,140,000, the costs of which will be met by this Third Party Contribution in 2019/20.

4.8 In addition, a revised plan of works has been proposed within the Central Heating and Rewiring programme, with additional works scheduled for 2019/20 in line with the latest energy efficiency and Energy Efficiency Standards for Social Housing (ESSH) strategies and priorities. As a result, the following movements and rephasing of budgets within the programme are proposed to realign the budgets with the latest schedule of works:-

- A total of £500,000 from Energy Efficiency in 2019/20 and 2021/22 to Central Heating and Rewiring in 2019/20.
- A total of £2,500,000 from future years with the Central Heating and Rewiring programme to 2019/20.

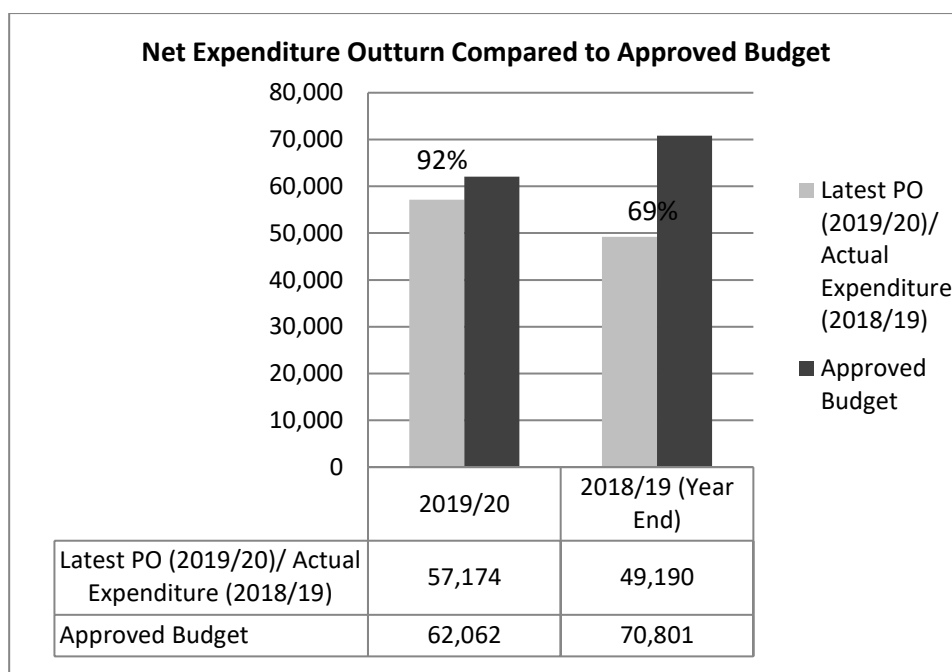
4.9 Anticipated expenditure on the Rannoch Road conversion project has increased by £293,000 as a result of additional works being undertaken. The initial proposals were to convert the vacant units into a smaller number of larger properties. The original proposals have been revised, based on housing need, to include a larger number of smaller properties. The increased number of flats has led to increased costs for the installation of additional kitchens, bathrooms and central heating systems. Additional costs have also been identified relating to the reconfiguration of the common stairs and walkways including additional security measures. It is, therefore, proposed to make the following adjustments to the programme:-

- £130,000 from Major Adaptations to the Rannoch Road Conversion project in 2019/20.
- £24,000 from General Capital Works to the Rannoch Road Conversion project in 2019/20.

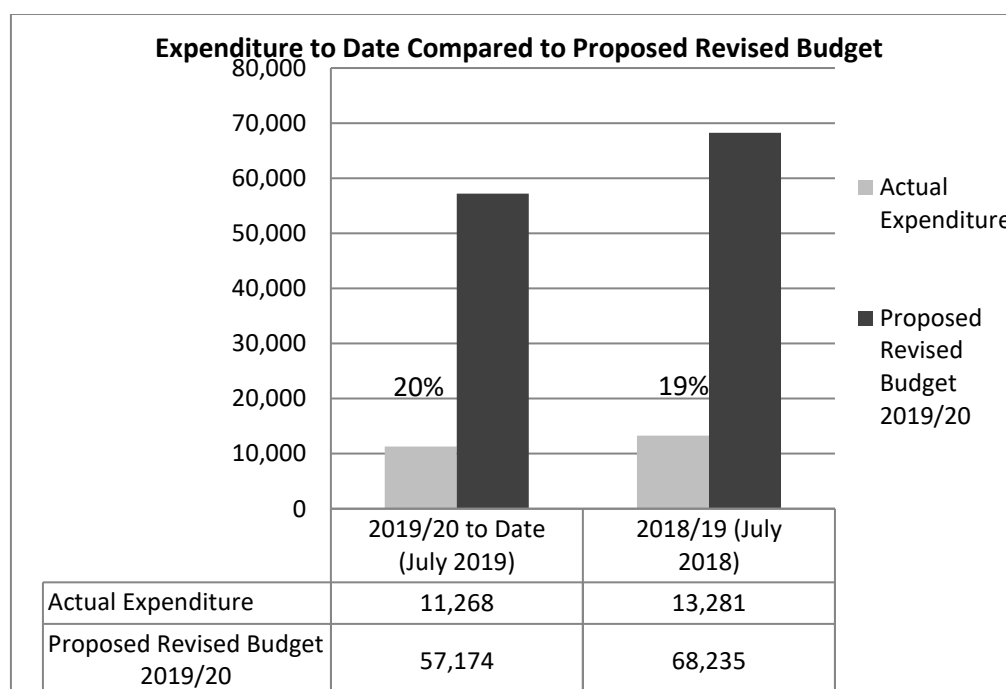
- A total of £139,000 from future years within General Capital Works to the Rannoch Road Conversion project in 2019/20.
- 4.10 It is proposed to move £376,000 from the External Fabric programme in 2022/23 and £92,000 from Energy Efficiency to the Triple Glazing programme in 2019/20 to reflect the nature and the latest programme of works, including the upgrade of sheltered housing developments. In addition, there is a small adjustment of £27,000 to the 2019/20 Energy Efficiency programme relating to final outturns for 2018/19.
- 4.11 In addition, within the Controlled Door Entry programme, the Council has been successful in obtaining additional owner/occupier agreements, allowing communal lighting works to commence. As a result, it is proposed to move a further £27,000 from the External Fabric programme in 2022/23 to the Controlled Door Entry programme in 2019/20 to reflect these additional works.
- 4.12 It is also proposed to accelerate budgeted expenditure in 2019/20 on a number of projects within the programme, as follows:-
 - Triple Glazing - £600,000 from future years to 2019/20.
 - Environmental Improvements - £90,000 from 2021/22 to 2019/20.
 - External Fabric - £350,000 from 2023/24 to 2019/20.
 - Kitchen Modernisation programme - £273,000 from 2021/22 to 2019/20.
- 4.13 A revised cost estimate for the conversion of 149-151 Dunkeld Road, Perth has been received. Accordingly, it is proposed to move £50,000 from General Capital Works in 2020/21 to 149-151 Dunkeld Road, Perth in 2019/20 to reflect the revised programme of works. It is also proposed to rephase £169,000 from 2019/20 into 2020/21 for the Balmoral Road, Rattray conversion following a delay in the planned acquisition of the site and to reflect the latest projections for the programme of works.
- 4.14 As a result of all the proposed adjustments, including amounts carried forward from 2018/19, the total Housing Investment Programme borrowing requirement over the five year period to 31 March 2024 remains unchanged from the position approved by this committee on 17 April 2019 (Report 19/111 refers).

5. BUDGET OVERVIEW

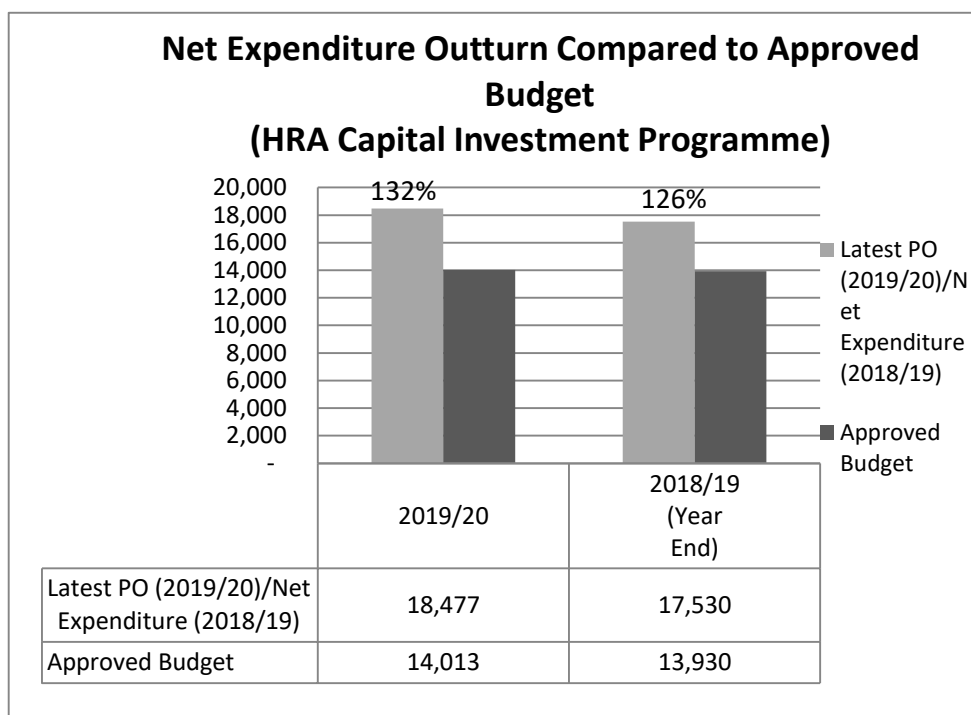
- 5.1 The Composite Capital Budget approved by this Committee on 17 April 2019 has been reviewed and updated to reflect the latest monitoring.
- 5.2 The latest projected 2019/20 net expenditure outturn for the Composite Capital Programme represents 92% of the 2019/20 budget approved on 20 February 2019:



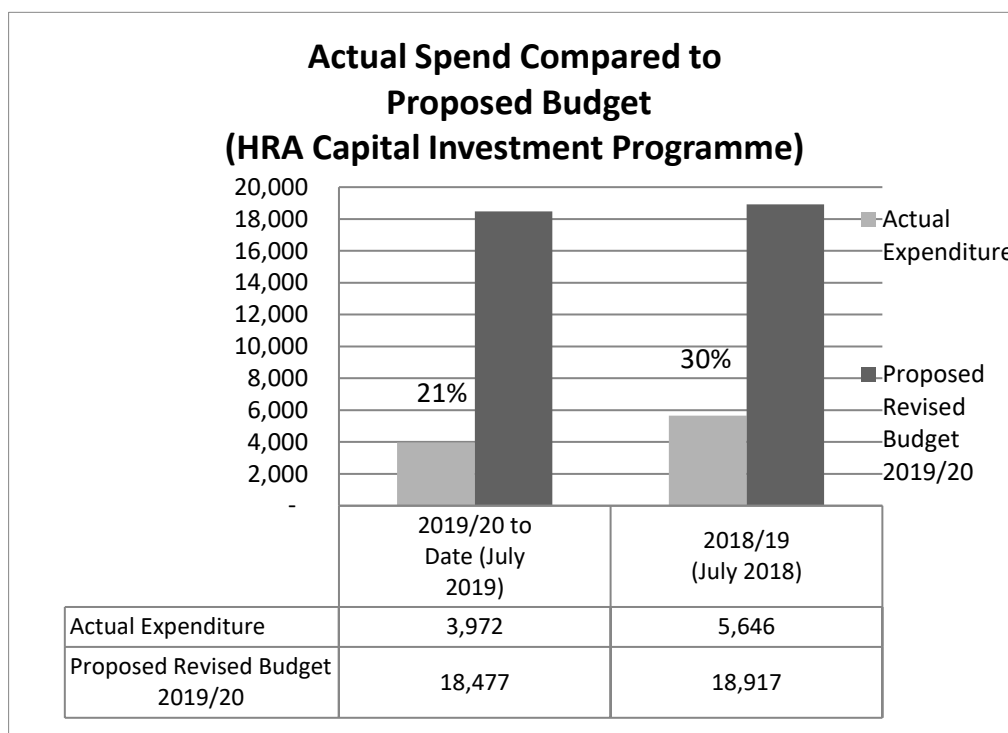
- 5.3 Movements in proposed net expenditure on the Composite Capital Programme and the subsequent impact upon the Council's Borrowing Requirement will continue to be managed through the Council's Treasury function. Actual net expenditure to 31 July 2019 on the programme represents 20% of the proposed revised 2019/20 budget:



- 5.4 The latest projected net expenditure outturn for the Housing Investment Programme represents 132% of the 2019/20 budget approved by the Housing and Communities Committee in January 2019:



- 5.5 The increase in projected 2019/20 expenditure relates to the increase in the Central Heating and Rewiring programme (£4,140,000) and the acceleration of other programmes as outlined within Section 4 of this report.
- 5.6 Actual net expenditure at 31 July 2019 on the Housing Investment Programme represents 21% of the proposed revised 2019/20 budget:



- 5.7 This report identifies revised projected expenditure and proposed budget movements on a number of Capital projects and programmes. As detailed in Sections 2.6 to 2.8, the proposed borrowing requirement on the 10 year Composite Programme has increased by £748,000. Proposed movements on the Housing Investment Programme are detailed at Section 4, with the borrowing requirement over the 5 year budget remaining the same as the position approved by this committee on 17 April 2019 (Report 19/111 refers).

6. RECOMMENDATIONS

- 6.1 It is recommended that the Committee:

- (i) Notes the contents of this report.
- (ii) Approves the proposed budget adjustments to the ten year Composite Capital Budget 2019/20 to 2028/29 set out in Sections 2 and 3 of this report and summarised at Appendices I and II.
- (iii) Approves the proposed budget adjustments to the Housing Investment Programme Budget 2019/20 to 2023/24 set out in Section 4 of this report and summarised at Appendix III.

Author(s)

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Approved

Name	Designation	Date
Jim Valentine	Depute Chief Executive and Chief Operating Officer	29 August 2019
Stewart MacKenzie	Head of Finance	29 August 2019

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1. IMPLICATIONS, ASSESSMENTS, CONSULTATION AND COMMUNICATION

Strategic Implications	Yes / None
Community Plan / Single Outcome Agreement	None
Corporate Plan	Yes
Resource Implications	
Financial	Yes
Workforce	Yes
Asset Management (land, property, IST)	Yes
Assessments	
Equality Impact Assessment	Yes
Strategic Environmental Assessment	Yes
Sustainability (community, economic, environmental)	Yes
Legal and Governance	None
Risk	None
Consultation	
Internal	Yes
External	None
Communication	
Communications Plan	None

1. Strategic Implications

Corporate Plan

1.1 The Council's Corporate Plan 2018 – 2023 lays out five outcome focussed strategic objectives which provide clear strategic direction, inform decisions at a corporate and service level and shape resources allocation. They are as follows:

- (i) Giving every child the best start in life;
- (ii) Developing educated, responsible and informed citizens;
- (iii) Promoting a prosperous, inclusive and sustainable economy;
- (iv) Supporting people to lead independent, healthy and active lives; and
- (v) Creating a safe and sustainable place for future generations.

1.2 This report relates to all of these objectives.

2. Resource Implications

Financial

2.1 There are no direct financial implications arising from this report other than those reported within the body of the main report.

Workforce

- 2.2 There are no direct workforce implications arising from this report other than those reported within the body of the main report.

Asset Management (land, property, IT)

- 2.3 There are no direct asset management implications arising from this report other than those reported within the body of the main report.

3 Assessments

Equality Impact Assessment

- 3.1 Under the Equality Act 2010, the Council is required to eliminate discrimination, advance equality of opportunity, and foster good relations between equality groups. Carrying out Equality Impact Assessments for plans and policies allows the Council to demonstrate that it is meeting these duties.
- 3.2 The information contained within this report has been considered under the Corporate Equalities Impact Assessment process (EqIA) and has been assessed as **not relevant** for the purposes of EqIA.

Strategic Environmental Assessment

- 3.3 The Environmental Assessment (Scotland) Act 2005 places a duty on the Council to identify and assess the environmental consequences of its proposals.
- 3.4 The information contained within this report has been considered under the Act. However, no action is required as the Act does not apply to the matters presented in this report.

Sustainability

- 3.5 Under the provisions of the Local Government in Scotland Act 2003 the Council has to discharge its duties in a way which contributes to the achievement of sustainable development. In terms of the Climate Change Act, the Council has a general duty to demonstrate its commitment to sustainability and the community, environmental and economic impacts of its actions.
- 3.6 The information contained within this report has been considered under the Act. However, no action is required as the Act does not apply to the matters presented in this report.

4. Consultation

Internal

- 4.1 The Chief Executive and the Executive Directors have been consulted in the preparation of this report.

2. BACKGROUND PAPERS

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 the above report.

3. APPENDICES

- Appendix I – Composite Capital Programme - Estimated Capital Resources 2019/20 to 2028/29
- Appendix II – Composite Capital Programme - Summary of Capital Resources and Expenditure 2019/20 to 2028/29
- Appendix III – HRA Capital Investment Programme – Summary of Capital Resources and Expenditure 2019/20 to 2023/24
- Appendix IV – Capital Programme Exceptions Report 2019/20