

**REPORT TO:** Cabinet

**MEETING DATE:** 20 December 2016

**BY:** Depute Chief Executive (Resources & People Services)

**SUBJECT:** Financial Review 2016-17 Quarter 2

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## **1 PURPOSE**

- 1.1 To record the financial position at the end of the 2nd quarter (period to 30 September) of the financial year 2016-17.

## **2 RECOMMENDATIONS**

- 2.1 Members are recommended to;
- Note the financial performance of services at the end of September 2016.
  - Agree that Council officials be asked to continue to maintain tight financial control over their budgets with a view to preserving budget underspends between now and the end of the financial year, and that these will either be used to offset any areas of overspending and/or support future year's budgets.
  - Agree to support a £1m non-recurring budget virement from Corporate Management budgets to support Adult Wellbeing pressures and the delivery of a recurring programme of efficiencies.

## **3 BACKGROUND**

### **Budget Summary**

- 3.1 At its meeting of 9 February 2016, the Council approved a budget for the 2016-17 year and an outline budget for two subsequent years.
- 3.2 The 2016-17 General Services budget can be summarised as follows;
- Assumed levels of Scottish Government general revenue grant of £169.058 million.

- Planned general services revenue expenditure of £205.038 million.
- The utilisation of £3.000 million of General Reserves.
- The requirement to deliver £5.6 million of recurring efficiencies across Business Groups.

### **General Services Summary for Quarter Two – 2016-17**

- 3.3 At the end of September, the Service position across all Council departments (across General Services and HRA) reflects an underspend against budget of £0.7 million (0.7%). A summary of the financial position across each of the Business Groups at the end of September 2016 is detailed at **Appendix 1**. Within this, an overall financial risk assessment has been assigned to each of the service areas based on a review of current expenditure and known financial pressures, as set out in **Appendix 2**. Two service areas; Adult Wellbeing and Children's Wellbeing continue to be categorised as High Risk and therefore it remains highly likely that these services will not operate within approved budgets. One further service area, Landscape and Countryside, continues to be categorised as Medium Risk largely due to the income targets in relation to Coastal Car Parking Income but the Property Maintenance service has been reclassified to Low risk having previously been assessed as Medium risk at Q1. These High and Medium service risk areas will continue to be closely monitoring during the remainder of the financial year.
- 3.4 Within the report we also provide an assessment of the progress in implementing planned efficiency measures/savings/increased income. Based upon our judgement and knowledge, each Business Group has been assigned a category reflecting our assessment of progress being made against the planned 2016-17 efficiency savings. The categories are set out below. In summary most of the Business Groups are currently on target to achieve their required level of efficiencies in year. However, one service area (Adult Wellbeing) has currently been categorised as 'Red' indicating that there is a high likelihood that budgeted efficiencies will not be realised during the year, with a further categorised as Amber (Landscape & Countryside), largely in relation to the low income generation relative to budget in relation to Coastal Car Parking .
- Red – Less than 50% of budgeted efficiency savings are likely to be achieved by end of the year;
  - Amber – Between 50%-100% of budgeted efficiency savings are likely to be achieved by the end of the year;
  - Green – 100% of budgeted efficiency savings are likely to be achieved by the end of the year.

3.5 At the end of September there has been an increase in the overall council underspend position from that previously reported at Q1, now standing at £1.324 million. A summary of the main movements across each of the main service directorates are set out in more detail within the paragraphs below but in broad terms the most significant cost variances relate to staff savings spread across a range of services of nearly £1.8 million coupled with lower than expected expenditure on the Council Tax Reduction Scheme. These favourable variances are partly offset by significant overspending on service non-staffing budgets.

3.6 At the end of September 2016, **Resources and People Services** were reporting an overall underspend of £886k (1.8%). The Education Group covering; Pre-school, ASL, Primary, Secondary and School Support budgets is reporting an underspend against budget of £693k with more details set out below:

- The Pre-school Education budget is reporting an underspend against planned budget of £53k most of which is caused by staffing underspends and delays in recruitment. There remains some pressure going forward relating to the costs associated with supporting an increasing number of vulnerable 2's. Despite these pressures, it is likely that an underspend position will remain at the end of the financial year, the extent of which may be influenced by any slippage on the further roll out of plans relating to the wider delivery of choice relating to additional nursery hours provision..
- The Primary and Secondary Group budgets include both internal management or 'client' budgets as well as individual Devolved School Management budgets. In relation to Primary schools, there is pressure within the Primary 'client' budget relating to the on-going review of Janitorial Services as well as higher than anticipated non domestic rate charges for Primary schools. Notwithstanding this, collectively the Primary Schools are reporting an underspend of £243k, and whilst some schools are expected to deliver a small overspend in year, it is anticipated that this will be met from within previous year carry forward levels.
- With respect to Secondary schools group an underspend of £290k is recorded at the end of September. Within this, the schools are reporting an underspend of £109k with two of the six Secondary schools reporting a deficit position. We will continue to work with Education Management to identify ways to bring the year end projections within budget. In addition, the PPP budget is reporting an underspend position of £154k, in part caused by vacancies within the team alongside lower than anticipated insurance premium. Current projections indicate that the PPP underspend will remain at a similar level at the end of the financial year.

- Across Council Resources, all but one service area are reporting underspends accumulating to £194k. Most of this underspend is caused by a combination of vacancy management as well as increased legal and licensing income. It is anticipated that the Revenues and Benefits service area which is currently reporting a small overspend of £17k will deliver within budget within this financial year.

3.7 Despite broadly working to budget during the first 3 months of the financial year, the second quarter of 2016-17 has seen a significant increase in the reported overspend across the **Health & Adult Care Partnership** budgets rising from £45k in Q1 to £1.088 million as at end of September 2016. Given the challenging efficiency targets built into 2016-17 budgets and recurring pressures on Children's and Adult's areas, both service areas were categorised as High Risk. In response to the worsening position experienced during the second quarter, the Directorate have been asked to implement cost recovery plans with enhanced financial controls and additional monitoring checks now in place.

- With respect to Children's Services, the service area is reporting an overspend as at 30 September of £80k. Despite this, the service is currently managing multiple pressures and there is growing risk of overspend during the year. The main pressure areas continue to relate to; the number of children placed in secure accommodation; the number of children in external residential placements, decisions which are shared with Education; external fostering placements and recurring high cost Learning Disability packages of care. There is also concern regarding the adequacy of the additional funding provided in relation to new responsibilities within Kincare which was introduced in October 2016. Some of these pressures have in part been offset by a combination of staffing underspends of (£150k), increased income levels relating to Fostering and Adoption (£79k) and an underspend in foster care grants largely caused by difficulties in attracting foster carers within East Lothian.
- With respect to Adult Wellbeing, the service is reporting an overspend at the end of September of just over £1.0 million. This includes an overspend in relation to MELDAP of £104k, the cost of which will be met from earmarked reserves. As such the adjusted overspend position is around £905k. More details on the current overspend position and indeed wider pressures are set out below.
- The most significant contributory factor to the overall service overspend is the non delivery of the planned efficiency programme with unmet savings to date of £764k. There is a significant likelihood that a large proportion of the programme will not be realised in 2016-17 but efforts are still being made to

secure these on a recurring basis in future years. In addition, the position at end of September is influenced by a combination of relatively minor variances including: £101k underspend on various operating costs; an underspend of £132k on staffing budgets; £220k overspend on Residential Homes largely caused by the removal of non-recurrent funding provided in 2015-16 to support the National Care Home contract; £109k overspend on ELC care homes, most of which is caused by increased staff costs. Pressures remain on the cost of purchasing care at home packages both in terms of demand and complexity of care packages as a result of people living longer.

- In 2016-17 the Adult Wellbeing budget, alongside NHS funding, has been devolved to the East Lothian Integrated Joint Board (IJB), who in turn formally direct the Council and NHS Lothian to deliver a Strategic Plan that will secure a range of desirable outcomes including delivery of a number of Social Care Fund (SCF) commitments. Within the £4.370 million SCF, half was initially earmarked to support a range of existing social care pressures faced by all Local Authorities, including the delivery of Scottish Government pledge to pay the Living Wage for all care workers from October 2016. The remainder of the SCF would then be available to expand capacity to accommodate growth in demand for services. However, the cost of delivering the Living Wage has been significantly higher than had been estimated (circa £1million), and as a consequence, the IJB recently resolved and subsequently directed that this additional cost should be met from the Social Care Fund. Considered alongside the non-delivery of the planned efficiency programme, the service is likely to spend significantly in excess of approved budgets including the SCF. Furthermore, the IJB has also requested that the Council carry the actual risk of overspending rather than seek remedial/recovery action as set out within the Scheme of Integration. We are continuing to work closely with the Health & Social Care Management Team to monitor the impact of these various financial commitments and controls and to secure the delivery of recurring efficiencies, and it is recommended that a £1million non-recurring budget virement is applied in 2016-17 from flexibility within Corporate Management budget areas taking into consideration current balances and further areas of flexibility within wider Corporate income budgets. The recurring nature of the Social Care Fund commitments and the fund itself are currently being explored through the 2017-20 budget discussions.

3.8 The **Partnerships & Services for Communities** budgets are reporting an underspend against budget of just over £1.5 million, excluding the Housing Revenue Account. More details of service areas are set out below.

- Around £1.18 million of this relates to staffing underspends on areas such as; Planning & Environmental Health; Asset Capital

Planning & Engineering group; Landscape and Countryside Management (although a large proportion of this relates to previous posts within Amenity services all of which have now been filled), Roads, Transportation and Waste and also Property Maintenance.

- The Community Housing (Non HRA) budget is reporting an underspend of £72k, largely due to continued slow uptake in relation to Private Sector Housing Grants. Despite this, there remains some pressure on the costs of supporting Homeless individuals which has seen an increase in costs associated with B&B and private sector leasing requirements.
- The Community and Area Partnership services are currently reporting an underspend of £49k largely due to staff vacancies. We are working with Area Managers to ensure the deliverability of established plans within each of the four partnership areas.
- Planning and Environmental Health service is reporting an underspend of £287k. Around half of this relates to staffing with a further £129k relates to higher than budgeted planning income.
- Asset Capital Planning & Engineering services is reporting an underspend of £80k. Around £107k relates to staffing underspends and also higher than anticipated rental income from investment properties of £46k. These underspends are in part offset by lower than anticipated building warrant income of £94k.
- Economic Development service is reporting an underspend of £171k as at September 2016. Similar to most service areas within the Partnership & Communities Group, the current underspend reflects an element of staff savings amounting to £52k. The remainder is in part due to increased income generated through a combination of non-recurrent grant funding alongside increased income in relation to Adult Education classes.
- Facilities management includes both the Facilities Trading Account and also the wider Facilities services. The Trading Account remains on track to deliver the budgeted level of surplus in part achieved through higher than anticipated income relating to primary school meals. In relation to Facilities Services, most of the current overspend of £28k relates to higher than budgeted rates and energy costs relating to Shared Accommodation buildings, and we are working with the service to ensure that costs can be contained within available resources.
- Landscape & Countryside Service area is reporting an overspend position of £147k. Most of this is in relation to lower than budgeted income in relation to Coastal Car Parking. As highlighted in the previous Q1 report, this has been adversely affected by the delay in approval and implementation of parking

decriminalisation. The service has been highlighted as a 'Medium' risk of overspending in the current year and we will continue to work with the service closely monitoring the income levels generated.

- The Roads, Transportation and Waste services area is currently reporting and underspend against budget of £221k. Most of this is in relation to a combination of increased transportation costs, offset by significant underspend on Waste services largely due to reduced costs associated with waste going to landfill sites as more waste is recycled.

3.9 In addition to the service areas highlighted below, as at 30 September the **Corporate Income** budgets are reporting an underspend against planned budget of £630k. Gross Council Tax levied continues to be slightly lower than anticipated, largely due to less than expected property completions. There has been a significant reduction on the Council Tax Reduction Scheme commitments. Amongst other factors, this has been adversely affected by the DWP's implementation of the Universal Credit Full Digital Service that would appear to have had a significant impact resulting in lower and slower uptake of CTR. Management are currently exploring this in greater depth and measures have been implemented both to raise public awareness and promote greater uptake ensuring that those who are eligible continue to apply. Nevertheless it remains likely that this area will deliver a significant underspend in 2016-17.

3.10 We continue to review management of the Loans Fund and the related debt charges associated with serving council debt, and given the cost of borrowing remains lower than had been forecast at the time of budget setting, this is likely to generate some non-recurring savings during 2016-17.

3.11 With regard to the level of Scottish Government Grant received, we reflect within our planned budgets a number of assumptions around future funding streams which have yet to be confirmed within the Revenue Support grant projections. Actual details will not be confirmed until the Local Government settlement announcement on 15 December, and this may have either a positive or negative impact on the current RSG assumption. A further update will be provided during the budget process and within the Q3 report to Cabinet.

3.12 With regard to the overall Council position, despite reporting an underspend position across a number of service areas there is evidence of significant overspending in non-staffing budgets and in particular within the Health & Social Care Directorate. As we approach the winter period, there is a continuing risk that severe weather could place a significant strain upon both road/flood management measures and related budgets.

3.13 For a number of years, the Council's Financial Strategy has promoted the values of both cost constraint and cost avoidance and this approach to management of the Council's expenditure commitments has delivered positive results for the Council during a period of financial austerity. There

remains uncertainty as to the future level of funding which will be available to the Council and a high risk that the Council will face significant reductions in Government Grant, a grant that accounts for nearly 80% of our entire income stream.

- 3.14 Taking into account both the current underspend position and what may lie ahead, it is strongly recommended that the Council continues to follow the path set out in the Financial Strategy and that all Council Managers and Officers be urged to preserve and protect budget underspends to date. This will help put the Council in the strongest possible financial position enabling it to use any monies saved to help support future budgets.

## **Housing Revenue Account Summary for Quarter Two – 2016/17**

### **Revenue**

- 3.15 As at the end of September 2016, the **Housing Revenue Account** reported an underspend of £22k against budget.

- Staff vacancies savings account for an underspend of £92k, with the service still to finalise an ongoing service review.
- There continues to be lower than budgeted operating costs, with further underspend on recharges from other Council service areas and payments to individuals relating to decoration allowances largely due to low turnover of Council Houses.
- The main pressure area on the revenue budget continues to be in relation to responsive repairs and maintenance, which as at September 2016 is reporting an overspend against budget of £462k. This in part is influenced by the timing and phasing of repair work. Managers are actively reviewing this position focussing on essential and Charter-related repairs to ensure that the budget remains within available operational resources, and we will continue to monitor this position closely.

### **Capital**

- 3.16 Details of the Housing Revenue Account capital budgets and expenditure as at 30 September 2016 are included at **Appendix 3**. The total capital budget approved for the HRA was £22.509 million with actual spend to the end of September 2016 was £8.744 million (39%) with most HRA capital budgets progressing within budget.
- 3.17 The modernisation programme has expenditure to date of £4.101 million or 39% of the planned programme. Many of the contracts are well under way and it is expected that the Modernisation Programme will deliver at budgeted levels by the end of this financial year.
- 3.18 The Affordable Housing Programme has expenditure to date of £4.64 million (43%). This year's programme continues to focus on a number of key strategic sites including: Hallhill Phase 2 and 3; Pinkie Phase 2 and



also Mains Farm North Berwick. Despite the Q2 spend levels, it is currently estimated that the programme will deliver an overspend against planned budget by around £1 million. In part this can be accommodated by additional Housing Grant subsidy secured from Scottish Government of around £940k. We will continue to work closely with wider RSL partners to ensure delivery of the wider affordable housing programme across East Lothian, and where at all possible, maximise the potential subsidy for the County.

- 3.19 As at 30 September, two Mortgage to Rent applications had been received and are being processed. It is expected that at least three applications will be progressed during 2016-17, but it remains unlikely that the full budget allocation will be spent within this financial year.
- 3.20 The Housing Capital Programme will continue to be directed by HRA Programme Board which meets on a regular basis to oversee the operational deliver and strategic direction of the programme.

### **General Services Capital Budgets**

- 3.21 The Gross Capital expenditure to the end of September was £7.764 million against the approved annual capital budget of £24.487 million (32%) excluding year end fee adjustment.
- 3.22 There has been a virement of £284k budget from the early years budget provision funding to the Red School project. This increases the budget provision for this project from £290k to £574k. Our current estimates suggest that by March 2017 there is likely to be an under spend of £4.6 million; with the majority of this under spend arising from slippage with costs carried into future years. A significant number of projects have been delayed due to additional work being carried out prior to project commencement to ensure that individual projects are aligned with the overall asset / service strategy.
- 3.23 The table below details the main projects where delays/slippage has been identified.

Project	Slippage £'000	Narrative
Port Seton Sports hall	250	Extended consultation over Brief along with a savings exercise on the Cost Plan and some complex design issues around the interface of the new extension and existing building have resulted in delays to the design programme. Planning submission will be submitted before the end of 2016 with construction anticipated to be completed within 2017-18 Financial year.

Whitecraig Community Centre	290	Extended Brief consultation with the Bowling Club has resulted in delays to the design programme. Planning submission has been made with an anticipated tender period in February/March and approval to appoint a contractor in April 2017
Red School Prestonpans	374	Change of Brief from Communities Provision to Early Years resulted in delays to the design programme. Tender period will be over December / January 2017 with an anticipated appointment of contractor in March 2017
Support for Business – Land acquisition	200	No land identified to date
Town Centre Regeneration	351	Town centre strategy is being developed and budget will be re-profiled accordingly
Dunbar Grammar	246	Works ongoing. budget to be re-profiled
Cemeteries	887	No land identified to date
East Saltoun School/Community Hall	400	Requirement brief being reviewed in conjunction with overall School estates strategy
Parking Improvements	842	Three major projects in North Berwick were identified. However due to ongoing planning issues these projects have been delayed. Projects now expected to be complete in 2017-18. Additional project in Tranent at feasibility and pre-planning stages. Spend anticipated 2017-18.

#### **4 POLICY IMPLICATIONS**

- 4.1 There are no direct policy implications associated with this report although on-going monitoring and reporting of the Council's financial performance is a key part of the approved Financial Strategy.

#### **5 INTEGRATED IMPACT ASSESSMENT**

- 5.1 The subject of this report has been considered and given there is no change in policy direction, there is no requirement to undertake any further impact assessment.

## **6 RESOURCE IMPLICATIONS**

- 6.1 Financial – as described above
- 6.2 Personnel - none
- 6.3 Other – none




## **7 BACKGROUND PAPERS**

- 7.1 Council 9 February 2016 – Item 1 – Council Financial Strategy 2016-19
- 7.2 Council 9 February 2016 – Item 5a – Budget Proposals – Administration
  - 7.2.1 Cabinet 13 September 2016 – Item 3 – Financial Review 2016/17 Quarter 1

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**REVENUE BUDGET PERFORMANCE at 30 SEPTEMBER 2016**

	<u>Budget for the year</u>	<u>Actual for the period</u>	<u>Budget for the period</u>	<u>(Surplus) / Deficit for period</u>	<u>(Surplus) / Deficit</u>	<u>Financial Risk Assessment</u>	<u>Progress with efficiency savings</u>
<b>Resources &amp; People Services</b>							
Pre-school Education & Childcare	6,418	5,317	5,370	-53	-1.0%	Low	
Additional Support for Learning	8,016	5,285	5,283	2	0.0%	Low	
Schools - Primary	34,014	15,089	15,307	-218	-1.4%	Low	
Schools - Secondary	37,432	17,538	17,828	-290	-1.6%	Low	
Schools Support Services	2,769	1,124	1,258	-134	-10.7%	Low	
Financial Services	1,438	70	176	-106	0.0%	Low	
Revenues & Benefits	1,584	587	570	17	3.0%	Low	
Human Resources & Payroll	1,282	641	684	-43	0.0%	Low	
IT Services	1,755	907	912	-5	0.0%	Low	
Legal & Procurement	625	277	292	-15	0.0%	Low	
Licensing, Admin and Democratic Services	2,017	961	1,002	-41	-4.1%	Low	
	<b>97,350</b>	<b>47,796</b>	<b>48,682</b>	<b>-886</b>	<b>-1.8%</b>		
<b>Health &amp; Social Care Partnership</b>							
Children's Wellbeing	12,979	6,544	6,464	80	1.2%	High	
Adult Wellbeing	47,856	23,117	22,109	1,008	4.6%	High	
	<b>60,835</b>	<b>29,661</b>	<b>28,573</b>	<b>1,088</b>	<b>3.8%</b>		
<b>Partnerships &amp; Services for Communities</b>							
Community Housing	1,641	825	897	-72	-8.0%	Low	
Housing Revenue Account (HRA)	0	-6,891	-6,869	-22	0.0%	Low	
Customer Services	3,188	2,030	2,072	-42	-2.0%	Low	
Community & Area Partnerships	7,374	2,939	2,988	-49	-1.6%	Low	
Arts	671	174	161	13	8.1%	Low	
Corporate Policy & Improvement	1,320	618	702	-84	-12.0%	Low	
Planning & Environmental Services	2,528	2,118	2,405	-287	-11.9%	Low	

Asset Planning & Engineering	2,291	2,041	2,121	-80	-3.8% Low
Economic Development & Strategic Development	3,179	1,417	1,588	-171	-10.8% Low
Facility Trading	-97	-1,933	-1,844	-89	4.8% Low
Facility Services	3,518	2,455	2,427	28	1.2% Low
Landscape & Countryside Management	4,773	2,749	2,602	147	5.6% Medium
Healthy Living	3,872	1,742	1,732	10	0.6% Low
Property Maintenance	-663	-156	-178	22	-12.4% Low
Roads, Transportation & Waste Services	13,258	4,797	5,018	-221	-4.4% Low
	<b>46,853</b>	<b>14,925</b>	<b>15,822</b>	<b>-897</b>	<b>-5.7%</b>
<b>Total of all departments</b>	<b>205,038</b>	<b>92,382</b>	<b>93,077</b>	<b>-695</b>	<b>-0.7%</b>



**Corporate Management**

Revenue Support Grant (inc. NNDR)	-169,058	-73,841	-73,841	0	0.0% Low
Council Tax	-49,039	-49,370	-49,608	238	-0.5% Low
Social Care Fund	-4,370	-2,185	-2,185	0	0.0% Low
Debt Charges/Asset Management / Other	21,255	9,489	10,356	-867	-8.4% Low
Joint Board Requisitions	669	334	334	0	0.0% Low
HRA Transfer	-1,495	0	0	0	0.0% Low
Transfer to Reserves	-3,000	0	0	0	0.0% Low
	<b>-205,038</b>	<b>-115,573</b>	<b>-114,944</b>	<b>-629</b>	<b>-0.5%</b>

**Total All Council**

	<b>0</b>	<b>-23,191</b>	<b>-21,867</b>	<b>-1,324</b>	<b>-6.1%</b>
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Financial Risk	Factors	Implications
<b>High</b>	<ul style="list-style-type: none"> <li>- The Business Group has been assessed as likely to overspend in the financial year</li> <li>- There has been a history of overspending within Units / Groups</li> <li>- There are new or revised funding arrangement and / or legislature changes with financial significance</li> <li>- Trading Accounts are in deficit for the year.</li> <li>-Grant schemes, on which the Council is reliant are either unconfirmed or have not been confirmed</li> <li>-The service is demand led and the Council has restricted control over the level and form of service</li> <li>- New Services are planned</li> </ul>	<ul style="list-style-type: none"> <li>-Cabinet &amp; Members Library reports with financial implications are not passed under delegated powers</li> <li>-Directors / Heads of Service will be asked to prepare a financial recovery plan</li> <li>-The Head of Council Resources may take enforcement action to ensure budgetary control</li> </ul>
<b>Medium</b>	<ul style="list-style-type: none"> <li>- There is significant potential that Business Group could overspend in the financial year</li> <li>- There have been previous incidences of some overspending within Units / Groups</li> <li>- There are new or revised funding arrangement and / or legislature changes with financial significance</li> <li>- Trading Accounts are having difficulty meeting financial targets</li> <li>-Grant schemes, on which the Council is reliant are either unconfirmed or have not been confirmed</li> </ul>	<ul style="list-style-type: none"> <li>-Members library reports are only passed when financial implications are addressed</li> <li>-Directors / Heads of Service will be asked to identify actions necessary to ensure expenditure is within budget by the year-end.</li> </ul>
<b>Low</b>	<ul style="list-style-type: none"> <li>-Finances are generally under control for the current financial year</li> <li>-Stable legislature, trading and funding environment</li> <li>-The service is supply led - i.e. the Council can decide the level and form of service</li> <li>-Finances in previous financial years have been controlled</li> <li>-Grant schemes are stable and not anticipated to change</li> </ul>	<ul style="list-style-type: none"> <li>-Members library reports are approved promptly under delegated powers</li> </ul>

## HOUSING CAPITAL SPEND & FINANCING AS AT 30 SEPTEMBER 2016

	Budgeted (£000s)	Actual (£000s)	Over/(Under) (£000s)
Mortgage to Rent	695		(695)
Modernisation Spend (also see below)	10,933	4,101	(6,832)
Gross Affordable Homes spend	10,881	4,643	(6,238)
<b>Gross Total Housing Capital Spend</b>	<b>22,509</b>	<b>8,744</b>	<b>(13,765)</b>
<b>Modernisation Programme - Detailed</b>			
Disabled Adaptations	600	133	(467)
Central Heating	2,100	818	(1,282)
Electrical Re-wiring	1,180	636	(544)
Structural surveys	60	20	(40)
Fencing Programme	100	109	9
Energy Efficiency	350	-51	(401)
Kitchen Replacement Prog.	1,600	621	(979)
Project Works	350	222	(128)
Roofing / Roughcasting / external fabric	400	239	(161)
Stair Improvement Programme	50	5	(45)
Sheltered Housing	100	1	(99)
Roads / Walkway pre-adoption works	100	62	(38)
Dispersed Alarms		2	2
Local Initiatives:Projects	200	10	(190)
Window & Door Replacement Prog.	100	73	(27)
Bathroom Replacement	2,020	919	(1,101)
Extensions	250	57	(193)
Lead Water Pipes		7	7
Asbestos Works	500	147	(353)
IT Projects		21	21
Open Market Acquisition Remedial Works	200	50	(150)
Internal Fees	673		Allocated across the Projects
<b>TOTAL</b>	<b>10,933</b>	<b>4,101</b>	<b>(6,832)</b>



## GENERAL SERVICES CAPITAL SPEND AS AT 30 SEPTEMBER 2016

Name of Project	Budget	Estimated c/f	Budgeted Spend	Actual 30	Over/(Under)
	2016/17 £000	(subject to year end audit) £000	(incl c/f) 2016/17 £000	September 2016 £000	(£000s) £000
Crookston Care Home	-	80	80	130	50
Haddington Town House - Steeple Work	-	13	13	37	24
Torness Strategic Coordination Centre	100	(85)	15	48	33
Property Renewals	900	-	900	216	(684)
Port Seton Sports Hall	300	-	300		
Whitecraig Community Centre	440	-	440		
Community Intervention	200	-	200		(200)
Red School Prestonpans	-	290	290		(290)
Support for Business - Land Acquisition/Infrastructure/Broadband	200	-	200		(200)
Support for Business - Mid Road Industrial Estate	20	2	22	6	(16)
Town Centre Re-Generation/Growing our Economy	481	-	481		(481)
Acquisition of St. Josephs	-	-	-		-
Dunbar - Lochend Campus/Additional Classrooms	156	414	570	509	(61)
Sandersons Wynd PS - additional Classrooms	-	6	6		(6)
Dunbar Grammar	1,126	-	1,126	178	(948)
Secondary School Communication Provision	18	60	78	358	280
Letham Primary (temp prov'n Knox Academy)	131	-	131		(131)
Letham Primary	100	-	100		(100)
Pinkie St Peter's PS Extension	18	196	214	197	(17)
Law Primary School	3,988	(143)	3,845	305	(3,540)
Windygoul PS - Permanent Additional Classrooms	847	(495)	352		(352)
Wallyford PS - Temp Units		30	30		(30)
Wallyford PS	450	50	500		(500)
Replacement Vehicles	1,850	-	1,850	828	(1,022)

Synthetic pitches	75	23	98	2	(96)
Pavilions	210	382	592		(592)
Sports Centres - refurbishment & equipment	200	-	200	6	(194)
IT Program (corporate and schools)	1,375	-	1,375	759	(616)
Core Path Plan Implementation	50	-	50	191	141
Polson Park restoration	-	-	-		-
Polson Park restoration	40	-	40		(40)
Cemeteries - Extensions/Allotments	20	867	887		(887)
Coastal Car Parks/Toilets	150	-	150		(150)
Peppercraig Depot Haddington	-	-	-		-
Coastal Protection/Flood	100	97	197		(197)
Promenade Improvements - Fisherrow	-	23	23		(23)
Pencaitland Footpaths	-	60	60		(60)
Cycling Walking Safer Streets	112	-	112		(112)
East Linton Rail Stop/Infrastructure	-	25	25		(25)
Roads	5,400	-	5,400	3,348	(2,052)
Parking Improvements / North Berwick phase 1	300	542	842		(842)
Purchase of New Bins/Food Waste Collection	90	51	141	73	(68)
Early years provision	-	1,000	1,000	377	(623)
Construction Academy	-	295	295	191	(104)
New ways of working	414	-	414	6	(408)
Prestonpans Shared Facility	93	-	93		(93)
Carberry Landfill Gas management	250	-	250		(250)
Town Centre Toilets re-furbishment/New Provision	100	-	100		(100)
East Saltoun School/Community Hall	400	-	400		(400)
<b>sub-total before year end allocations</b>	<b>20,704</b>	<b>3,783</b>	<b>24,487</b>	<b>7,764</b>	<b>(15,983)</b>
Capital Plan Fees/Internal Recharges	1,370	-	1,370		(1,370)
<b>TOTAL</b>	<b>22,074</b>	<b>3,783</b>	<b>25,857</b>	<b>7,764</b>	<b>(17,353)</b>