
Report To:	Environment & Regeneration Committee	Date:	16 June 2022
Report By:	Interim Director, Finance & Corporate Governance and Interim Director, Environment & Regeneration	Report No:	FIN/37/22/AP/MT
Contact Officer:	Matt Thomson	Contact No:	01475 712256
Subject:	Environment and Regeneration 2021/22 Capital Budget – Period 13 (31 March 2022)		

1.0 PURPOSE

- 1.1 The purpose of this report is to report the Committee's 2021/22 Capital Budget position at period 13 to 31 March 2022.

2.0 SUMMARY

- 2.1 The Environment & Regeneration capital budget is £55.951m. The budget for 2021/22 is £12.619m. The current projection is £55.951m which means total projected spend over the 2021/25 period is on budget. The Committee is projecting to spend £9.262m in 2021/22 with net slippage of £3.357m (26.6%) being reported, up 5.37% from the last monitoring period. Appendices 1-3 detail the spend on a project basis. A detailed progress update is reported elsewhere on the agenda.
- 2.2 Ongoing material and labour shortages together with restricted working practices resulting from the Covid pandemic have continued to affect the delivery of the capital programme in 2021/22, in addition further material shortages resulting from the current situation in Ukraine were experienced in March, taken together these unavoidable circumstances have had a significant impact on the level of slippage experienced.
- 2.3 City Deal capital projects are not included in the above Committee figures, the City Deal budget is £24.320m. The current projection for 2021/22 is £2.735m with slippage of £7.715m (73.8%) as a result of delays in the Ocean Terminal, Inverkip and Inchgreen. Appendix 4 details the City Deal programme.

3.0 RECOMMENDATIONS

- 3.1 It is recommended that the Committee notes the current position of the 2021/25 Capital Programme and City Deal. The financial progress on the specific projects is detailed in Appendices 1-4 with physical progress reported elsewhere on the Agenda.

Alan Puckrin
Interim Director,
Finance & Corporate Governance

Stuart Jamieson
Interim Director,
Environment & Regeneration

4.0 BACKGROUND

- 4.1 The purpose of this report is to advise Committee of the current position of the 2021/25 Committee Capital budget.
- 4.2 In February 2022 the Council approved a revised 3 year 2022/25 Capital Programme. This report reflects the approved capital programme however also reports on the projected outturn for 2021/22, temporarily increasing the programme to a 4 year programme.

5.0 2021/25 CURRENT CAPITAL POSITION

- 5.1 The Environment & Regeneration capital budget is £55.951m. The budget for 2021/22 is £12.619m. The current projection over 2021/25 is £55.951m which means total projected spend is on budget.
- 5.2 The Committee is projecting to spend £9.262m in 2021/22 with net slippage of £3.357m (26.6%) being reported. This is an increase in slippage of £0.678m (5.37%) from the previous position.
- 5.3 Ongoing material and labour shortages together with restricted working practices resulting from the Covid pandemic have continued to affect the delivery of the capital programme in 2021/22, in addition further material shortages resulting from the current situation in Ukraine were experienced in March, taken together these unavoidable circumstances have had a significant impact on the level of slippage experienced.
- 5.4 The main reasons for the net slippage position are advancement within the Cemetery Development (£0.104m), Vehicle Replacement Programme (£0.162m), SPT projects (£0.389m) and Minor Works/Statutory Duties (£0.441m), offset by slippage in Spaces for People (£0.352m), Flooding Strategy (£0.245m), Cremator Development (£0.413m), Play Area Strategy (£0.331), T&VC Other (£0.358m), T&VC Babylon Demolition (£0.239m), Place Based Funding (£0.675), Ivy House Replacement (£0.319m), Clyde Square Re-roofing (£0.157m), Waterfront Leisure Centre Lifecycle Works (£0.185m) and Boglestone Community Centre Roof (£0.228m). Appendices 1-3 detail the spend on a project basis.
- 5.5 It should be noted that while projections for 2021/22 represent, effectively, final outturn, the report is written while in the process of closing the year end accounts and as a result the projections are subject to change. The final outturn and slippage position will be reported to Policy & Resources committee in August 2022.
- 5.6 City Deal projects are not included in the above Committee figures, the City Deal budget is £24.320m. The current projection for 2021/22 is £2.735m with slippage of £7.715m (73.8%) as a result of delays in the Ocean Terminal, Inverkip and Inchgreen. Appendix 4 shows the financial position of the City Deal programme.

6.0 IMPLICATIONS

6.1 Finance

All finance implications are discussed in detail within the report above.

Financial Implications:

One off Costs

Cost Centre	Budget Heading	Budget Years	Proposed Spend this Report £000	Virement From	Other Comments
N/A					

Annually Recurring Costs/ (Savings)

Cost Centre	Budget Heading	With Effect from	Annual Net Impact £000	Virement From (if Applicable)	Other Comments
N/A					

6.2 Legal

There are no specific legal implications arising from this report.

6.3 Human Resources

There are no specific human resources implications arising from this report.

6.4 Equalities

(a) Has an Equality Impact Assessment been carried out?

	YES (see attached appendix)
X	NO – This report does not introduce a new policy, function or strategy or recommend a substantive change to an existing policy, function or strategy. Therefore, no Equality Impact Assessment is required

(b) Fairer Scotland Duty

If this report affects or proposes any major strategic decision:-

Has there been active consideration of how this report’s recommendations reduce inequalities of outcome?

	YES – A written statement showing how this report’s recommendations reduce inequalities of outcome caused by socio-economic disadvantage has been completed.
X	NO

(c) Data Protection

Has a Data Protection Impact Assessment been carried out?

	YES – This report involves data processing which may result in a high risk to the rights and freedoms of individuals.
X	NO

6.5 Repopulation

There are no repopulation issues within this report.

7.0 CONSULTATIONS

7.1 The report has been jointly prepared by the Interim Director Environment & Regeneration and the Interim Director of Finance & Corporate Governance.

8.0 LIST OF BACKGROUND PAPERS

8.1 There are no background papers relating to this report.

COMMITTEE: ENVIRONMENT & REGENERATION

Project Name	1	2	3	4	5	6	7	8	9
	Est Total Cost	Actual to 31/3/21	Approved Budget 2021/22	Revised Est 2021/22	Actual to 31/12/22	Est 2022/23	Est 2023/24	Est 2024/25	Future Years
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Roads & Environmental Services									
Roads									
<u>Core Programme</u>									
Cycling, Walking & Safer Streets	867		406	374	374	493	0		0
SPT	2,453		789	1,178	1,178	1,275	0		0
Spaces for People	126		478	126	126	0	0		0
Flooding Strategy - Future Schemes	1,402	250	326	81	81	295	776		0
Kirn Drive Passing Places	200	8	15	0		15	20	157	0
Drumshantie Road Carpark	80	-	80	80	80	0	0		0
Former St Ninians School Site	195	-	75	0	-	75	120		0
Roads & Footways (Participatory Budgeting)	250				-	250			
Feasibility Studies	90	-	90	0	0	90	0		0
Complete on Site	8	-	8	0	0	8	0		0
Roads - Core Total	5,671	258	2,267	1,839	1,839	2,501	916	157	0
<u>Roads Asset Management Plan</u>									
Carriageways	8,142		1,562	1,658	1,658	1,554	2,430	2,500	0
Footways	814		314	228	228	336	250		0
Structures	594		94	211	211	133	250		0
Lighting	1,065		415	210	210	205	650		0
Other Assets	483		183	132	132	201	150		0
Staff Costs	1,100		360	412	412	318	370		0
Roads Asset Management Plan Total	12,198	0	2,928	2,851	2,851	2,747	4,100	2,500	0
Roads Total	17,869	258	5,195	4,690	4,690	5,248	5,016	2,657	0
Environmental Services									
Cemetery Development	1,600	218	480	584	584	666	132		0
Cremator Replacement	1,650	111	496	83	83	1,161	295		0
Zero Waste Fund	244		64	24	24	100	60	60	0
Vehicles Replacement Programme	3,942		105	267	267	1,117	1,279	1,279	0
Dog Park	20	-	20	0	0	20	0		0
Murdieston/Thom Dam Area	25	-	25	19	19	6	0		0
Overton Play Park surrounds	40	-	40	11	11	29	0		0
Play Area Strategy	569		376	45	45	424	100		0
Play Areas complete on Site	10	-	10	8	8	2	0		0
Barr's Brae Steps	40	-	40	0	0	40	0		0
Nature Restoration Fund	88		88	0	0	88			0
Park, Cemeteries & Open Spaces AMP	806		118	139	139	42	425	200	0
Birkmyre Park Kilmacolm MUGA Upgrade	80			7	7	68	5		0
Environmental Services	9,114	329	1,862	1,187	1,187	3,763	2,296	1,539	0
ROADS & ENVIRONMENT TOTAL	26,983	587	7,057	5,877	5,877	9,011	7,312	4,196	0

COMMITTEE: ENVIRONMENT & REGENERATION

Project Name	1	2	3	4	5	6	7	8	9
	<u>Est Total Cost</u>	<u>Actual to 31/3/21</u>	<u>Approved Budget 2021/22</u>	<u>Revised Est 2021/22</u>	<u>Actual to 31/12/22</u>	<u>Est 2022/23</u>	<u>Est 2023/24</u>	<u>Est 2024/25</u>	<u>Future Years</u>
	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>
Regeneration and Planning									
<u>Core Regeneration:</u>									
Port Glasgow Town Centre Regeneration	1,457	1,418	39	14	14	25	0		0
Central Gourock	150	130	20	0	0	20	0		0
T&VC - West Blackhall Street	3,712	125	2	0	0	487	3,100		0
T&VC - Lyle Fountain	130	14	116	77	77	5	34		0
T&VC - Jamaica Street Car Park	250	149	101	7	7	94	0		0
T&VC - Babylon Purchase & Demolition	680	280	400	161	161	114	125		0
T&VC - Other	835	279	372	14	14	342	200		0
Comet Replacement	1,003				0	503	500		
Place Based Funding	1,259		675	0	0	1,259			
Core Regeneration Total	9,476	2,395	1,725	273	273	2,849	3,959	0	0
<u>Public Protection:</u>									
Scheme of Assistance	3,229		708	760	760	740	996	733	0
Clune Park Regeneration	2,000	639	27	85	85	276	1,000		0
Public Space CCTV	201	186	15	0	0	15	0		0
Public Protection Total	5,430	825	750	845	845	1,031	1,996	733	0
Regeneration Services Total	14,906	3,220	2,475	1,118	1,118	3,880	5,955	733	0

COMMITTEE: ENVIRONMENT & REGENERATION

Project Name	1	2	3	4	5	6	7	8	9
	Est Total Cost	Actual to 31/3/21	Approved Budget 2021/22	Revised Est 2021/22	Actual to 31/12/22	Est 2022/23	Est 2023/24	Est 2024/25	Future Years
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Property Assets									
<u>Core Property Assets</u>									
General Provision	4,998	-	129		0	463	2,535	2,000	0
Additional Covid pressure allowance - General	129	-	0	0	0	29	100		0
Feasibility Studies	270	162	18	2	2	31	75		0
Greenock Municipal Buildings - Window Replacement	548	268	32	5	5	265	10		0
Greenock Municipal Buildings - Clyde Square Re-roofing	1,265	318	897	740	740	157	50		0
Greenock Municipal Buildings - Air Handling	100	8	87	6	6	86	0		0
Greenock Cemetery _ Ivy House Replacement	500	131	354	35	35	295	39		0
Waterfront Leisure Centre Lifecycle Works	1,318	1,018	210	25	25	255	20		0
Boglestone Community Centre Roof	570	30	520	292	292	228	20		0
Various Garages/Stores Replacement	120		0	6	6	104	10		
Caladh House Remedial Works	70		0	35	35	35			
Vehicle Maintenance Facility Drying Room Alterations	100				0	95	5		
Sea Walls/Retaining Walls	100	-	15	30	30	60	10		0
Customhouse Square - Risk/DDA Works	300	13	247	123	123	99	65		0
Watt Institute - Risk/DDA Works	175	5	90	3	3	162	5		0
Net Zero	350				0	50	300		
<u>Minor Works</u>									
Farms	30		9	0	0	25	5		0
Minor Demolitions	59		18	39	39	20	0		0
Inverclyde Leisure Properties	373		14	173	173	100	100		0
General Works	447		19	247	247	100	100		0
Design & Pre-Contract	50		31	25	25	25	0		0
Reservoirs	111		59	61	61	50	0		0
<u>Statutory Duty Works</u>									
Electrical	97		21	67	67	30	0		0
Lightning Protection	21		9	11	11	10	0		0
Lifts	26		0	16	16	10	0		0
Water	84		20	54	54	30	0		0
Gas	11		1	0	0	11	0		0
Asbestos	67		55	17	17	50	0		0
Fire Risk	159		37	109	109	50	0		0
DDA/Equality	185		95	10	10	100	75		0
Capital Works on Former Tied Houses	600	227	0	13	13	3	150	60	147
Complete on Site Allocation	197		63	106	106	0	91		0
Core Property Assets Total	13,430	2,180	3,050	2,250	2,250	3,028	3,765	2,060	147
<u>Asset Management Plan:</u>									
Depot Demolitions - Balance	56	-	0	0	0	5	51		0
Kirn Drive Depot Demolition	49	7		1	1	41			
Kirn Drive Civic Amenity Site / Craigmuschat Recycling Facility	407	116	37	16	16	192	83		0
Pottery Street Depot Resilience Generator	77	2		0	0	70	5		
AMP Complete on site	43		0	0	0	0	43		0
Asset Management Plan Total	632	125	37	17	17	308	182	0	0
Property Assets Total	14,062	2,305	3,087	2,267	2,267	3,336	3,947	2,060	147

