Inverclyde council

AGENDA ITEM NO: 2

Report To:	**Policy & Resources Committee**	**Date:**	**18 September 2018**
Report By:	**Chief Financial Officer and Corporate Director Environment, Regeneration & Resources**	**Report No:**	**FIN/91/18/AP/MT**
Contact Officer:	**Matt Thomson**	**Contact No:**	**01475 712256**
Subject:	**Policy & Resources Capital Programme 2018/2021 - Progress Report**		

1.0 PURPOSE

1.1 The purpose of the report is to update the Committee in respect of the status of the projects within the Policy & Resources Capital Programme and to highlight the overall financial position.

2.0 SUMMARY

2.1 This report updates the Committee in respect of the progress and financial status of the projects within the Policy & Resources Capital Programme.

2.2 It can be seen from section 6 that the projected spend over the period to 2020/21 is £1.400m, which means that the total projected spend is on budget.

2.3 Expenditure at 31 July is 59.8% of 2018/19 projected spend. Net slippage of £0.015m (3.0%) is being reported at this time.

3.0 RECOMMENDATIONS

3.1 That the Committee notes the current position of the 2018/21 Capital Programme, the reported net slippage and the progress on the specific projects detailed in the report and Appendix 1.

Alan Puckrin
Chief Financial Officer

Scott Allan
Corporate Director
Environment, Regeneration
& Resources

4.0 BACKGROUND

4.1 On 15 March 2018, the Council approved the 2018-2021 Capital Programme which continued the core annual ICT allocation of £0.363m.

4.2 The Scottish Wide Area Network was reporting a remaining budget although it has been completed in previous years. This project was funded from Earmarked Reserves and on completion the balance had been returned to Free Reserves. As a result, the remaining £0.031m budget has been removed.

5.0 PROGRESS

5.1 PC Refresh Programme – ICT implements a six year desktop and laptop refresh strategy. The 2018/19 refresh programme has targeted laptop devices within the school estate, replacing over 830 laptop devices across all areas of the Primary, Secondary and ASN sectors. Additional funds are being allocated from 2019/20 to allow a small additional refresh to be completed once the existing programme concludes.

5.2 Server and Switch Replacement – A number of maintenance replacements are scheduled for 2018/19 and are being scoped at present. A review of central file storage is ongoing and ICT are engaged with system providers, funding has been allocated to allow this to be completed in this financial year.

5.3 A number of investments as part of the Council's Digital Strategy have been approved. A Business Case for a significant investment in the Council's Customer Relationship Management System was agreed at this Committee in March 2018 and project implementation has commenced with a completion date of March 2019.

6.0 FINANCIAL IMPLICATIONS

Finance

6.1 The figures below detail the position at 31 July 2018. Expenditure to date is £0.290m (59.8% of the 2018/19 projected spend). Phasing and project spend has been reviewed.

6.2 The current budget for the period to 31 March 2021 is £1.400m. The current projection is £1.400m which means the total projected spend is on budget.

6.3 The approved budget for 2018/19 is £0.500m. The Committee is projecting to spend £0.485m with net slippage of £0.015m (3.0%) mainly due to slippage within the Modernisation Fund (£0.065m) offset by advancement within the Rolling Replacement of PCs (£0.030m) and Server & Switch Replacement Programme (£0.020m).

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					

7.0 CONSULTATION

7.1 Legal

There are no legal issues arising from the content of this report and as such the Head of Legal and Property Services has not been consulted.

7.2 Human Resources

There are no direct staffing implications in respect of the report and as such the Head of Organisational Development, HR and Communications has not been consulted.

7.3 Equalities

There are no equalities implications in this report.

7.4 Repopulation

There are no repopulation implications in this report.

8.0 LIST OF BACKGROUND PAPERS

8.1 None

Appendix 1

COMMITTEE: POLICY & RESOURCES

Project Name	1 Est Total Cost £000	2 Actual to 31/3/18 £000	3 Approved Budget 2018/19 £000	4 Revised Est 2018/19 £000	5 Actual to 31/07/18 £000	6 Est 2019/20 £000	7 Est 2020/21 £000	8 Est 2021/22 £000
Environment, Regeneration & Resources								
ICT								
Storage/Backup Devices/Minor Works and Projects	65		65	65	9	0	0	
Rolling Replacement of PC's	235		205	235	206	0	0	
Whiteboard/Projector Refresh	48		48	48	31	0	0	
Server & Switch Replacement Programme	103		83	103	29	0	0	
Annual Allocation	826	0	0	0	0	463	363	
ICT Total	**1,277**	**0**	**401**	**451**	**275**	**463**	**363**	**0**
Finance								
Modernisation Fund	123	24	99	34	15	5	60	
Finance Total	**123**	**24**	**99**	**34**	**15**	**5**	**60**	**0**
TOTAL	**1,400**	**24**	**500**	**485**	**290**	**468**	**423**	**0**