

Report

Report to:	Education Resources Committee
Date of Meeting:	2 May 2023
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Education Resources)

Subject:	Capital Budget Monitoring 2022/23 - Education Resources
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1. Purpose of Report

1.1. The purpose of the report is to:

- ♦ provide information on the progress of the capital programme for Education Resources for the period 1 April 2022 to 24 February 2023

2. Recommendation(s)

2.1. The Committee is asked to approve the following recommendation:

- (1) that the Education Resources' capital programme of £13.918 million, and expenditure to date of £10.017 million, be noted; and
- (2) that the projected outturn of £14.5 million be noted.

3. Background

3.1. This is the fourth capital monitoring report presented to the Education Resources Committee for the financial year 2022/2023. A final report will be presented following the end of the financial year.

3.2. As noted in the last report to this Committee (14 February 2023), the budget for Education Resources for financial year 2022/2023 was £13.918 million. There has been no change to this budget since the last report to this Committee.

3.3. The report details the financial position for Education Resources in Appendix A.

4. Employee Implications

4.1. There are no employee implications as a result of this report.

5. Financial Implications

5.1. 2022/2023 Budget

As detailed in Section 3.2, the 2022/2023 Capital Programme for Education Resources is £13.918 million.

5.2. 2022/2023 Outturn

As reported previously to this Committee, the predicted spend position for this financial year for Education Resources suggested an outturn of £14.5 million, a net overspend of £0.582 million. This mainly related to the timing of spend on the Jackton Primary

School project, with funding for the overall spend on this project already identified into next financial year.

5.3. This additional in-year spend on the Jackton Primary School project is offset by reduced spend on Castlefield Primary School Extension, Clyde Terrace Nursery, Crawforddyke Adaptation of Nursery to Classrooms, and Uddingston Nursery Expansion, where the budget is now required in 2023/2024 rather than 2022/2023. Funding for these projects will carry forward into next financial year.

5.4. The year-end position is currently being finalised and this will be reported to the Executive Committee on the 21 June 2023. The final position for the Education Resources programme will be reported to the next Committee on 27 June 2023.

5.5. **Period 12 Position**

Anticipated spend to date was £9.694 million and spend to 24 February 2023 amounts to £10.017 million. This represents a position of £0.323 million ahead of profile mainly reflecting the timing of payments on a number of projects including the new Skylark Nursery at Robert Smellie Primary School, Larkhall which is now complete and the Education ICT project.

6. Climate Change, Sustainability and Environmental Implications

6.1. There are no implications for climate change, sustainability or the environment in terms of the information contained in this report.

7. Other Implications

7.1. The main risk associated with the Council's Capital Programme is an overspend. There are detailed project management plans prepared and the risk of overspend on each project is monitored through four weekly investment management meetings.

7.2. The Council continues to experience material shortages, longer lead times and extraordinary inflationary price increases and it is anticipated that this will continue to impact the supply chain for the foreseeable future. The impact of this will continue to be monitored through the four weekly investment management meetings. Further updates will be reported in the coming months with any significant increases in contract values being brought to members' attention.

8. Equality Impact Assessment and Consultation Arrangements

8.1. This report does not introduce a new policy, function or strategy or recommend a change to an existing policy, function or strategy and, therefore, no impact assessment is required.

8.2. There is also no requirement to undertake any consultation in terms of the information contained in the report.

Paul Manning

Executive Director (Finance and Corporate Resources)

Tony McDaid

Executive Director (Education Resources)

12 April 2023

Link(s) to Council Values/Priorities/Outcomes

- ◆ Accountable, effective, efficient and transparent

Previous References

- ◆ Education Resources Committee, 14 February 2023

List of Background Papers

- Financial ledger to 24 February 2023

Contact for Further Information

If you would like to inspect the background papers or want further information, please contact:

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**South Lanarkshire Council
Capital Expenditure 2022-23
Education Resources Programme
For Period 1 April 2022 – 24 February 2023**

<u>Education Resources</u>	Base Budget £000	Budget Adjustments £000	Slippage/ Acceleration £000	Total Budget £000	Budget to Date £000	Actual Expenditure £000
Growth / Accommodation Pressures	7,852	1,380	(35)	9,197	5,889	6,110
1,140 Hours	3,771	(25)	(2,540)	1,206	583	586
Free School Meals	-	1,877	(1,577)	300	8	9
ICT Developments	3,211	-	-	3,211	3,211	3,311
Other	4	-	-	4	3	1
TOTAL	14,838	3,232	(4,152)	13,918	9,694	10,017