

# Report

Report to:	<b>Education Resources Committee</b>
Date of Meeting:	<b>6 September 2022</b>
Report by:	<b>Executive Director (Finance and Corporate Resources) Executive Director (Education Resources)</b>

Subject:	<b>Education Resources - Capital Budget Monitoring 2021/2022</b>
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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 2021 to 31 March 2022

## 2. Recommendation(s)

2.1. The Committee is asked to approve the following recommendation(s):-

- (1) that the Education Resources' capital programme of £15.498 million, and expenditure for the year of £14.376 million, be noted.

## 3. Background

3.1. This is the final capital monitoring report presented to the Education Resources Committee for the financial year 2021/2022.

3.2. As noted in the last report to this Committee (8 February 2022), the budget for Education Resources for financial year 2021/2022 was £15.199 million.

3.3. Since that meeting, the Executive Committee (2 March 2022) has also agreed changes to the Education Resources Capital Programme totalling a net increase of £0.299 million. The details are shown in Appendix A. This takes the Education Resources programme for 2021/2022 to £15.498 million.

3.4. 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. 2021/2022 Capital Programme – Final Position

As detailed in Section 3.3, the total capital programme for Education Resources for 2021/2022 was £15.498 million. Total expenditure to the 31 March 2022 was £14.376 million, a difference of £1.122 million in comparison to the programme of £15.498 million.

- 5.2. The programme underspend of £1.122 million is mainly due to the timing of project spend on a number of projects. The main projects which are responsible for the underspend are: St Charles' Primary School Extension (£0.141m), Newton Farm Primary School Extension (£0.475m), St Mark's Primary School, Hamilton – Extension (£0.152m), Early Years 1,140 Hours (£0.379m) offset by some other minor movements.
- 5.3. Any underspend on these projects, along with the funding, will carry forward into next financial year as required. An update on the 2022/2023 programme is detailed in a separate report to this Committee.
- 5.4. **Accounting Adjustments** While sections 5.1 to 5.3 detail the position on the Capital Programme as set, Accounting Regulations mean that adjustments are required to report spend correctly as either capital or revenue for the purposes of publishing our Annual Accounts. This includes where spend is in relation to assets that are not owned by the Council and where the spend must be classed as revenue. There is no operational impact for projects from this adjustment – it is an accounting entry only.
- 5.5. £0.023 million of capital spend is required to be recorded as revenue spend. Conversely, £0.227 million of revenue spend should be recorded as capital. The transfers above mean that for the purpose of publishing our Annual Accounts only, there is capital spend of £14.580 million.
- 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. The risk has been assessed as low given the detailed project management plans prepared and monitored for each project. The risk of an overspend is managed through four weekly Investment Management Meetings.
- 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)**

17 August 2022

**Link(s) to Council Values/Priorities/Outcomes**

- ◆ Accountable, effective, efficient and transparent

**Previous References**

- Education Resources Committee, 8 February 2022
- Executive Committee, 2 March 2022

**List of Background Papers**

- Financial ledger to 31 March 2022

**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 2021-22  
Education Resources Programme  
For Period 1 April 2021 – 31 March 2022**

<b><u>Education Resources</u></b>	Base Budget £000	Budget Adjustments £000	Slippage/ Acceleration £000	Total Budget £000	Anticipated Spend £000	Actual Expenditure £000
ICT Developments	3,860	732	(660)	3,932	3,932	3,901
Community Growth Areas	3,771	-	(1,550)	2,221	2,221	2,076
Growth and Capacities	5,780	-	(550)	5,230	5,230	4,558
Early Years 1,140 Hours	6,535	876	(3,750)	3,661	3,661	3,282
Other	454	-	-	454	454	559
<b>TOTAL</b>	<b>20,400</b>	<b>1,608</b>	<b>(6,510)</b>	<b>15,498</b>	<b>15,498</b>	<b>14,376</b>

**Accounting Adjustments**

Less Transfers to Revenue (23)

Add Transfers to Capital 227

**2021/22 Outturn Position** **14,580**  
(Accounting Basis Only)

For Information Only

*Budget Adjustments presented to Executive Committee, 2 March 2022:*

**Budget Adjustments**

Additional Funding

CO2 Monitoring in Schools and Early Learning Childcare Establishments	£0.299m
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<b>Total Budget Adjustments</b>	<b>£0.299m</b>
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