

The Vale of Glamorgan Council

Learning and Culture Scrutiny Committee: 15th January 2019

Report of the Director of Learning and Skills

Revenue and Capital Monitoring for the period 1st April to 30th November 2018

Purpose of the Report

1. To bring to the attention of this Scrutiny Committee, the position in respect of revenue and capital expenditure for the period 1st April to 30th November 2018 regarding those revenue and capital budgets, which form this Committee's remit.

Recommendation

It is recommended that Scrutiny Committee consider the position with regard to the 2018/19 revenue and capital monitoring.

Reason for the Recommendation

That Members are aware of the position with regard to the 2018/19 revenue and capital monitoring relevant to this Scrutiny Committee.

Background

2. On 28th February 2018, Council approved the Revenue and Capital budgets for 2018/19 (minute no 746 and 745 respectively). Cabinet on 19th November 2018 approved the revised 2018/19 Revenue and Capital budgets (minute no C480 and C482 respectively). Reports monitoring expenditure are brought to this Committee on a regular basis.

Relevant Issues and Options

Revenue

3. The forecast is showing an overspend of £142k after an anticipated use of reserves, however, the Directorate has been requested to look at ways of mitigating this position to deliver an outturn within budget at year end.

Learning & Culture	Amended Revenue Budget	Probable Outturn	Variance (+) Favourable (-) Adverse
	£000	£000	£000
Schools	84,458	84,458	0
Strategy, Culture, Community Learning & Resources	11,081	11,039	+42
Directors Office	232	205	+27
Achievement for All	4,650	5,013	-363
School Improvement	1,058	1,013	+45
Unplanned use of reserve to fund overspend	0	(107)	+107
Additional savings to be found	0	(142)	+142
TOTAL	101,479	101,479	0

4. Schools - The delegated budget relating to schools is expected to balance as any under/over spend is carried forward by schools.
5. Strategy, Culture, Community Learning & Resources - It is anticipated that this budget will outturn with a favourable variance of £42k. There are favourable variances of £73k on staffing, £43k on Libraries, £10k on independent nursery placement costs, £20k relating to school repairs and £29k on the reversing of a commitment from a historic grant. This will be offset by an overspend of £133k on mainstream transport. This is mainly due to the increased price in certain contracts since a contractor's licence was revoked. These routes had to be retendered and there has been a general increase in prices. There will be a planned transfer from reserves of £552k. £312k will be required from the Schools Rationalisation reserve to fund one off costs in relation to the transformation of secondary schools in Barry, £187k of the Catering reserve will be used to invest in Catering equipment and update the service's ICT infrastructure, £28k will be transferred from the School Deferred Pension reserve to fund in year pension strain costs of early retirement and £25k will be transferred from the Schools Invest to Save reserve to fund redundancy costs in schools.
6. Directors Office - It is anticipated that this budget will outturn with a favourable variance of £27k due to a post being held vacant to partly mitigate the overspend elsewhere in the Directorate.
7. Achievement for All - It is anticipated that this service will overspend by £363k at year end before a transfer of £107k from reserves to fund overspends. The complex needs Out of County placements, independent placements and Looked After Children residential placements budget will overspend in total by £319k. There is an overspend of £135k relating to the resource bases and outreach teams. There is an overspend of £82k on the provision for pupils not educated at schools (EOTAS) and £25k in the Youth service due to one off restructuring costs. Both these overspends

totalling £107k will be funded from the Youth Service reserve. This adverse position will be offset by a favourable variance of £120k relating to recoupment income and £78k on staffing due to posts being held vacant to partly mitigate the overspend.

8. School Improvement - It is anticipated that this budget will outturn with a favourable variance of £45k due to a senior post being held vacant to partly mitigate the overspend elsewhere in the Directorate.

2018/19 Savings Targets

9. As part of the Final Revenue Budget Proposals for 2018/19, a savings target of £6.298m was set for the Authority. Attached at Appendix 1 is a statement detailing all savings targets relating to this Committee.
10. Each savings target has been given a RAG status. Green indicates that it is anticipated that the target will be achieved in full within the year, amber indicates that it is considered that the saving in the year will be within 20% of the target and red indicates that the saving to be achieved in year will be less than 80% of the target.
11. It is anticipated that the savings targets set for this Committee will be met this year.

Capital

12. Appendix 2 details financial progress on the Capital Programme as at 30th November 2018.
13. Holton Road Primary - As reported to Cabinet on 19th November 2018, additional funding has been made available by Welsh Government as part of the Period Poverty initiative for schools. This grant will be used to improve the toilet facilities in Holton Road Primary School to ensure dignity and privacy for pupils. It has been requested that the Capital Programme be increased by £31k in 2018/19.

Resource Implications (Financial and Employment)

14. As detailed in the body of the report

Sustainability and Climate Change Implications

15. As detailed in the body of the report

Legal Implications (to Include Human Rights Implications)

16. There are no legal implications

Crime and Disorder Implications

17. There are no crime and disorder implications

Equal Opportunities Implications (to include Welsh Language issues)

18. There are no equal opportunity implications

Corporate/Service Objectives

19. Effective monitoring assists in the provision of accurate and timely information to officers and Members and in particular allows services to better manage their resources

Policy Framework and Budget

20. The report is in accordance with the Policy Framework and Budget

Consultation (including Ward Member Consultation)

21. The appropriate Chief Officer has been consulted. This report does not require Ward Member consultation

Background Papers

None

Contact Officer

Carolyn Michael
Operational Manager - Accountancy

Officers Consulted

Head of Strategy, Community Learning & Resources

Responsible Officer:

Paula Ham
Director of Learning and Skills

Title of Saving	Description of Saving	Target Saving £000	Projected Saving	RAG Status	Update Comments, Issues & Actions	Relevant Scrutiny Committee	Project Manager
LEARNING AND SKILLS							
<u>Schools</u>							
Schools	General saving across all schools	824	824	Green	Allocated to schools via funding formula	Learning & Culture	Trevor Baker
Total Schools		824	824	Green	100%		
<u>Strategy, Culture, Community Learning & Resources</u>							
Reshaping Tranche 3 - Procurement	More efficient and effective procurement of goods and services	37	37	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Reshaping Services - Tranche 2	General saving across division	50	50	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Reshaping Services - Tranche 1	Additional Learning Needs saving reallocated to general service savings	26	26	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Reshaping Tranche 3 - Establishment Review	Review of various payments to staff and efficient utilisation of staff	22	22	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Total Strategy, Culture, Community Learning and Resources		135	135	Green	100%		
<u>School Improvement</u>							
Reshaping Services - Tranche 1	Additional Learning Needs saving reallocated to general service savings	77	77	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Reshaping Tranche 3 - Procurement	More efficient and effective procurement of goods and services	3	3	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Total School Improvement		80	80	Green	100%		
<u>Directors Office</u>							
Reshaping Tranche 3 - Procurement	More efficient and effective procurement of goods and services	8	8	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Total Directors Office		8	8	Green	100%		

Title of Saving	Description of Saving	Target Saving £000	Projected Saving	RAG Status	Update Comments, Issues & Actions	Relevant Scrutiny Committee	Project Manager
<u>Achievement for All</u>							
Reshaping Services - Tranche 1	Additional Learning Needs saving reallocated to general service savings	63	63	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Reshaping Tranche 3 - Procurement	More efficient and effective procurement of goods and services	22	22	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Reshaping Tranche 3 - Establishment Review	Review of various payments to staff and efficient utilisation of staff	12	12	Green	Savings allocated and will be achieved in-year	Learning & Culture	Trevor Baker
Total Achievement for All		97	97	Green	100%		
TOTAL LEARNING & SKILLS		1,144	1,144	Green	100%		

Green = on target to achieve in full
Amber = forecast within 20% of target
Red = forecast less than 80% of target

PROFILE TO DATE	ACTUAL SPEND 2018/19		APPROVED PROGRAMME 2018/19	PROJECTED OUTTURN 2018/19	VARIANCE AT OUTTURN 2018/19	PROJECT SPONSOR	COMMENTS
£000	£000		£000	£000	£000		
		Directorate of Learning and Skills Education & Schools					
22	22	Llantwit Major Learning Community	79	79	0	P Ham	Works complete, retention still to be released
1,019	1,019	Romilly Primary	1,088	1,088	0	P Ham	Nearing completion
218	218	Band B Ysgol Gymraeg Bro Morgannwg	1,000	1,000	0	P Ham	Contractors appointed and design package complete by December 2018
470	470	Band B Whitmore and Pencoedtre High school	2,032	2,032	0	P Ham	Contractors appointed and design package complete by December 2018
0	0	Band B Schemes Waterfront	23	23	0	P Ham	Further meetings have taken place and program received from consortium
0	0	Band B Schemes Primary Provision in the Western Vale	19	19	0	P Ham	Total scheme cost £4,185k.
0	0	Band B Schemes St Davids Primary School	4	4	0	P Ham	Total scheme cost £4,185k. Feasibility for site location being undertaken.
603	603	Band B Preparatory Works Changing Rooms etc.	750	750	0	P Ham	Works complete, snagging to be completed October half term and retention outstanding.
0	0	Bryn Hafren Comprehensive School	35	35	0	P Ham	Works nearing completion
16	16	Water Mains Renewal					
		Barry Island Primary WC Refurbishment	40	38	2	P Ham	Works complete. Underspend to be used to fund overspend at St Richard Gwyn Boilers
39	39	Holton Road Primary Electrical Rewire Phase 2	60	60	0	P Ham	Works complete
15	15	Peterston Super Ely Primary WC Refurbishment KS1	20	20	0	P Ham	Works complete
8	8	Pupil Referral Unit, KS3, Y Daith Site Security	75	75	0	P Ham	Works Complete except snagging
1	1	Pupil Referral Unit, KS4, Y Daith, Fire Precaution Works	25	25	0	P Ham	Nearing Completion
0	0	Rhws Primary Windows Refurbishment Phase 3	30	30	0	P Ham	Works complete
13	13	St Illtyd Primary Fire Precaution Works	30	30	0	P Ham	Fire detection work completed with further fire barrier work to be undertaken during school holidays February 19
26	26	St Josephs Primary Boiler Upgrade	34	34	0	P Ham	Works complete.
28	28	St Richard Gwyn R/C High Boiler Upgrade	26	28	(2)	P Ham	Works complete. Small overspend to be funded from underspends elsewhere in the schools Asset Renewal
1	1	Y Bont Faen Primary Flat Roof Renewal Phase 1	5	5	0	P Ham	In discussions with school regarding the programming of the works. Planned start Easter 2019
65	65	Ysgol Pen Y Garth Electrical Rewire Phase 1	75	75	0	P Ham	Works complete
0	0	Ysgol Sant Curig KS1 WC Refurbishment	40	40	0	P Ham	Works complete
3	3	Asbestos Removal	18	18	0	P Ham	Some works were carried out over May half term and further works undertaken in school holidays.
0	0	Radon Monitoring	23	23	0	P Ham	Winter 2018 radon testing is due in 16 schools and another 19 schools to receive their first test. This work will be completed by the end of the financial year.
2	2	St Josephs Nursery and EIB	148	148	0	P Ham	The design has been agreed and tenders received
0	0	Llansannor Extension	15	15	0	P Ham	Works to commence in 19/20
464	464	Ty Deri	767	767	0	P Ham	Nearing completion
6	6	Wick Primary Nursery and Remodel of Building	788	788	0	P Ham	Finalising design and works. Preferred contractor identified.
1	1	Gwenfo Primary Extension	3	3	0	P Ham	Work is due to commence over Easter 2019
122	20	St Richard Gwyn R/C High Window Renewal Phase 1	121	121	0	P Ham	Complete

CAPITAL MONITORING
FOR THE PERIOD ENDED 30th NOVEMBER 2018

APPENDIX 2

PROFILE TO DATE	ACTUAL SPEND 2018/19		APPROVED PROGRAMME 2018/19	PROJECTED OUTTURN 2018/19	VARIANCE AT OUTTURN 2018/19	PROJECT SPONSOR	COMMENTS
£000	£000		£000	£000	£000		
0	0	Education Asset Renewal - contingency	30	30	0	P Ham	Contingency budget.
31	31	Oakfield/Ysgol Gwaun Y Nant Community Garden Project	37	37	0	M Goldsworthy	Main contractor works are complete. There will be some engagement on site with the school children in the Autumn re tree planting etc.
35	35	Cowbridge Comprehensive school Block A Boilers	39	39	0	P Ham	Works complete
0	0	Dinas Powys Primary -External learning area and internal alterations	35	35	0	P Ham	Delegated Authority approved 23.7.18 for external learning area and internal alterations. Phase 1 complete
7	7	Schools IT Loans	200	200	0	P Ham	Cost of IT equipment to be reimbursed by the school.
0		Slippage					
9	9	Legionella Control	21	21	0	P Ham	Some work undertaken during summer holiday with further work to be undertaken
24	24	St Cyres Lower School Marketing & Disposal	33	33	0	P Ham	Sale completed
13	13	Eagleswell Marketing & Disposal	17	17	0	P Ham	Ongoing marketing of site
6	6	Jenner Park Multi Use Games Area	7	7	0	P Ham	Scheme complete.
726	330	Victorian Schools	790	790	0	P Ham	Works progressing
0	0	Coqan Primary Boiler Renewal	1	1	0	P Ham	Scheme complete, funding to settle final account.
7	7	St Brides Expansion	10	10	0	P Ham	Scheme complete, funding to settle final account.
12	12	Cadoxton Primary Water Heater	16	16	0	P Ham	Works complete
30	30	Ysgol Iolo Morgannwg Boiler Renewal	38	38	0	P Ham	Works complete
0	0	Sully Primary Boiler Renewal	4	4	0	P Ham	Scheme complete, funding to settle final account.
0	0	Palmerston Primary Electrical Rewire	2	2	0	P Ham	Scheme complete, funding to settle final account.
0	0	Holton Primary Electrical Rewire Phase 1	2	2	0	P Ham	Scheme complete, funding to settle final account.
0	0	Ysgol Bro Morgannwg Renew Sewage Pumps	10	10	0	P Ham	No tenders received, considering procurement options. To be tendered as part of Band B scheme in 19/20
0	0	St Cyres Comprehensive Grounds Maintenance Store	1	1	0	P Ham	Scheme complete, funding to settle final account.
0	0	Fairfield Nursery Adaptions	2	2	0	P Ham	Scheme complete, funding to settle final account.
3	3	Disabled Access Improvement	20	20	0	P Ham	Work carried out at Peterston Super Ely Primary during summer holidays further schemes being considered.
12	3	Penarth Learning Community	12	12	0	P Ham	£12k will be spent on changing facilities. Design process is underway.
1	1	Modular Building Resiting Ysgol Dewi Sant	5	5	0	P Ham	Some minor works outstanding
0	0	Barry Comprehensive Art Block	2	2	0	P Ham	Scheme complete.
1	1	Fire Precaution Works	5	5	0	P Ham	Some minor works outstanding
4,063	3,555		8,712	8,712	0		
163	115	Library Service Barry Library Boilers	185	185	0	P Ham	Nearing completion
4,226	3,670	Total Directorate of Learning and Skills	8,897	8,897	0		