
Report to Education, Sport and Leisure Committee

Date of Meeting: 19 September 2013

Subject: Financial Performance at the end of July 2013

Report by: Assistant Head of Education

1.0 Purpose

- 1.1. The purpose of this report is to provide the financial performance of Education in respect of revenue spend for the financial year 2013/14, based on activity to date up to the end of July 2013. Projected outturns up to March 2014 are also set out in the report.

2.0 Recommendations

- 2.1 The Committee is asked to note, comment on and challenge the current financial position.

3.0 Considerations

- 3.1 The first financial performance report for 2013/14 to Education Sport and Leisure Committee focuses on the projected outturn.
- 3.2 Budget monitoring reports to Committees offer more service specific detail than the overall Council position that is reported to the Resources & Audit Committee. Members will be supported to gain a greater understanding and awareness of service activities, which in turn will facilitate more effective scrutiny and the maximisation of the use of resources.
- 3.3 Outturn positions reflected in this report are based on rigorous reviews of service spending activity by accountants and service managers which have been reinforced through ongoing budget challenge sessions conducted by the Directors' Group.

4.0 Priority Initiatives

- 4.1 The undernoted table provides an overview of Education Services outturn position within each service expenditure area.
- 4.2 Appendix A to this paper contains a detailed analysis of variances in respect of each service area.

	Annual Budget 2013/14	Actual to 31/07/13	Projected Outturn to 31/03/14	Variance Outturn v Budget
	£'000	£'000	£'000	£'000
Service Management	658	55	545	(113)
Early Years	2,682	176	2,676	(6)
Primary Education	11,886	1,204	11,733	(153)
Secondary Education	12,503	1,187	12,737	234
ASN Education	5,079	492	5,084	5
Education Psychology Service	251	24	251	0
School Crossing Patrols	91	22	107	16
Sports Development	316	(151)	313	(3)
Youth Services	465	40	474	9
	33,931	3,049	33,920	(11)

4.3 The service is currently projecting a small underspend at the end of the financial year. The main underspend arises from vacancies in Shared Service staff. Other vacancies are in relation to the Transport Team in Kilncraigs.

4.3.1 The projected underspend in primary education relates to income received from Scottish Government because Clackmannanshire Council were able to provide vacancies for newly qualified teachers participating in the teacher induction scheme.

4.3.2 The projected overspend in secondary education is due to pressures in relation to school transport budgets and an assumption that the pattern of long term sickness absence will be similar to last year. The service continues to work with schools and HR to take action to minimise absences for example through offering staff an opportunity to obtain an influenza vaccination.

4.3.3 The sports development service's actual spend to 31 July is showing a negative figure as the arrival income from Sports Scotland was received at the beginning of the financial year prior to expenditure being incurred.

4.4 Following the annual school census of pupils and teachers in September, school budgets will be confirmed for 2013/14 session.

4.5 The authority was able to secure additional probationary teachers this year, some of whom will be funded by Scottish Government and this funding will offset budget pressures elsewhere.

4.6 The outturn includes projected budget pressures in relation to absence cover for long-term teacher absences. These have been forecast at the same level as last year.

4.7 The outturn also includes provision for budget savings that were not achieved in relation to term-time working for school ICT technicians and changes in the Secondary Support Service where the budget savings will not be achieved until 2014 as staff are entitled to one year's conservation.

5.0 Resource Implications

5.1 The resource implications are contained in the paper.

6.0 Exempt Reports

6.1 Is this report exempt? No

7.0 Declarations

The recommendations contained within this report support or implement our Corporate Priorities and Council Policies.

(1) Our Priorities

The area has a positive image and attracts people and businesses	<input checked="" type="checkbox"/>
Our communities are more cohesive and inclusive	<input checked="" type="checkbox"/>
People are better skilled, trained and ready for learning and employment	<input checked="" type="checkbox"/>
Our communities are safer	<input checked="" type="checkbox"/>
Vulnerable people and families are supported	<input checked="" type="checkbox"/>
Substance misuse and its effects are reduced	<input checked="" type="checkbox"/>
Health is improving and health inequalities are reducing	<input checked="" type="checkbox"/>
The environment is protected and enhanced for all	<input checked="" type="checkbox"/>
The Council is effective, efficient and recognised for excellence	<input checked="" type="checkbox"/>

(2) Council Policies (Please detail)

Not applicable

8.0 Equalities Impact

8.1 Have you undertaken the required equalities impact assessment to ensure that no groups are adversely affected by the recommendations?

Yes No

9.0 Legality

9.1 In adopting the recommendations contained in this report, the Council is acting within its legal powers. Yes

10.0 Appendices

10.1 Appendix A: Education Services budget v Outturn at July 2013


11.0 Background Papers

11.1 None

Author(s)

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Approved by

NAME	DESIGNATION	SIGNATURE
Kevin Kelman	Assistant Head of Education	
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Education Services Budget v's Outturn
As at July 2013

	Budget £'000	Outturn £'000	Appendix A(I) Variance £'000
Education Outturn Variance	33,931	33,920	(11)
Service Management	658	545	
Vacancy Management - Team Leader Post (Transport)			(44)
Shared Services - due to vacancy mangement and secondments			(68)
Other			(1)
			(113)
Early Years	2,682	2,676	
Teachers initiative			6
Vacancies in ABC and Kidzone (reduced staffing)			(21)
Pre 5 Grant Payments (saving taken a few years ago not achieved due to Dollar under 5's			7
SCSWIS registration fees			2
			(6)
Primary	11,886	11,733	
Tillicoultry Primary - Additional teacher			25
Teachers Flexibility - to be used to offset overspends in schools			0
PE Team - Vacancies			(33)
RCCT - Vacancies			(8)
Probationer Preference Waiver payments to be offset with income			6
SEEMIS costs - insufficient budget			7
Probationer income to be offset with overspends in the schools			(152)
Other			2
			(153)
Secondary	12,503	12,737	
Supply Cover overspend			31
Teacher Refresh to be allocated out to schools			50
Home to school transport- costs per day increased in August 12 (part year effect for 12/13), full year effect 13/14, offset by withdrawal of transport provided for home to school at Alva Academy placing requests			110
Gaelic Overspend - less funding being received			6
SQA Fees - costs estimated based on 12/13 spend			(10)
EMA - overspend based on 12/13			8
Technicians budget progressed			30
Other			9
			234
Additional Support Needs	5,079	5,084	
Overspend on learning assistants - based on current staffing			39
Vacancy mangement underspends			(24)
Pupil Conveyance underspend based on spend to date			(44)
Overspend on Student support service due to conservation costs			30
Other			4
			5
Psychology Service	251	251	0
School Crossing Patrols	91	107	
Death in service payment			14
Staff travel overspend			2
			16
Sports Development	316	313	(3)
Youth Services	465	474	
Reduction in funding from Opportunities for all programme			8
Other			3
			11
	33,931	33,920	(11)

EDUCATION SUMMARY

APPENDIX A (II)

Jul-13

	Actual Prior Year 11/12	Actual Prior Year 12/13	Annual Budget 2013/14	Budget To 31/07/13	Actual To 31/07/13	Projected Outturn to 31/03/14	Variance Outturn v Budget	Variance Actual To Date v Bud To Date	Outturn Variance
Service Management	399,953	628,667	658,030	82,126	55,158	544,667	(113,363)	(26,968)	544,667
Early Years Non Devolved	2,437,514	2,471,503	2,580,540	855,081	158,006	2,564,833	(15,707)	(697,075)	2,564,833
Early Years Devolved	106,592	104,460	101,940	33,977	17,765	111,583	9,643	(16,211)	111,583
Primary Non Devolved	2,264,467	1,485,918	1,572,440	522,254	244,105	1,422,085	(150,355)	(278,150)	1,422,085
Primary Devolved	9,963,789	10,082,446	10,313,760	3,437,577	959,788	10,310,902	(2,858)	(2,477,789)	10,310,902
Secondary Non Devolved	2,043,274	1,968,594	1,644,220	514,796	287,922	1,880,438	236,218	(226,874)	1,880,438
Secondary Devolved	10,887,101	10,458,097	10,857,130	3,618,681	898,487	10,857,022	(108)	(2,720,195)	10,857,022
ASN Non Devolved	2,989,605	3,370,114	3,501,640	1,239,089	363,304	3,500,390	(1,250)	(875,785)	3,500,390
ASN Devolved	1,347,126	1,536,240	1,577,550	535,796	129,041	1,583,348	5,798	(406,755)	1,583,348
Education Psychology Service	323,849	302,653	251,380	82,712	24,291	250,740	(640)	(58,420)	250,740
School Crossing Patrols	85,064	86,614	90,650	30,020	22,099	106,508	15,858	(7,921)	106,508
Sport Development	292,498	320,821	316,460	131,318	(151,485)	313,243	(3,217)	(282,804)	313,243
Youth Services	450,942	482,457	465,420	169,210	40,093	474,400	9,399	(129,117)	474,400
	33,591,772	33,298,584	33,931,160	11,252,639	3,048,574	33,920,161	(10,581)	(8,204,065)	33,920,161
Incurred as follows :									
Employee Related Expenditure	31,670,268	31,122,512	31,966,160	10,704,656	2,645,199	32,013,568	47,408	(8,059,457)	32,013,568
Premises Related Expenditure	54,541	114,846	52,500	17,498	(16,409)	37,314	(15,186)	(33,907)	37,314
Transport Related Expenditure	1,038,608	1,050,291	999,270	333,057	280,149	1,045,732	46,462	(52,908)	1,045,732
Supplies & Services	1,061,777	1,130,801	1,262,300	370,768	399,937	1,230,076	(32,224)	29,169	1,230,076
Third Party Payments	1,133,270	1,354,147	1,192,720	246,919	263,587	1,217,133	24,413	16,669	1,217,133
Transfer Payments	251,989	258,594	251,330	83,768	86,693	260,578	9,248	2,925	260,578
Support Services	0	0	0	0	0	0	0	0	0
Capital Financing Costs	0	0	0	0	0	0	0	0	0
	35,210,452	35,031,191	35,724,280	11,756,666	3,659,157	35,804,401	80,121	(8,097,509)	35,804,401
Income	(1,618,680)	(1,732,607)	(1,793,120)	(504,027)	(610,582)	(1,884,240)	(91,120)	(106,556)	(1,884,240)
Net Expenditure	33,591,772	33,298,584	33,931,160	11,252,639	3,048,574	33,920,161	(10,999)	(8,204,065)	33,920,161