

Committee	Dated
Education Board	23 May 2019
Subject Education Board Budget Update - Revenue Outturn 2018/19.	Public
Report of The Chamberlain and the Director of Community and Children's Services	For Information
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Summary

This report compares the 2018/19 revenue outturn for the Education Board with the final agreed budget for the year. Total net expenditure during the year was £2,322m which is an underspend of £37,000 in the central risk budget and £46,00 in local risk which is a total of £83,000 when compared to the Final agreed budget of £2,405m. This is summarised in the table below:

<u>Summary Comparison of 2018/19 Revenue Outturn with Final Agreed Budget – Education Board</u>			
	Final Agreed Budget £000	Revenue Outturn £000	Variations (Increase)/ Reduction £000
Local Risk	(613)	(567)	46
Central Risk	(1,792)	(1,755)	37
Overall Totals	(2,405)	(2,322)	83

The Director of Community and Children's Services is proposing to carry forward £46,000 of his local risk underspend for identified purposes of this Committee. These proposals will be considered by the Chamberlain in consultation with the Chairman and Deputy Chairman of the Resource Allocation Sub-Committee and, if agreed, will be added to the Director's budgets for 2019/20. The central risk underspend relates to the additional budget received from the Priorities Investment Pot and has been automatically carried forward to be spent in 2019/20.

Recommendation

It is recommended that this revenue outturn report for 2018/19 is noted together with the Director of Community and Children's Services' proposal to carry forward £46,000 Local risk budget to 2019/20.

Main Report

Revenue Outturn for 2018/19

1. Actual net expenditure for your Committee's services during 2018/19 totalled £2,322m. A summary comparison with the final agreed budget for the year of £2,405m is tabulated below. In the tables, figures in brackets indicate expenditure or adverse variances.

Comparison of 2018/19 Revenue Outturn with Final Agreed Budget					
	<i>Original Budget</i> £000	Final Agreed Budget £000	Revenue Outturn £000	Variations (Increase) / Reduction £000	Paragraph
Local Risk					
Employee expenses	(231)	(320)	(331)	(11)	
Transport related expenses	0	0	(1)	(1)	
Supplies & Services	(364)	(293)	(284)	9	
Customer, client receipts	0	0	49	49	4
Total Local Risk	(595)	(613)	(567)	46	
Central Risk					
Grants to Academies	(1,730)	(1,730)	(1,730)	0	
Fees and services	0	(62)	(25)	37	5
Total Central Risk	(1,730)	(1,792)	(1,755)	37	
Overall Totals	(2,325)	(2,405)	(2,322)	83	

- The original local risk budget of £595k was increased to £613k in the year due to the agreed carry forward from prior year underspend (£18k).
- The 2018/19 final approved central risk budget includes £62k additional resources due to successful bids from the Priorities Investment Pot.

Reasons for significant variations

- During the year, the Strategy Director was seconded to City of London Academies Trust which generated an income of £28k which was not anticipated when setting the budget. Some of this budget was repurposed for the London Careers Festival, however since the Festival is in June, the majority of the cost will be incurred in 2019/20.
- The underspend of £37k in the Central Risk budget has been automatically carried forward and will be added to the Directors central risk budget 2019/20. This is an underspend in PIP money for a Safeguarding Consultant to conduct a review of the Family of Schools. The carry forward will be used to continue this work.

Local Risk Budget Carry Forward to 2019/20

- Chief Officers can request underspends of up to 10% or £500,000 (whichever is the lesser) of the final agreed local risk budget to be carried forward provided the underspending is not fortuitous and the resources are required for a planned purpose. Such requests are subject to the approval of the Chamberlain in consultation with the Chairman and Deputy Chairman of the Resources Allocation Sub Committee.
- The Director of Community and Children's Services' is able to request a total carry forward of £46,000 to 2019/20 for this Committee, in accordance with the budgetary arrangements for local risk resources.
- The Director is proposing to allocate £46,000 of his carry forward to this Committee for one-off interventions to deliver on the Skills Strategy 2019-23 such

as specialised training for adult learning tutors, additional resources to enable lesson observations, effective monitoring of teaching and learning and a small grant to Culture Mile Learning for a partnership event on cultural and creative learning.

9. These requests will be considered by the Chamberlain in consultation with the Chairman and Deputy Chairman of the Resource Allocation Sub Committee and, if agreed, added to the budgets for 2019/20. All requests for carry forwards are currently being consolidated into a report to be submitted before the summer recess

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