

ANGUS COUNCIL

EDUCATION COMMITTEE - 21 NOVEMBER 2000

2000/2004 FINANCIAL PLAN AND 2001/02 CAPITAL BUDGET

REPORT NO. 1105/00

REPORT BY THE DIRECTOR OF FINANCE

ABSTRACT

This report advises the Committee of the latest position with regard to the preparation of the 2000/2004 Financial Plan (incorporating the 2001/2002 capital budget) for the Education department. Appended to the report are the departmental Financial Plan submissions for 2000/2004 as returned to the Director of Finance and subsequently reviewed by the Technical Validation Group.

1. RECOMMENDATIONS

The Committee is asked only to note the contents of this report for its interest at this stage in the Financial Plan process. More detailed reports with specific recommendations will be brought forward later in the Financial Plan cycle.

2. BACKGROUND

The 2000/2004 Financial Plan preparation procedures were outlined in report 684/00 and approved by the Finance & Information Technology Committee of 13 June 2000. The 2000/2004 Financial Plan Guidance issued to Chief Officers required departmental submissions to be returned to the Director of Finance by 13 October 2000.

3. FINANCIAL PLAN REVIEW PROCESS

The review process for each departmental Financial Plan submission is separated into three distinct stages - a Technical Validation Group (TVG), the Capital Budget Sub Group (CBSG) and a Budget Review Group (BRG). This allows the technical and strategic issues arising during the budget process to be focused on independently in more suitable forums.

Technical Validation Group

The departmental Financial Plan submissions form the basis for preparing a set of summary budget papers, for review by the TVG - an officer group chaired by the Finance department's Head of Financial Services. TVG meetings are held in late October / early November to review the accuracy and adequacy of Financial Plan submissions in relation to the guidance issued by the Director of Finance.

Capital Budget Sub Group

The CBSG, an officer group chaired by the Chief Executive, concentrates on strategic issues relating to the Financial Plan process. Meeting on 1 December 2000, the CBSG will consider Financial Plan submissions, and the 2001/02 capital budget in particular, in light of estimated capital resources. The CBSG will subsequently put proposals to each department's Budget Review Group meeting regarding departmental programmes for 2001/02.

Budget Review Group

Departmental Financial Plan submissions and any proposals made by the CBSG will be considered at the respective BRG meeting - an officer group chaired by the Chief Executive. BRG meetings will take place on 6 and 7 December 2000.

4. DEPARTMENTAL FINANCIAL PLAN SUBMISSION

Departmental Financial Plan submissions (attached at Appendix A) have been submitted to the Director of Finance in response to target submission levels established by the CBSG. These target submission levels allow departments to concentrate on those projects which have a realistic prospect of being undertaken in the foreseeable future.

It should be noted that as the 2000/2004 Financial Plan is still subject to the budget review process, the expenditure detailed in the Appendix is very much provisional in nature and may be subject to alteration as the budget process progresses.

5. GOVERNMENT ANNOUNCEMENTS

The level of Section 94 Consent to be awarded to the Council for 2001/02 is not expected to be announced until early December, at the earliest. A report in respect of this will be submitted to Committee at the appropriate time detailing the impact on Angus Council and any action which may be necessary.

6. CONSULTATION

The Chief Executive, Director of Law and Administration and Director of Education have been consulted in the preparation of this report.

7. CONCLUSION

The 2000/2004 Financial Plan preparation process is now well underway and all Financial Plan submissions have been returned to the Director of Finance. The next key stage in the process will be the meeting of the Capital Budget Sub Group to review Financial Plan submissions in light of estimated capital resources and put proposals to the Budget Review Group regarding departmental programmes for 2001/02. Thereafter, the Budget Review Group meetings will consider the Financial Plan submissions and any proposals put forward by the CBSG and report back to the relevant service committees any adjustments deemed necessary.

DAVID S SAWERS
Director of Finance

NOTE: No background papers, as defined by Section 50D of the Local Government (Scotland) Act 1973 (other than any containing confidential or exempt information), were relied on to any material extent in preparing this report.

sjm/dc
Education - Initial FP Submissions Report
14 November 2000

PROGRAMME - EDUCATION

LEGALLY COMMITTED CAPITAL EXPENDITURE

PROJECT/NATURE OF EXPENDITURE	Estimated Total Cost £'000	Phasing of Expenditure						Estimated Additional Full Year Revenue Cost Excluding Loan Charges £'000
		Actual to 31/3/00 £'000	Updated Estimate 2000/2001 £'000	Estimate 2001/2002 £'000	Estimate 2002/2003 £'000	Estimate 2003/2004 £'000	Later Years £'000	
Covenant Repayment - Montrose Academy / Webster's High School	3,177	1,683	187	187	187	187	746	
Andover Primary School - Replacement	2,593	2,567	26					
Balances on Completed Works	6	1	5					
Educational Improvements 2000/01	115	85	30					
Rosemount Primary School - Replacement	1,840	1,436	324	80				
Letham Primary School - Modernisation / Extension Revenue Funding	941 -80 (861)	917 -80 (837)	24 (24)					
Hayshead Primary School - Modernisation / Extension	255	245	10					
Glenista Primary School - Modernisation / Extension Revenue Funding	144 -30 (114)	134 -30 (104)	10 (10)					
Glamis Primary School Revenue Funding	446 -90 (356)	126 -40 (86)	299 -50 (249)	21 (21)				
Carried Forward	9,317	7,044	865	288	187	187	746	0

ANGUS COUNCIL

LEGALLY COMMITTED CAPITAL EXPENDITURE

PROGRAMME - EDUCATION

FINANCIAL PLAN 2000/2004

PROJECT/NATURE OF EXPENDITURE	Estimated Total Cost £'000	Phasing of Expenditure							Estimated Additional Full Year Revenue Cost Excluding Loan Charges £'000
		Actual to 31/3/00 £'000	Updated Estimate 2000/2001 £'000	Estimate 2001/2002 £'000	Estimate 2002/2003 £'000	Estimate 2003/2004 £'000	Later Years £'000		
Brought Forward	9,317	7,044	865	288	187	187	746	0	
Mattocks Primary School Revenue Funding	261 -50 (211)	114 -25 (89)	134 -25 (109)	13 (13)					
Liff Primary School - Modernisation / Extension External Funding Revenue Funding	314 -80 -60 (174)	70 -40 (30)	226 -80 -20 (126)	18 (18)					
Murroes Primary School External Funding Revenue Funding	253 -85 -20 (148)	63 -10 (53)	178 -85 -10 (83)	12 (12)					
Birkhill Primary School - Extension, Phase 1 Revenue Funding	46 -46 (0)	27 -27 (0)	17 -17 (0)	2 -2 (0)					
Southmuir P. S. / Webster's H.S. - Replacement / Extension Revenue Funding	2,796 -120 (2,676)	103 (103)	1,080 -30 (1,050)	1,403 -90 (1,313)	210 (210)				
Birkhill Primary School - Extension, Phase 2 Revenue Funding External Funding	280 -160 -75 (45)	10 -10 (0)	150 -150 (0)	107 -75 (32)	13 (13)				
Carried Forward	12,571	7,319	2,233	1,676	410	187	746	0	

PROJECT/NATURE OF EXPENDITURE	Estimated Total Cost £'000	Phasing of Expenditure						Estimated Additional Full Year Revenue Cost Excluding Loan Charges £'000
		Actual to 31/3/00 £'000	Updated Estimate 2000/2001 £'000	Estimate 2001/2002 £'000	Estimate 2002/2003 £'000	Estimate 2003/2004 £'000	Later Years £'000	
Brought Forward	12,571	7,319	2,233	1,676	410	187	746	0
Forfar Academy - Replacement of External Walling	960		5	905	50			
Capital Grants	30		30					
Safer Routes to Schools	109		109					
National Grid for Learning	685	347	338					
Total Legally Committed Expenditure	14,355	7,666	2,715	2,581	460	187	746	0

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NOT YET LEGALLY COMMITTED CAPITAL EXPENDITURE

FINANCIAL PLAN 2000/2004

PROGRAMME - EDUCATION

PROJECT/NATURE OF EXPENDITURE	Priority Ranking	Estimated Total Cost £'000	Phasing of Expenditure						Estimated Additional Full Year Revenue Cost Excluding Loan Charges £'000
			Actual to 31/3/00 £'000	Updated Estimate 2000/2001 £'000	Estimate 2001/2002 £'000	Estimate 2002/2003 £'000	Estimate 2003/2004 £'000	Later Years £'000	
Maisondieu Primary School - Modernisation / Extension		720		30	368	302	20		
Modernisation / Extension - Primary Schools		6,500		118	20	1,500	2,633	2,229	
Educational Improvements		80				80			
Capital Grants		30			30				
Information and Communications Technology Equipment		500				500			
National Grid for Learning (CFER Funded from Specific Government Grant) Revenue Funding		305 -305 (0)			305 -305 (0)				
Total Not Yet Legally Committed Expenditure		7,830	0	148	418	2,382	2,653	2,229	0