

## Meeting of the South Bank Engineering UTC Local Governing Body

4.00 - 6.00 pm on Wednesday, 4 July 2018

in South Bank Engineering UTC - South Bank Engineering UTC, 56 Brixton Hill SW2 1QS

### Agenda

<i>No.</i>	<i>Item</i>	<i>Pages</i>	<i>Presenter</i>
8.	Draft Budget 2018/19	3 - 4	NF

### Date of next meeting

**4.00 pm on Wednesday, 19 September 2018**

**Members:** Nicole Louis (Chair), Ed Arthur, Ian Brixey, Dan Cundy, Beau Fadahunsi, Natalie Ferer, Sarah Gordon, Richard Parrish, Tony Roberts, Leona Ross, Ruth Smith and Joanne Young

**In attendance:** Alexander Enibe

This page is intentionally left blank

Paper title:	2018/19 Budget
Board/Committee	South Bank Engineering UTC LGB
Date of meeting:	4 July 2018
Author:	Natalie Ferer
Purpose:	To Note
Recommendation:	The LGB is requested to note the attached draft budget

## Summary

A draft budget has been prepared and is being considered by the SBA Executive. The budget will be considered and approved at the SBA board on 19<sup>th</sup> July.

Three scenarios are considered for pupil numbers of 184, 207 and 239. Although pupil numbers of 207 is thought at present to be realistic, the budget considered by the SBA Board will be based on 184 and a budget revision proposed in October if confirmed enrolled students are higher. Further refinement of the figures for the 207 and 239 scenarios is underway in order that the UTC returns a surplus of no more than 5% of income for the year.

The draft budget presented below returns a surplus of £37k, representing 2.1% of income Pay costs represent 77.2% of income.

## Income

As detailed above, the draft budget presented below presents three scenarios, based on different student numbers. GAG income below, based on 184 students is as detailed in the funding letter dated 6<sup>th</sup> March. A budget revision being considered in October once enrolments are confirmed. Also included is start-up funding of £200k. Other income is catering receipts which are offset against catering spending.

## Pay costs

The staffing budget assumes staff numbers remain the same and include an allowance for staff appraisal/scaling relating pay increase and a pay award. On costs includes employers NI and pension, with the same level of pension scheme membership continuing.

## Non pay

Includes contribution to MAT costs of 3.5% of GAG income.

## Capital and Deprecation

A budget for capital replacement and deprecation is being prepared at Trust level and equipment purchase or replacement has not been included in the figures below. Equipment

in use in the UTC at present has all been funded from government grants and therefore no depreciation needs to be charged to expenditure for 2018/19.

		Alternative Proposed Budget			
		ESFA Pupil No Estimate	School Pupil No. Estimate - Lower Estimate	School Pupil No. Estimate - Upper Estimate	
		Based on pupil :184 pre: 86 post :98	Based on pupil :207 pre: 87 post :120	Based on pupil :239 pre: 94 post :145	
		2017/18 May	Budget 2018 / 19	Budget 2018 / 19	Budget 2018 / 19
<b>Income</b>					
A0 - GAG funding	1,491,477	1,328,265	1,450,338	1,732,724	
A2 - Other Govt Grants	384,564	345,506	345,506	345,506	
A3 - Private Sector Funding	-	-	-	-	
A4 - Other Income	18,006	45,000	45,000	45,000	
<b>Total Income</b>	<b>1,894,047</b>	<b>1,718,771</b>	<b>1,840,844</b>	<b>2,123,230</b>	
<b>Expenditure</b>					
<b>Staffing Expenditure</b>					
B0 - Teaching Staff	787,385	961,895	1,019,178	1,019,178	
B1 - Educational Support Staff	178,785	248,598	161,315	161,315	
B2 - Premises Staffing	4,253	-	-	31,569	
B3 - Admin Staffing	191,941	111,162	111,162	111,162	
B5 - Agency Staff	68,920	5,000	5,000	5,000	
<b>Total Staffing Expenditure</b>	<b>1,231,284</b>	<b>1,326,655</b>	<b>1,296,655</b>	<b>1,328,224</b>	
C0 - Maintenance of Premises	8,179				
C1 - Other Occupational Costs	73,744	76,500	76,500	76,500	
D0 - Educational Supplies and Services	168,233	95,300	95,300	95,300	
E0 - Other Supplies and Services	243,907	175,911	180,919	199,592	
F0 - ICT Costs (Non Capital)	128	-	-	-	
G0 - Staff Development	15,634	7,500	7,500	7,500	
H0 - Other GAG Expenses	11,242				
I0 - Depreciation	-	-		27,000	
<b>Total Other Expenditure</b>	<b>521,067</b>	<b>355,211</b>	<b>360,219</b>	<b>426,187</b>	
<b>Total Expenditure</b>	<b>1,752,351</b>	<b>1,681,866</b>	<b>1,656,874</b>	<b>1,754,411</b>	
<b>Surplus / (Deficit) excl. Capital</b>	<b>141,696</b>	<b>36,905</b>	<b>183,971</b>	<b>368,820</b>	
Surplus as % of income	7.5%	2.1%	10.0%	17.4%	
Pay costs as % of income	65.0%	77.2%	70.4%	62.6%	

### Recommendation

The Local Governing Body is requested to note the attached draft budget for 2018/19.