

Meeting of the South Bank Engineering UTC Local Governing Body

4.30 - 6.00 pm on Wednesday, 15 March 2017
in South Bank Engineering UTC, 56 Brixton Hill SW2 1QS

Agenda

<i>No.</i>	<i>Item</i>	<i>Pages</i>	<i>Presenter</i>
9.	February 2017 financial management report	63 - 64	DS

Date of next meeting
4.30 pm on Wednesday, 17 May 2017

Members: Rao Bhamidimarri (Chair), Karen Adewoyin, Ian Brixey, Natalie Ferer, Joanne Young and Dan Cundy

Apologies: Richard Parrish, Tony Roberts and Ruth Smith

In attendance: Dan Smith and Pervena Singh

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	CONFIDENTIAL
Paper title:	Finance Report February 2017
Board/Committee:	South Bank Engineering UTC LGB Meeting
Date of meeting:	15 March 2017
Sponsor:	CEO
Author:	Dan Smith
Purpose:	Supplementary Information
Recommendation:	To provide information and prompt questioning from the committee

Executive Summary

The purpose of this report is to provide supplementary information to the South Bank Engineering UTC Local Governing Body regarding the UTC's financial position.

February's management accounts are available and have a significant change relating to 'Transitional Funding'.

The information should provide assurance of the UTC's financial position and future plans and also provide enough data for questioning.

The table below shows the current financial position for the financial and academic year 2016/17.

Current Forecast for Academic Year 2016/17 (As at 28th February 2017)					50%	Percentage of Year completed
	Current	Forecast	Budget	Variance	Current/ Forecast %	Comment
Income						
GAG Income	587,376	1,163,501	1,163,501	-	50%	As per EFA schedule
Start Up Grants	229,500	229,500	229,500	-	100%	Start Up Grants Paid by December 16
Other Government Income	-	228,958	28,958	200,000	0%	Awaiting Pupil Premium & Top Up Funding
Other Income	4,482	30,397	30,397	-	15%	On target
Prospective Clawback	(177,637)	(355,274)	(355,274)	-	50%	Clawback reduced pro rata
Capital Grant	-	-	-	-		
Income Total	643,721	1,297,083	1,097,083	200,000		
					Current/ Forecast %	Comment
Expenditure						
Teaching Salaries	284,836	586,324	586,324	-	49%	On target
Other Salaries	98,342	212,387	232,883	20,496	46%	On target
Other Staff Costs	2,444	18,925	18,925	-	13%	Recruitment Costs still to be paid
Building Maintenance & Occupancy Costs	7,285	36,486	36,486	-	20%	Awaiting Utility Bills
Curriculum Budgets	25,666	30,866	30,866	-	83%	On Target
Consultancy/Professional Services	15,052	34,500	34,500	-	44%	On target
Catering Costs	31,186	62,245	53,352	(8,893)	50%	Minimum Charge of 100 students
Exams	-	3,600	3,600	-	0%	Awaiting Exam season
IT Costs	7,258	15,000	15,000	-	48%	On target
Capital Costs	-	-	-	-	100%	Paid in full
Central Services	41,665	41,665	41,665	-	0%	On target
Other Costs	12,102	19,833	19,833	-	61%	On target
Expenditure Total	525,836	1,061,830	1,073,434	11,603		
Surplus/(Deficit)	117,885	235,252	23,649	211,603		

Notes: Variance Column: A positive number indicates a positive variance, this shows a better forecasted financial result against the original budget. A negative (bracketed) number indicates an adverse variance, this shows a poorer forecasted financial result against the original budget

Introduction

Please find above the finance report for February 2017 for the South Bank Engineering UTC. This report is provided to supplement the information already provided in January's report.

Additional Information

Income

An additional £200k has been received by the UTC for 'transitional funding'. All University Technical Colleges (UTCs) were invited to apply for this fund as the DfE acknowledged the difficulties faced by UTCs' due to economies of scale and start-up costs. This fund may be available over the next three years.

Expenditure

The positive variance relating to support staff (other salaries) has increased as members of staff have left the pension scheme.

Catering costs have been reviewed and there is a likely shortfall of £9k, negotiations relating to future contracts are taking place and this could be reduced.