

**REPORT TO: CHILDREN AND YOUNG PEOPLE'S SERVICES COMMITTEE ON
9 JUNE 2010**

SUBJECT: EDUCATIONAL SERVICES PPP BUDGET MONITORING REPORT

BY: DIRECTOR OF EDUCATIONAL SERVICES

1. REASON FOR REPORT

- 1.1 The purpose of this report is to provide a summary monitoring statement for the PPP Budget as at 31 March 2010.
- 1.2 This report is submitted to Committee in terms of Section D14 of the Council's Administrative Scheme relating to the consideration of Capital and Revenue budgets and long-term financial plans.

2. RECOMMENDATION

- 2.1 **It is recommended that Committee considers and notes the actual expenditure to 31 March 2010, detailed in the report and in Appendix 1.**

3. BACKGROUND

- 3.1 The budget of £408,000 per annum for the three year period to 31 March 2010, was approved at the meeting of The Moray Council on 13 September 2006 (para 24 refers). The PPP Budget is been managed over a three year cycle and the details in **Appendix 1** reflect this. The figures do not include costs incurred before 31 March 2007 when the current Outline Business Case was written. They also do not include any recharges of costs incurred by Financial and Legal Services in supporting the PPP project.
- 3.2 The monitoring statement shown as **Appendix 1** details the expenditure in the project to 31 March 2010.
- 3.3 Although an overspend of £415,370 was incurred for 2009/10, over the 3 year period this overspend has proved to be £259,586 at 31 March 2010. This is in line with the forecast overspend as noted in the previous report.

3.4 It is now anticipated that the contract will be finalised in June 2010.

4 SUMMARY OF IMPLICATIONS

(a) Single Outcome Agreement/Service Improvement Plan

The Single Outcome Agreement local priority 10 – Efficiencies is evidenced by performance management, and the Service Improvement Plan commits to monitoring progress and reporting to this committee.

(b) Policy and Legal

None.

(c) Resources (Financial, Risks, Staffing and Property)

These are detailed in the report and in **Appendix 1**.

(d) Consultations

Consultations have taken place with the PPP Project Manager and the Head of Financial Services whose comments have been incorporated in this report.

5. CONCLUSION

5.1 The latest revenue monitoring statement to 31 March 2010 shows a total cumulative spend of £1,483,586 over 2007/08, 2008/09 and 2009/10 resulting in an overspend of £259,586 over the three years to 31 March 2010.

Author of Report: Andy Oliver, PPP Project Manager.
Background Papers: Held in Accountancy Section
Ref: DMD/JR/Reports/Children and Young People's Services Committee/
9 June 2010/Educational Services PPP Budget Monitoring Report

Schools PPP Budget Monitoring for the period 1 April 2009 to 31 March 2010

	Cumulative Spend 2007/08 and 2008/09	2009/10			Cumulative Spend to Date
		Actual to 31/03/09 £	Budget Yr 3 £	Actual to date £	
Staffing:					
Project Manager	108,236	88,543	88,529	100%	196,765
Adviser Technical	19,267	4,400	1,516	34%	20,783
Administrative	16,926	7,300	6,805	93%	23,731
Adviser Education	31,430	52,500	52,499	100%	83,929
Other Employee Costs	1,488	0	0	0%	1,488
Consultants	452,694	393,141	662,341	168%	1,115,035
Other Costs					
Property Costs	11,827	4,900	4,604	94%	16,431
Supplies and Services *	16,765	10,000	4,972	50%	21,737
Travel	1,583	3,000	2,104	70%	3,687
	660,216	563,784	823,370	146%	1,483,586
3 Year Budget					1,224,000
Overspend for 3 years to 31 March 2010					(259,586)
Budget 2009/10 (excluding c/f)					408,000
Overspend for 2009/10					(415,370)
* Administration and Supplies and Services have been amalgamated.					