
FINANCE AND RESOURCES COMMITTEE MEETING

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| Date of Meeting | 1 March 2017 |
| Paper Title | Capital Expenditure Report and Capital Masterplan |
| Agenda Item | 17.07 |
| Paper Number | 17.07A |
| Responsible Officer | Janet Thomson, Vice Principal Resources and College Development |
| Status | Disclosable |
| Action | Review and Discuss |

1 Report Purpose

- 1.1 This report provides an update on capital expenditure against plan for the period to date from 1 April 2016 and an update to the Capital Masterplan as compared to that presented to the Board in December.

2 Recommendations

- 2.1 The Finance and Resources Committee is asked to review and discuss the Glasgow Clyde College Capital Expenditure Report since 1 April 2016 against plan and capital masterplan update.

3 Background and Commentary

- 3.1 The Scottish Funding Council (SFC) provides formula capital funding to Colleges which can be used towards estates or equipment and this funding is provided on a fiscal year basis, ie April to March. The allocation for 2016/17 for the Region was £3.428Million for the period April 2016 to March 2017 which was a 14.7% reduction from the previous year, and the original allocation to Glasgow Clyde College from GCRB was £1.181Million which is split £802k to capital funding and £379k to capital maintenance funding. There was additional capital funding of £2.1Million received by the Glasgow Region in September and Glasgow Clyde College was successful in receiving £1.144 Million of this additional funding to be spent on four projects which are the upgrade of the Cardonald Campus Tower Block toilets; refurbishment of the Cardonald Business Centre; upgrade of the Mary Stuart building toilets and roof replacement of the remaining flat rooves at the Cardonald campus. The capital expenditure from 1 April 2016 to date against plan is attached, plus an update of the capital masterplan is also attached. The updated plan will be reported to the March Board of Management meeting.

- 3.2** There is a significant level of expenditure required annually on lifecycle maintenance and the SFC capital maintenance element of the funding allocation is used towards this expenditure. This expenditure is ultimately charged to the income and expenditure account.

4 Risk Analysis

- 4.1** The risk is that if the capital masterplan is not achieved then the correct level of investment is not made to maintain a suitable educational experience for the students of the College.

5 Legal Implications

- 5.1** There are no specific legal implications associated with this capital expenditure update.

6 Financial Implications

- 6.1** The financial values of each of the capital masterplan projects are highlighted within the report.

7 Regional Outcome Agreement Implications

- 7.1** The Regional Outcome Agreement implications are that each of the Colleges in Glasgow needs to have a suitable, fit-for-purpose estate and the Cardonald campus is the one which is the oldest estate across the Region and; therefore, needs appropriate investment.

8 Has an Equality Impact Assessment been carried out

- 8.1** Not applicable.