
Report of: The Chief Executive of Education Leeds

To: Executive Board

Date: 23 January 2008

Subject:	Executive Summary
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Injection of BSF ICT Capital Funding

1. Purpose

This report details the injection of the capital grant funding for the BSF programme as described in the ICT Strategic Partner Procurement Final Business Case and of additional funding secured from the national BSF programme to allow existing PFI secondary schools to access equivalent ICT funding.

2. Main Issues

The BSF ICT Funding (in the form of a capital grant) allocated to the Council for the 14 secondary schools being rebuilt or substantially refurbished as part of Wave 1 of the BSF Programme in Leeds amounts to £23.8M. The funding is allocated to the Milestone and Catalogue Charges. These are capital and predominantly relate to user equipment and the initial set up and implementation costs of the contract.

The existing PFI school ICT funding was a separate grant identified after the BSF programme and is designed to allow PFI schools to gain the benefits of transformational change through ICT. The total funding package for the 8 existing PFI secondary schools is £12.4M. This grant is BSF funding from the same Partnerships for Schools source.

3. Recommendations

The Executive Board is requested to:

- a) note the progress made since the appointment of the ICT Strategic Partner;
- b) approve the injection of £23,877.0K BSF ICT Capital Grant funding for the 14 secondary schools being rebuilt or substantially refurbished as part of Wave 1 of the BSF Programme in Leeds into capital scheme number 12137/000/000 and provide authority to spend this funding; and
- c) approve the injection of £12,410.6K BSF ICT Capital Grant funding for the existing 8 PFI secondary schools into capital scheme number 14133/000/000 and provide authority to spend this funding.

Report of: The Chief Executive of Education Leeds

To: Executive Board

Date: 23 January 2008

Subject: **Design & Cost Report**

Scheme Title Injection of BSF ICT Capital Funding

Capital Scheme Numbers 12137/000/000 and 14133/000/000

Electoral Wards Affected:
Various

Specific Implications For:

Ethnic minorities
Women
Disabled people

Eligible for Call In

Not Eligible for Call In
(Details contained in the report)

1.00 Purpose of this Report

1.01 The purpose of this report is to:

- a) update Members of the Executive Board with regard to the progress made since the appointment of the ICT Strategic Partner;
- b) seek approval to the injection of £23,877.0K BSF ICT Capital Grant funding for the 14 secondary schools being rebuilt or substantially refurbished as part of Wave 1 of the BSF Programme in Leeds into capital scheme number 12137/000/000 and provide authority to spend this funding; and
- c) seek approval to the injection of £12,410.6K BSF ICT Capital Grant funding for the existing 8 PFI secondary schools into capital scheme number 14133/000/000 and provide authority to spend this funding.

2.00 Background Information

2.01 The investment in Information and Communication Technology (ICT) and Continuous Professional Development (CPD) as part of the overall Building Schools

for the Future (BSF) programme will enable the transformation in the secondary school estate to meet Leeds aspiration to provide a world-class education system and to meet the growing demands of modern education and staff working methodologies. ICT will be a critical enabler in ensuring that the required transformation is achieved.

3 Main Issues

- 3.01 The BSF ICT Funding (in the form of a capital grant) allocated to the Council for the 14 secondary schools being rebuilt or substantially refurbished as part of Wave 1 of the BSF Programme in Leeds amounts to £23,877.0K. The funding is allocated to the capital charges under the contract and predominantly relates to user equipment and the initial set up and implementation costs of the contract.
- 3.02 The existing PFI school ICT funding was a separate grant identified after the BSF programme and is designed to allow PFI schools to gain the benefits of transformational change through ICT. The total funding package for the 8 existing PFI secondary schools is £12,410.6K.
- 3.03 A timetable has been developed showing spending to 2011 detailing the costs set against this funding. This includes the breakdown over the five years showing the split between equipment and training, and the significant amount of the funding reserved for refresh over the five years.
- 3.04 RM Education PLC (Research Machines) was appointed as the Strategic ICT Partner to deliver this programme for both the BSF and existing PFI schools. All schools accessing this funding must agree, accept and pay RM to provide a managed service as specified in the Strategic ICT Partner Agreement.
- 3.05 They have deployed a large specialist team headed by a highly experienced Programme Director (Lesley Dixon). All project objectives are on target with the first major financial milestone in January 2008. At this point the Initial School Specifications (ISS) will be complete and a 5% milestone charge will be made when the ISS (developed by RM in conjunction with the Council and the School) is approved by the Council.
- 3.06 Work is progressing well on the TUPE of existing school staff to RM (Phase 1 school staff will transfer in April 2008 – this will include four of the existing PFI school staff) and there are no outstanding Union issues relating to this programme.

4 Consultations

- 4.01 Considerable consultation with the existing PFI schools commenced in the Summer term and has continued into the Autumn term. This has included work with headteachers, technical staff and governing bodies. Formal consultation work has commenced with professional representatives and potential TUPE staff.

5 Legal and Resource Implications

- 5.01 Legal work has commenced to add the existing PFI schools into the Strategic ICT Partner Agreement as per the requirements of the funding.

6 Capital Funding and Cash Flow

BSF ICT Capital Grant Funding

6.01 Partnerships for Schools (PFS) have provided a funding and cashflow statement detailing the £23,877.0K capital grant funding. Details of the funding split across the 14 secondary schools being rebuilt or substantially refurbished as part of Wave 1 of the BSF Programme in Leeds are attached at Appendix 1. This funding will be paid via Standards Fund Grant 204 - Building Schools for the Future.

Previous total Authority to Spend on this scheme	TOTAL £000's	TO MARCH 2007 £000's	FORECAST				
			2007/08 £000's	2008/09 £000's	2009/10 £000's	2010/11 £000's	2011 on £000's
LAND (1)	0.0						
CONSTRUCTION (3)	0.0						
FURN & EQPT (5)	3000.0		250.0	2750.0			
DESIGN FEES (6)	0.0						
OTHER COSTS (7)	0.0						
TOTALS	3000.0	0.0	250.0	2750.0	0.0	0.0	0.0

Authority to Spend required for this Approval	TOTAL £000's	TO MARCH 2007 £000's	FORECAST				
			2007/08 £000's	2008/09 £000's	2009/10 £000's	2010/11 £000's	2011 on £000's
LAND (1)	0.0						
CONSTRUCTION (3)	0.0						
FURN & EQPT (5)	20877.0		10547.0	4442.0	3240.0	2648.0	
DESIGN FEES (6)	0.0						
OTHER COSTS (7)	0.0						
TOTALS	20877.0	0.0	10547.0	4442.0	3240.0	2648.0	0.0

Total overall Funding (As per latest Capital Programme)	TOTAL £000's	TO MARCH 2007 £000's	FORECAST				
			2007/08 £000's	2008/09 £000's	2009/10 £000's	2010/11 £000's	2011 on £000's
BSF ICT Capital Grant SCE (C)	-23877.0		-10797.0	-7192.0	-3240.0	-2648.0	
Total Funding	-23877.0	0.0	-10797.0	-7192.0	-3240.0	-2648.0	0.0
Balance / Shortfall =	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Parent Scheme Number : 12137/000/000

Title : BSF Wave 1 Phase 1

Funding of this project will be split across the three phases of BSF against schemes 12137/ICT/000 for Phase 1, 13372/ICT/000 for Phase 2 and 13373/ICT/000 for Phase 3. £3,000.0K was initially injected into the capital programme in 2005 based upon the estimated capital costs contained within the BSF Outline Business Case.

PFI ICT Capital Grant Funding

6.03 Partnerships for Schools (PFS) have agreed to provide funding of £12,410.6K for the 8 existing PFI secondary schools. 1. Again, this funding will be paid via Standards Fund Grant 204 - Building Schools for the Future.

Previous total Authority to Spend on this scheme	TOTAL £000's	TO MARCH 2007 £000's	FORECAST				
			2007/08 £000's	2008/09 £000's	2009/10 £000's	2010/11 £000's	2011 on £000's
LAND (1)	0.0						
CONSTRUCTION (3)	0.0						
FURN & EQPT (5)	0.0						
DESIGN FEES (6)	0.0						
OTHER COSTS (7)	0.0						
TOTALS	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Authority to Spend required for this Approval	TOTAL £000's	TO MARCH 2007 £000's	FORECAST				
			2007/08 £000's	2008/09 £000's	2009/10 £000's	2010/11 £000's	2011 on £000's
LAND (1)	0.0						
CONSTRUCTION (3)	0.0						
FURN & EQPT (5)	12410.6			7255.6	5155.0		
DESIGN FEES (6)	0.0						
OTHER COSTS (7)	0.0						
TOTALS	12410.6	0.0	0.0	7255.6	5155.0	0.0	0.0

Total overall Funding (As per latest Capital Programme)	TOTAL £000's	TO MARCH 2007 £000's	FORECAST				
			2007/08 £000's	2008/09 £000's	2009/10 £000's	2010/11 £000's	2011 on £000's
BSF ICT Capital Grant SCE (C)	-12410.6			-7255.6	-5155.0		
Total Funding	-12410.6	0.0	0.0	-7255.6	-5155.0	0.0	0.0
Balance / Shortfall =	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Parent Scheme Number : 14133/000/000
Title : ICT Funding - 8 PFI Secondary Schools

Revenue Effects

- 6.04 Any revenue costs arising from this scheme will be managed within the school budget share.

Risk Assessments

- 6.05 Operational risks will be addressed via the contract with RM Education PLC (Research Machines), the Strategic ICT Partner, and continual liaison with the schools.

7 Recommendations

- 7.01 The Executive Board is requested to:
- note the progress made since the appointment of the ICT Strategic Partner;
 - approve the injection of £23,877.0K BSF ICT Capital Grant funding for the 14 secondary schools being rebuilt or substantially refurbished as part of Wave 1 of the BSF Programme in Leeds into capital scheme number 12137/000/000 and provide authority to spend this funding; and
 - approve the injection of £12,410.6K BSF ICT Capital Grant funding for the existing 8 PFI secondary schools into capital scheme number 14133/000/000 and provide authority to spend this funding.

BSF ICT Capital Grant Funding

<u>BSF Wave 1 Phase 1</u>	£K
Allerton High+SILC	1,668.0
Cockburn	1,668.0
Pudsey Grangefield	1,660.0
Rodillian+SILC	1,813.0
Temple Moor High+SILC	1,813.0
Allerton Grange+SILC	2,175.0
	10,797.0
<u>BSF Wave 1 Phase 2</u>	
Crawshaw	1,660.0
Farnley Park High+SILC	1,784.0
Priesthorpe	1,747.0
New Inner West Leeds	2,001.0
	7,192.0
<u>BSF Wave 1 Phase 3</u>	
Corpus Christi (RC)+SILC	1,349.0
Parklands Girls High	1,958.0
Mount St Marys	1,305.0
<u>BSF Wave 1 Phase 4</u>	
Intake	1,276.0
	5,888.0
Total Capital Grant Funding	23,877.0

PFI ICT Capital Grant Funding

	£K
Total Capital Grant Funding	12,410.6