

## Performance & Resources Committee Meeting

Date of Meeting	Wednesday, 28 September 2022
Paper Title	FWDF Progress Report 2021-22
Agenda Item	9
Paper Number	PRC1-C
Responsible Officer	Jim Godfrey, Finance and Resources Director
Status	Disclosable
Action	For Noting

### 1. Executive Summary

1.1. This report provides an update in respect of the Flexible Workforce Development Fund.

### 2. Recommendations

2.1. The Committee is invited to **note** that:

- Of the original 2019-20 allocation (£1,919,000), training totalling £1,734,000 has been delivered, an amount of £127,000 has been returned to SFC and a balance of £58,000 remains.
- Of the original 2020-21 allocation (£2,878,000), training totalling £2,317,000 has been delivered, an amount of £508,000 has been returned to SFC and a balance of £53,000 remains.
- Of the 2021-22 allocation (£2,968,000), training totalling £1,301,000 has been delivered/commenced at 31 July 2022, with a further £1,210,000 contractually committed.

### 3. Background

- 3.1. The region has actively promoted the flexible workforce fund since it was introduced in September 2017. Levels of activity was impacted by the Covid-19 pandemic but have now increased following the return to college. In accordance with the SFC's monitoring arrangements, the latest reporting returns were submitted at 31 July 2022.

Flexible Workforce Fund	Funds Available £'m	Funds Used/Contracted £'m	(Over)/Under-utilisation £'m	% of funds used
2017-18	£1.92	£1.07	£0.85	56%
2018-19	£1.92	£1.89	£0.03	98%
2019-20	£1.79	£1.73	£0.06	97%
2020-21	£2.37	£2.38	(£0.01)	100%
2021-22	£2.97	£2.51	£0.46	85%

### 4. 2019-20 Allocation

- 4.1. The Colleges provided reports to GCRB at 31 July 2022, which are summarised below:

Flexible Workforce Fund 2019-20	City of Glasgow College £'000	Glasgow Clyde College £'000	Glasgow Kelvin College £'000	Total £'000
Initial allocation	£894	£632	£393	£1,919
Value of training not used and returned to SFC	£5	£133	(£11)	£127
Revised allocation	£889	£499	£404	£1,792
Value of training delivered/started at 31 July 2022	£836	£494	£404	£1,734
Balance	£53	£5	0	£58
Percentage of revised allocation delivered	94%	99%	100%	97%
Value of training contracted with start date confirmed	£53	£0	£0	£53
Funding paid at 31 July 2022	£836	£494	£404	£1,734
Funding to be paid August 2022	£0	£0	£0	£0

4.2. SFC have advised that the value of training not used will be rolled forward into the allocation for 2021-22. The value of training not used (£127,000) has been lost to the region for 2019-20.

## 5. FWDF Allocation 2020-21 – Phase 1

5.1. The Colleges provided reports to GCRB at 31 July 2022, which are summarised below:

<b>Flexible Workforce Fund 2020-21 – Phase 1</b>	<b>City of Glasgow College £'000</b>	<b>Glasgow Clyde College £'000</b>	<b>Glasgow Kelvin College £'000</b>	<b>Total £'000</b>
<b>Initial allocation</b>	£1,147	£811	£505	<b>£2,463</b>
<b>Value of training not used and returned to SFC</b>	(£39)	£449	£98	<b>£508</b>
<b>Revised allocation</b>	£1,186	£362	£407	<b>£1,955</b>
<b>Value of training delivered/started at 31 July 2022</b>	£1,122	£364	£407	<b>£1,893</b>
<b>Balance</b>	£64	(£2)	£0	<b>£62</b>
<b>Percentage of revised allocation delivered</b>	95%	101%	100%	<b>97%</b>
<b>Value of training contracted with start date confirmed</b>	£64	£0	£0	<b>£64</b>
<b>Funding paid at 31 July 2022</b>	£1,122	£362	£407	<b>£1,891</b>
<b>Funding to be paid August 2022</b>	£0	£0	£0	<b>£0</b>

5.2. In accordance with the latest FWDF guidance (published by SFC on 17 August 2021) activity that was not contractually agreed at the 31 July 2021 has been rolled forward into the allocation for 2021-22. The value of training not used (£508,000) has been lost to the region for 2020-21.

## 6. FWDF Allocation 2020-21 – Phase 2

6.1. The Colleges provided an update report to GCRB at 31 July 2022 and this is summarised below:

<b>Flexible Workforce Fund 2020-21 – Phase 2</b>	<b>City of Glasgow College £'000</b>	<b>Glasgow Clyde College £'000</b>	<b>Glasgow Kelvin College £'000</b>	<b>Total £'000</b>
<b>Initial allocation</b>	£193	£137	£85	<b>£415</b>
<b>Value of training delivered/started at 31 July 2022</b>	£205	£134	£85	<b>£424</b>
<b>Balance</b>	(£12)	£3	£0	<b>(£9)</b>
<b>Percentage of activity delivered</b>	106%	98%	100%	<b>102%</b>
<b>Value of training contracted with start date confirmed</b>	£14	£0	£0	<b>£14</b>
<b>Funding paid at 31 July 2022</b>	£193	£134	£85	<b>£412</b>
<b>Funding to be paid September 2022</b>	£12	£0	£0	<b>£12</b>

6.2. The volume of regional activity delivered is 2% above the initial allocation. The additional activity at City of Glasgow College will be met from the small underspend at Glasgow College and the utilisation of previous underspend retained at the regional level.

## 7. FWDF Allocation 2021-22 – Phase 1

- 7.1. On 17 August 2021, the Scottish Funding Council provided the programme guidance on the Flexible Workforce Development fund for colleges in 2021-22. The total amount allocated (phase 1) is £2.44m. This represents a small reduction (£23,000) compared to the previous year.
- 7.2. The initial allocation to each college was previously approved by GCRB. The Colleges provided an update report to GCRB at 31 July 2022 and this is summarised below:

<b>Flexible Workforce Fund 2021-22 – Phase 1</b>	<b>City of Glasgow College £'000</b>	<b>Glasgow Clyde College £'000</b>	<b>Glasgow Kelvin College £'000</b>	<b>Total £'000</b>
<b>Initial allocation</b>	£1,137	£803	£500	<b>£2,440</b>
<b>Value of training delivered/started at 31 July 2022</b>	£317	£300	£367	<b>£984</b>
<b>Balance remaining</b>	£820	£503	£133	<b>£1,456</b>
<b>Percentage of activity delivered</b>	28%	37%	73%	<b>40%</b>
<b>Value of training contractually agreed but not started at 31 July 2022</b>	£832	£0	£197	<b>£1,029</b>
<b>Value of training agreed in principal (not contracted) and not started at 31 July 2022</b>	£0	£220	£0	<b>£220</b>
<b>Funding paid at 31 July 2022</b>	£116	£172	£290	<b>£578</b>
<b>Funding to be paid August 2022</b>	£201	£128	£77	<b>£406</b>

- 7.3. It is important to note that all training (within the FWDF Phase 1 allocation for 2021-22) must be contractually agreed by 31 July 2022 and must commence by 31 August 2022.
- 7.4. From the information provided, it appears that Glasgow Clyde College may not utilise its full allocation. If that is the case, funds will be returned to the Scottish Funding Council via the year-end reconciliation process.

## 8. FWDF Allocation 2021-22 – Phase 2

- 8.1. The allocation provided to the Glasgow college region is £428,270. This represents a small increase (£13,000) compared to the previous year. At the end of April 2022, the Scottish Funding Council offered a further £100,000 of funding for Flexible Workforce Fund 2021-22 – Phase 2.
- 8.2. The Colleges provided an update report to GCRB at 31 July 2022 and this is summarised below:

<b>Flexible Workforce Fund 2021-22 – Phase 2</b>	<b>City of Glasgow College £'000</b>	<b>Glasgow Clyde College £'000</b>	<b>Glasgow Kelvin College £'000</b>	<b>Total £'000</b>
<b>Revised Allocation</b>	£246	£174	£108	<b>£528</b>
<b>Value of training delivered/started at 31 July 2022</b>	£89	£130	£98	<b>£317</b>
<b>Balance remaining</b>	£157	£44	£10	<b>£211</b>
<b>Percentage of activity delivered</b>	36%	75%	91%	<b>60%</b>
<b>Value of training contractually agreed but not started at 31 July 2022</b>	£156	£15	£10	<b>£181</b>
<b>Value of training agreed in principal (not contracted) and not started at 31 July 2022</b>	£0	£19	£0	<b>£19</b>
<b>Funding paid at 31 July 2022</b>	£47	£93	£43	<b>£183</b>
<b>Funding to be paid August 2022</b>	£42	£37	£55	<b>£134</b>

## **9. Risk and Compliance Analysis**

- 9.1.** The arrangements set out in this report, and those previously considered by the Committee, are designed to minimise risks. In particular, these actions are intended to minimise the risk that “Effective working relationships are not developed/maintained with key external stakeholders” (Risk 002).
- 9.2.** There is a risk that colleges may not be able to deliver the volume of training (and therefore drawdown funding) given the current operating limitations. As such, there is an increased risk that “Financial sustainability is jeopardised by a reduction in income and/or an increase in costs”. (Risk 006).
- 9.3.** There are no legal, or compliance, implications identified in this report.

## **10. Financial and Resource Analysis**

- 10.1.** The financial implications of the Flexible Workforce Development Fund are outlined in the report.

## **11. Equalities Implications**

- 11.1.** There are no equalities implications as a direct result of this report.

## **12. Learner Implications**

- 12.1.** The curriculum delivery, supported by these funds, provides significant support to the achievement of ambitions set out in the Glasgow Region Strategic Plan. Delivery supported by the Flexible Workforce Fund makes a significant contribution to meeting the aim of meeting Glasgow’s ambitions working with employers to deliver a range and depth of training opportunities.