

Paper for the

Social Work England Board

Sponsor

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Author

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Date

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Reviewed by

Colum Conway, Chief Executive

This paper is for

Assurance and Noting

Associated Strategic Objective

SO9: We will establish robust infrastructure, systems and processes that promote trust and confidence.

Impact: Risk Type and Appetite

Finance - Cautious

1. Summary

This paper provides an update on the following:

- Management Accounts for the period ending 31 March 2022
- Status of the year end audit

2. Action required

N/A

3. Commentary

Management Accounts

A summary set of the Management Accounts for the full year to 31 March 2022 can be found in Annex A.

Key highlights are:

- The outcome of the year for revenue expenditure, net of fee income, is £9,392k which is £89k higher than budget (a variance from budget of 1%).
- Full year fee income is £9,617k compared to the budget of £9,027k, a positive variance of £589k. The additional fee income is due to a higher number of overseas applicants than expected and additional restoration fees.
- Full year expenditure is £19,009k compared to the budget £18,330k as we use the additional fee income to increase activity within Fitness to Practise (FTP) in order to support our efforts to reduce the backlog in legacy cases. We also chose to vire underspends from other directorates to FTP.
- Full year capital expenditure is £1,893k, which is £6k lower than budget. The majority of this (£1,739k) relates to development of our case management system (Forge) and its connected infrastructure.
- Total assets net of liabilities is £7,360k with cash, prepayments, and fixed assets of £13,593k offset by liabilities of £6,233k.

Year End Audit

The audit of our annual accounts is now performed by EY, previously undertaken by Mazars. As this is their first audit of Social Work England EY have audited the first 9 months of the 2021/22 financial year and have not raised any concerns. The timetable for the full year audit is similar to that of previous years with the audit commencing on 9 May. The field work is expected to last 3 weeks with the draft audit completion report issued for the ARAC meeting in June. The lay date for the annual report and accounts is between 12 and 14 July.

4. Conclusions and/or Recommendations

N/A

5. Annexes

ANNEX A MANAGEMENT ACCOUNTS AS AT 31 MARCH 2022

INCOME AND EXPENDITURE STATEMENT

Directorates	Full Year Actual	Full Year Budget	Variance	% Variance
Fee Income	(9,617,183)	(9,027,226)	589,957	(6.5%)
Executive Leadership Team				
Wages & Salaries	603,889	623,975	20,085	
Support	14,992	2,791	(12,201)	
Total	618,881	626,765	7,884	1.3%
People & Business Support				
Wages & Salaries	2,108,902	2,364,653	255,751	
Seconded & Agency Staff	(5,558)	0	5,558	
Support	2,506,296	2,701,119	194,823	
Total	4,609,640	5,065,772	456,132	9.0%
Fitness to Practise				
Wages & Salaries	3,443,194	3,681,492	238,298	
Support	6,759,195	5,027,652	(1,731,543)	
Total	10,202,389	8,709,144	(1,493,246)	(17.1%)
Registration, EQA and Legal				
Wages & Salaries	1,575,535	1,641,723	66,188	
Seconded & Agency Staff	35,779	0	(35,779)	
Support	326,964	618,356	291,393	
Total	1,938,278	2,260,080	321,802	51.2%
Strategy, Policy & Engagement				
Wages & Salaries	1,334,503	1,316,895	(17,608)	
Seconded & Agency Staff	110,085	106,000	(4,085)	
Support	196,155	246,047	49,892	
Total	1,640,743	1,668,942	28,199	1.7%
Total Expenditure	19,009,931	18,330,703	(679,228)	(3.7%)
Net Revenue Expenditure	9,392,748	9,303,477	(89,271)	(1.0%)
Depreciation	562,520	716,078	153,558	
Net Expenditure inc Depreciation	9,955,268	10,019,555	64,288	
Capital Expenditure	1,893,302	1,900,000	6,698	
Total	11,848,570	11,919,555	70,985	

BALANCE SHEET

	£	£	£
	Cost	Depreciation	Balance
Fixed Assets			
Buildings	1,264,299	(774,025)	490,274
IT Equipment	809,960	(658,597)	293,993
Fixtures & Fittings	318,851	(318,851)	-
Forge System (WIP)	5,605,252	-	5,605,252
	7,998,362	(1,751,473)	6,942,958
Current Assets			
Prepayments			609,032
Bank			6,041,660
			6,650,692
Current Liabilities			
Accruals			(5,529,564)
Payables			(518,042)
			(6,047,606)
Non-Current Liabilities			
Other Payables			(185,757)
TOTAL ASSETS AND LIABILITIES			7,360,287
TAXPAYERS EQUITY			(7,360,287)