

SFC's allocation method is similar to last year and is based on a c.58%/42% split of high priority backlog/lifecycle maintenance costs. This enables SFC to continue making a contribution to both the sector's backlog and lifecycle needs. This continues to represent the most transparent and best value methodology for allocating the available capital funds.

Therefore, SFC have allocated the £31.2 million in these proportions, resulting in a total of £18.2 million based on high priority backlog maintenance and £13.0 million based on share of the sector's overall volume of activity (credit). For UHI, the allocation is £855,822 for lifecycle maintenance and £1,786,817 for back-log maintenance and further details of the allocation is shown in table 3 below and in appendix 2 of the report.

Although SMO do not receive any lifecycle FE Capital grant from SFC, they have been allocated £344,990 of high priority backlog maintenance for 2022-23.

Table 3 – 2022/23 Final FE Capital Allocations

| Academic Partner | 2021/22 FE Lifecycle Maint Allocation £ | 2021/22 FE Backlog Maint Allocation £ | 2021/22 FE Total Allocation £ | 2022/23 FE Lifecycle Maint Allocation £ | 2022/23 FE Backlog Maint Allocation | 2022/23 FE Total Allocation £ |
|------------------|--|--|----------------------------------|--|-------------------------------------|----------------------------------|
| Inverness | 101,385 | 7,534 | 108,919 | 108,164 | 8,018 | 116,182 |
| Lews Castle | 85,585 | 110,810 | 196,395 | 89,491 | 117,926 | 207,417 |
| Moray | 94,608 | 475,325 | 569,933 | 100,210 | 505,848 | 606,058 |
| North Highland | 90,269 | 348,007 | 438,276 | 95,109 | 370,354 | 465,463 |
| Perth | 97,859 | 597,203 | 695,062 | 102,457 | 635,552 | 738,009 |
| Orkney | 84,415 | 12,360 | 96,775 | 88,721 | 13,153 | 101,874 |
| Shetland | 84,889 | 69,862 | 154,751 | 89,303 | 74,348 | 163,650 |
| West Highland | 86,578 | 31,537 | 118,115 | 91,234 | 33,562 | 124,796 |
| Argyll | 86,412 | 26,363 | 112,775 | 91,134 | 28,056 | 119,189 |
| | | | | | | |
| | | | | | | |
| Total | 812,000 | 1,679,000 | 2,491,000 | 855,822 | 1,786,817 | 2,642,639 |

For lifecycle maintenance, there is a base allocation of £86,000, with the remaining grant allocated on the basis of pro rata of FE credit target for 2021/22.

For the back-log maintenance allocation, the grant has been allocated on a pro rata basis of the high priority condition survey totals, which are shown in the appendix.