

Period 11 2016/17

OneSource Newham non-shared Financial Position at Summary Level

SERVICE	REVISED CONTROLLABLE BUDGET	YTD ACTUALS	YTD ENCUMBRANCES	ACTUALS + ENCUMBRANCE S	FY PROJECTED OUTTURN	FY PROJECTED OUTTURN VARIANCE	REASON FOR FY PROJECTED OUTTURN VARIANCE
	NET						
Finance oneSource (oneSource MD, External Audit, Unallocated Overheads)	193,200	564,775	0	564,775	226,200	33,000	Minor variance.
Exchequer & Transactional Services (Housing Benefits, Pensions)	10,280,423	100,303,745	61,133	100,364,878	8,713,163	(1,567,260)	P11 forecasted underspend is largely due to benefits subsidy where the shortfall on grant income vs expenditure is more than offset by the invoices/income raised to collect overpayments. There is also an underspend on the debt collection team due to delays in recruitment.
Legal & Governance (Members costs and Borough Elections)	0	797,847	37,564	835,411	25,000	25,000	Minor variance.
ICT Services (1Oracle implementation, Verto/PMO team, 1Oracle licence and hosting)	1,252,750	2,956,795	110,858	3,067,653	1,509,739	256,989	Forecast assumes capitalisation of 1Oracle spend before year end and funding of Oracle Cloud costs. Pressure relates to 1Oracle project overspend.
Asset Management Services (Commercial property, facilities management and schools)	(6,538,300)	7,127,403	17,685,141	24,812,543	(5,125,715)	1,412,585	Forecasted pressure at P11 £1.4m due to shortfall on lettings income (Stratford Town Hall, Dockside and East Ham Town Hall), savings target pressures due to non-sharing (Education Capital and Technical Services) and overspent repairs and maintenance budgets. Current forecast assumes capitalisation of leisure centre works, Stratford town hall H&S works and a year end rent review accrual. Moratorium on all non-essential spend has been put in place for remainder of 16/17.
Strategic & Operational HR (Union costs, Occupational Health, Training)	686,600	703,055	327,603	1,030,657	785,600	99,000	Forecasted overspend due to pressure on TU budget as a consequence of consultation on T&C and delay in implementation of review of TU facilities pending the T&C review.
TOTAL	5,874,673	112,453,619	18,222,299	130,675,918	6,133,987	259,314	Pressures within Asset Management relating to previously shared savings targets, lettings income and repairs and maintenance offset in part by forecasted surplus relating to Housing Benefit subsidy overpayment recovery. This is a volatile area; small movements in activity can cause large changes in forecasts therefore it will continue to be closely monitored.

NOTES

The non-shared position has been included for information. The budgets and spend are not part of the cost sharing arrangement, however, they are managed by oneSource.

The budget figures above include controllable budgets only.