

OneSource Newham non-shared Financial Position at Summary Level

REVISED CONTROLLABLE BUDGET							REASON FOR FY PROJECTED OUTTURN VARIANCE
SERVICE	NET	YTD ACTUALS	YTD ENCUMBRANCES	ACTUALS + ENCUMBRANCE S	FY PROJECTED OUTTURN	FY PROJECTED OUTTURN VARIANCE	
Finance oneSource (oneSource MD, External Audit, Unallocated Overheads)	568,200	346,062	229,808	575,870	569,024	824	The Period 6 Asset Management forecasted overspend is £4.5m which is an increase £200k from Period 5. This is due to: - An £800k improvement in the forecasted recharge to capital within the Technical Services area; - This has been offset by a £1m increase in business rates within Facilities Management area of which £800k relates to Dockside's west wing (£500k one-off backdated amount and £200k ongoing). Much of the remaining £4.5m projected overspend relates to unachievable income targets. Work continues to try and increase rental incomes at Dockside and within the wider commercial property portfolio however there will be a lead in time to this activity.
Exchequer & Transactional Services (Child Care Vouchers, Pensions, court fees, BIDS)	(411,300)	689,183	308,050	997,233	(417,683)	(6,383)	
Legal & Governance (Borough Elections)	0	564,020	(27)	563,993	0	0	
ICT Services (Verto/PMO team, 1Oralce licence and hosting)	787,050	520,912	(139,944)	380,968	787,000	(50)	
Asset Management Services (Commercial property, facilities management and schools)	(1,319,823)	12,801,345	2,722,779	15,524,123	3,203,999	4,523,822	
Strategic & Operational HR (Union costs, Occupational Health, Training)	664,400	276,236	(57,384)	218,852	696,512	32,112	
TOTAL	288,527	15,197,757	3,063,282	18,261,039	4,838,852	0	4,550,325

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.

The bulk of the Newham non-shared overspend relates to Asset Management. This pressure reflects a combination of shortfalls against income targets relating to lettings income and pressures on premises budgets, particularly in relation to business rates. Priority repairs and maintenance works have been delayed in order to try and contain the forecasted pressure as much as possible, however, there is a risk that this action in itself might have cost ramification in later years.