

Appendix B: Newham non-shared Peri

	FY REVISED BUDGET	YTD ACTUALS	FY FORECAST	FY FORECAST VARIANCE	REASON FOR FY FORECAST VARIANCE
oneSource - Non Shared	5,792,197	9,481,721	5,964,442	172,245	As at period 5 the oneSource non-shared forecast is £172k overspend. This is an improvement of £487k compared to the period 4 forecast of £661k. The improvement is due to a reduction in forecasted apprentice costs of £200k in light of vacancies within this area; a recruitment drive will mean this budget is due to be fully spent as of 20/21. The remainder of the reduction in projected overspend is within Asset Management where a reprioritisation of corporate landlord compliance works has been carried out with a view to reducing the projected in year overspend by £500k and a reduction in carbon reduction payment costs of £97k. This improvement in forecasted overspend has been offset in part by an increase in the projected one-off litigation costs associated with Stratford Workshops of £161k and some increases in projected business rates costs associated with vacant premises.
Finance	568,200	311,967	644,700	76,500	The period 5 forecasted pressure of £76,500 relates to a shortfall on the pension deficit funding budget as compared to costs. The costs have increased beyond budget due to a number of bodies being externalised assuming fully funded pension costs. Work is being done to try and recover these costs where possible and any progress will be reflected in the forecast as and when it happens.
Human Resources	678,500	147,067	492,900	(185,600)	The period 5 forecasted underspend of £185,600 is made up of a forecasted pressure of £90k in relation to trade union costs and underspends of £74k and £202k in relation to the occupational health contract and apprenticeship budgets respectively. The occupational health contract is in the process of being retendered and so updated costs for this will be available by the end of the year. The underspend on the apprentice budget is due to trainee vacancies, however, a recruitment drive in the new year will see this budget being fully spend from 20/21 onwards.
Legal & Democratic	682,900	478,132	713,300	30,400	
Asset Management	3,372,997	7,243,470	3,623,942	250,945	As at period 5, Asset Management are forecasting a pressure of £251K. There has been a favourable movement of (£287K) from the period 4 variance due to a forecast underspend within Corporate Landlord of (£500K). Whilst condition surveys are due to be carried out this year, the remedial works are likely to slip into 2020/21. The CRC (carbon reduction commitment) payment due for 18/19 is also lower than anticipated, due to reduced carbon emissions and therefore the service are forecasting a further underspend of (£97K). These underspends have been offset in part from increased costs, including Stratford Workshop litigation fees of £161K, total cost of which is now £270K including the use of the legal provision created at the end of 2018/19. There has also been an increase in business rates, £160K, in relation to vacant properties due to an increase in the number of voids, particularly community centres. The Staircase Ruling affecting Dockside Business rates is still pending reversal and is due to be backdated, however timing of this is still unknown. The pressure remains at £530K.
LBN Transactional Services	(398,400)	610,516	(398,400)		
ICT Services	888,000	690,569	888,000		