

ANNEX 2

REVENUE BUDGET VARIANCES	Variance £'000
<u>Director of Resources</u>	
Minor staffing underspend on Directors budget	(-) 2.0
Clawback of VF repayment budgets of £201k for SX3 and £50k Procurement.	(-) 251.0
Director of Resources total	(-) 253.0
<u>Public Services</u>	
<u>Local Taxation management</u>	(+) 8.0
Minor staffing overspend on additional allowances (+£8k)	
<u>Revenues and Benefits Service</u>	(-) 16.0
Court costs income currently over-achieving for both NNDR and Council Tax and, if this continues at the same rate for a full year, would result in surplus income (-£88k). A saving was included as part of 2007/08 budget round is subject to a restructure of Revenues and Benefits area. It has not been delivered because of delays in 'EASY@york' work in the benefits service.(+£50k); Underspend due to NNDR staffing vacancies (-£40k) offset by costs of employing a temps. Assuming Overspend on Benefits Assesments staffing which relates to LPSA work and the Workload Peaks budget (+£17k). Customer Relations Improvements - part funded by Cexecs dept with matched funding to come from Resources budgets (+£9.5k).	
<u>Housing & Council Tax Benefits Subsidy</u>	(-) 41.0
Housing Benefits is currently predicted to underspend by £41k. This is mainly due to the anticipated level of 40% subsidy for LA error overpayments. A concerted effort is required to address the level of overpayment errors created by the Authority to achieve an even greater return of subsidy.	
<u>Systems Support / Business Support Groups</u>	(-) 24.0
Underspend due to staff vacancies in the Systems Support team (-£26k);Business Support Group minor underspend re staff advertising (-£1k),Overspend an annual maintenance for Anite system (+£3k)	
<u>York Customer Centre</u>	(+) 44.0
Projected staffing overspend within the YCC (+£44k). Work is ongoing to ensure that budgets are transferred from the service areas at the appropriate time and that this newly created budget is fully reviewed during the next two months. Any changes will be reflected in the second monitor.	
<u>Registrar</u>	(+) 25.0
Overspend re staffing costs (+£8k);additional costs re advertising and postages (+£4k): shortfall in Statutory Fees income (+£28k) offset by over-achievement of income on Outside Marriages and Other licences (-£15k)	
<u>Cashiers</u>	(-) 8.0
Underspends on Overtime (-£0.6k); no expenditure due on uniforms this year (-£2.5k);reduction in bank charges due to lower volumes of coin and transaction handling (-£5k).	
Public Services Total	(-) 12.0

Audit & Risk Management

<u>Insurance team</u>	(+) 5.0
Staffing costs pressure anticipated (+ £9k) offset by additional income (-£4k)	
<u>Internal Audit</u>	(+) 4.0
Underspend on staff vacancies (-£40k) offset by expenditure on temporary staff (+£40k): Overspend on training course fees (+£0.7k): Overspend on subscriptions (+£3k)	
One off costs for setting up the new shared Audit service	(+) 10.0
<u>Fraud & Financial Investigations</u>	(+) 20.0
Overspend on training course fees (+£2.8k): Overspend on travel costs (+£6k): Legal fees pressure (+£11k);	
<u>Procurement Team</u>	
It is also unlikely that the Yorkshire Purchasing Organisation (YPO) income will be achieved this year. This will result in a £40k shortfall in the Resources budget. This issue is the subject of a separate report to Members.	(+) 40.0
The additional costs of consultancy work which is for pump priming work and supporting procurement projects across the council (£+68k) is substantially recovered from service departments and vacancies within the team (-£61k). Other small variances totalling +£1.5k.	(+) 9.0
<u>District Audit</u>	(+) 4.0
Potential for minor overspend at year end	
<u>Minor Variances</u>	(-) 6.0
Underspend forecast for Data Protection training budget (-£6k) offset by expenditure on Computer Software for which there is no budget (+£2k): Underspend on Professional Training budget staffing (-£2k).	
Audit & Risk Management Total	(+) 86.0

Information Technology & Telecommunications

SLIPPED/DEFERRED PROJECTS

<u>Social Care System replacement programme</u>	(-) 78.0
Project delayed due to the complexity of the programme in both technical & commercial terms	
<u>FMS Replacement project</u>	(-) 174.0
Latest FMS Project board prediction anticipates go live date during 2008	
<u>Asset Management System</u>	(-) 10.0
Final acceptance linked to FMS project . Due 2008/09	
<u>Local Area Network/Wide Area Network</u>	(+) 50.0
Budget pressure for scheme continued from previous year in relation to consultancy services which will aid the tender procurement activities across the Council. To be funded from other underspends within the directorate	

PROJECTS DELIVERED UNDER BUDGET

<u>HR & Payroll System</u>	(-) 32.0
System costs now fully paid.	
<u>DLO CMS Replacement and Work Scheduling</u>	(-) 4.0
Project completed under budget	
<u>Council Performance Management System</u>	(-) 8.0
Project completed under budget	
<u>Electronic Links to the Inland Revenue</u>	(-) 4.0
Project completed under budget	
<u>Registration Software</u>	(-) 2.0
Project completed under budget	
<u>Web Authoring</u>	(-) 1.0
Project completed under budget	
<u>4 Museum Street Printing facilities</u>	(-) 9.0
Printing now moved to Central Print Unit - Guildhall. Asset replacement savings realised on hardware maintenance	
<u>Lease Buy Outs</u>	(-) 12.0
A one off surplus of funds has been generated from robust negotiations regarding lease buyout charges. This has resulted in costs that are lower than planned in 2007/08	
<u>General Income</u>	(-) 15.0
Services undertaken outside of the SLA which has resulted in non budgeted income	

PROJECT CANCELLATIONS

<u>Homecare Monitoring System</u>	(-) 12.0
The original business case is no longer applicable	
<u>Tenants Choice</u>	(-) 3.0
Project terminated by the business	
<u>Further Education Awards</u>	(-) 6.0
System no longer required to support the business area	
<u>Looked After Children Computer System (LACCS) and Children's Assessment Framework (CAF)</u>	(-) 8.0
LACCS no longer in use awaiting business decision on CAF replacement	

MINOR VARIANCES

<u>SX3 Project</u>	(+) 6.0
Fluctuations in interest rate charges over the life of this venture funded project have resulted in an overspend in year	

Information Technology & Telecommunications total (-) 322.0

<u>Property services</u>	
<u>Asset & Property Management</u>	
Employees	(-) 2.0
Minor underspend on staffing	
Supplies & Services	(-) 2.0
Underspend on photocopying	
Income	(+) 59.0
Underachievement of income £16k rating revaluation,£46k recharge to HRA. Offset by £3k overrecovery of fees & charges	
<u>Facilities Management</u>	
Staffing Variances	(+) 11.0
Overspend due to use of agency staff funded by increased income through framework arrangement	
Supplies & Services	(-) 4.0
Underspends on photocopying and subscriptions	
Income	(-) 7.0
Additional recharge income above service level agreements	
<u>Strategic Business & Design</u>	
Staffing Variances	(+) 58.0
Overspend due to use of agency staff funded by increased income through framework arrangement	
Supplies & Services	(-) 9.0
Underspends on photocopying, mobile communications and subscriptions	
Income	(-) 48.0
Additional income on capital programme.	
<u>Administration Accommodation.</u>	
Premises	(+) 54.0
£19k overspend on maintenance contracts and £35k on rents. Rents overspend due to saving not achieved.	
<u>Commercial Property Portfolio.</u>	
Premises	(+) 45.0
Misc Props +£23k r&m (including £15k reroof at East Lodge), +£22k r&m reroofing at Shambles.	
Supplies & Services	(-) 27.0
-£24.0k underspend on Venture Fund repayments. -£3.0k underspend on facilities hire at Parkside.	
Support Service Recharges	(+) 2.0
Additional FM fees re roof repairs at Shambles	
Income	(-) 15.0
Additional rental income -£40k at Gillygate, Misc Props and Farms offset by reduced rent and service charges at Parkside, Kings Court and Coppergate +£25k	
Property Services Total	(+) 115.0

Financial Services

FMS Project (-) 121.0

Anticipated project slippage into 2008. It is anticipated that this will be a year end carry forward bid.

Accountancy (-) 7.0

Staffing underspend due to vacant post (-£10k) offset by overspend on 'additional allowances' paid to staff (+£3k)

Debtors (+) 11.0

Overspend re additional staff costs due to cover during long term absence (+£5k), overspend re purchase of pressure seal envelopes (+£3.5k), overspend re LAMAS annual subscription (+£5.7k) partly offset by underspend on Consultancy budget (-£3.7k)

Creditors (-) 2.0

Minor underspend on Supplies & Services area

Financial Services total (-) 119.0

DIRECTORATE NET TOTAL (-) 505.0
