

Appendix 1: 2022/23 Key Variances - Month 6

DIRECTORATE/DIVISION	VARIANCE TYPE	DESCRIPTION	OVER/(UNDER)SPEND M6 2022/23 £m
ADULT SOCIAL SERVICES			
Integrated Community Services	Overspend	Service Users from Hospital Discharge Schemes in previous financial years	1.128
Integrated Community Services	Overspend	Service Users entering through Hospital Discharge Schemes in 2022-23	0.253
Integrated Community Services	Overspend	Demand over Demographic Growth to date	0.453
Integrated Community Services	Overspend	Demand over Demographic Growth forecast for the rest of the year	0.351
Integrated Community Services	Overspend	Late Authorisations of Care Packages relating to 2021-22	1.545
Integrated Community Services	Income	Additional Client Contributions	(0.300)
Integrated Community Services	Income	Direct Payments Surplus	(0.500)
In House Provider Services	Saving Delay	In House Saving Delay	0.519
Adult Social Care	Overspend	Senior Leadership Team Staffing	0.385
Strategic Commissioning	Overspend	Delay to Opening of Beaumont Rise	0.296
Total Adult Social Services			4.130
CHIEF EXECUTIVE			
Communications	Overspend	Unfunded costs relating to mandatory project relating to accessible documents	0.070
Communications	Overspend	Net overspend on employee and supplies / services costs	0.019
Communications	Overspend	Overspend on print costs on Islington Now	0.004
Print Services	Overspend	Net overspend on additional paper / print costs and employee costs	0.010
Total Chief Executive			0.103
CHILDREN'S SERVICES			
Early Intervention and Prevention	Timing issue	Commitments in Early Help against the multi-year budget provision. Income recognised in full in previous year's, therefore this is a timing issue.	0.173
Early Intervention and Prevention	Loss of income	Potential loss of income from paid for childcare provision post Covid-19 due to reduced demand	0.250
Early Intervention and Prevention	Income	Use of Holiday Activities and Food funding to meet eligible costs of Lunch Bunch	(0.100)
Early Intervention and Prevention	Income	Shortfall in funding for the young black men and mental health project	0.140
Learning and Culture	Overspend	Structural shortfall in the budget for Cardfields and Schools HR	0.135
Learning and Culture	Overspend	Increased demand for SEND transport and personal transport budgets	0.163
Learning and Culture	Underspend	Reduced demand for universal free school meals	(0.075)
Learning and Culture	Loss of income	Cut in School Improvement Monitoring and Brokering grant that cannot be mitigated in-year	0.045
Safeguarding and Family Support	Overspend	Forecast pressure against the Children's Social Care placements budget due to increased demand	2.511
Safeguarding and Family Support	Overspend	Estimated pressure against the budget for care proceedings due to a sustained increase in activity levels in the last 2 financial years that does yet appear to be reducing	0.250
Safeguarding and Family Support	Overspend	Estimated SEND transport related cost pressure in relation looked after children in out of borough provision	0.100
Young Islington	Overspend	Forecast cost in relation to underwriting income losses while income levels continue to recover at Lift and Rosebowl	0.271
Young Islington	Overspend	Cost pressure from bring youth provision at Platform back in-house	0.234
Young Islington	Overspend	Estimated overspend against the budget for secure remand	0.100
Young Islington	Loss of income	In -year cut in Youth Justice Board Remand grant funding	0.057
Total Children's Services			4.254
COMMUNITY WEALTH BUILDING			
Corporate Landlord	Overspend	Increased energy costs on contract	1.690
Corporate Landlord	Income	Commercial Property Income shortfall	0.922
Total CWB			2.612
ENVIRONMENT			
Business Performance & Improvement	Underspend	Net underspend within the division	(0.057)
Street Lighting	Overspend	Increased energy costs on PFI contract	0.639
Leisure	Overspend	Energy risk share for leisure centres	0.576
Greenspace	Overspend	Vacancy Factor pressure within the Grounds Maintenance Service	0.168
Tree Service	Overspend	Net overspend forecast within the service	0.050
Parking	Loss of Income	Lower levels of pay and display income	1.500
Parking	Additional Income	Higher levels of suspension income	(1.500)
Commercial Waste	Loss of Income	Reduced volume of activity	0.802
Commercial Waste	Saving	Reduction in levy due to reduced tonnages	(0.393)
Street Services Operations	Overspend	Additional staff costs as a result of the two extra bank holidays this year	0.090
Street Services Operations	Overspend	Net employee / supplies & services overspend forecast throughout the rest of the division	0.035
ASB Team	Overspend	Additional costs for EC1N database	0.043
Total Environment			1.953
Fairer Together			
We Are Islington	Cost Pressure	Cost of COVID-19 response 'We Are Islington', wound down in Q2. Additional overtime/salary related expenditure incurred due to extra support and assistance provided to vulnerable, isolating and communities	0.040
Resident Experience	Cost Pressure	Staffing overspend across Resident Experience due to vacancy factor saving, nature of service	0.064
Resident Experience	Cost Pressure	Cost of three temporary full time Customer Service agents to support the Council's Cost of Living Campaign	0.055
Resident Experience	Cost Pressure	Overtime for Chief Executive and Ombudsman Complaints, in order to ensure an orderly handling of complaints so Ombudsman action is avoided	0.021
Resident Experience	Loss of income	Unmet income targets within the emergency 24/7 service	0.013
Total Fairer Together			0.193
HOMES & NEIGHBOURHOODS			
Housing Needs	Underspend	Temporary Accommodation: Nightly Booked/PSL	(0.519)
Housing Needs	Overspend	Bad Debt/Arrears: Case numbers in TA are rising and due to the impact of cost of living, other priorities will conflict with TA rent, resulting in increased arrears.	0.181
Housing Needs	Overspend	Islington Lettings - Charges for voids and uncollected rent.	0.174
Housing Needs	Overspend	Other Housing Needs	0.060
Total H&N			(0.104)
PUBLIC HEALTH			
Other Public Health	Overspend	Other Public Health overspend including one-off project costs.	0.195
NHS Health Checks	Underspend	Activity numbers continue to be low in 22/23. Figures are based on last years data.	(0.042)
Public Health	Underspend	Underspend from remaining divisions.	(0.090)
Smoking & Tobacco	Underspend	Activity numbers to be low in 22/23	(0.064)
Total Public Health			(0.000)
RESOURCES DIRECTORATE			
Nil to report			0.000
Total Resources			0.000
Directorates Total			13.141
CORPORATE			
Pay Award	Cost Pressure	Pay Award (Latest Offer)	5.779
Levies	Underspend	Forecast underspend on corporate levies budget	(0.566)
Total Corporate			5.213
GROSS GENERAL FUND			
Less: Corporate Energy Provision			(1.400)
Less: Corporate Energy and Inflation Reserve			(5.509)
Less: Social Care Reserve			(3.783)
General Contingency			(5.000)
NET GENERAL FUND			2.662

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DIRECTORATE/DIVISION	VARIANCE TYPE	DESCRIPTION	OVER/(UNDER)SPEND M6 2022/23 £m
HOUSING REVENUE ACCOUNT			
Finance	Additional Income	Favourable rent and service charges income projections	(0.648)
Finance	Underspend	PFI 2 mobilisation costs lower than anticipated	(0.450)
Finance	Underspend	costs	(0.400)
Finance	Underspend	HRA pension deficit contributions	(1.600)
Finance	Underspend	Reduced capital financing costs resulting from a reduction in borrowing	(1.099)
Finance	Loss of income	Reduction in interest receivable on HRA reserve balances	0.716
Finance	Overspend	Technical overspend resulting from an anticipated increase in depreciation charges	3.487
Homes and Communities	Overspend	Increasing energy costs for landlord supplies and community centres (not recoverable from tenants and leaseholders) & Communal electricity and gas costs	4.546
Total Housing Revenue Account			4.552