

**Appendix 1: Key Variances - Quarter 2**

GENERAL FUND DIRECTORATE/ DIVISION	VARIANCE TYPE	DESCRIPTION	Overspend/ (Underspend) Quarter 2 £m
<b>ADULT SOCIAL CARE</b>			
Operations Team	Overspend	Historic unavailability of Care Home Beds	0.739
<b>Total Adult Social Care</b>			<b>0.739</b>
<b>CHIEF EXECUTIVE</b>			
Chief Executive Office	Overspend	Subscriptions overspend (Central London Forward).	0.010
<b>Total Chief Executive</b>			<b>0.010</b>
<b>CHILDREN AND YOUNG PEOPLE</b>			
Schools' Traded Services	Income shortfall	Income Shortfall from Schools due to reduced Schools Traded Services	0.421
Early Years Children's Centres	Underspend	Underspend on staffing budgets and increased parental income above budgeted figures	(0.318)
Youth Services	Underspend	Universal Youth Services contract costs	(0.132)
Various other	Overspend	Forecast net overspend against other directorate budgets	0.029
<b>Total Children and Young People</b>			<b>0.000</b>
<b>COMMUNITY WEALTH BUILDING</b>			
New Homes & Corporate Landlord	Income shortfall	Net shortfall in commercial income	1.180
New Homes & Corporate Landlord	Savings delay	Delay to delivery of Future Work savings	1.145
New Homes & Corporate Landlord	Overspend	Staffing to deliver the capital programme - Costs which cannot be capitalised	0.347
New Homes & Corporate Landlord	Overspend	Essential catch-up stock condition and RACC surveys	0.410
New Homes & Corporate Landlord	Overspend	Backdated service charges at N4 Library in relation to previous years	0.302
Planning & Development	Income shortfall	Planning income pressure	0.396
<b>Total Community Wealth Building</b>			<b>3.780</b>
<b>Communities, Strategy and Change</b>			
Resident Experience	Overspend	Unachieved Contact Centre Consolidation Saving due to consolidation being reconfigures and delayed	0.241
Resident Experience	Overspend	Agency and Overtime costs to address increase in stage 2 escalations and ombudsman cases	0.122
Resident Experience	Overspend	Temporary Staff to assist with an influx of Resident Calls	0.071
Libraries	Overspend	Unmet vacancy factor savings due to full establishment	0.090
Libraries	Overspend	Sunday opening hours at Central Library	0.045
Departmental	Overspend	Senior Management Overspends	0.079
Departmental	Overspend	Unmet vacancy factor savings due to full establishment	0.058
<b>Total Communities, Strategy &amp; Change</b>			<b>0.706</b>
<b>ENVIRONMENT &amp; CLIMATE CHANGE</b>			
Business Performance & Improvement	Overspend	Vacancy factor and agency spend in Corporate Graphical Information System Team	0.085
Climate Change & Transport	Overspend	Staffing to deliver the capital programme - costs which cannot be capitalised	0.110
Climate Change & Transport	Overspend	Clear Channel advertising income shortfall, other minor variances	0.183
Climate Change & Transport	Underspend	Net additional income throughout the division	(0.121)
Directorate	Underspend	Vacant Corporate Director (note assumes post is vacant for full 12 months)	(0.184)
Greenspace	Overspend	Grounds Maintenance vacancy factor, other minor variances.	0.101
Leisure	Overspend	Sobell Leisure Centre rent loss (partial closure of facilities until Spring 2025) plus other minor variances	0.515
Parking Income	Overspend	Net shortfall in parking income streams mainly due to permit and voucher income and Paid for Parking income offset by PCN income	0.798
Parking Expenditure	Overspend	General expenses and Traffic Enforcement Centres fees offset by underspend on salaries	0.761
Street Operational Services	Overspend	Shortfall in income (enforcement, container rentals) and anticipated winter maintenance pressure offset by new green garden waste income and net commercial waste income	0.926
Street Operational Services (Recharges)	Underspend	Admin fees for processing recharges for vehicle hire, fuel, maintenance and other costs.	(0.132)
<b>Total Environment &amp; Climate Change</b>			<b>3.042</b>
<b>HOMES &amp; NEIGHBOURHOODS</b>			
CSSR	Overspend	Community Safety, ASB and Compliance, Private Housing and Commercial Services (Trading Standards, Licensing) - under-recovering on income, staff cost pressures	(0.065)
Civic Services	Cost Pressure	Cemeteries, Registrars and Mortuaries - overspend due to staffing cost pressures and renewed contract for Mortuaries.	0.054
Housing	Overspend	Temporary Accommodation: Nightly Booked/Private Sector Leases	5.356
Housing	Overspend	Bad Debt Provision	0.294
Housing	Overspend	Other Housing Needs	0.068
<b>Total H&amp;N</b>			<b>5.707</b>
<b>PUBLIC HEALTH</b>			
Public Health	Overspend	Overspend on remaining Public Health divisions	0.028
Sexual Health	Overspend	Increase in activity related to Sexual Health E-Service and in-clinic services.	0.093
Smoking & Tobacco	Underspend	Low activity numbers for stop smoking services	(0.046)
Substance Misuse	Underspend	Low activity numbers for Local Commissioned Services	(0.075)
<b>Total Public Health</b>			<b>(0.000)</b>
<b>RESOURCES DIRECTORATE</b>			
Finance and Human Resources	Overspend	Net staffing pressure across Finance and Human Resources	0.096
Law and Governance	Overspend	Use of locum staff whilst the legal services re-structure is being undertaken	0.200

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<b>GENERAL FUND DIRECTORATE/ DIVISION</b>	<b>VARIANCE TYPE</b>	<b>DESCRIPTION</b>	<b>Overspend/ (Underspend) Quarter 2 £m</b>
Digital Services	Overspend	Underspend due to contract efficiencies in digital services	(0.237)
<b>Total Resources</b>			<b>0.058</b>
<b>Directorates Total</b>			<b>14.042</b>
<b>CORPORATE</b>			
Pay Award & Demography	Overspend	Overspend on Pay Award based on high level estimate of agreed offer	0.799
Levies	Underspend	Rebate for Concessionary Fares due to frozen TFL fares for 2024/25 and other minor underspend on levies	(0.423)
Levies	Overspend	Coroner's Court 2023/24 overspend against estimates	0.058
Other	Underspend	Tree planting programme budget to be capitalised leaving £1.055m unused revenue budget	(1.055)
Capital Financing	Additional Income	Additional interest receivable due to high interest rates	(2.250)
Capital Financing	Underspend	Underspend for interest payable due to reduced capital expenditure being financed through the general fund	(4.279)
Capital Financing	Overspend	Pressure in relation to internal interest charges with the HRA	0.553
Capital Financing	Underspend	Underspend on Minimum Revenue Provision	(0.295)
Other	Undelivered Saving	Undelivered Voluntary Redundancy Scheme saving	0.269
Other	Overspend	Other minor corporate variances	0.031
Other	Overspend	Apprenticeship Levy overspend	0.153
Other	Overspend	Audit fees 9.5% increase for 2024/25	0.067
Other	Overspend	Energy Costs overspend	0.713
<b>Total Corporate</b>			<b>(5.660)</b>
<b>GROSS GENERAL FUND</b>			<b>8.382</b>
Below the Line Adjustment		<i>Less: Inflation, Energy, and Demand Contingencies</i>	(3.596)
Below the Line Adjustment		<i>Less: Contingency budget provision for the revenue impact of capital projects</i>	(0.457)
<b>NET GENERAL FUND</b>			<b>4.329</b>

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	VARIANCE TYPE	DESCRIPTION	Overspend/ (Underspend) Quarter 2 £m
<b>HOUSING REVENUE ACCOUNT</b>			
Tenants Rents & Service Charges	Income Shortfall	Income compared to Budget on Rents and Service Charge Income	(2.751)
Special Services	Overspend	Staffing and Agency Spend	(0.407)
Repairs & Maintenance	Overspend	Costs linked to responding to damp and mould issues	2.500
Repairs & Maintenance	Overspend	Material prices and increased contractor costs	1.322
Rents, Rates, Taxes and Other Charges	Overspend	Council tax on longer term void properties	0.300
General Management	Overspend	Disrepair Claims	3.235
General Management	Overspend	Temporary Accommodation	0.666
General Management	Overspend	Staffing and Agency Spend	1.371
Capital Financing Costs	Underspend	Interest Payable Underspend due to lower than forecast interest rates	(1.800)
Contingency	Overspend	Staffing pay award offer is higher than budgeted	1.039
<b>Total Housing Revenue Account</b>			<b>5.475</b>