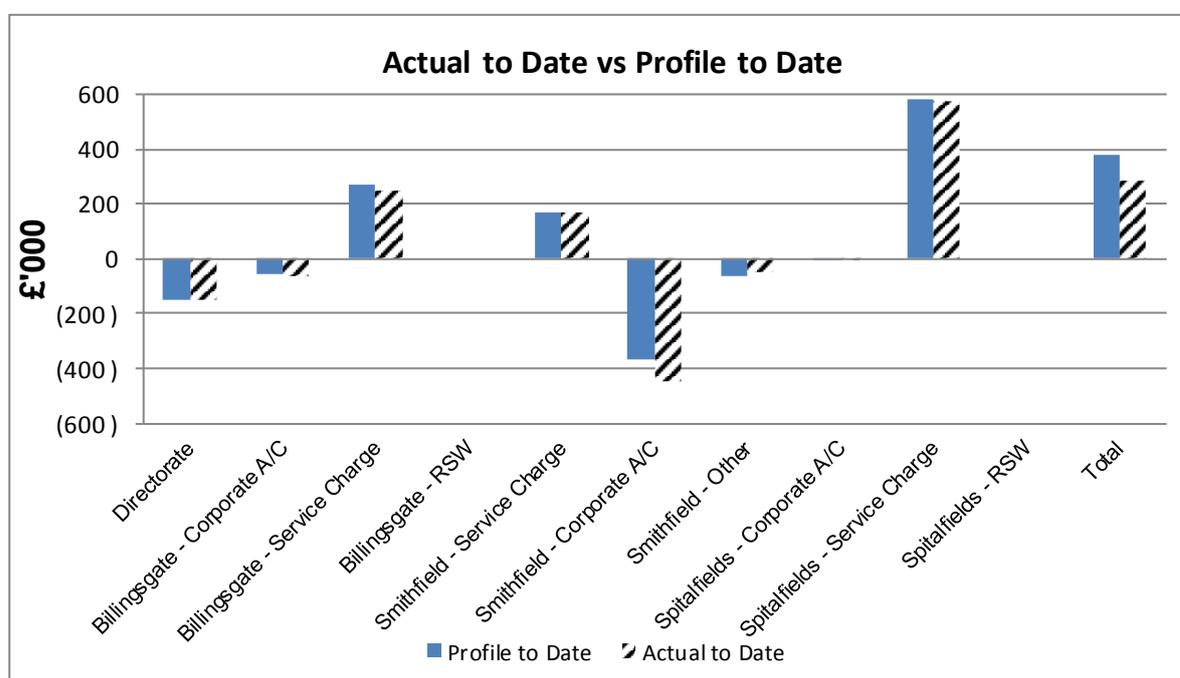


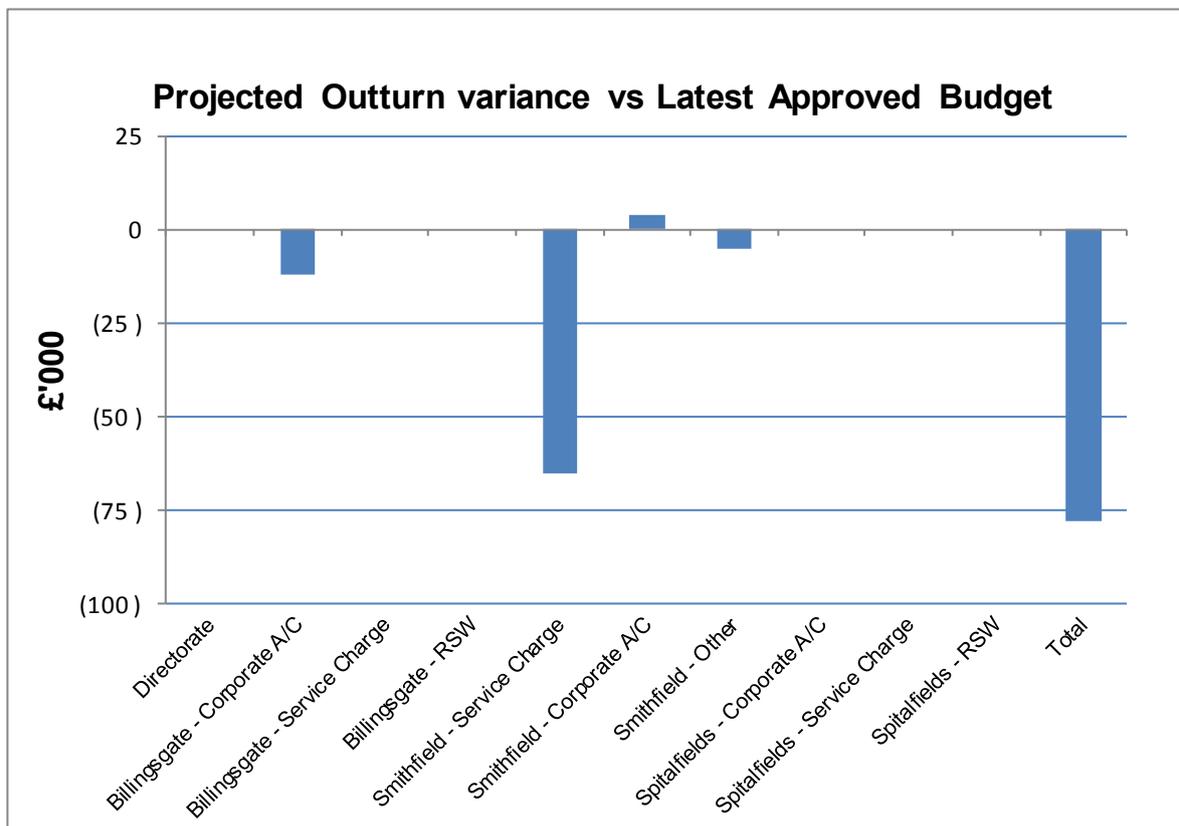
Financial and Risk Implications

1. The end of July 2018 monitoring position for Department of Markets & Consumer Protection services covered by Markets Committee is provided at Table A. This reveals a net overspend to date for the Department of £93k (24.3%) against the overall local risk budget to date of £382k for July 2018.
2. Overall the Director of Markets & Consumer Protection is currently forecasting a year end overspend position of £78k (4.2%) for his City Fund and City Cash services under his control.



Notes:

1. Graph shows the actual local risk net position against the profiled budget to date for each Division.
2. A position above the baseline is favourable i.e. either additional income or reduced expenditure.
3. A position below the baseline is unfavourable i.e. additional expenditure or reduced income.
4. Markets total actual to date net income of £289k is £93k under the profiled budget to date of £382k.



Notes:

1. Zero is the baseline latest approved budget for each Division of Service.
2. Graph shows projected outturn position against the latest approved budget.
3. A variance above the baseline is favourable i.e. either additional income or reduced expenditure.
4. A variance below the baseline is unfavourable i.e. additional expenditure or reduced income.
5. Overall the Department is forecasting an overspend of £78k at year end.

3. The reasons for the significant budget variations are detailed in Table A, which sets out a detailed financial analysis of each individual division of service relating to this Committee, for the services the Director of Markets & Consumer Protection supports.
4. The worse than budget position at the end of July 2018 relates mainly to an increased rates bill at Smithfield Market due to a rates revaluation, for which a base budget adjustment will be sought.
5. The Director of Markets & Consumer Protection anticipates this current worse than budget position will continue until year end mainly because of reduced lettings income at the Poultry Market and increased Citigen costs at Smithfield Market for chilled and hot water due to seasonal temperature variations.

Table A

Department of Markets & Consumer Protection Local Risk Revenue Budget - 1st April to 31st July 2018
(Expenditure and unfavourable variances are shown in brackets)

	Latest Approved Budget 2018/19 £'000	Budget to Date (Apr-Jul)			Actual to Date (Apr-Jul)			Variance Apr-Jul £'000	Forecast for the Year 2018/19			Notes
		Gross Expenditure £'000	Gross Income £'000	Net Expenditure £'000	Gross Expenditure £'000	Gross Income £'000	Net Expenditure £'000		LAB £'000	Forecast Outturn £'000	(Over) / Under £'000	
Markets (City Cash)												
Directorate	(487)	(148)	0	(148)	(149)	0	(149)	(1)	(487)	(487)	0	
Billingsgate - Corporate Account	(137)	(92)	40	(52)	(97)	35	(62)	(10)	(137)	(149)	(12)	
Billingsgate - Service Charge	0	(796)	1,067	271	(795)	1,047	252	(19)	0	0	0	
Billingsgate - Repainting and Special Works	0	(38)	38	0	(38)	38	0	0	0	0	0	
Smithfield - Service Charge	(779)	(933)	1,099	166	(933)	1,104	171	5	(779)	(844)	(65)	1
Smithfield - Corporate and Direct Recovered	(538)	(652)	282	(370)	(746)	298	(448)	(78)	(538)	(534)	4	2
Smithfield - Other (Including Car Park)	122	(336)	272	(64)	(336)	289	(47)	17	122	117	(5)	
	(1,819)	(2,995)	2,798	(197)	(3,094)	2,811	(283)	(86)	(1,819)	(1,897)	(78)	
Markets (City Fund)												
Spitalfields - Corporate Account	(27)	(27)	20	(7)	(26)	21	(5)	2	(27)	(27)	0	
Spitalfields - Service Charge	(21)	(1,572)	2,158	586	(1,570)	2,147	577	(9)	(21)	(21)	0	
Spitalfields - Repair and Repainting	0	0	0	0	0	0	0	0	0	0	0	
	(48)	(1,599)	2,178	579	(1,596)	2,168	572	(7)	(48)	(48)	0	
TOTAL MARKETS COMMITTEE LOCAL RISK	(1,867)	(4,594)	4,976	382	(4,690)	4,979	289	(93)	(1,867)	(1,945)	(78)	

- Notes:**
- 1. Smithfield Service Charge** - projected year end overspend due to no further lettings at the Poultry Market and Citigen costs for chilled and hot water increasing due to seasonal temperature variations.
 - 2. Smithfield Corporate and Direct Recovered** - variance to date mainly relates to the increased rates bill for 2018-19 due to a rates revaluation for which a base budget adjustment of £72k will be sought.