

Appendix 3

Movement of Local Risk Budgets (inc City Surveyor)	Risk	Original Budget 2015-16 £'000	Latest Approved Budget 2015-16 £'000	Movement 2015-16 OR to 2015-16 LAB £'000	Paragraph Reference
EXPENDITURE					
Employees	L	5,986	5,754	(232)	a)
Premises Related Expenses	L	418	421	3	
R & M (City Surveyor's Local Risk inc cleaning)	L	2,062	1,520	(542)	b)
Transport Related Expenses	L	145	161	16	
Supplies & Services	L	709	718	9	
INCOME					
Other Grants, Reimbursements and	L	(252)	0	252	c)
Customer, Client Receipts	L	(1,221)	(1,236)	(15)	
Recharges to Capital Projects	L	(40)	(40)	0	

a) The £232,000 decrease in employee expenditure is mainly due to a combination of deleted posts as reported to Committee on 21st September 2015 and a transfer of posts to the new Learning Programme.

b) The decrease of £542,000 from the original 2015/16 budget to the 2015/16 latest approved budget in the City Surveyor is due to the following:-

An increase of £199,000 in the BRM contract (planned and re-active works) from the Original 2015/16 budget to the 2015/16 Latest Approved budget is a result of the agreed move from a price based on a square metre basis to one that is priced based on the individual assets that are required to be serviced and repaired. The City Surveyor reported this to Corporate Asset Sub Committee as there was an additional cost attached to the change and this was approved and then agreed by

Resource Allocation Sub Committee. The contractor provided a comprehensive list of each asset with a cost on a by property basis, which enabled the City Surveyor's Facilities Management Team to align their budgets accordingly. This has resulted in a significant movement of budgets across the operational estate which could only be reflected in the revised budgets. The increase also reflects additional assets that had previously not been included within the contract with the new BRM contractor.

The Additional Works Programme is awarded each year and each programme lasts 3 years. The budgets are phased over the life of the project and are profiled based on the operational need of the client, the complexity of the design, appropriate timing of the work and the tender process. This results in a constant movement of the budgets, especially between financial years, however these changes are reported to the Corporate Asset Sub Committee on a bi-monthly basis. The Additional Works Programme in this instance has decreased by £741,000.

- c) The 2015/16 Original Budgets included a provision for £252,000 income from an education grant, although the application had not been submitted at that time. It is now unlikely that any grant funding will be obtained in this financial year. Reductions in expenditure particularly employees (see a) and increases in income have been made to off-set this loss of grant funding.