

**CITY SURVEYORS DEPARTMENT - BUDGET MONITORING STATEMENT 2018/19**

| Quarter 2                             |                                |                           |  |  |   |                             |      |
|---------------------------------------|--------------------------------|---------------------------|--|--|---|-----------------------------|------|
| LOCAL RISK BUDGET                     | Latest Approved Budget<br>£000 | Quarter 2 Profile<br>£000 | Total Expenditure<br>Quarter 2<br>£000 | (Under)/Over<br>Spend for Period<br>£000 | Projected Outturn<br>At Quarter 2<br>£000 | Under/Over<br>Spend<br>£000 | Note |
| <b>City Surveyor</b>                  |                                |                           |  |  |   |                             |      |
| <b>City Fund</b>                      |                                |                           |  |  |   |                             |      |
| City Fund Estate & Leadenhall         | 2,494                          | 219                       | 249                                    | 30                                       | 2,374                                     | (120)                       | 1    |
| CPAT & City Centre                    | 550                            | 277                       | 265                                    | (12)                                     | 533                                       | (17)                        |      |
| Walbrook Wharf                        | 984                            | 536                       | 508                                    | (28)                                     | 988                                       | 4                           |      |
| Mayor's & City of London Court        | 23                             | 11                        | 18                                     | 7  | 24  | 1                           |      |
| Recoverable Projects                  | 0                              |                           |  | 0  |   | 0                           |      |
| Lower Thames St Roman Bath            | 8                              | 4                         | 4                                      | 0  | 9   | 1                           |      |
| R&M & MI Work for other departments   | 1,238                          | 615                       | 749                                    | 134                                      | 1,419                                     | 181                         | 2    |
| Corporate FM cleaning & security      | 108                            | 54                        | 45                                     | (9)                                      | 116                                       | 8                           |      |
|                                       | 5,405                          | 1,716                     | 1,838                                  | 122                                      | 5,463                                     | 58                          |      |
| <b>City's Cash</b>                    |                                |                           |  |  |   |                             |      |
| City's Cash Estate                    | 3,241                          | 527                       | 615                                    | 88                                       | 3,101                                     | (140)                       | 3    |
| Departmental                          | 9,485                          | 4,735                     | 4,977                                  | 242                                      | 9,841                                     | 356                         | 4    |
| Mayorality & Shrievalty-              | 92                             | 46                        | 28                                     | (18)                                     | 100                                       | 8                           |      |
| R&M & MI Work for other departments   | 1,787                          | 893                       | 1,094                                  | 201                                      | 2,246                                     | 459                         | 5    |
| Corporate FM cleaning & security      | 566                            | 283                       | 145                                    | (138)                                    | 570                                       | 4                           |      |
|                                       | 15,171                         | 6,484                     | 6,859                                  | 375                                      | 15,858                                    | 687                         |      |
| <b>Bridge House Estates</b>           |                                |                           |  |  |   |                             |      |
| Bridge House Estates                  | 2,341                          | 510                       | 547                                    | 37                                       | 2,399                                     | 58                          | 6    |
| Tower Bridge Corporate FM cleaning    | 196                            | 98                        | 101                                    | 3  | 196                                       | 0                           |      |
|                                       | 2,537                          | 608                       | 648                                    | 40                                       | 2,595                                     | 58                          |      |
| <b>Guildhall Administration</b>       |                                |                           |  |  |   |                             |      |
| Guildhall Complex                     | 6,983                          | 3,578                     | 4,151                                  | 573                                      | 7,927                                     | 944                         | 7    |
|                                       | 6,983                          | 3,578                     | 4,151                                  | 573                                      | 7,927                                     | 944                         |      |
| <b>Total City Surveyor Local Risk</b> | <b>30,096</b>                  | <b>12,386</b>             | <b>13,496</b>                          | <b>1,110</b>                             | <b>31,843</b>                             | <b>1,747</b>                |      |

**Notes**

- At quarter 2 the budget was largely in balance. However it is anticipated that savings on landlord cyclical works, particularly Garlick Hill where the tenant has decided to stay and refurbishment works are not required, will produce an underspending by year end.
- The quarter 2 overspend comprises the additional cost of maintaining assets identified as part of the asset verification process plus some additional one-off items of repairs spend. There are no pressing items of major reactive spend so it should be more in line with budget for the remainder of the year, limiting the final overspending.
- Overspend at quarter 2 is due to repairs and maintenance spend running ahead of profile. Anticipated savings on professional fees and cyclical projects in the second half of the year mean that an underspending is forecast by year end.
- Quarter 2 overspending comprises additional spend on employee budgets for agency staff and recruitment costs and shortfall in fee income. Fee income is anticipated to improve in the second half of the year with three deals anticipated to bring in income to temper the final overspend.
- The quarter 2 overspend comprises the additional cost of maintaining assets identified as part of the asset verification process plus some additional reactive repairs spend. The trend is anticipated to continue resulting in the forecast overspend position.

6. Additional caretakers and business rates comprise the overspending at quarter 2. These are anticipated to be partly offset by savings on reactive repairs and professional fees in the second half of the year.
7. Quarter 2 overspending comprises higher directly employed salary costs (security, maintenance & facilities staff) and additional security overtime due to threat levels. The Service Based Review (SBR) security saving will not be made (this has been reported to Members) and there is additional repairs and maintenance spend (asset maintenance and reactive). Whilst some of the overspend to quarter 2 comprises one-off items for the second half of the year a substantial increase in energy prices has contributed to the forecast year end overspend.