

Committee(s)	Dated:
West Ham Park Committee	7 July 2022
Subject: Revenue Outturn 2021/22 – West Ham Park	Public
Which outcomes in the City Corporation’s Corporate Plan does this proposal aim to impact directly?	1, 2, 3, 4, 5, 8, 11 & 12
Does this proposal require extra revenue and/or capital spending?	N
If so, how much?	n/a
What is the source of Funding?	n/a
Has this Funding Source been agreed with the Chamberlain’s Department?	n/a
Report of: The Chamberlain & the Executive Director Environment	For Information
Report author: Beatrix Jako – Chamberlains Department	

Summary

This report compares the revenue outturn for the services overseen by your Committee in 2021/22 with the final agreed budget for the year. In total, there was a favourable budget position of £60,000 for the services overseen by your Committee compared with the final agreed budget for the year as set out below.

	Final Agreed Budget	Outturn	(Increase)/ Decrease
	£000	£000	£000
Local Risk			
Executive Director Environment	(701)	(628)	73
City Surveyor	(65)	(90)	(25)
Total Local Risk	(766)	(718)	48
Cyclical Works Programme	(77)	(65)	12
Central Risk	(91)	(96)	(5)
Recharges	(308)	(303)	5
Total	(1,242)	(1,182)	60

Significant variations are within the Executive Directors local risk, further detail can be found in paragraph 4a.

The Executive Director Environment had an overall local risk favourable variance of £73,000 (excluding City Surveyor) for activities overseen by your Committee. The Executive Director had net local risk underspendings totalling £1.444m on activities overseen by other Committees within her Departments remit

Recommendation(s)

It is recommended that this revenue outturn report for 2021/22 is noted.

Main Report

Budget Position for 2021/22

1. The 2021/22 latest agreed budget for West Ham Park services overseen by your Committee (received in December 2021) was £1.152m. This budget was endorsed by the Court of Common Council in March 2022 and subsequently updated for approved adjustments of £90,000. These consisted of a £6,000 increase in local risk expenditure relating to the centrally funded apprentices budget, a £82,000 increase to the Supplementary Revenue Project budget under central risk relating to the West Ham Park Alternative Uses and to the West Ham Park Playground projects , and a £2,000 increase in recharges. Movement of the original local risk budget to the final agreed budget is provided in Appendix A.

Revenue Outturn 2021/22

2. Actual net expenditure for your Committee's services during 2021/22 totalled £1.182m, a favourable budget variance of £60,000 compared with the final agreed budget.
3. A summary comparison with the final agreed budget for the year is tabulated below. In the tables, income, increases in income and reductions in expenditure are shown as positive balances, whereas brackets are used to denote expenditure, increases in expenditure, or shortfalls in income. Only significant variances (generally those greater than £50,000) are commented on.

West Ham Park**Comparison of 2021/22 Revenue Outturn with Final Agreed Budget**

		Original Budget	Final Agreed Budget	Revenue Outturn	(Increase) Decrease	Reason Paragraph
		£000	£000	£000	£000	
LOCAL RISK						
Executive Director Environment						
West Ham Park	Expenditure	(946)	(1,022)	(913)	109	
	Income	321	321	285	(36)	
Parks and Gardens (Rechargeables)						
	Expenditure	-	-	(32)	(32)	
	Income	-	-	32	32	
Executive Director Environment	Expenditure	(946)	(1,022)	(945)	77	4a
Executive Director Environment	Income	321	321	317	(4)	
Total Net Expenditure		(625)	(701)	(628)	73	
City Surveyor						
City Surveyors Local Risk		(73)	(65)	(90)	(25)	
Total City Surveyor Local Risk		(73)	(65)	(90)	(25)	
TOTAL LOCAL RISK		(698)	(766)	(718)	48	
Cyclical Works Programme		(151)	(77)	(65)	12	
CENTRAL RISK						
West Ham Park		(9)	(91)	(96)	(5)	
TOTAL CENTRAL RISK		(9)	(91)	(96)	(5)	
RECHARGES						
Insurance		(19)	(19)	(17)	2	
Support Services		(85)	(102)	(107)	(5)	
Surveyor's Employee Recharge		(38)	(39)	(39)	-	
I.S. Recharge		(32)	(37)	(39)	(2)	
Recharges Within Fund (Directorate Democratic Core, and Learning)		(100)	(111)	(101)	10	
TOTAL RECHARGES		(274)	(308)	(303)	5	
OVERALL TOTAL		(1,132)	(1,242)	(1,182)	60	

Reasons for Significant Variations

4. a) The £77,000 favourable variance within expenditure is mainly due to vacancies being held whilst the department went through the Target Operating Model (TOM).

Local Risk Carry Forward to 2022/23

5. Chief Officers can generally request underspends of up to 10% or £500,000 (whichever is the lesser) of the final agreed local risk budget to be carried forward, so long as the underspending is not fortuitous and the resources were for a planned purpose that was prevented from happening during the year. Such requests are subject to the approval of the Chamberlain in consultation with the Chairman and Deputy Chairman of the Finance Committee and Resources Allocation Sub Committee. Any overspends are carried forward in full and are met from the agreed 2022/23 budgets.
6. The Executive Director Environment has a local risk underspending of £73,000 on the activities overseen by your Committee. The Executive Director had net local risk underspendings totalling £1.444m on activities overseen by other Committees within her Departments remit. The Director is proposing that her maximum eligible underspend of £500,000 be carried forward, none of which relates to activities overseen by your Committee.

Strategic Implications

7. None

Financial Implications

8. None

Resource Implications

9. All financial implications contained within the report.

Legal Implications

10. None.

Risk Implications

11. None.

Equities Implications

12. None.

Climate Implications

13. None.

Security Implications

14. None.

Conclusion

15. This report presents the revenue outturn position for 2021/22 for Members to note.

Appendices

- Appendix A – Movement between the Original 2021/22 budget and the 2021/22 Final Agreed budget

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Appendix A

Movement from the 2021/22 Original Budget to the 2021/22 Final Agreed Budget

West Ham Park	£000
Original Net Local Risk Budget (Executive Director Environment & City Surveyor)	(698)
Executive Director Environment	
Apprentices – centrally funded	(6)
Pay increases at 1.525% for grades A-C	(4)
Allocation from the Directorate to fund various projects	(1)
Agreed carry forwards from 2020/21 to replace existing road sweeper that is end of life and is not ULEZ compliant	(65)
City Surveyor	
Planned & Reactive Works including Cleaning	8
Final Agreed Net Local Risk Budget (Executive Director Environment & City Surveyor)	(766)