

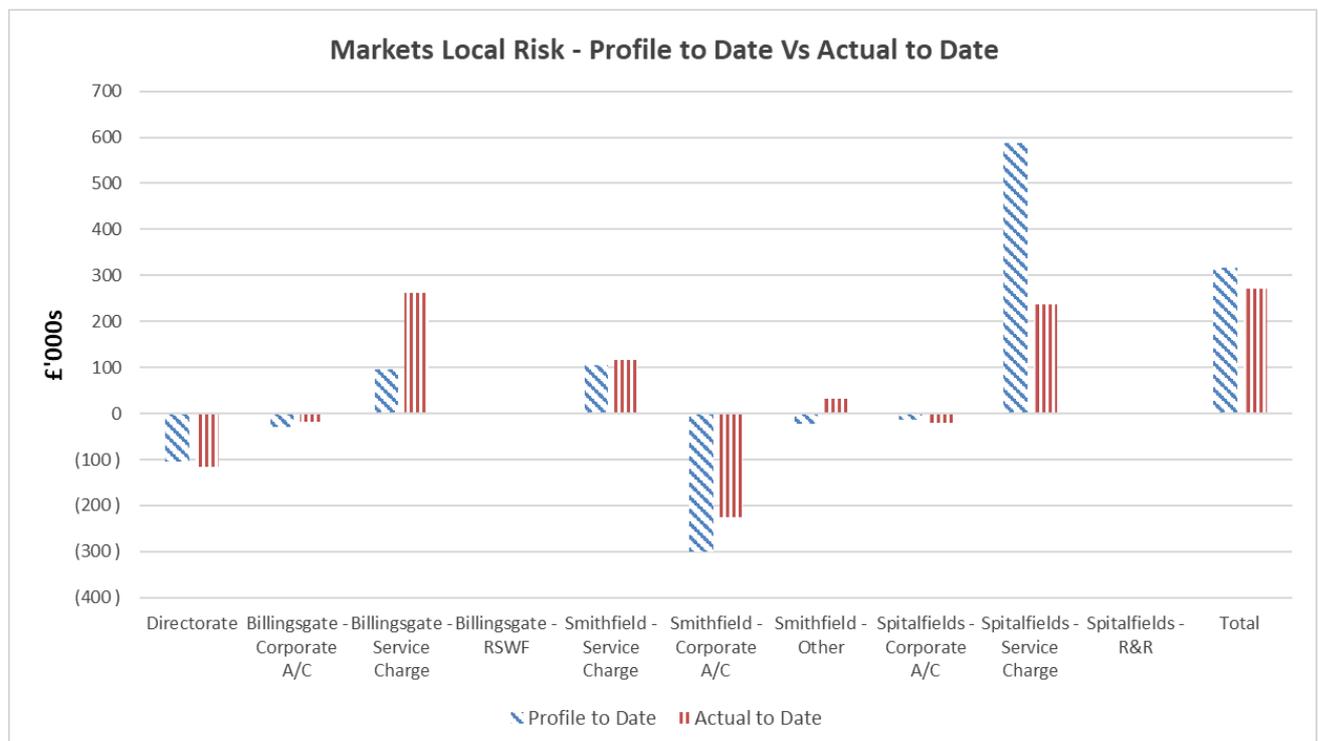
## Appendix C

### Summary

At the end of July 2022, the Chief Operating Officer was £47k (14.8%) overspent against the local risk net income budget to date of £317k, over all the services managed by the Chief Operating Officer reporting to the Markets Board. Table A sets out the detailed position for the individual services covered by this department.

Overall, the Chief Operating Officer is currently forecasting a year end overspend position of £246k (19.7%) for her City Fund and City's Cash services.

1. The end of July 2022 monitoring position for the Chief Operating Officer's services reporting to Markets Board is provided at Table A. This shows a net overspend to date of £47k (14.8%) against the overall local risk net income budget to date of £317k for 2022/23.

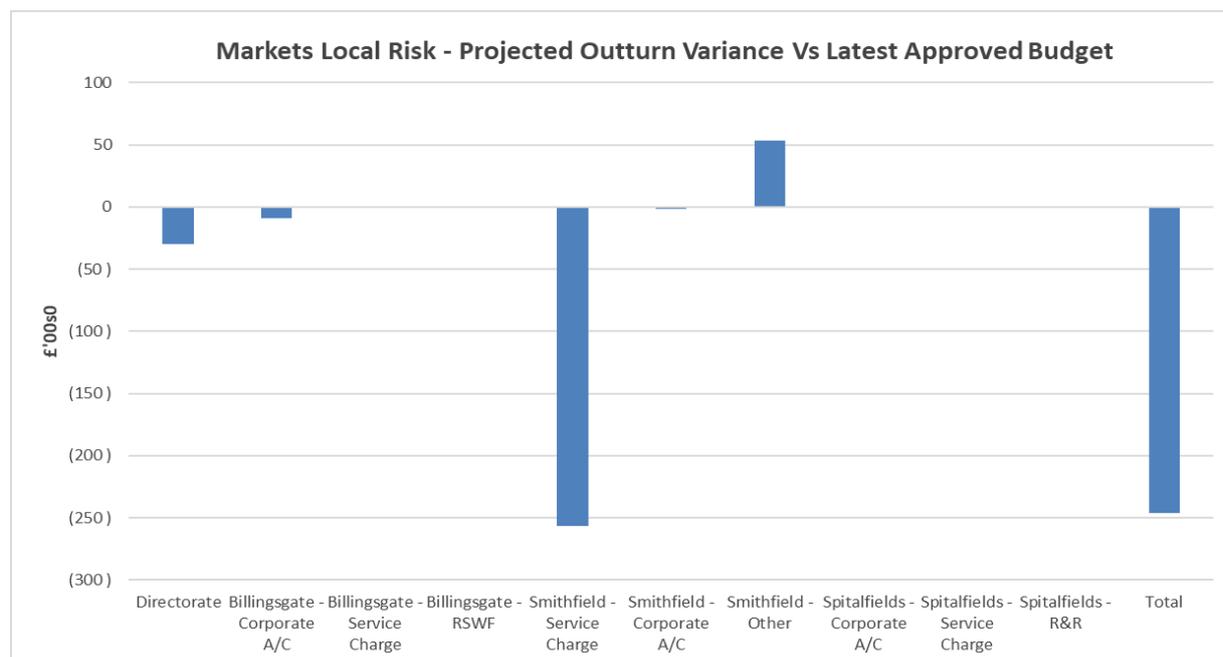


### Notes:

1. Graph shows the actual local risk net position against the profiled budget to date for each Division.
2. A position above the baseline shows overall net income.
3. A position below the baseline shows overall net expenditure.
4. Markets total actual to date net income of £270k is £47k overspent against the profiled net income budget to date of £317k.

## Appendix C

- Overall, the Chief Operating Officer is currently forecasting a year end overspend position of £246k (19.7%) for her City Fund and City's Cash services.



### **Notes:**

- Zero is the baseline latest approved budget for each Division of Service.
  - Graph shows projected outturn position against the latest approved budget.
  - A variance above the baseline is favourable i.e. either additional income or reduced expenditure.
  - A variance below the baseline is unfavourable i.e. additional expenditure or reduced income.
  - Overall the Service is forecasting an overspend of £246k at year end.
- 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 Board, for the services the Chief Operating Officer manages.
  - The worse than budget position at the end of July 2022 relates mainly to increasing energy costs at each of the three markets as well as increases in the cost of the waste and recycling contract at New Spitalfields Market.
  - The Chief Operating Officer anticipates this current worse than budget position will continue to year end and the projected overspend is currently forecast to increase to £246k. This is primarily due to anticipated increases in energy costs from October 2022 at Smithfield Market which are not fully recoverable from tenants.

## Appendix C

### Markets Local Risk Revenue Budget - 1st April to 31st July 2022

(Expenditure and unfavourable variances are shown in brackets)

**TABLE A**

	Latest Approved	Budget to Date (Apr-Jul)			Actual to Date (Apr-Jul)			Variance Apr-Jul £'000	Forecast for the Year 2022/23			Notes
	Budget 2022/23 £'000	Gross Expenditure £'000	Gross Income £'000	Net Expenditure £'000	Gross Expenditure £'000	Gross Income £'000	Net Expenditure £'000		Latest Approved Budget £'000	Forecast Outturn £'000	(Over)/Under £'000	
<b>Markets (City's Cash)</b>												
Directorate	(392)	(105)	0	(105)	(115)	0	(115)	(10)	(392)	(422)	(30)	1
Billingsgate - Corporate Account	(93)	(81)	52	(29)	(82)	63	(19)	10	(93)	(102)	(9)	
Billingsgate - Service Charge	0	(851)	947	96	(741)	1,004	263	167	0	0	0	2
Billingsgate - Repainting and Special Works	0	0	0	0	0	0	0	0	0	0	0	
Smithfield - Service Charge	(772)	(948)	1,053	105	(936)	1,052	116	11	(772)	(1,029)	(257)	3
Smithfield - Corporate and Direct Recovered	(76)	(378)	77	(301)	(364)	139	(225)	76	(76)	(78)	(2)	
Smithfield - Other (Including Car Park)	150	(290)	267	(23)	(279)	311	32	55	150	203	53	4
	<b>(1,183)</b>	<b>(2,653)</b>	<b>2,396</b>	<b>(257)</b>	<b>(2,517)</b>	<b>2,569</b>	<b>52</b>	<b>309</b>	<b>(1,183)</b>	<b>(1,428)</b>	<b>(245)</b>	
<b>Markets (City Fund)</b>												
Spitalfields - Corporate Account	(48)	(13)	0	(13)	(20)	0	(20)	(7)	(48)	(49)	(1)	
Spitalfields - Service Charge	(17)	(1,667)	2,254	587	(2,035)	2,273	238	(349)	(17)	(17)	0	5
Spitalfields - Repair and Repainting	0	0	0	0	0	0	0	0	0	0	0	
	<b>(65)</b>	<b>(1,680)</b>	<b>2,254</b>	<b>574</b>	<b>(2,055)</b>	<b>2,273</b>	<b>218</b>	<b>(356)</b>	<b>(65)</b>	<b>(66)</b>	<b>(1)</b>	
<b>TOTAL MARKETS BOARD LOCAL RISK</b>	<b>(1,248)</b>	<b>(4,333)</b>	<b>4,650</b>	<b>317</b>	<b>(4,572)</b>	<b>4,842</b>	<b>270</b>	<b>(47)</b>	<b>(1,248)</b>	<b>(1,494)</b>	<b>(246)</b>	

1. **Directorate** - projected overspend related to higher than anticipated salary costs.

2. **Billingsgate Service Charge** - underspend to date due to savings in employment costs as a result of staff vacancies and additional income from licenses offset by increased energy costs.

3. **Smithfield Service Charge** - projected overspend due to increasing energy costs from October 2022 partly offset by underspends in employment costs.

4. **Smithfield Other** - projected underspend due to savings from new contract for management of Smithfield Car Park as well as additional income from the car park.

5. **Spitalfields Service Charge** - overspend due to cost increases from the waste and recycling contract as well as increasing energy prices partly offset by underspends in employment costs and income from the recharging of waste collection costs.