

Barrett, Stephen

From: McBurney, Joanne
Sent: 18 July 2016 15:42
To: McKibbin, Malcolm
Cc: Sterling, David; Brennan, Mike; Morelli, Emer; Barrett, Stephen
Subject: FW: 2016-17 Inyear monitoring - Forecast pressures 18 July 2016.xlsb
Attachments: 2016-17 Inyear monitoring - Forecast pressures 18 July 2016.xlsb

Malcolm

The attached table reflects the latest pressures identified as a result of ongoing engagement between Supply and departments. This position is continually reviewed and may change significantly as the year progresses.

Having concluded the June Monitoring round with an effective overcommitment of £33.5 million on Resource DEL and £11.4 million Capital DEL there will be little scope for additional allocations in October Monitoring unless there are significant reduced requirements surrendered by department.

In addition to the departmental pressures, the Change Fund sought additional funding of £7.8m Resource and £5m Capital in June Monitoring which we were unable to accommodate. However the capacity to spend on these projects may have moved on since then.

The current position has been predicated on full access to the £25 million for Fraud and Error as part of the Fresh Start Agreement. This funding has been allocated to DfC. However, its drawdown has still to be formally agreed with HMT.

Also, the Budget Exchange numbers incorporated into the June Monitoring position need to be confirmed following receipt of 2015-16 Final Outturn information. Departmental Final Outturn information is due with us by close on 29 July. Changes from Provisional Outturn are usually marginal but can result in either additional funding or a pressure.

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2016-17 Inyear Monitoring - Potential Pressures 18 July 2016

	£ millions		Supply View / Comments
	Resource	Capital	
June Monitoring overcommitment following allocations	-13.5	-11.4	
Renewable heat incentive - held centrally	-20.0		
June Monitoring Effective Overcommitment	-33.5	-11.4	
Departmental pressures			
Agriculture, Environment & Rural Affairs - TB Comp	-3.0		<i>Pressure will materialise later in year</i>
Communities - Corporation Tax impact on Housing Executive	-13.0		<i>Inescapable pressure - need to determine if manageable within existing baseline</i>
Communities - Balance of emergency Assistance/ Derating Grant	-2.0		<i>Inescapable pressure - need to determine if manageable within existing baseline</i>
			<i>Balance of total pressure of £32m identified in 2016. Supply is not in a position to support this pressure until such times as further details are provided by DfE as to applications etc.</i>
Economy - Renewable Health Initiative	-12.0		<i>balance of EYF</i>
Economy - FHE EYF drawdown	-3.0		<i>DfE has advised not affordable within current baseline. Supply has sought further details on this.</i>
Economy - United Airlines Announcement	-2.0		<i>Part or all required</i>
Education - Special Educational Needs: £13m	-13.0		<i>In line with previous years</i>
Education - Schools Maintenance: £9.5m	-9.5		<i>Possible</i>
Education - Schools EYF: Possibly another £5m	-5.0		<i>Could spend between £5m -£15m</i>
Education - School Estate		-5.0	<i>DoH have identified pressures in range of £20m to £30m</i>
Health - Elective Care Balance	-20.0		<i>in line with previous years - needs further justification particularly given lack of clarity over DoH internal change fund allocations.</i>
Health - Service Developments	-40.0		
Health - Essential maintenance		-10.0	<i>Could be spent if allocated</i>
Health - Invest to Save AMU project		-3.0	<i>Further details needed to inform Supply view</i>
Health - Hangar for Air Ambulance		-1.5	<i>Further details needed to inform Supply view</i>
Infrastructure - Winter Service	-5.0		<i>In line with previous years</i>
Infrastructure - Roads Maintenance		-5.0	<i>DfI can spend between £5m -£15m in this area.</i>
Justice - Legal Aid	-6.0		<i>Pressure will materialise later in year, maximum £10m.</i>
Executive Office - China Bureau	-0.6		
PPS - Restructuring and Budget Structural Deficit	-1.5		
			<i>Needed to meet costs of negative JR and additional staff in line with increased role of Ombudsman</i>
NIPSO	-0.3		
Total Departmental Pressures	-135.9	-24.5	
Total Potential Pressure	-169.4	-35.9	