

APPENDIX 2

Summary of main budget variances: Forecast for full year as at 31 July 2013

Variations Analysis of the full year forecast expenditure or income, against budget to the year end.

Expenditure Heading	Variance £*	Most Significant Reasons for Variance
Salaries	(20,000)	Reduced expenditure following delayed appointments of staff to Benefits and Data Quality sections. Positions have now been filled apart from half of one post.
Administration	20,000	
Investment Manager Fees	960,000	Investment Manager fees are currently forecast to be above budget as a result of the positive performance of the financial markets since the setting of the budget (based on estimated asset values at the end of 2012).
Expenditure outside direct control	960,000	
Total Forecast Underspend	(940,000)	

*() variance represents an under-spend, or recovery of income over budget
+ve variance represents an over-spend, or recovery of income below budget