

---

<b>Report To:</b>	<b>Environment &amp; Regeneration Committee</b>	<b>Date:</b>	<b>8 March 2018</b>
<b>Report By:</b>	<b>Chief Financial Officer and Corporate Director Environment, Regeneration and Resources</b>	<b>Report No:</b>	<b>FIN/30/18/AP/MMcC</b>
<b>Contact Officer:</b>	<b>Mary McCabe</b>	<b>Contact No:</b>	<b>01475 712222</b>
<b>Subject:</b>	<b>Environment and Regeneration 2017/18 Revenue Budget – Period 9 (31 December 2017)</b>		

---

## 1.0 PURPOSE

1.1 To advise the Committee of the 2017/18 Revenue Budget position at 31 December 2017.

## 2.0 SUMMARY

2.1 The revised 2017/18 budget for Environment and Regeneration is £20,587,000 which excludes Earmarked Reserves.

2.2 The latest projection, excluding Earmarked Reserves, is an underspend of £142,000, an increase in projected spend of £4,000 since the last Committee.

2.3 The major variances projected at Period 9 are:

- a) There are projected underspends within Waste Disposal on the residual waste contract of £48,000 and the MRF contract of £54,000. These projections are based on current prices and tonnages and continue to be monitored closely. These are partially offset by overspends on Composting and Non Contract Waste disposal totalling £54,000.
- b) Turnover savings across the Committee (not offset by other costs or income) of £153,000 due to delays in filling vacant posts.
- c) An under recovery in Commercial & Industrial income of £58,000, due to a higher than budgeted level of voids.
- d) An under recovery in Planning Building Standards income of £68,000 due to a lower than budgeted level of applications. This is largely offset by an over recovery in Planning Development Control income of £58,000, due to a number of large applications being received in recent months.

2.4 As reported to the last Committee additional ESF grant relating to Employability has been received during the year. The grant income relates to a multi-year programme and officers have now confirmed that £90,000 of this income relates to 2016/17 activity. As such this is considered “windfall income” and will be returned to general fund reserves after funding unbudgeted spend of £60,000 for ASN Services. This leaves a net windfall of £30,000 which will be transferred to the Policy and Resources Committee.

2.5 Operational Earmarked Reserves for 2017/18 total £2,342,000 of which £1,024,000 is projected to be spent in the current financial year. As detailed in Appendix 4 expenditure of £547,000 (53% of projected spend) has been incurred to Period 9. The earmarked reserves have been reviewed and expenditure previously projected to be spent in 2017/18 has been reprofiled, with a further £1,127,000 now expected to be spent in 2018/19 and beyond.

2.6 The Roads core winter maintenance budget is projected to be fully utilised in the current financial year. In addition, it is projected that £92,000 of the winter maintenance earmarked reserve will also be required. In recent years, there have been underspends in the core winter maintenance budget and these have been transferred to the earmarked reserve to supplement the core budget when there is a prolonged spell of winter weather. The earmarked reserve has a balance of £575,000 at present, which will reduce to £483,000 under the current projection.

### **3.0 RECOMMENDATIONS**

- 3.1 It is recommended that the Committee note the current projected underspend for 2017/18 of £142,000 as at 31 December 2017.
- 3.2 It is recommended that the Committee note the current projected spend on winter maintenance and the projected use of the winter maintenance earmarked reserve.

Alan Puckrin  
Chief Financial Officer

Scott Allan  
Corporate Director  
Environment, Regeneration & Resources

## 4.0 BACKGROUND

- 4.1 The purpose of this report is to advise the Committee of the current position of the 2017/18 budget and to highlight the main issues contributing to the projected underspend.
- 4.2 The revised 2017/18 budget for Environment and Regeneration, excluding earmarked reserves, is £20,587,000. This is an increase of £386,000 from the approved budget, prior to transfers to earmarked reserves. Appendix 1 gives details of this budget movement.

## 5.0 2017/18 CURRENT POSITION

- 5.1 The current projection for 2017/18 is an underspend of £142,000 (0.65%), an increase in projected spend of £4,000 from Period 7.

### 5.2 Regeneration & Planning - £12,000 underspend

The current projected out-turn for Regeneration & Planning is an underspend of £12,000, a reduction in spend of £28,000 since the last Committee.

The main issues relating to the current projected underspend for Regeneration & Planning are detailed below and in Appendix 3:

#### (a) Employee Costs

There is a projected underspend of £92,000, £18,000 less spend than was previously reported, mainly due to:

- i. Turnover savings of £70,000 resulting from delays in filling vacant posts. This is £4,000 more expenditure than was projected at Period 7.
- ii. An underspend in Get Ready for Work student training fees of £20,000, not previously reported. This is offset by an under recovery of income, per 5.2(c)(iv).

#### (b) Payments to Other Bodies

There is a projected underspend of £10,000, not previously reported, made up as follows:

- i. An underspend in Economic Development Training of £30,000, due to a lack of resources to deliver this.
- ii. An overspend in Planning payments to other bodies of £20,000, in line with previous year's outturn.

#### (c) Income

There is a projected under recovery of £84,000, a reduction in projected income of £12,000 since the last Committee, due to:

- i. An under recovery in Commercial & Industrial rental income of £58,000, a reduction in income of £26,000 since the last Committee, due to a higher than budgeted level of voids. This is in line with previous years and is partly due to the planned demolition of properties at Angus Road and Nairn Road, previously approved by the Committee. In October 2016, the Committee approved the use of existing earmarked reserves to improve the Council's commercial portfolio and increase the likelihood of leasing these properties.
- ii. A projected under recovery of Planning Building Standards income of £68,000; due to a lower than budgeted level of applications being received. This is a further reduction in income of £28,000 since Period 7.

- iii. An over recovery of Planning Development Control income of £58,000, due to a number of large applications being made in the last couple of months. This was not previously reported.
  - iv. An under recovery in Get Ready for Work income of £20,000, not previously reported. This is offset by an underspend in training fees under employee costs.
- (d) As reported to the last Committee additional ESF grant relating to Employability has been received during the year. The grant income relates to a multi-year programme and officers have now confirmed that £90,000 of this income relates to 2016/17 activity. As such this is considered “windfall income” and will be returned to general fund reserves after funding unbudgeted spend of £60,000 for ASN Services. This leaves a net windfall of £30,000 which will be transferred to the Policy and Resources Committee.

### 5.3 **Property Services - £90,000 overspend**

The current projected out-turn for Property Services is an overspend of £90,000, an increase in projected expenditure of £28,000 since the last Committee.

The main issues contributing to the current projected overspend for Property Services are detailed below and in Appendix 3:

(a) **Employee Costs**

There is a projected overspend of £39,000 due to the turnover savings target being underachieved. This is an increase in spend of £5,000 since the last Committee.

(b) **Property Costs**

There is a projected overspend of £40,000 within Property costs, an increase in projected spend of £33,000 from Period 7. This overspend is due to a number of small variances across Property Services, none of which are individually material.

(c) **Administration Costs**

There is a projected overspend of £267,000, as previously reported, mainly due to agency worker costs within Technical Services; offset by additional fee income.

(d) **Income**

There is a projected over recovery in income of £269,000 mainly due to:

- i. Additional Technical Services capital recharges income of £260,000 – offset by increased agency worker costs.
- ii. An over recovery of Renewal Heat Incentive and Feed in Tariff income of £21,000, not previously reported. This is more than offset by increased costs in Education.

### 5.4 **Environmental & Commercial Services - £220,000 underspend**

The current projected out-turn for Environmental & Commercial Services is an underspend of £220,000, an increase in projected expenditure of £4,000 since the last Committee.

The main issues contributing to the current projected underspend for Environmental & Commercial Services are detailed below and in Appendix 3:

(a) Employee Costs

There is a projected underspend of £326,000, £7,000 more spend than at Period 7, mainly due to:

- i. Additional turnover savings within Management of £77,000, a reduction in spend of £11,000 since the last Committee due to delays in filling vacancies.
- ii. An overspend in Catering of £28,000 an increase in spend of £49,000 since Period 7. This increase is due to increased employer's superannuation costs of £20,000 as a result of auto enrolment, an increase in living wage costs of £15,000 due to the increased living wage rate and additional hours.
- iii. An underspend in Cleaning of £84,000, mainly as a result of the early achievement of productivity savings, due to be achieved in 2018/19. This underspend is offset by reduced income and is £5,000 more spend than previously reported.
- iv. Turnover savings within Roads Operations of £40,000, £1,000 less spend than previously reported. This underspend is offset by agency costs under Administration.
- v. Turnover savings within Vehicle Maintenance of £36,000, partially offset by increased subcontractor costs due to works being carried out externally. This is an increase in spend of £3,000 from Period 7.
- vi. Turnover savings within Refuse Collection of £45,000. This is a reduction in spend of £15,000 since the last Committee and is partially offset by agency costs per 5.4(d)(i) below.
- vii. An underspend in Building Services of £30,000, a reduction in projected expenditure of £12,000 since the last Committee, mainly due to reduced overtime.
- viii. Additional turnover savings across the Service of £42,000 due to delays in filling vacant posts.

(b) Supplies & Services

There is a projected underspend of £344,000, an increase in projected spend of £8,000 since the last report, mainly resulting from:

- i. A projected overspend of £20,000 in Vehicle Maintenance subcontractor costs, as previously reported, which is offset by reduced employee costs, per 5.4(a)(v) above.
- ii. A projected overspend in Vehicle Maintenance materials costs of £30,000, an increase in spend of £10,000 since Period 7, offset by increased non routine maintenance income.
- iii. Projected underspends in Roads Operations subcontractors and materials of £60,000 and £385,000 respectively. These underspends are in line with the current work programme and are offset by reduced income. The projected bottom line for the Roads Operations budget at Period 9 is a net under recovery of £42,000.
- iv. An overspend in Building Services direct purchases of £116,000 and an underspend on subcontractors of £30,000. This is an increase in spend of £56,000 since the last report and is offset by additional income. The net position of the Building Services budget is a minor overspend of £5,000.
- v. A projected underspend in the Roads' lighting maintenance budget of £30,000, not previously reported. This underspend is due to a reduction in lighting faults resulting from the roll out of LED technology.
- vi. A projected overspend of £20,000 on Crematorium technical equipment, an increase in spend of £5,000 since Period 7, due to increased cremator repair costs.
- vii. A projected underspend on Catering provisions of £41,000, a reduction in spend of £33,000 since the last Committee. This underspend is in line with the previous year's spend.

(c) Transportation & Plant

There is a projected underspend of £26,000, a net increase in spend of £1,000 since Period 7, due to:

- i. An underspend in Roads Operations external hires of £35,000, £15,000 less spend than previously projected, as explained in 5.4(b)(iii) above.
- ii. An overspend in Roads Operations non routine maintenance of £34,000, in line with previous years.
- iii. An underspend in Vehicle Maintenance fuel purchases spend of £20,000, an increase in spend of £10,000. This underspend is offset by an under recovery of recharge income.
- iv. Underspends within the client services on fuel recharges of £23,000, in line with (iii) above.

(d) Administration Costs

There is a projected overspend of £89,000, an increase in spend of £17,000 since the last Committee, mainly due to:

- i. Refuse Collection agency costs of £30,000, offset by turnover savings, as previously reported.
- ii. Roads Operations agency costs of £40,000, £8,000 more spend than previously reported, offset by turnover savings.

(e) Payments to Other Bodies

Within Waste Disposal, there is a projected underspend of £49,000, an increase in spend of £29,000 since the last Committee. This underspend is due to movements in the waste tonnages treated under the various contracts, specifically:

- i. A projected underspend in the residual waste contract of £48,000, an increase in projected spend of £30,000 since Period 7.
- ii. A projected underspend in the MRF contract of £54,000, a reduction in projected spend of £4,000 since the last Committee.
- iii. Projected overspends in the composting contract and non-contract waste disposal of £30,000 and £24,000, an increase in spend of £3,000 since the last report.

(f) Income

There is a projected under recovery of £453,000, an increase in projected income of £46,000 since the last Committee, mainly due to:

- i. Building Services income is projected to over recover by £43,000, which is an increase in income of £39,000 since the last Committee. This is offset by increased spend on direct purchases, per 5.4(b)(iv) above.
- ii. An under recovery in Cleaning income of £84,000 offset by reduced employee costs, per 5.4(a)(iii) above.
- iii. An under recovery of Roads Operations income of £487,000, in line with reduced expenditure, as detailed in 5.4(b)(iii). This is a reduction in projected income of £20,000 from the last Committee.
- iv. Within Vehicle Maintenance, an over recovery of non-routine maintenance income of £40,000 and an under recovery of fuel recharge income of £20,000 in line with variances in expenditure.
- v. An over recovery of Refuse Transfer Station scrap metal income of £21,000 due to higher rates for recyclable material.
- vi. An over recovery in Cremations income of £50,000 due to a higher than budgeted level of cremations. This is partially offset by an under recovery of Burial Grounds interment income of £40,000. Neither variance has been previously reported.

## 5.5 **Corporate Director - £nil Variance**

The Corporate Director budget is currently projecting to out-turn on budget.

## 6.0 **EARMARKED RESERVES**

- 6.1 There is a planned contribution of £1,197,000 to Earmarked Reserves in the current financial year. Appendix 4 gives an update on the operational Earmarked Reserves, ie excluding strategic funding models such as RI funding, AMP and Vehicle Replacement Programme. Spend to date on these operational Earmarked Reserves is 48% of phased budget. However, the earmarked reserves have been reviewed and expenditure previously projected to be spent in 2017/18 has been reprofiled, with a further £1,127,000 now expected to be spent in 2018/19 and beyond.
- 6.2 The Roads core winter maintenance budget is projected to be fully utilised in the current financial year. In addition, it is projected that £92,000 of the winter maintenance earmarked reserve will also be required. In recent years, there have been underspends in the core winter maintenance budget and these have been transferred to the earmarked reserve to supplement the core budget when there is a prolonged spell of winter weather. The earmarked reserve has a balance of £575,000 at present, which will reduce to £483,000 under the current projection.

## 7.0 **VIREMENTS**

- 7.1 There are no virement requests in this report.

## 8.0 **IMPLICATIONS**

### **Finance**

- 8.1 All finance implications are discussed in detail within the report above.

### Financial Implications:

#### One off Costs

<b>Cost Centre</b>	<b>Budget Heading</b>	<b>Budget Years</b>	<b>Proposed Spend this Report £000</b>	<b>Virement From</b>	<b>Other Comments</b>
N/A					

#### Annually Recurring Costs/ (Savings)

<b>Cost Centre</b>	<b>Budget Heading</b>	<b>With Effect from</b>	<b>Annual Net Impact £000</b>	<b>Virement From (if Applicable)</b>	<b>Other Comments</b>
N/A					

### **Legal**

- 8.2 There are no specific legal implications arising from this report.

### **Human Resources**

- 8.3 There are no specific human resources implications arising from this report.

## **Equalities**

8.4 There are no equality issues arising from this report.

## **Repopulation**

8.5 There are no repopulation issues within this report.

## **9.0 CONSULTATIONS**

9.1 The report has been jointly prepared by the Corporate Director Environment, Regeneration & Resources and the Chief Financial Officer.

## **10.0 CONCLUSIONS**

10.1 The Committee is currently reporting an underspend of £142,000.

## **11.0 LIST OF BACKGROUND PAPERS**

11.1 There are no background papers relating to this report.



**Environment & Regeneration Budget Movement - 2017/18****PERIOD 9: 1st April 2017 - 31st December 2017**

Service	Approved Budget		Movements			Revised Budget
	2017/18 £000	Inflation £000	Virement £000	Supplementary Budgets £000	Transferred to EMR £000	2017/18 £000
Regeneration & Planning	4,157			34	(298)	3,893
Property Services	3,250		(33)	91	(678)	2,630
Environmental & Commercial Services	13,843	(37)		329	(221)	13,914
Corporate Director	148			2		150
Totals	<u>21,398</u>	<u>(37)</u>	<u>(33)</u>	<u>456</u>	<u>(1,197)</u>	<u>20,587</u>

**Movement Details**

£000

External ResourcesInflation

Roads Electrical Power allocation from Inflation Contingency	32
Residual Waste contract - return to Inflation Contingency	(17)
MRF contract - return to Inflation Contingency	(52)
	<u>(37)</u>

Virements

To P&R Committee - Legal & Property employee costs correction	(20)
To P&R Committee to partly fund solicitor's post (agreed P&R 14/11/17)	(12)
To ECOD Committee re Physical Assets Rental Income (agreed ECOD 31/10/17)	(1)
	<u>(33)</u>

Supplementary Budgets

Apprenticeship Levy	72
Pay Award	267
NDR Rates Revaluation	112
Line Rentals	5
	<u>456</u>
	<u>386</u>

ENVIRONMENT AND REGENERATION COMMITTEEREVENUE BUDGET MONITORING REPORTPERIOD 9: 1st April 2017 - 31st December 2017

Subjective Heading	Approved Budget 2017/18 £000	Revised Budget 2017/18 £000	Projected Out-turn 2017/18 £000	Projected Over/(Under) Spend	Percentage Variance %
Employee Costs	17,932	18,116	17,737	(379)	(2.09)%
Property Costs	5,137	5,272	5,301	29	0.55%
Supplies & Services	6,096	6,117	5,786	(331)	(5.41)%
Transport Costs	2,356	2,356	2,330	(26)	(1.10)%
Administration Costs	538	543	899	356	65.60%
Payments to Other Bodies	9,131	9,522	9,455	(67)	(0.70)%
Other Expenditure	495	95	103	8	8.32%
Income	(20,287)	(20,237)	(19,969)	268	(1.32)%
<b>TOTAL NET EXPENDITURE</b>	<b>21,398</b>	<b>21,784</b>	<b>21,642</b>	<b>(142)</b>	<b>(0.65)%</b>
Transfer to Earmarked Reserves *	0	(1,197)	(1,197)	0	0.00%
<b>TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES</b>	<b>21,398</b>	<b>20,587</b>	<b>20,445</b>	<b>(142)</b>	<b>(0.69)%</b>

Objective Heading	Approved Budget 2017/18 £000	Revised Budget 2017/18 £000	Projected Out-turn 2017/18 £000	Projected Over/(Under) Spend	Percentage Variance %
Regeneration & Planning	4,157	4,191	4,179	(12)	(0.29)%
Property Services	3,250	3,308	3,398	90	2.72%
Environmental & Commercial Services	13,843	14,135	13,915	(220)	(1.56)%
Corporate Director	148	150	150	0	0.00%
<b>TOTAL NET EXPENDITURE</b>	<b>21,398</b>	<b>21,784</b>	<b>21,642</b>	<b>(142)</b>	<b>(0.65)%</b>
Transfer to Earmarked Reserves *	0	(1,197)	(1,197)	0	0.00%
<b>TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES</b>	<b>21,398</b>	<b>20,587</b>	<b>20,445</b>	<b>(142)</b>	<b>(0.69)%</b>

\* Per Appendix 3: New funding transferred to earmarked reserves during 2017/18

**ENVIRONMENT AND REGENERATION COMMITTEE****REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****PERIOD 9: 1st April 2017 - 31st December 2017**

<u>Out Turn</u> <u>2016/17</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2017/18</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>31-Dec-17</u> <u>£000</u>	<u>Projection</u> <u>2017/18</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Variance</u> <u>%</u>
	<b>REGENERATION &amp; PLANNING</b>							
468	Economic Development Admin	Employee Costs	515	362	306	469	(46)	(8.93)%
805	Planning	Employee Costs	914	643	623	890	(24)	(2.63)%
81	Economic Development - Get Ready for Work	Employee Costs	97	69	56	77	(20)	(20.62)%
							<b>(90)</b>	
71	Economic Development - Training	PTOB	73	55	43	43	(30)	(41.10)%
120	Planning admin	PTOB	110	83	120	130	20	18.18%
							<b>(10)</b>	
(250)	Planning - Building Standards Income	Income	(334)	(251)	(199)	(266)	68	(20.36)%
(258)	Planning - Development Control Income	Income	(266)	(200)	(292)	(324)	(58)	21.80%
(634)	Commercial & Industrial Rental Income	Income	(694)	(521)	(476)	(636)	58	(8.36)%
(78)	Economic Development - Get Ready for Work income	Income	(108)	(81)	(64)	(88)	20	(18.52)%
							<b>88</b>	
	<b>PROPERTY SERVICES</b>							
954	Technical Services	Employee Costs	811	608	501	873	62	7.64%
75	Office Accommodation	Employee Costs	122	92	70	98	(24)	(19.67)%
							<b>38</b>	
178	Technical Services - Agency Staff	Administration	0	0	149	260	260	
							<b>260</b>	
(988)	Technical Services - Recharges to Capital	Income	(758)	(569)	(143)	(1,018)	(260)	34.30%
	Technical Services - RHI and FIT Income	Income	(55)	(41)	(65)	(76)	(21)	
							<b>(281)</b>	

**ENVIRONMENT AND REGENERATION COMMITTEE****REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****PERIOD 9: 1st April 2017 - 31st December 2017**

<u>Out Turn</u> <u>2016/17</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2017/18</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>31-Dec-17</u> <u>£000</u>	<u>Projection</u> <u>2017/18</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Variance</u> <u>%</u>
	<b>ENVIRONMENTAL &amp; COMMERCIAL SERVICES</b>							
710	Roads Operations Unit	Employee Costs	800	564	482	760	(40)	(5.00)%
2,601	Management	Employee Costs	2,616	1,842	1,790	2,539	(77)	(2.94)%
876	BSU	Employee Costs	894	630	594	864	(30)	(3.36)%
582	Vehicle Maintenance	Employee Costs	862	607	590	826	(36)	(4.18)%
1,309	Refuse Collection	Employee Costs	1,544	1,087	1,050	1,499	(45)	(2.91)%
1,775	Catering	Employee Costs	1,930	1,359	1,431	1,958	28	1.45%
1,686	Cleaning	Employee Costs	1,759	1,239	1,217	1,675	(84)	(4.78)%
							<b>(284)</b>	
130	Vehicle Maintenance - Subcontractors	Supplies and Services	96	72	65	116	20	20.83%
209	Vehicle Maintenance - Materials	Supplies and Services	176	132	161	206	30	17.05%
27	Crematorium - Technical equipment	Supplies and Services	20	15	37	40	20	100.00%
924	Catering - Provisions	Supplies and Services	975	731	589	934	(41)	(4.21)%
273	Roads Operations Unit - Subcontractors	Supplies and Services	235	153	135	175	(60)	(25.53)%
1,547	Roads Operations Unit - Materials	Supplies and Services	1,525	924	915	1,140	(385)	(25.25)%
226	BSU - Direct Purchases	Supplies and Services	164	123	162	280	116	70.73%
119	BSU - Subcontractors	Supplies and Services	220	128	105	190	(30)	(13.64)%
379	Roads Client - Lighting Maintenance	Supplies and Services	376	282	179	346	(30)	(7.98)%
							<b>(360)</b>	
360	Roads Operations Unit - External Hires	Transport & Plant	305	198	205	270	(35)	(11.48)%
445	Vehicle Maintenance - Fuel Purchases	Transport & Plant	508	381	360	488	(20)	(3.94)%
82	Roads Operations - Non Routine Vehicle Maintenance	Transport & Plant	26	19	42	60	34	130.77%
							<b>(21)</b>	
48	Refuse Collection - Agency Staff	Administration	20	15	42	50	30	150.00%
0	Roads Operations Unit - Agency Staff	Administration	0	0	3	40	40	
							<b>70</b>	

ENVIRONMENT AND REGENERATION COMMITTEEREVENUE BUDGET MONITORING REPORTMATERIAL VARIANCESPERIOD 9: 1st April 2017 - 31st December 2017

<u>Out Turn</u> <u>2016/17</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2017/18</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>31-Dec-17</u> <u>£000</u>	<u>Projection</u> <u>2017/18</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Variance</u> <u>%</u>
2,748	Refuse Transfer Station - Residual waste contract	PTOB	2,853	2,140	1,755	2,805	(48)	(1.68)%
186	Waste Strategy - Payments to Greenlight	PTOB	182	137	89	128	(54)	(29.67)%
57	Refuse Transfer Station - Non contract waste disposal	PTOB	48	36	52	72	24	50.00%
126	Waste Strategy - Composting	PTOB	105	79	130	135	30	28.57%
							<b>(48)</b>	
(84)	BSU - Recharges Internal Clients	Income	(145)	(84)	14	(119)	26	(17.93)%
(443)	BSU - Income Work Won in Tender	Income	(603)	(452)	(304)	(672)	(69)	11.44%
(1,630)	Cleaning - Internal income	Income	(1,685)	(1,264)	0	(1,601)	84	(4.99)%
(777)	Roads Operations Unit - Recharges at Dayworks	Income	(770)	(460)	(465)	(826)	(56)	7.27%
(2,826)	Roads Operations Unit - Recharges Schedule of Rates	Income	(2,705)	(1,108)	(1,098)	(2,152)	553	(20.44)%
(536)	Crematorium - Cremations income	Income	(542)	(407)	(395)	(592)	(50)	9.23%
(173)	Burials - Interments income	Income	(203)	(152)	(109)	(163)	40	(19.70)%
(17)	Refuse Transfer Station - Scrap Metal Income	Income	(11)	(8)	(24)	(32)	(21)	190.91%
(443)	Vehicle Maintenance - Fuel Recharges	Income	(505)	(379)	(336)	(485)	20	(3.96)%
(247)	Vehicle Maintenance - Non-routine maintenance income	Income	(154)	(90)	(135)	(194)	(40)	25.97%
							<b>487</b>	
<b>Total Material Variances</b>							<b>(151)</b>	

EARMARKED RESERVES POSITION STATEMENT

COMMITTEE: Environment & Regeneration

<u>Project</u>	<u>Total Funding</u>	<u>Phased Budget To Period 9</u>	<u>Actual To Period 9</u>	<u>Projected Spend</u>	<u>Amount to be Earmarked for 2018/19 &amp; Beyond</u>	<u>Lead Officer Update</u>
	<u>2017/18</u>	<u>2017/18</u>	<u>2017/18</u>	<u>2017/18</u>		
	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	
Youth Employment	570	420	50	70	500	To deliver 6 mature modern apprentices with additional employability support for care leavers/ clients with autism. Delay in recruitment.
Repopulating/Promoting Inverclyde	137	70	0	137	0	To address falling population levels
Employability Initiatives	483	213	282	282	201	To support local individuals in providing employment opportunities within the employability pipeline. £160k additional reserve transferred from the pre Release Initiatives EMR.
Power Boat Grand Prix	50	50	50	50	0	Delivery of Power Boat grand Prix in Greenock on the weekend of 24th/25th June.
Commonwealth Flotilla Event	16	16	0	16	0	To stage the Commonwealth Flotilla event and fund legacy infrastructure. Remaining EMR balance to be paid to RI as final payment for retentions and consulting fee.
Roads Defects and Drainage works	202	92	27	202	0	Additional funding to be used to treat backlog of pot holes and problematic drainage locations. Works will be completed in 2017/18

**EARMARKED RESERVES POSITION STATEMENT**

**COMMITTEE: Environment & Regeneration**

<u>Project</u>	<u>Total Funding</u>	<u>Phased Budget To Period 9</u>	<u>Actual To Period 9</u>	<u>Projected Spend</u>	<u>Amount to be Earmarked for 2018/19 &amp; Beyond</u>	<u>Lead Officer Update</u>
	<u>2017/18</u>	<u>2017/18</u>	<u>2017/18</u>	<u>2017/18</u>		
	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	
Town and Village Centre Environmental Improvements	488	100	29	82	406	Delivery of a range of environmental improvements in town and village centres across Inverclyde in consultation with Local Communities.
Economic Development Initiatives	267	167	100	166	101	To supplement the Councils employability pipeline which delivers advice and training to take clients towards the job market.
Tourism & Events	9	9	9	9	0	Delivery of marketing grants to local businesses along with supplementing the events programme within Inverclyde. The amount earmarked for 2018/19 & beyond had been earmarked for the 2018/19 powerboat grand prix but has now been written back to reserves.
Demolition of Former Babylon Nightclub	30	0	0	0	30	Allocated to assist with future development of site.
CEF Energy Audit	90	0	0	10	80	Funding for specialist Energy Audits and subsequent energy efficiency projects identified as part of audits. Initial energy audit progressing.
<b>Total Category C to E</b>	<b>2,342</b>	<b>1,137</b>	<b>547</b>	<b>1,024</b>	<b>1,318</b>	