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<b>Report To:</b>	<b>Environment &amp; Regeneration Committee</b>	<b>Date:</b>	<b>7 March 2019</b>
<b>Report By:</b>	<b>Chief Financial Officer and Corporate Director Environment, Regeneration and Resources</b>	<b>Report No:</b>	<b>FIN/26/19/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 2018/19 Revenue Budget – Period 9 (31 December 2018)</b>		

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## 1.0 PURPOSE

- 1.1 To advise the Committee of the 2018/19 Revenue Budget position at Period 9 to 31 December 2018.

## 2.0 SUMMARY

- 2.1 The revised 2018/19 budget for Environment and Regeneration is £22,533,000 which excludes Earmarked Reserves.
- 2.2 The latest projection, excluding Earmarked Reserves, is an underspend of £205,000, a reduction in projected spend of £193,000 since the last Committee.
- 2.3 The major variances projected at Period 9 are:
- i. An over recovery of Planning Development Control income of £165,000, as previously reported.
  - ii. An under recovery of Refuse Collection trade waste income of £96,000. This under recovery is partially offset by reduced residual waste disposal costs.
  - iii. An overspend in budgets associated with the Recycling contract of £130,000, mainly due to additional costs associated with Greenlight going into administration.
  - iv. An underspend in Roads Client lighting maintenance of £60,000, not previously reported. This is due to a drop in maintenance costs resulting from capital investment in street lighting and the budget will be subject to a permanent reduction of £30,000 from 2019/20.
  - v. Income from the Scottish Government relating to the administration of the Home Energy Efficiency Programme for Scotland (HEEPS) of £53,000. This will in part be recurring income and a permanent income budget of £20,000 will be introduced from 2019/20 as part of the budget process.
  - vi. A projected over recovery in Parking fine income of £55,000. This is partially offset by a projected shortfall in carpark fees and charges income of £25,000.
  - vii. Additional turnover savings (not offset by expenditure or income) across the Committee of £247,000. Over £100,000 of these savings are the early achievement of 2019/20 savings.
- 2.4 Operational Earmarked Reserves for 2018/19 total £3,955,000 of which £1,151,000 is projected to be spent in the current financial year. As detailed in Appendix 4 expenditure of £583,000 (51% of projected spend or 57% of phased budget) has been incurred to Period 9.

2.5 There is an Empty Homes Officer post employed within Housing on the basis of a shared service between River Clyde Homes (RCH) and the Council. The post was due to end in May 2019 but RCH have agreed to extend the post and continue funding 50% until May 2020. The Council funding would continue to come from the Long Term Empty Homes funding.

### **3.0 RECOMMENDATIONS**

3.1 It is recommended that the Committee notes the current projected underspend for 2018/19 of £205,000 as at 31 December 2018.

3.2 It is recommended that the Committee approves the continued use of the Long Term Empty Homes budget within Housing to fund 50% of the Empty Homes Officer in partnership with RCH.

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 2018/19 budget and to highlight the main issues contributing to the projected underspend.

4.2 The revised 2018/19 budget for Environment and Regeneration, excluding earmarked reserves, is £22,533,000. This is an increase of £227,000 from the approved budget, prior to transfers to earmarked reserves. Appendix 1 gives details of this budget movement.

## 5.0 2018/19 CURRENT POSITION

5.1 The current projection for 2018/19 is an underspend of £205,000 (0.85%).

### 5.2 Regeneration & Planning - £180,000 underspend

The current projected out-turn for Regeneration & Planning is an underspend of £180,000, a reduction in net projected spend of £17,000 since Period 7.

It should be noted that Planning income is being managed via a smoothing earmarked reserve due to the fluctuations in income received. This approach will smooth the impact on the wider budget and allow the service to recruit extra resources where workload and income dictates.

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 overspend of £9,000 in employee costs, £46,000 less spend than was previously reported, mainly due to:

- i. A seconded post within Economic Development funded from Scottish Government income of £60,000.
- ii. Net overachievement of turnover savings across the Service of £51,000.

#### (b) Supplies & Services

Within Building Services there are projected overspends on direct purchases and subcontractors of £70,000 and £60,000 respectively, due to the current workload. These overspends are offset by additional income. This is a movement of £30,000 in direct purchases since last report.

#### (c) Payments to Other Bodies

There is a projected overspend of £199,000, £26,000 more spend than at Period 7. This is mainly due to:

- i. Spend on grant funded projects – Innovation & Integration and Smarter Choices, offset by additional income of £101,000 and £75,000 respectively, as previously reported.
- ii. An overspend on Planning Admin payments to other bodies of £20,000, £10,000 more spend than at the last Committee.

#### (d) Income

There is a net over recovery in income of £541,000, an increase in projected income of £27,000 from last report, made up as follows:

- i. An over recovery of £165,000 within Development Control, as previously reported. A further £69,000 of income is projected which will be earmarked through the smoothing reserve for use in future years.
- ii. Additional grant income of £176,000, offset by additional expenditure under Payments to Other Bodies, above, as previously reported.
- iii. Scottish Government income for a seconded employee of £60,000, offset by additional employee costs, per 5.2(a)(i) above.
- iv. An over recovery of Building Services income of £130,000, in line with increased supplies and services costs, as detailed above.

### 5.3 **Property Services - £8,000 overspend**

The current projected out-turn for Property Services is an overspend of £8,000, a reduction in expenditure of £32,000 from the last Committee.

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

#### (a) Property Costs

There is a projected underspend of £6,000 within property costs, a reduction in spend of £47,000 from the last Committee. This movement is mainly due to NDR credits within Surplus Property and Office Accommodation, received since the last Committee. There is a projected underspend of £20,000 in Office Accommodation electricity.

#### (b) Administration Costs

There is a projected overspend of £258,000, a reduction of £7,000 since Period 7. This overspend is mainly due to agency staff costs of £260,000 which are offset by additional capital recharge income.

#### (c) Income

There is a projected over recovery in income of £261,000, as previously reported. This is mainly due to an over recovery of Capital recharge income of £260,000 in line with increased agency worker costs.

### 5.4 **Environmental & Public Protection - £65,000 overspend**

The current projected out-turn for Environmental & Public Protection is an overspend of £65,000, a reduction in projected spend of £62,000 since the last Committee. It should be noted that this projection includes the additional costs associated with the Greenlight situation.

The major variances projected within the Environmental & Public Protection budget are detailed below and in Appendix 3:

#### (a) Employee Costs

There is a projected underspend of £191,000 in employee costs, a further reduction of £71,000 since the last Committee, mainly due to:

- i. Additional turnover savings within Management of £43,000 mainly due to the early achievement of a 2019/20 management restructure saving. This is a reduction in spend of £16,000 from Period 7. This underspend is partially offset by increased overtime costs of £25,000, £5,000 more than was previously reported.
- ii. Turnover savings within Refuse Collection of £39,000, an increase in costs of £8,000

from Period 7. There was an increase in costs of £18,000 due to the inclusion of two new employees employed as a result of changes to the recycling contract. These costs were previously included under Payments to Other Bodies. The underspend is more than offset by additional agency worker costs – see 6.4(e), due to employees transferred from glass waste to garden waste collection in April, and the resultant vacancies being filled by agency workers until the glass waste saving commenced in July.

- iii. Turnover savings within Vehicle Maintenance of £38,000, £4,000 less spend than was previously reported.
- iv. A projected underspend in Ground Maintenance employee costs of £59,000, partly due to the non-filling of a vacant post which will be removed from 2019/20. This is a reduction in spend of £39,000 from last period, mainly due to delays in filling vacant and seasonal posts.
- v. Turnover savings within Street Cleaning of £37,000, a reduction in projected spend of £24,000 since last period.
- vi. Within Social Protection Team Wardens overtime there is a projected overspend of £20,000, which is offset by income from RCH.
- vii. Within Trading Standards, turnover savings of £31,000 due to non-filling of a vacant post, as previously reported.

(b) Property Costs

The CCTV Maintenance contract is currently projecting to outturn on budget. Line rental costs for 2018/19 have still to be finalised. An updated position will be reported to the Committee at Period 11.

(c) Supplies & Services

There is a projected overspend on supplies and services of £65,000, £5,000 less expenditure than last report. This is mainly due to a £40,000 overspend in Vehicle Maintenance materials, offset by additional non-routine maintenance income.

(d) Transportation & Plant

There is a projected overspend of £57,000, an increase in projected spend of £51,000, mainly due to:

- i. Overspend in external hires of £28,000, partly due to hire costs associated with the new recycling arrangements of £16,000. These costs were previously projected within Payments to Other Bodies.
- ii. Overspend on tyres of £25,000, partially offset by reduced non routine maintenance costs.

(e) Administration Costs

There is a projected overspend of £91,000, £15,000 more spend than was previously reported. This is mainly due to an overspend within Refuse Collection agency staff costs of £65,000, as explained at 6.4(a)(ii) above and previously reported.

(f) Payments to Other Bodies

There is a projected overspend of £41,000 in payments to other bodies, £28,000 less spend than previously reported. The main variances being as follows:

- i. A projected underspend in the food waste contract of £35,000, an increase in spend of £11,000 from last report.
- ii. A projected underspend on the residual waste contract of £25,000, a reduction in spend of £5,000 from the last Committee. As previously reported, this underspend would have been considerably higher if income from Greenlight had been received.

This related to second pass waste that the Council disposed of for Greenlight and amounted to £83,000.

- iii. A projected overspend of £37,000 within non contract waste disposal, £6,000 more spend than was reported at the last Committee.
- iv. A projected underspend in the Waste Strategy other expenditure budget of £26,000, as previously reported.
- v. A projected overspend of £70,000 on recycling and glass recycling. This is a reduction in spend of £51,000 from the last Committee as a result of projected costs being allocated to the correct subjective headings – employee and transport and plant costs.

(g) Income

There is a projected over recovery in income of £5,000, £39,000 more income than was reported at Period 7, mainly due to the following:

- i. A projected over recovery in Vehicle Maintenance non-routine income of £40,000, in line with increased supplies and services spend, as previously reported.
- ii. A projected under recovery in Trade Waste income of £96,000, as previously reported. This under recovery is partially offset by reduced waste disposal costs.
- iii. A projected under recovery of Crematorium income of £20,000 due to a reduction in the number of cremations. This is an increase in projected income of £20,000 since the last Committee.
- iv. Projected income from RCH of £20,000 within Social Protection Team Wardens, offset by additional overtime costs, per 5.4(a)(vi).
- v. Projected income from the Scottish Government relating to the administration of the Home Energy Efficiency Programme for Scotland (HEEPS) of £53,000. For future years, as part of the budget process, an income budget of £20,000 will be created for this line which will effectively reduce the savings target required to square the overall budget.

**5.5 Roads - £98,000 underspend**

The current projected out-turn for Roads is an underspend of £98,000, a reduction in spend of £82,000 from Period 7.

The main issues contributing to this position are detailed below and in Appendix 3:

(a) Employee Costs

There are turnover savings projected within Roads Operations of £52,000 due to delays in filling vacant posts. This is a reduction in spend of £6,000 since last report.

(b) Supplies & Services

There is an underspend of £507,000 projected, £32,000 less spend than was reported at Period 7, mainly due to:

- i. An underspend on Roads Operations' materials of £565,000, which is offset by a reduction in income. This is in line with the current work programme and is £25,000 more spend than was previously reported.
- ii. Roads Client rechargeable spend of £132,000, offset by additional recharge income. This is an increase of £2,000 from the last Committee.
- iii. An underspend in the Roads Client payments to lighting contractor line of £60,000, not previously reported. This is due to a drop in maintenance costs resulting from capital investment in street lighting. This budget is the subject of a permanent reduction of £30,000 from 2019/20, as agreed by the Policy and Resources Committee on 5 February 2019.

(c) Transportation & Plant

There is a projected underspend of £12,000, an increase in projected spend of £17,000 from the last Committee. This is mainly due to:

- i. An overspend on Roads Operations' non-routine vehicle maintenance of £22,000, £2,000 less spend than previously reported.
- ii. An underspend on external hires of £48,000, an increase in spend of £13,000 from the last report. This underspend is offset by a reduction in income.

(d) Administration Costs

There is a projected overspend of £34,000 due to a number of small variances, none of which are material.

(e) Income

Income is projected to be under recovered by £443,000, £72,000 more income than at Period 7, due mainly to the following:

- i. An under recovery of Roads Operations income of £613,000, offset by reduced costs and in line with the current work programme. This is an increase in income of £48,000 since the last Committee.
- ii. Increased Roads Client recharge income of £132,000, offset by increased costs under Supplies and Services.
- iii. A projected over recovery in Parking fine income of £55,000, £15,000 more income than at last the Committee. This is partially offset by a projected shortfall in carpark fees and charges income of £25,000, as previously reported.

**5.6 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 £1,489,000 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 57% of phased budget (51% of projected spend).

**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

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

### Annually Recurring Costs/ (Savings)

Cost Centre	Budget Heading	With Effect from	Annual Net Impact £000	Virement From (if Applicable)	Other Comments
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 £205,000.

## **11.0 LIST OF BACKGROUND PAPERS**

11.1 There are no background papers relating to this report.



**Environment & Regeneration Budget Movement - 2018/19****PERIOD 9: 1st April 2018- 31st December 2018**

Service	Approved Budget		Movements			Revised Budget
	2018/19 £000	Inflation £000	Virement £000	Supplementary Budgets £000	Transferred to EMR £000	2018/19 £000
Regeneration & Planning	3,716	60	19		(617)	3,178
Property Services	3,298	21	28		(591)	2,756
Environmental & Public Protection	12,765	43	(6)	12	(281)	12,533
Roads	3,867	48	(3)	5		3,917
Corporate Director	149					149
<b>Totals</b>	<b>23,795</b>	<b>172</b>	<b>38</b>	<b>17</b>	<b>(1,489)</b>	<b>22,533</b>

**Movement Details**

£000

External ResourcesInflation

Contribution from non-pay inflation contingency to cover Get Ready for Work shortfall	9
Return of management restructure allocation to inflation contingency	(20)
Contribution from non-pay inflation contingency to cover shortfalls in Industrial, Commercial budget	60
Electricity inflation	24
Gas inflation	10
Roads Lighting electrical power inflation	46
Residual Waste contract inflation	43
	<u>172</u>

Virements

Virement to realign Turnover Savings budgets - Councilwide	55
Virement from Property Services to Legal Services - employee costs admin restructure	(17)
	<u>38</u>

Supplementary Budgets

NDR budget for Dalrymple St Car Park	5
Additional budget for Ground Maintenance costs associated with Rankin Park	12
	<u>17</u>
	<u>227</u>

**ENVIRONMENT AND REGENERATION COMMITTEE****REVENUE BUDGET MONITORING REPORT****PERIOD 9: 1st April 2018- 31st December 2018**

Subjective Heading	Approved Budget 2018/19 £000	Revised Budget 2018/19 £000	Projected Out-turn 2018/19 £000	Projected Over/(Under) Spend	Percentage Variance %
Employee Costs	15,090	14,967	14,736	(231)	(1.54)%
Property Costs	5,315	5,448	5,454	6	0.11%
Supplies & Services	4,841	4,886	4,582	(304)	(6.22)%
Transport Costs	2,294	2,295	2,343	48	2.09%
Administration Costs	554	553	943	390	70.49%
Payments to Other Bodies	9,508	9,571	9,837	266	2.78%
Other Expenditure	699	699	683	(16)	(2.29)%
Income	(14,506)	(14,397)	(14,761)	(364)	2.53%
<b>TOTAL NET EXPENDITURE</b>	<b>23,795</b>	<b>24,022</b>	<b>23,817</b>	<b>(205)</b>	<b>(0.85)%</b>
Transfer to Earmarked Reserves *	0	(1,489)	(1,489)	0	0.00%
<b>TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES</b>	<b>23,795</b>	<b>22,533</b>	<b>22,328</b>	<b>(205)</b>	<b>(0.91)%</b>

Objective Heading	Approved Budget 2018/19 £000	Revised Budget 2018/19 £000	Projected Out-turn 2018/19 £000	Projected Over/(Under) Spend	Percentage Variance %
Regeneration & Planning	3,716	3,795	3,615	(180)	(4.74)%
Property Services	3,298	3,347	3,355	8	0.24%
Environmental & Public Protection	12,765	12,814	12,879	65	0.51%
Roads	3,867	3,917	3,819	(98)	(2.50)%
Corporate Director	149	149	149	0	0.00%
<b>TOTAL NET EXPENDITURE</b>	<b>23,795</b>	<b>24,022</b>	<b>23,817</b>	<b>(205)</b>	<b>(0.85)%</b>
Transfer to Earmarked Reserves *	0	(1,489)	(1,489)	0	0.00%
<b>TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES</b>	<b>23,795</b>	<b>22,533</b>	<b>22,328</b>	<b>(205)</b>	<b>(0.91)%</b>

\* Per Appendix 3: New funding transferred to earmarked reserves during 2018/19

**ENVIRONMENT AND REGENERATION COMMITTEE****REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****PERIOD 9: 1st April 2018- 31st December 2018**

<u>Out Turn</u> <u>2017/18</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2018/19</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>31-Dec-18</u> <u>£000</u>	<u>Projection</u> <u>2018/19</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>							
459	Economic Development Admin	Employee Costs	439	308	337	473	34	7.74%
823	Building Services	Employee Costs	831	583	571	810	(21)	(2.53)%
230	Building Control	Employee Costs	245	172	140	211	(34)	(13.88)%
334	Development Control	Employee Costs	323	227	232	343	20	6.19%
							<b>(1)</b>	
288	Building Services - Direct Purchases	Supplies and Services	164	123	195	234	70	42.68%
151	Building Services - Subcontractors	Supplies and Services	220	165	235	280	60	27.27%
							<b>130</b>	
0	Employability - Innovation & Integration grant expenditure	PTOB	0	0	17	101	101	
141	Planning PTOB	PTOB	115	67	114	135	20	17.39%
75	Economic Development - Smarter Choices	PTOB	0	0	34	75	75	
							<b>196</b>	
0	Employability - Innovation & Integration grant income	Income	0	0	0	(101)	(101)	
(34)	Economic Development Admin	Income	0	0	(40)	(60)	(60)	
(75)	Economic Development - Smarter Choices	Income	0	0	0	(75)	(75)	
(378)	Development Control	Income	(266)	(200)	(395)	(431)	(165)	62.03%
(9)	Building Services - Recharge Int Clients	Income	(145)	(109)	(15)	(98)	47	(32.41)%
(660)	Building Services - Work Won in Tender	Income	(603)	(452)	(330)	(780)	(177)	29.35%
							<b>(531)</b>	
	<b>PROPERTY SERVICES</b>							
201	Office Accommodation - Electricity	Property Costs	220	165	108	200	(20)	(9.09)%
							<b>(20)</b>	
251	Technical Services - Agency Staff	Administration	0	0	203	260	260	
							<b>260</b>	
(1,066)	Technical Services - Recharges to Capital	Income	(758)	(569)	0	(1,018)	(260)	34.30%
							<b>(260)</b>	

**ENVIRONMENT AND REGENERATION COMMITTEE****REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****PERIOD 9: 1st April 2018- 31st December 2018**

<u>Out Turn</u> <u>2017/18</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2018/19</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>31-Dec-18</u> <u>£000</u>	<u>Projection</u> <u>2018/19</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; PUBLIC PROTECTION</b>							
171	Public Protection - Trading Standards	Employee Costs	119	84	66	88	(31)	(26.05)%
0	Public Protection - Social Protection/ Wardens - Overtime	Employee Costs	0	0	19	20	20	
110	Management	Employee Costs	84	59	77	109	25	29.76%
2,545	Management - Turnover	Employee Costs	2,243	1,573	1,529	2,200	(43)	(1.92)%
1,545	Grounds Maintenance	Employee Costs	1,590	1,115	1,016	1,531	(59)	(3.71)%
812	Vehicle Maintenance	Employee Costs	845	593	536	807	(38)	(4.50)%
1,299	Street Cleaning	Employee Costs	1,119	785	876	1,082	(37)	(3.31)%
1,493	Refuse Collection	Employee Costs	1,424	999	905	1,385	(39)	(2.74)%
							<b>(202)</b>	
321	Vehicle Maintenance - Materials & Subcontractors	Supplies and Services	272	204	229	312	40	14.71%
							<b>40</b>	
18	Service-wide - Purchase of Tyres	Transport & Plant	0	0	17	25	25	
							<b>25</b>	
62	Refuse Collection - Agency Staff	Administration	20	15	76	85	65	325.00%
							<b>65</b>	
88	Waste Strategy - Food Waste	PTOB	96	67	40	61	(35)	(36.46)%
37	Waste Strategy - Other Expenditure	PTOB	67	50	31	41	(26)	(38.81)%
2,786	Refuse Transfer - Residual Waste	PTOB	2,917	2,188	2,014	2,892	(25)	(0.86)%
74	Refuse Transfer - Non contract Waste	PTOB	48	36	64	85	37	77.08%
172	Waste Strategy - Payments to Greenlight	PTOB	204	153	66	274	70	34.31%
							<b>21</b>	
(392)	Vehicle Maintenance - Non-routine Materials income	Income	(252)	(189)	(223)	(292)	(40)	15.87%
(659)	Refuse Collection - Trade Waste	Income	(803)	(562)	(543)	(707)	96	(11.96)%
(637)	Crematorium - Cremations Income	Income	(676)	(453)	(419)	(656)	20	(2.96)%
0	Public Protection - HEEPS	Income	0	0	(53)	(53)	(53)	
0	Public Protection - Social Protection/ Wardens	Income	0	0	0	(20)	(20)	
							<b>3</b>	

ENVIRONMENT AND REGENERATION COMMITTEEREVENUE BUDGET MONITORING REPORTMATERIAL VARIANCESPERIOD 9: 1st April 2018- 31st December 2018

<u>Out Turn</u> <u>2017/18</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2018/19</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>31-Dec-18</u> <u>£000</u>	<u>Projection</u> <u>2018/19</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Variance</u> <u>%</u>
754	<b>ROADS</b> Roads Operations Unit	Employee Costs	740	519	459	688	(52)	(7.03)%
							<b>(52)</b>	
1,192	Roads Operations Unit - Materials	Supplies and Services	1,525	924	780	960	(565)	(37.05)%
66	Roads Client - Design Rechargeable	Supplies and Services	0	0	122	122	122	
323	Roads Client - Payments to Lighting Contractor	Supplies and Services	333	250	176	273	(60)	
							<b>(503)</b>	
89	Roads Operations - Non Routine Vehicle Maintenance	Transport & Plant	23	17	30	45	22	95.65%
268	Roads Operations - External Hires	Transport & Plant	305	198	198	257	(48)	(15.74)%
							<b>(26)</b>	
(950)	Roads Operations Unit - Recharges at Dayworks	Income	(770)	(460)	(419)	(822)	(52)	6.75%
(2,111)	Roads Operations Unit - Recharges Schedule of Rates	Income	(2,705)	(1,615)	(1,340)	(1,871)	834	(30.83)%
(98)	Roads Operations Unit - NCI	Income	(26)	(15)	(76)	(195)	(169)	650.00%
(66)	Roads Client - Design Rechargeable	Income	0	0	(122)	(122)	(122)	
(295)	Parking - PCN Income	Income	(231)	(173)	(195)	(286)	(55)	23.81%
(74)	Parking - Sales Fees and Charges	Income	(118)	(89)	(65)	(93)	25	(21.19)%
							<b>461</b>	
							<b>(394)</b>	
<b>Total Material Variances</b>							<b>(394)</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 2019/20 &amp; Beyond</u>	<u>Lead Officer Update</u>
	<u>2018/19</u>	<u>2018/19</u>	<u>2018/19</u>	<u>2018/19</u>		
	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	
Renewal of Clune Park Area	1,542	128	29	110	1,432	The projected expenditure in 2018/19 relates to Legal Fees and Professional fees.
Youth Employment	715	138	59	270	445	Direct employee costs for Modern apprentices as well as training fees and grants to local employers. Additional funds to deliver 6 mature modern apprentices with additional employability support who have been in post since January, and match funding for Working Matters grant. Funding for 5 new modern apprenticeships for young people with autism. Posts have not been advertised yet.
Repopulating/Promoting Inverclyde/ Group Action Plan	618	50	6	18	600	Marketing, Council Tax discounts, relocation packages, Tourism, Business Support and self build plots to attract residents to Inverclyde. Action Plan currently being developed by repopulation group.
Employability Initiatives	154	70	0	54	100	Contracts to local organisations and individuals for general employability.
Town and Village Centre Environmental Improvements	314	259	228	314	0	To deliver a range of environmental improvements in towns and villages across Inverclyde in consultation with Local Communities. Will be spent in full in 18/19.
Economic Development Initiatives	70	45	24	70	0	Start up grants and shopfront improvements. Expected to be spent in full in 18/19.
CEF Energy Audit	88	20	9	21	67	Funding for specialist Energy Audits and subsequent energy efficiency projects identified as part of audits. Initial energy audit progressing.

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 2019/20 &amp; Beyond</u>	<u>Lead Officer Update</u>
	<u>2018/19</u>	<u>2018/19</u>	<u>2018/19</u>	<u>2018/19</u>		
	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	
Demolish Redundant Buildings	150	0	0	20	130	Provision of grant support to private owners to allow demolition of redundant buildings at Port Glasgow Industrial Estate.
Traffic Management Studies	30	30	0	0	30	Work delivered via core budget, therefore proposed to write back this sum.
Refurbishment of Ashton Prom	50	50	24	50	0	Quotations have been returned and works being progressed.
Master Plan Gourrock Park	20	20	0	20	0	Tender being prepared in line with timescale.
Investment Roads & Footpaths	204	204	204	204	0	Repairs have been completed to carriageways and footways with the additional funding provided after the prolonged and poor winter weather.
<b>Total Category C to E</b>	<b>3,955</b>	<b>1,014</b>	<b>583</b>	<b>1,151</b>	<b>2,804</b>	