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<b>Report To:</b>	<b>Environment &amp; Regeneration Committee</b>	<b>Date:</b>	<b>29 August 2019</b>
<b>Report By:</b>	<b>Chief Financial Officer and Corporate Director Environment, Regeneration and Resources</b>	<b>Report No:</b>	<b>FIN/77/19/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 2019/20 Revenue Budget – Period 3 (30 June 2019)</b>		

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## 1.0 PURPOSE

1.1 To advise the Committee of the 2018/19 out-turn and the 2019/20 Revenue Budget position at period 3 to 30 June 2019.

## 2.0 SUMMARY

2.1 In 2018/19, excluding the carry forward of Earmarked Reserves, there was an underspend of £194,000 within the Environment and Regeneration Committee. This was an increase in expenditure of £189,000 from the Period 11 projected outturn reported to Committee in May.

2.2 The major variances making up this underspend were as follows:

- i. Turnover Savings across the Committee (not offset by other variances or income) of £298,000, due to delays in filling vacant posts.
- ii. A net over-recovery of Planning fee income of £154,000 due to a higher than budgeted level of applications being received.
- iii. A net overspend in Building Services of £106,000. This is mainly due to a change in accounting treatment which means that Work in Progress is not recognised as income at the year end. The impact of this will be one-off.
- iv. An overspend of £108,000 in Waste Strategy due to additional costs associated with the previous recycling contractor going into liquidation.
- v. An underspend within Refuse Transfer Station on the residual waste contract of £105,000 due to a lower than budgeted level of tonnes treated. This was offset by an under-recovery of £99,000 within trade waste income. The Committee is requested to approve virement as outlined at 3.2 and Section 8 to offset these variances.
- vi. Underspends in Roads Client electrical power and lighting maintenance of £51,000 and £56,000 due to the investment in street lighting. These budget lines have been reduced as part of the 2019/20 budget process.
- vii. An over-recovery of Roads Client fee income of £61,000 due to a number of large grant funded projects being carried out in year.
- viii. A net overspend within Roads Operations of £189,000.

2.3 The revised 2019/20 budget for Environment and Regeneration is £23,900,000 which excludes Earmarked Reserves.

2.4 The latest projection, excluding Earmarked Reserves, is an underspend of £66,000.

- 2.5 The main material variances projected at Period 3 are turnover savings across the Committee, due to delays in filling vacant posts.
- 2.6 Operational Earmarked Reserves for 2019/20 total £4,659,000 of which £1,716,000 is projected to be spent in the current financial year. As detailed in Appendix 4, expenditure of £133,000 (8% of projected spend or 100% of phased budget) has been incurred to Period 3.

### **3.0 RECOMMENDATIONS**

- 3.1 It is recommended that the Committee notes the out-turn for 2018/19 and the current projected underspend for 2019/20 of £66,000 as at 30 June 2019.
- 3.2 The Committee is asked to approve virement as detailed in Section 8 and Appendix 5.

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 2019/20 budget as well as the 2018/19 out-turn and to highlight the main issues contributing to the underspend in 2018/19 and the projected underspend in 2019/20.
- 4.2 The revised 2018/19 budget for Environment and Regeneration, excluding earmarked reserves, is £23,900,000. This is an increase of £5,000 from the approved budget, prior to transfers to earmarked reserves. Appendix 1 gives details of this budget movement.

## 5.0 2018/19 OUT-TURN

- 5.1 The main variations from budget and movements from the probable outturn position reported to the Committee in May for 2018/19 were as follows:

	Revised Budget 2018/19	Outturn 2018/19	Variance to Budget	Percentage Variance to Budget	Movement since Period 11
Regeneration & Planning	3,807	3,665	(142)	(3.73)%	71
Property Services	3,348	3,451	103	3.08%	110
Environmental & Public Protection	12,882	12,760	(122)	(0.95)%	(102)
Roads	3,917	3,884	(33)	(0.84)%	110
Corporate Director	150	150	0	0.00%	0
<b>TOTAL NET EXPENDITURE</b>	<b>24,104</b>	<b>23,910</b>	<b>(194)</b>	<b>(0.80)%</b>	<b>189</b>
Earmarked Reserves	(1,708)	(1,708)	0	0.00%	0
<b>TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES</b>	<b>22,396</b>	<b>22,202</b>	<b>(194)</b>	<b>(0.87)%</b>	<b>189</b>

- 5.2 The actual out-turn, excluding Earmarked Reserves, was £22,202,000 which represents an underspend of £194,000. This is an increase in spend of £189,000 from the projected outturn reported to the Committee in May 2019. The material variances are outlined in 5.3 to 5.7.

### 5.3 Committee-wide Variances

Turnover Savings across the Committee (not offset by other variances or income) of £298,000, due to delays in filling vacant posts.

### 5.4 Regeneration & Planning Variances

- i. Over-recovery of Planning fee income of £154,000 due to an increased number of planning applications. In addition to this over-recovery, £69,000 additional income was earmarked for use in future years.
- ii. A net overspend in Building Services of £106,000, mainly due to a new accounting standard which means that Work in Progress is not recognised at the year end. This will be a one-off impact.

### 5.5 Property Services Variances

There were a number of variances within Property Services totalling £103,000; none of which were material.

## 5.6 Environmental & Public Protection Variances

- i. An underspend on the residual waste contract of £105,000 due to a reduced number of tonnes of waste being processed. This is offset by an under recovery in Trade Waste income of £99,000. Virement, as requested at 3.2 and detailed in Section 8 of this report, will offset these variances in the current financial year.
- ii. An overspend of £108,000 on the recycling contract due to the previous contractor going into liquidation and the temporary measures that had to be put in place as a result.

## 5.7 Roads

- i. An underspend on Roads Lighting electrical power of £51,000 due to the early achievement of savings resulting from the conversion of higher wattage lighting units ahead of schedule.
- ii. An underspend on the Roads Lighting Maintenance contract of £56,000, due to a drop in maintenance costs as a result of capital investment in street lighting. The 2019/20 budget has consequently been reduced by £45,000.
- iii. An over recovery of Roads Client fee income of £61,000 due to a higher than anticipated level of grant funded works.
- iv. An underspend in Roads Operations materials and subcontractors of £406,000; more than offset by an under recovery in income of £595,000.

## 6.0 2019/20 CURRENT POSITION

6.1 The current projection for 2019/20 is an underspend of £66,000 (0.28%).

### 6.2 Regeneration & Planning - £70,000 underspend

The current projected out-turn for Regeneration & Planning is an underspend of £70,000.

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 £79,000 in employee costs due to delays in filling vacant posts.

#### (b) Payments to Other Bodies

There is a projected overspend of £117,000 in Payments to Other Bodies, mainly due to expenditure on grant funded projects: Smarter Choices and Innovation & Integration of £73,000 and £30,000 respectively. This expenditure is offset by grant income, per 6.2 (c) below.

#### (c) Income

There is a net over recovery in income of £108,000, the majority of which is grant income for Smarter Choices and Innovation and Integration, as outlined at 6.2 (b) above.

### 6.3 **Property Services - £88,000 overspend**

The current projected out-turn for Property Services is an overspend of £88,000.

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 underspend of £25,000, mainly due to a projected underspend in Technical Services of £75,000, offset by a turnover savings budget of £39,000.

#### (b) Property Costs

There is a projected overspend in Property Costs of £20,000 within Surplus Property mainly due to NDR costs for a number of empty properties which are at various stages in the process of marketing for disposal.

#### (c) Administration Costs

There is a projected overspend of £200,000 within Technical Services agency staff costs which are offset by additional capital recharge income and turnover savings.

#### (d) Income

There is a projected over recovery in income of £107,000, mainly due to an over recovery of Technical Services property fee income of £125,000. This income is more than offset by an increase in agency staff costs. Officers will continue to monitor the projected fee income and an updated position will be presented to the next Committee.

### 6.4 **Environmental & Public Protection - £61,000 underspend**

The current projected out-turn for Environmental & Public Protection is an underspend of £61,000.

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

#### (a) Employee Costs

There is a projected underspend of £49,000 in employee costs, mainly due to:

- i. Turnover savings and reduced overtime in Refuse Collection of £53,000. This is partially offset by an overspend on agency costs.
- ii. Turnover savings within Vehicle Maintenance of £34,000.
- iii. Within Management, there is a projected overspend of £46,000 due to the turnover savings target not being achieved.
- iv. Other turnover savings across the Service of £8,000.

#### (b) Administration Costs

There is a projected overspend of £47,000 in Administration costs, mainly due to a projected overspend on agency costs of £44,000 within Refuse Collection. This overspend is offset by an underspend in employee costs.

(c) Payments to Other Bodies

Payments to Other Bodies is projected to overspend by £108,000, due mainly to the following:

- i. Expenditure of £172,000 relating to the Home Energy Efficiency Programmes for Scotland (HEEPS) grant, offset by income.
- ii. A projected underspend in the residual waste contract of £25,000. This is the position after allowing for virement as requested at 3.2 and Section 8.
- iii. A projected underspend on the recycling contract of £40,000 due to a reduction in tonnages treated.

(d) Income

A £60,000 contribution towards Affordable Housing has been received from a housing developer. This is not included in the projected outturn as it will be transferred to the Repairs and Renewals fund at the year end.

There is a projected over recovery in income of £174,000, mainly due to:

- i. HEEPS grant income of £172,000, offset by additional expenditure, see 6.4(c)(i) above.
- ii. An under recovery in Refuse Collection trade waste income of £25,000. This position is after virement outlined in Section 8 has been allowed for. This line will continue to be monitored in conjunction with the residual waste budget.

**6.5 Roads - £23,000 underspend**

The current projected out-turn for Roads is an underspend of £23,000.

The main issues contributing to the current projected underspend for Roads are detailed below and in Appendix 3:

(a) Employee Costs

Employee costs are projected to overspend by £10,000, due to the following:

- i. Within Roads Client there is an overspend of £47,000 projected. This is mainly due to employee cost expenditure which is partly funded by additional fee income and the turnover savings target not being achieved.
- ii. There are turnover savings projected within Roads Operations of £37,000 which are offset by expenditure on agency staff, per 6.5(c) below.

(b) Supplies & Services

There is a projected overspend of £22,000 within Supplies & Services, mainly due to:

- i. Roads Client rechargeable works of £34,000, offset by additional income.
- ii. An underspend in Roads Client Lighting electrical power of £20,000. This is a recurring underspend and will be addressed as part of the budget process.

(c) Administration Costs

There is a projected overspend of £30,000 due to spend on agency workers which is offset by turnover savings.

(d) Income

There is a projected over recovery in income of £69,000, mainly due to:

- i. Income for rechargeable works, as outlined at 6.5(b)(i) above of £34,000.
- ii. Capital fee income which offsets additional employee costs of £30,000

6.6 Corporate Director - £nil Variance

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

7.0 **EARMARKED RESERVES**

7.1 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 100% of phased budget (8% of projected spend).

8.0 **VIREMENTS**

8.1 The Committee is asked to approve virements as outlined in Appendix 5. These virements are reflected throughout the report. Firstly, it is requested that £100,000 be vired in order to offset a variance within the Trade Waste income budget arising due to a reduction in customer base, with a corresponding reduction in Residual Waste disposal costs, due to less tonnes being treated. Secondly, it is requested that a further £26,000 be vired from Residual Waste disposal to Non Contract Waste disposal. This virement is necessary due to alternative disposal routes being adopted for certain waste streams. These virements are permanent in nature.

9.0 **IMPLICATIONS**

**Finance**

9.1 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**

9.2 There are no specific legal implications arising from this report.

## **Human Resources**

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

## **Equalities**

9.4 There are no equality issues arising from this report.

## **Repopulation**

9.5 There are no repopulation issues within this report.

## **10.0 CONSULTATIONS**

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

## **11.0 CONCLUSIONS**

11.1 The Committee is currently reporting an underspend of £66,000.

## **12.0 LIST OF BACKGROUND PAPERS**

12.1 There are no background papers relating to this report.



**Environment & Regeneration Budget Movement - 2018/19****PERIOD 3: 1st April 2019- 30th June 2019**

Service	Approved Budget		Movements			Revised Budget
	2019/20 £000	Inflation £000	Virement £000	Supplementary Budgets £000	Transferred to EMR £000	2019/20 £000
Regeneration & Planning	3,849			5		3,854
Property Services	3,307					3,307
Environmental & Public Protection	12,918		(47)			12,871
Roads	3,665		47			3,712
Corporate Director	156					156
Totals	<u>23,895</u>	<u>0</u>	<u>0</u>	<u>5</u>	<u>0</u>	<u>23,900</u>

**Movement Details**

£000

External ResourcesInflation0Virements

Virement from Environment &amp; Public Protection to Roads in relation to employee transfers

(47)

Virement to Roads from Environment &amp; Public Protection in relation to employee transfers

47

0Supplementary Budgets

Additional budget for management regrading approved as part of Senior Management restructure

5

55

ENVIRONMENT AND REGENERATION COMMITTEEREVENUE BUDGET MONITORING REPORTPERIOD 3: 1st April 2019- 30th June 2019

Subjective Heading	Approved Budget 2019/20 £000	Revised Budget 2019/20 £000	Projected Out-turn 2019/20 £000	Projected Over/(Under) Spend	Percentage Variance %
Employee Costs	15,784	15,897	15,754	(143)	(0.90)%
Property Costs	5,385	5,385	5,390	5	0.09%
Supplies & Services	4,633	4,205	4,232	27	0.64%
Transport Costs	2,230	2,298	2,301	3	0.13%
Administration Costs	556	570	847	277	48.58%
Payments to Other Bodies	9,561	9,410	9,634	224	2.38%
Other Expenditure	378	366	365	(1)	(0.27)%
Income	(14,632)	(14,231)	(14,689)	(458)	3.22%
<b>TOTAL NET EXPENDITURE</b>	<b>23,895</b>	<b>23,900</b>	<b>23,834</b>	<b>(66)</b>	<b>(0.28)%</b>
Transfer to Earmarked Reserves *	0	0	0	0	
<b>TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES</b>	<b>23,895</b>	<b>23,900</b>	<b>23,834</b>	<b>(66)</b>	<b>(0.28)%</b>

Objective Heading	Approved Budget 2019/20 £000	Revised Budget 2019/20 £000	Projected Out-turn 2019/20 £000	Projected Over/(Under) Spend	Percentage Variance %
Regeneration & Planning	3,849	3,854	3,784	(70)	(1.82)%
Property Services	3,307	3,307	3,395	88	2.66%
Environmental & Public Protection	12,918	12,871	12,810	(61)	(0.47)%
Roads	3,665	3,712	3,689	(23)	(0.62)%
Corporate Director	156	156	156	0	0.00%
<b>TOTAL NET EXPENDITURE</b>	<b>23,895</b>	<b>23,900</b>	<b>23,834</b>	<b>(66)</b>	<b>(0.28)%</b>
Transfer to Earmarked Reserves *	0	0	0	0	
<b>TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES</b>	<b>23,895</b>	<b>23,900</b>	<b>23,834</b>	<b>(66)</b>	<b>(0.28)%</b>

\* Per Appendix 3: New funding transferred to earmarked reserves during 2019/20

Earmarked Reserves	Approved Reserves 2019/20 £000	Revised Reserves 2019/20 £000	2019/20 Budget £000	Projected Spend 2019/20 £000	Projected Carry Forward £000
Earmarked Reserves	5,794	9,863	5,283	5,283	4,580
CFCR	0	665	173	173	492
<b>TOTAL</b>	<b>5,794</b>	<b>10,528</b>	<b>5,456</b>	<b>5,456</b>	<b>5,072</b>

**ENVIRONMENT AND REGENERATION COMMITTEE****REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****PERIOD 3: 1st April 2019- 30th June 2019**

<u>Out Turn</u> <u>2018/19</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2019/20</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>30-Jun-19</u> <u>£000</u>	<u>Projection</u> <u>2019/20</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>							
487	Economic Development - Admin	Employee Costs	463	110	98	440	(23)	(4.97)%
208	Planning - Building Control	Employee Costs	275	66	33	239	(36)	(13.09)%
							<b>(59)</b>	
76	Regeneration Fund - Innovation Grant Expenditure	PTOB	0	0	1	30	30	
87	Planning - Smarter Choices Grant Expenditure	PTOB	0	0	0	73	73	
							<b>103</b>	
(76)	Regeneration Fund - Innovation Grant Income	Income	0	0	(30)	(30)	(30)	
(87)	Planning - Smarter Choices Grant Income	Income	0	0	0	(73)	(73)	
							<b>(103)</b>	
	<b>PROPERTY SERVICES</b>							
845	Technical Services - Employee Costs	Employee Costs	863	205	202	827	(36)	(4.17)%
							<b>(36)</b>	
86	Surplus Property - Property Costs	Property Costs	55	14	72	75	20	36.36%
							<b>20</b>	
265	Technical Services - Agency Staff	Administration	0	0	56	200	200	
							<b>200</b>	
(1,025)	Technical Services - Recharges to Capital	Income	(758)	(190)	0	(883)	(125)	16.49%
							<b>(125)</b>	

ENVIRONMENT AND REGENERATION COMMITTEEREVENUE BUDGET MONITORING REPORTMATERIAL VARIANCESPERIOD 3: 1st April 2019- 30th June 2019

<u>Out Turn</u> <u>2018/19</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2019/20</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>30-Jun-19</u> <u>£000</u>	<u>Projection</u> <u>2019/20</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>							
0	Public Protection - Safer Communities	Employee Costs	777	185	182	797	20	2.57%
843	Public Protection - Community Wardens	Employee Costs	773	184	178	746	(27)	(3.49)%
199	Vehicle Maintenance - Manuals	Employee Costs	897	217	145	863	(34)	(3.79)%
361	Refuse Collection- Manuals	Employee Costs	1,584	362	337	1,531	(53)	(3.35)%
2,407	Environmental Management	Employee Costs	1,385	329	347	1,431	46	3.32%
							<b>(48)</b>	
93	Refuse Collection - Agency Staff	Administration	20	5	22	64	44	220.00%
							<b>44</b>	
1,204	HEEPS - Payments to Other Bodies	PTOB	0	0	172	172	172	
2,812	Refuse Transfer Station- Residual Waste Contract	PTOB	2,702	504	553	2,677	(25)	(0.93)%
270	Waste Strategy - Dry Mixed Recycling	PTOB	344	90	22	304	(40)	(11.63)%
							<b>107</b>	
1,248	HEEPS - Government Grants	Income	0	0	(172)	(172)	(172)	
(704)	Refuse Collection - Food Waste Disposal	Income	(722)	(288)	(239)	(697)	25	(3.46)%
							<b>(147)</b>	

ENVIRONMENT AND REGENERATION COMMITTEEREVENUE BUDGET MONITORING REPORTMATERIAL VARIANCESPERIOD 3: 1st April 2019- 30th June 2019

<u>Out Turn</u> <u>2018/19</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Subjective Head</u>	<u>Budget</u> <u>2019/20</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u> <u>£000</u>	<u>Actual to</u> <u>30-Jun-19</u> <u>£000</u>	<u>Projection</u> <u>2019/20</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Variance</u> <u>%</u>
	<b>ROADS</b>							
698	Roads Operations Unit	Employee Costs	730	174	147	693	(37)	(5.07)%
25	Roads Client	Employee Costs	1,269	302	333	1,316	47	3.70%
							<b>10</b>	
293	Roads Client - Rechargeable payments to contractor	Supplies and Services	0	0	34	34	34	
358	Roads Client - Lighting - Electrical Power	Supplies and Services	354	89	37	334	(20)	(5.65)%
							<b>14</b>	
24	Roads Operations Unit - Agency Costs	Administration Costs	0	0	30	30	30	
							<b>30</b>	
(133)	Roads Client - Income from Capital	Income	(324)	(81)	0	(354)	(30)	9.26%
(807)	Roads Operations Unit - DLO Recharges at Dayworks	Income	(654)	(83)	(126)	(879)	(225)	34.40%
(1,903)	Roads Operations Unit - DLO Recharges at Schedule of Rates	Income	(2,256)	(344)	0	(1,981)	275	(12.19)%
(197)	Roads Operations Unit - Non Client Involvement	Income	(26)	(3)	(13)	(76)	(50)	192.31%
(286)	Roads Client - Rechargeable Works	Income	0	0	0	(34)	(34)	
							<b>(64)</b>	
<b>Total Material Variances</b>							<b>(54)</b>	

**EARMARKED RESERVES POSITION STATEMENT**

**COMMITTEE: Environment & Regeneration**

<u>Project</u>	<u>Total Funding</u>	<u>Phased Budget To Period 03</u>	<u>Actual To Period 03</u>	<u>Projected Spend</u>	<u>Amount to be Earmarked for 2020/21 &amp; Beyond</u>	<u>Lead Officer Update</u>
	<u>2019/20</u> <u>£000</u>	<u>2019/20</u> <u>£000</u>	<u>2019/20</u> <u>£000</u>	<u>2019/20</u> <u>£000</u>	<u>£000</u>	
Renewal of Clune Park Area	2,285	38	38	190	2,095	The majority of the projected expenditure in 2019/20 relates to Legal Fees and Professional fees. There will also be some security costs.
Youth Employment	633	21	21	426	207	Direct employee costs for Modern apprentices as well as training fees and grants to local employers. Graduates now in post.
Repopulating/Promoting Inverclyde/ Group Action Plan	595	6	6	180	415	Original funding for Marketing, Council Tax discounts, relocation packages, Tourism, Business Support and self build plots to attract residents to Inverclyde. New Action Plan currently being developed by repopulation group.
Employability Initiatives	154	0	0	48	106	Contracts to local organisations and individuals for general employability.
Town and Village Centre Environmental Improvements	143	48	48	143	0	To deliver a range of environmental improvements in towns and villages across Inverclyde in consultation with Local Communities. Review of outturn being undertaken following RI transition.
Demolish Redundant Buildings	150	0	0	150	0	Provision of grant support to private owners to allow demolition of redundant buildings at Port Glasgow Industrial Estate. Propose report to September Committee to amend policy.
Roads Defects & Drainage	200	20	20	200	0	Additional funding will be used to carry out repairs to carriageways, footways, drainage and others as required after winter weather conditions.
Allocation for a Safer Streets Initiative	150	0	0	150	0	Recommendations will be identified and presented to Committee. Additional funding will be used to deliver projects that are identified through reallocation of scoring to prioritise public perception projects.

**EARMARKED RESERVES POSITION STATEMENT**

**COMMITTEE: Environment & Regeneration**

<u>Project</u>	<u>Total Funding</u>	<u>Phased Budget To Period 03</u>	<u>Actual To Period 03</u>	<u>Projected Spend</u>	<u>Amount to be Earmarked for 2020/21 &amp; Beyond</u>	<u>Lead Officer Update</u>
	<u>2019/20</u> <u>£000</u>	<u>2019/20</u> <u>£000</u>	<u>2019/20</u> <u>£000</u>	<u>2019/20</u> <u>£000</u>	<u>£000</u>	
Seed Funding for active travel within Inverclyde	50	0	0	50	0	Policy in development, proposed report to September Committee.
Establish a conservation area and listed building grant	80	0	0	0	80	Policy in development, proposed report to September Committee.
Repaint and carry out essential repairs to the Comet	50	0	0	10	40	Carrying out survey to assess the extent and cost of work required.
Strategic Investment	169	0	0	169	0	Will be spent in full 19/20 (awaiting company to sign agreement).
<b>Total Category C to E</b>	<b>4,659</b>	<b>133</b>	<b>133</b>	<b>1,716</b>	<b>2,943</b>	

**ENVIRONMENT AND REGENERATION COMMITTEE****VIREMENT REQUESTS****PERIOD 3: 1st April 2019- 30th June 2019**

<b>Budget Heading</b>		<b>Increase Budget</b>	<b>(Decrease) Budget</b>
		<b>£</b>	<b>£</b>
Refuse Transfer Station - Residual Waste contract	1		(100,000)
Refuse Collection - Trade Waste income	1	100,000	
Refuse Transfer Station - Residual Waste contract	2		(26,000)
Refuse Transfer Station - Non Contract Waste Disposal	2	26,000	
<b>Total</b>		<b>126,000</b>	<b>(126,000)</b>

**Note**

- 1 This permanent virement is requested in order to correct an underlying under recovery in Refuse Collection Trade Waste income due to a loss of customer base. This has led to a reduction in residual waste tonnages disposed of and therefore the proposed virement offsets the two variances.
- 2 This permanent virement is requested due to changes in the way some waste streams are treated. Whereby previously some items would have been landfilled, alternative methods of disposal have been introduced. This virement corrects the budget allocation accordingly.