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|-------------------------|---|--------------------|--------------------------|
| <b>Report To:</b>       | <b>Environment &amp; Regeneration Committee</b>   | <b>Date:</b>       | <b>29 October 2015</b>   |
| <b>Report By:</b>       | <b>Chief Financial Officer and Corporate Director Environment, Regeneration and Resources</b> | <b>Report No:</b>  | <b>FIN/98/15/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 2015/16 Revenue Budget – Period 5 to 31 August 2015</b>       |                    |                          |

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## 1.0 PURPOSE

- 1.1 To advise Committee of the 2015/16 Revenue Budget position at Period 5 to 31 August 2015.

## 2.0 SUMMARY

- 2.1 The revised 2015/16 budget for Environment and Regeneration is £20,368,000 which excludes Earmarked Reserves.
- 2.2 The latest projection, excluding Earmarked Reserves, is an underspend of £212,000, a reduction in spend of £176,000 since Period 3 Committee.
- 2.3 The major variances projected at Period 5 are:
- i. An underspend in fuel across Environmental Services of £49,000. This is in part due to a reduction in fuel prices which will be returned to the inflation contingency.
  - ii. An underspend within the residual waste contract of £77,000 due to a reduction in tonnages of waste treated.
  - iii. Turnover savings within Environmental Services Management of £88,000; £40,000 of which is the early achievement of a future year saving.
  - iv. An underrecovery of Roads Client sales, fees and charges income of £43,000. This is due to fewer construction consent applications than anticipated.
- 2.4 Earmarked Reserves for 2015/16 total £2,523,000 of which £1,475,000 is projected to be spent in the current financial year. As detailed in Appendix 4 expenditure of £222,000 (15%) has been incurred to Period 5, which is in line with phased expenditure.

## 3.0 RECOMMENDATIONS

- 3.1 The Committee note the current projected underspend for 2015/16 of £212,000 as at 31 August 2015.

Alan Puckrin  
Chief Financial Officer

Aubrey Fawcett  
Corporate Director  
Environment, Regeneration & Resources

## 4.0 BACKGROUND

4.1 The purpose of this report is to advise Committee of the current position of the 2015/16 budget and to highlight the main issues contributing to the projected underspend.

4.2 The revised 2015/16 budget for Environment and Regeneration, excluding earmarked reserves, is £20,368,000. This is a reduction of £1,828,000 from the approved budget. Appendix 1 gives details of this budget movement.

## 5.0 2015/16 CURRENT POSITION

5.1 The current projection for 2015/16 is an underspend of £212,000.

### 5.2 Regeneration & Planning - £9,000 overspend

The current projected out-turn for Regeneration & Planning is an overspend of £9,000, a reduction in projected spend of £9,000 since Period 3.

The main issues relating to the current projected overspend for Regeneration & Planning are detailed below:

#### (a) Employee Costs

There is a projected overspend of £9,000 due to the turnover savings target not being met. However, this overspend has reduced by £9,000 since last Committee.

### 5.3 Property Services - £35,000 overspend

The current projected out-turn for Property Services is an overspend of £35,000, a reduction in projected spend of £17,000 since last Committee.

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

#### (a) Employee Costs

As previously reported there is a projected overspend of £39,000, made up as follows:

- i. Cost of additional Technical Services employee of £49,000; offset by additional fee income.
- ii. Excess turnover savings of £10,000, partially offset by increased agency worker costs.

#### (b) Property Costs

There is a projected overspend of £23,000, £3,000 more spend than previously reported, mainly due to overspends on Non Domestic Rates of £13,000 and a number of minor overspends.

#### (c) Administration Costs

As previously reported, there is a projected overspend of £112,000 due mainly to agency worker costs within Technical Services of £100,000; partially offset by additional fee income.

#### (d) Income

There is a projected overrecovery in income of £139,000, £20,000 more income than was projected at Period 3. This overrecovery is due to:

- i. Additional Technical Services capital recharge income of £119,000 – offset by increased employee costs and agency worker costs, as previously reported.
- ii. Overrecovery of biomass and solar energy income of £20,000, not previously reported.

#### 5.4 **Environmental & Commercial Services - £201,000 underspend**

The current projected out-turn for Environmental & Commercial Services is an underspend of £201,000, a reduction in projected spend of £149,000 since Period 3.

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 £193,000, a further reduction in spend of £89,000 since last Committee, mainly due to:

- i. An underspend in Refuse Collection of £24,000, an increase in projected spend of £10,000 since Period 3. This underspend is due to delays in filling vacant posts. This is offset by increased agency worker costs, per 5.4(e) below.
- ii. Additional turnover savings within Management of £88,000; further turnover savings of £58,000 since last report; £40,000 of which is the early achievement of a 2016/17 saving.
- iii. An underspend in Janitors employee costs of £31,000 which is offset by reduced recharge income. This is a further underspend of £12,000 since last Committee.
- iv. An underspend in Catering of £12,000 due to turnover savings and reduced additional hours; a further reduction in expenditure of £5,000 from last Committee.
- v. An overspend within Vehicle Maintenance Drivers of £15,000, as previously reported. This is offset by additional income.
- vi. Turnover savings within Building Services of £13,000 due to delays in filling vacant posts. This is a further reduction in spend of £1,000 since Period 3.
- vii. An underspend in Roads Operational employee costs of £14,000, not previously reported; due to delays in filling vacant posts.
- viii. Other minor savings across the Service of £26,000, a reduction in spend of £9,000 since last report.

##### (b) **Property Costs**

There is a projected underspend of £77,000, a further reduction in spend of £46,000 since last Committee, mainly due to underspends in the residual waste contract of £64,000, a reduction in spend of £48,000 from Period 3; and food waste of £10,000, a reduction in projected spend of £3,000; due to a reduction in waste tonnages treated.

##### (c) **Supplies & Services**

There is a projected overspend of £493,000, an increase in spend of £402,000 since last Committee, mainly due to the following:

- i. Projected overspend on Roads Operational Sub Contractors and Materials of £400,000; £372,000 more spend than previously reported. This overspend is based on the current workplan and is offset by additional income.
- ii. Roads Client rechargeable spend of £49,000; £20,000 more spend than last Committee; which is offset by additional income.
- iii. Overspend on Crematorium technical equipment of £36,000, an increase in spend of £16,000 from last Committee, as a result of necessary repairs to the cremators.
- iv. A projected underspend in Catering provisions of £25,000, not previously reported. This underspend partially offsets the underrecovery in Catering income.

(d) Transportation & Plant

There is an underspend of £78,000, £42,000 less spend than previously reported, mainly as a result of:

- i. An underspend in the purchase of fuel of £65,000, a further reduction in projected spend of £26,000. This is offset by an underrecovery of fuel income.
- ii. Underspends in fuel under the Client Services of £49,000, in line with reduced Vehicle Maintenance fuel spend. This is in part due to a reduction in fuel prices which will be returned to the inflation contingency.
- iii. An overspend in Roads Operational external hires of £36,000, £48,000 more spend than previously projected. This is based on the current workplan and is offset by additional income.
- iv. A small underspend in non-routine maintenance across the client services of £21,000, not previously reported.
- v. Minor overspend on Roads Fund licences of £11,000, as previously reported.

(e) Administration Costs

There is a projected overspend of £57,000, £15,000 more spend than at Period 3, mainly due to:

- i. A projected overspend in Refuse Collection agency staff costs of £30,000, as previously reported. This is partially offset by reduced employee costs, as reported above.
- ii. A projected overspend on Vehicle Maintenance Drivers' agency staff costs of £15,000, not previously reported. This overspend is offset by additional recharge income.

(f) Payments to Other Bodies

There is an underspend of £28,000 projected in recycling contract costs based on current projected tonnages. This is a reduction in spend of £9,000 since last Committee.

(g) Income

There is a projected overrecovery of £358,000, a projected increase in income of £363,000 since Period 3, made up as follows:

- i. An overrecovery of Roads Operational income of £472,000, £448,000 more income than previously reported, in line with increased costs, detailed above. The net projected variance for Roads Operational being an overrecovery of £17,000.
- ii. An overrecovery of Roads Client recharge income of £49,000, £20,000 more income than previously projected as detailed above.
- iii. A projected underrecovery of Roads Client sales, fees and charges income of £43,000, not previously reported. This underrecovery is due to less construction consent income than anticipated.
- iv. An underrecovery in Janitors recharge income of £31,000, in line with reduced employee costs. This is a further reduction in income of £12,000 since Period 3.
- v. An overrecovery of Vehicle Maintenance Drivers income of £43,000, in line with increased employee costs and agency costs. This is £29,000 more income than was projected at last Committee.
- vi. An underrecovery of Vehicle Maintenance fuel recharge income of £65,000, in line with reduced costs, not previously reported.
- vii. An underrecovery of special catering income of £46,000, as previously reported. This is partially offset by reduced spend on provisions and is in line with previous years. A review of Special Catering is being undertaken by officers in order to bring this back on budget by the year end.

## 5.5 **Corporate Director - £55,000 underspend**

The Corporate Director budget is projecting £55,000 under budget as a result of recharges to Riverside Inverclyde, as reported at Period 3.

## 6.0 **EARMARKED RESERVES**

6.1 There is a planned contribution of £1,874,000 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 in line with phased budget.

## 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 £212,000.

## **11.0 LIST OF BACKGROUND PAPERS**

11.1 There are no background papers relating to this report.

**Environment & Regeneration Budget Movement - 2015/16**

**PERIOD 5: 1st April 2015 - 31st August 2015**

| Service                             | Approved Budget |                   | Movements        |                                  |                               | Revised Budget  |
|-------------------------------------|-----------------|-------------------|------------------|----------------------------------|-------------------------------|-----------------|
|                                     | 2015/16<br>£000 | Inflation<br>£000 | Virement<br>£000 | Supplementary<br>Budgets<br>£000 | Transferred to<br>EMR<br>£000 | 2015/16<br>£000 |
| Regeneration & Planning             | 4,594           |                   |                  |                                  | (960)                         | 3,634           |
| Property Services                   | 3,485           |                   |                  |                                  | (914)                         | 2,571           |
| Environmental & Commercial Services | 13,958          |                   | (1)              | 47                               |                               | 14,004          |
| Corporate Director                  | 159             |                   |                  |                                  |                               | 159             |
| <b>Totals</b>                       | <b>22,196</b>   | <b>0</b>          | <b>(1)</b>       | <b>47</b>                        | <b>(1,874)</b>                | <b>20,368</b>   |

**Supplementary Budget Detail**

£000

External Resources

Internal Resources

Parklea Klargester system - funded from Revenue Implications of the Capital Programme

6

Waste Disposal Contract - inflationary increase funded from the Inflation Contingency

41

Savings/Reductions

47

ENVIRONMENT AND REGENERATION COMMITTEEREVENUE BUDGET MONITORING REPORTPERIOD 5: 1st April 2015 - 31st August 2015

| Subjective Heading  | Approved Budget<br>2015/16<br>£000 | Revised Budget<br>2015/16<br>£000 | Projected Out-turn<br>2015/16<br>£000 | Projected Over/(Under)<br>Spend | Percentage Variance<br>% |
|---|------------------------------------|-----------------------------------|---------------------------------------|---------------------------------|--------------------------|
| Employee Costs  | 17,873                             | 17,786                            | 17,582                                | (204)                           | (1.15)%                  |
| Property Costs  | 8,239                              | 8,275                             | 8,225                                 | (50)                            | (0.61)%                  |
| Supplies & Services   | 6,498                              | 6,509                             | 6,985                                 | 476                             | 7.31%                    |
| Transport Costs   | 3,505                              | 3,516                             | 3,439                                 | (77)                            | (2.20)%                  |
| Administration Costs  | 521                                | 521                               | 690                                   | 169                             | 32.36%                   |
| Payments to Other Bodies                                      | 6,035                              | 6,076                             | 6,048                                 | (28)                            | (0.45)%                  |
| Income  | (20,475)                           | (20,441)                          | (20,939)                              | (498)                           | (2.43)%                  |
| <b>TOTAL NET EXPENDITURE</b>                                  | <b>22,196</b>                      | <b>22,242</b>                     | <b>22,030</b>                         | <b>(212)</b>                    | <b>(0.96)%</b>           |
| Transfer to Earmarked Reserves *                              | 0                                  | (1,874)                           | (1,874)                               | 0                               | 0.00%                    |
| <b>TOTAL NET EXPENDITURE EXCLUDING<br/>EARMARKED RESERVES</b> | <b>22,196</b>                      | <b>20,368</b>                     | <b>20,156</b>                         | <b>(212)</b>                    | <b>(1.04)%</b>           |

| Objective Heading   | Approved Budget<br>2015/16<br>£000 | Revised Budget<br>2015/16<br>£000 | Projected Out-turn<br>2015/16<br>£000 | Projected Over/(Under)<br>Spend | Percentage Variance<br>% |
|---|------------------------------------|-----------------------------------|---------------------------------------|---------------------------------|--------------------------|
| Regeneration & Planning                                       | 4,594                              | 4,594                             | 4,603                                 | 9                               | 0.20%                    |
| Property Services   | 3,485                              | 3,485                             | 3,520                                 | 35                              | 0.99%                    |
| Environmental & Commercial Services                           | 13,958                             | 14,004                            | 13,803                                | (201)                           | (1.43)%                  |
| Corporate Director  | 159                                | 159                               | 104                                   | (55)                            | (34.36)%                 |
| <b>TOTAL NET EXPENDITURE</b>                                  | <b>22,196</b>                      | <b>22,242</b>                     | <b>22,030</b>                         | <b>(212)</b>                    | <b>(0.96)%</b>           |
| Transfer to Earmarked Reserves *                              | 0                                  | (1,874)                           | (1,874)                               | 0                               | 0.00%                    |
| <b>TOTAL NET EXPENDITURE EXCLUDING<br/>EARMARKED RESERVES</b> | <b>22,196</b>                      | <b>20,368</b>                     | <b>20,156</b>                         | <b>(212)</b>                    | <b>(1.05)%</b>           |

\* Per Appendix 3: New funding transferred to earmarked reserves during 2015/16



## ENVIRONMENT AND REGENERATION COMMITTEE

## REVENUE BUDGET MONITORING REPORT

## MATERIAL VARIANCES

PERIOD 5: 1st April 2015 - 31st August 2015

| Out Turn<br>2014/15<br>£000     | Budget<br>Heading                              | Subjective Head     | Budget<br>2015/16<br>£000 | Proportion<br>of Budget | Actual to<br>31-Aug-15<br>£000 | Projection<br>2015/16<br>£000 | (Under)/Over<br>Budget<br>£000 | Percentage<br>Variance<br>% |
|---------------------------------|--|---------------------|---------------------------|-------------------------|--------------------------------|-------------------------------|--------------------------------|-----------------------------|
|                                 | <b>REGENERATION &amp; PLANNING</b>             |                     |                           |                         |                                |                               |                                |                             |
|                                 | No Material Variances                          |                     |                           |                         |                                |                               |                                |                             |
|                                 | <b>PROPERTY SERVICES</b>                       |                     |                           |                         |                                |                               |                                |                             |
| 1,264                           | Technical Services                             | Employee Costs      | 1,108                     | 448                     | 466                            | 1,167                         | 59                             | 5.32%                       |
| 159                             | Central Repairs                                | Employee Costs      | 157                       | 63                      | 58                             | 143                           | (14)                           | (8.92)%                     |
|                                 |  |                     |                           |                         |                                |                               | <b>45</b>                      |                             |
| 10                              | Technical Services - Rates                     | Property Costs      | 1                         | 1                       | 11                             | 11                            | 10                             | 1000.00%                    |
|                                 |  |                     |                           |                         |                                |                               | <b>10</b>                      |                             |
| 64                              | Technical Services - Agency Staff              | Administration      | 0                         | 0                       | 30                             | 100                           | 100                            | 0.00%                       |
|                                 |  |                     |                           |                         |                                |                               | <b>100</b>                     |                             |
| (60)                            | Technical Services - Income (Feed in Tariffs)  | Income              | (55)                      | (23)                    | (46)                           | (75)                          | (20)                           | 36.36%                      |
| (1,128)                         | Technical Services - Recharges to Capital      | Income              | (1,100)                   | (183)                   | (205)                          | (1,219)                       | (119)                          | 10.82%                      |
|                                 |  |                     |                           |                         |                                |                               | <b>(139)</b>                   |                             |
|                                 | <b>ENVIRONMENTAL &amp; COMMERCIAL SERVICES</b> |                     |                           |                         |                                |                               |                                |                             |
| 2,770                           | Management                                     | Employee Costs      | 2,830                     | 1,190                   | 1,153                          | 2,742                         | (88)                           | (3.11)%                     |
| 610                             | VMTA   | Employee Costs      | 575                       | 233                     | 245                            | 590                           | 15                             | 2.61%                       |
| 1,153                           | Refuse Collection                              | Employee Costs      | 1,294                     | 536                     | 500                            | 1,270                         | (24)                           | (1.85)%                     |
| 1,025                           | Janitorial                                     | Employee Costs      | 1,031                     | 417                     | 396                            | 1,000                         | (31)                           | (3.01)%                     |
| 1,709                           | Catering                                       | Employee Costs      | 1,815                     | 734                     | 712                            | 1,803                         | (12)                           | (0.66)%                     |
| 732                             | Roads Operational Account                      | Employee Costs      | 753                       | 304                     | 298                            | 739                           | (14)                           | (1.86)%                     |
| 822                             | Buidling Services                              | Employee Costs      | 856                       | 346                     | 334                            | 843                           | (13)                           | (1.52)%                     |
|                                 |  |                     |                           |                         |                                |                               | <b>(167)</b>                   |                             |
| 2,434                           | Transfer Station - Waste Disposal              | Property Costs      | 2,458                     | 1,006                   | 977                            | 2,393                         | (65)                           | (2.64)%                     |
| 74                              | Waste Strategy - Food waste Disposal           | Property Costs      | 98                        | 39                      | 35                             | 88                            | (10)                           | (10.20)%                    |
|                                 |  |                     |                           |                         |                                |                               | <b>(75)</b>                    |                             |
| 24                              | Crematorium - Technical Equipment              | Supplies & Services | 20                        | 9                       | 49                             | 56                            | 36                             | 180.00%                     |
| 950                             | Catering - Provisions                          | Supplies & Services | 1,070                     | 446                     | 283                            | 1,045                         | (25)                           | (2.34)%                     |
| 267                             | Roads Operational Account - Subcontractors     | Supplies & Services | 235                       | 68                      | 96                             | 295                           | 60                             | 25.53%                      |
| 1,645                           | Roads Operational Account - Materials          | Supplies & Services | 1,525                     | 316                     | 863                            | 1,865                         | 340                            | 22.30%                      |
| 141                             | Roads Client - Rechareable Works               | Supplies & Services | 0                         | 0                       | 49                             | 49                            | 49                             |                             |
|                                 |  |                     |                           |                         |                                |                               | <b>460</b>                     |                             |
| 37                              | Vehicle Maintenance - Road Fund                | Transport & Plant   | 31                        | 16                      | 5                              | 42                            | 11                             | 35.48%                      |
| 531                             | Vehicle Maintenance - Fuel Purchases           | Transport & Plant   | 556                       | 232                     | 192                            | 491                           | (65)                           | (11.69)%                    |
| 350                             | Environmental Fuel                             | Transport & Plant   | 369                       | 154                     | 337                            | 320                           | (49)                           | (13.28)%                    |
| 231                             | Environmental Non Routine (excluding Roads)    | Transport & Plant   | 224                       | 93                      | 92                             | 174                           | (50)                           | (22.32)%                    |
| 63                              | Roads Operational Account - Non Routine        | Transport & Plant   | 26                        | 11                      | 29                             | 55                            | 29                             | 111.54%                     |
| 309                             | Roads Operational Account - External Hires     | Transport & Plant   | 305                       | 88                      | 170                            | 341                           | 36                             | 11.80%                      |
|                                 |  |                     |                           |                         |                                |                               | <b>(88)</b>                    |                             |
| 36                              | VMTA - Agency Staff                            | Administration      | 20                        | 8                       | 12                             | 35                            | 15                             | 75.00%                      |
| 56                              | Refuse Collection - Agency Staff               | Administration      | 20                        | 8                       | 22                             | 50                            | 30                             | 150.00%                     |
|                                 |  |                     |                           |                         |                                |                               | <b>45</b>                      |                             |
| 144                             | Waste Strategy - Payments to Greenlight        | PTOB                | 160                       | 63                      | 44                             | 132                           | (28)                           | (17.50)%                    |
|                                 |  |                     |                           |                         |                                |                               | <b>(28)</b>                    |                             |
| (28)                            | Catering - Special Catering                    | Income              | (90)                      | (37)                    | (9)                            | (28)                          | 61                             | (68.42)%                    |
| (135)                           | Catering - Recharges Social Work               | Income              | (120)                     | (50)                    | (51)                           | (135)                         | (15)                           | 12.50%                      |
| (1,136)                         | Janitorial - Recharges                         | Income              | (1,140)                   | (475)                   | (436)                          | (1,109)                       | 31                             | (2.72)%                     |
| (132)                           | Cleaning - Charges outwith contract            | Income              | (159)                     | (66)                    | (55)                           | (137)                         | 22                             | (13.84)%                    |
| (11)                            | Cleaning - Variations Income                   | Income              | 0                         | 0                       | 0                              | (19)                          | (19)                           | 0.00%                       |
| (93)                            | Roads Client - Sales, Fees & Charges           | Income              | (141)                     | (59)                    | (34)                           | (98)                          | 43                             | (30.50)%                    |
| (141)                           | Roads Client - Recoveries                      | Income              | 0                         | 0                       | (26)                           | (49)                          | (49)                           | 0.00%                       |
| (783)                           | Roads Operational Account - Revenue/EMR        | Income              | (770)                     | (174)                   | (244)                          | (787)                         | (17)                           | 2.21%                       |
| (2,836)                         | Roads Operational Account - Capital            | Income              | (2,705)                   | (611)                   | (1,009)                        | (3,155)                       | (450)                          | 16.64%                      |
| (530)                           | VMTA Recharges - Fuel                          | Income              | (556)                     | (232)                   | (192)                          | (491)                         | 65                             | (11.69)%                    |
| (433)                           | VMTA Recharges - Drivers                       | Income              | (389)                     | (162)                   | (145)                          | (432)                         | (43)                           | 11.05%                      |
|                                 |  |                     |                           |                         |                                |                               | <b>(371)</b>                   |                             |
|                                 | <b>CORPORATE DIRECTOR</b>                      |                     |                           |                         |                                |                               |                                |                             |
| 117                             | Corporate Director                             | Employee Costs      | 136                       | 55                      | 55                             | 81                            | (55)                           | (40.44)%                    |
|                                 |  |                     |                           |                         |                                |                               | <b>(55)</b>                    |                             |
| <b>Total Material Variances</b> |  |                     |                           |                         |                                |                               | <b>-263</b>                    |                             |

EARMARKED RESERVES POSITION STATEMENT

Appendix 4

COMMITTEE: Regeneration & Environment

| <u>Project</u>                                  | <u>Total Funding 2015/16</u> | <u>Phased Budget To Period 5 2015/16</u> | <u>Actual To Period 5 2015/16</u> | <u>Projected Spend 2015/16</u> | <u>Amount to be Earmarked for 2016/17 &amp; Beyond</u> | <u>Lead Officer Update</u>  |
|---|------------------------------|--|-----------------------------------|--------------------------------|--|---|
|   | <u>£000</u>                  | <u>£000</u>                              | <u>£000</u>                       | <u>£000</u>                    | <u>£000</u>  |   |
| Youth Employment                                | 199                          | 22                                       | 9                                 | 167                            | 32   | Funding will be used to enhance core revenue budget in support of the Modern Apprenticeship scheme and Graduate support.  |
| Business Support Initiative                     | 31                           | 13                                       | 15                                | 31                             | 0  | This relates to Business Development Officer post which assists local businesses in accessing support   |
| Birkmyre Park, Port Glasgow                     | 13                           | 13                                       | 13                                | 13                             | 0  | Project is now complete   |
| Whinhill Golf Club                              | 43                           | 5  | 7                                 | 43                             | 0  | The resurfacing of the Car Park is almost complete, with only a small area to be finished off. Orders have been placed for Equipment and the project should be finished shortly.  |
| Flooding Strategy                               | 44                           | 0  | 0                                 | 44                             | 0  | Funding for legal fees related to discussions with Scottish Water on ownership of Eastern Line of Falls.  |
| Greenock Town Centre Parking Strategy           | 30                           | 0  | 0                                 | 30                             | 0  | £17k to be spent on Towns and Villages parking strategy signing/lining and the balance will be used for signing, etc. within the Bullring and Waterfront car parks. The Towns and Villages parking is subject to consultation planned for December 2015 and could be delayed if there are any objections. |
| Repopulating/Promoting Inverclyde               | 606                          | 125                                      | 102                               | 530                            | 76   | All workstreams proceeding well.  |
| Employability Initiatives                       | 426                          | 5  | 9                                 | 200                            | 226  | Payment will be made to ICDT by year end  |
| Greenock Municipal Buildings Tourism Initiative | 133                          | 2  | 6                                 | 6                              | 127  | A report will be submitted to Period 7 Committee detailing the options and recommendations as advised by external Consultants   |
| Commonwealth Flotilla Event                     | 74                           | 0  | 0                                 | 40                             | 34   | Spend will be directed to creating a legacy from the sailing event undertaken to celebrate the Commonwealth Games.<br>The legacy involves the relocation of pontoons used during the event to East India Harbour.   |

EARMARKED RESERVES POSITION STATEMENT

Appendix 4

COMMITTEE: Regeneration & Environment

| <u>Project</u>                                     | <u>Total Funding 2015/16</u> | <u>Phased Budget To Period 5 2015/16</u> | <u>Actual To Period 5 2015/16</u> | <u>Projected Spend 2015/16</u> | <u>Amount to be Earmarked for 2016/17 &amp; Beyond</u> | <u>Lead Officer Update</u>   |
|--|------------------------------|--|-----------------------------------|--------------------------------|--|--|
|  | <u>£000</u>                  | <u>£000</u>                              | <u>£000</u>                       | <u>£000</u>                    | <u>£000</u>  |  |
| Roads Defects and Drainage works                   | 291                          | 38                                       | 61                                | 291                            | 0  | 15/16 Jetpatcher contract #1 completed ; carry over costs from 14/15 Patching Contract #3 completed; quotation for vactor unit is being implemented (one day per week). Anticipate full spend. |
| City Deal  | 83                           | 0  | 0                                 | 40                             | 43   | Our anticipated share of Project Management Office Costs for this year.  |
| Town and Village Centre Environmental Improvements | 300                          | 0  | 0                                 | 40                             | 260  | Minor spend expected this year. Working group to be set up to report back to Environment & Regeneration Committee on detailed use of reserve.  |
| Substitute Funding - Riverside Inverclyde          | 250                          | 0  | 0                                 | 0                              | 250  | To allow saving in Riverside Inverclyde ongoing revenue budget from 2016/17 while retaining funding levels to Riverside Inverclyde.  |
| <b>Total Category C to E</b>                       | <b>2,523</b>                 | <b>223</b>                               | <b>222</b>                        | <b>1,475</b>                   | <b>1,048</b>   |  |