
Report To:	Environment & Regeneration Committee	Date:	3 March 2016
Report By:	Chief Financial Officer and Corporate Director Environment, Regeneration and Resources	Report No:	FIN/24/16/AP/MMcC
Contact Officer:	Mary McCabe	Contact No:	01475 712222
Subject:	Environment and Regeneration 2015/16 Revenue Budget – Period 9 to 31 December 2015		

1.0 PURPOSE

1.1 To advise Committee of the 2015/16 Revenue Budget position at Period 9 to 31 December 2015.

2.0 SUMMARY

2.1 The revised 2015/16 budget for Environment and Regeneration is £20,634,000 which excludes Earmarked Reserves.

2.2 The latest projection, excluding Earmarked Reserves, is an underspend of £117,000, an increase in spend of £37,000 since Period 7 Committee.

2.3 The major variances projected at Period 9 are:

- i. An underspend within the residual waste contract of £53,000 due to a reduction in tonnages of waste treated.
- ii. Turnover savings within Environmental Services Management of £140,000; £96,000 of which is the early achievement of future year savings.
- iii. An underspend in Roads Client electrical power of £64,000, in part due to energy reduction resulting from lantern conversions.
- iv. Underrecovery of Property Physical Assets rental income of £63,000.
- v. An underspend of £54,000 within the Corporate Director budget due to recharges to Riverside Inverclyde.
- vi. An overspend across the client services on non-routine vehicle maintenance costs of £51,000, due to the age of some large Roads and Refuse Collection vehicles, some of which are due for replacement prior to the year end, have incurred higher than anticipated maintenance costs.

2.4 Earmarked Reserves for 2015/16 total £2,523,000 of which £1,165,000 is projected to be spent in the current financial year. As detailed in Appendix 4 expenditure of £460,000 (39%) has been incurred to Period 9, which is 79% of phased expenditure.

2.5 The Decriminalised Parking Enforcement (DPE) scheme has been in place since 6 October 2014. As can be seen in Appendix 6 the DPE scheme returned a surplus of £23,600 during 2014/15 and is projected to return a small deficit (£700) in 2015/16. The performance of the DPE scheme is included in the figures throughout this report.

3.0 RECOMMENDATIONS

- 3.1 The Committee note the current projected underspend for 2015/16 of £117,000 as at 31 December 2015.
- 3.2 The Committee is asked to approve virement as detailed in Section 7 and Appendix 5.
- 3.3 The Committee note the financial performance of the Decriminalised Parking Enforcement (DPE) scheme for the period to 31 December 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 £20,634,000. This is a reduction of £1,562,000 from the approved budget. Appendix 1 gives details of this budget movement.
- 4.3 The DPE scheme has been in place since 6 October 2014. Officers had committed to report back on the financial performance of the scheme; this information is included in Appendix 6.

5.0 2015/16 CURRENT POSITION

- 5.1 The current projection for 2015/16 is an underspend of £117,000, an increase in spend of £37,000 since Period 7.

5.2 Regeneration & Planning - £30,000 overspend

The current projected out-turn for Regeneration & Planning is an overspend of £30,000, a reduction in projected spend of £9,000 since Period 7.

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

(a) Employee Costs

There is a projected underspend of £18,000 due to turnover savings, a further reduction in spend of £13,000 since last Committee.

(b) Income

As previously reported, there is a projected underrecovery of Commercial Industrial rental income of £40,000. This is due to a higher than budgeted level of voids and is in line with last financial year's outturn.

5.3 Property Services - £92,000 overspend

The current projected out-turn for Property Services is an overspend of £92,000, a reduction in net spend of £23,000 since last Committee.

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

(a) Employee Costs

There is a projected overspend of £27,000, £1,000 less spend than previously reported, made up as follows:

- i. Cost of additional Technical Services employee of £49,000; offset by additional fee income.
- ii. Excess turnover savings of £22,000, partially offset by increased agency worker costs.

(b) Property Costs

There is a projected overspend of £21,000, £12,000 less spend than previously reported, mainly due to:

- i. Overspend on Non Domestic Rates of £13,000, as previously reported.
- ii. Overspend on Surplus Property property costs of £10,000, as reported at Period 7.
- iii. Underspend on Gas of £15,000, not previously reported.

(c) Administration Costs

There is a projected overspend of £205,000, an increase in spend of £87,000 since last Committee, due mainly to agency worker costs within Technical Services of £187,000; partially offset by additional fee income.

(d) Income

There is a projected overrecovery in income of £162,000, an increase in income of £97,000 from the position projected at Period 7. This variance is mainly due to:

- i. Additional Technical Services capital recharge income of £206,000 – offset by increased employee costs and agency worker costs. This is £87,000 more income than was reported at last Committee.
- ii. Overrecovery of biomass and solar energy income of £20,000, as previously reported.
- iii. Underrecovery of Physical Assets rental income of £63,000. This projection is in line with the previous year's outturn and remains unchanged from last Committee.
- iv. Overrecovery of Office Accommodation external income budget of £10,000, not previously reported.

5.4 Environmental & Commercial Services - £185,000 underspend

The current projected out-turn for Environmental & Commercial Services is an underspend of £185,000, an increase in projected spend of £69,000 since Period 7.

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 £198,000, an increase in projected spend of £55,000 since last Committee, mainly due to:

- i. An underspend in Refuse Collection of £48,000, a reduction in projected spend of £11,000 since the last report. This underspend is due to delays in filling vacant posts. This is partially offset by increased agency worker costs, per 5.4(e) below.
- ii. Additional turnover savings within Management of £140,000; further turnover savings of £20,000 since last report; £96,000 of which is the early achievement of 2016/17 savings.
- iii. An underspend in Janitors employee costs of £45,000 which is offset by reduced recharge income. This is a further reduction in spend of £4,000 since last Committee.
- iv. An overspend in Catering of £11,000; an increase in overspend of £42,000 since last Committee. This movement is mainly due to £23,000 additional costs resulting from the increased living wage rate and £21,000 due to virement outlined in Section 7 and Appendix 5 to address an underlying underrecovery in Special Catering income.
- v. An overspend in Cleaning of £24,000, an increase in spend of £32,000 since Period 7, £23,000 of which is due to the increased living wage rate.
- vi. Turnover savings within Building Services of £14,000 due to delays in filling vacant posts. This is an increase in spend of £2,000 since last Committee.
- vii. An overspend in Civic Amenities of £11,000, £5,000 more spend than previously reported due to sickness cover and overtime.
- viii. An overspend in Ground Maintenance of £11,000; £5,000 more spend than at Period 7; due to increased overtime.

(b) Property Costs

There is a projected underspend of £90,000, an increase in spend of £11,000 since Period 7 Committee, mainly due to:

- i. An underspend in the residual waste contract of £53,000, an increase in spend of £33,000 since last Committee due to an increase in waste tonnages treated. This movement equates to an increase of 345 tonnes on that previously projected.
- ii. An underspend in Food Waste disposal of £12,000, £5,000 less spend than previously reported, due to a reduction in the number of tonnes processed.
- iii. An underspend in Ground Maintenance hire of skips of £28,000; a further decrease in spend of £20,000 since Period 7. This is due to a decrease in ground maintenance waste disposed of and is partially offset by an underrecovery of Refuse Transfer Station skip income.
- iv. An overspend in Catering cleaning materials of £15,000, not previously reported. This overspend is in part due to the upgrade of kitchens as part of the SEMP. These kitchens have been fitted with equipment, such as dishwashers and combi ovens, which require specialist cleaning products. In addition, there are additional costs attributable to changes in the food safety legislation which mean only single use cloths or disposable paper products can be used where previously cloths were utilised.

(c) Supplies & Services

There is a projected overspend of £746,000, an increase in spend of £129,000 since last Committee, mainly due to the following:

- i. Projected overspend on Roads Operational Sub Contractors and Materials of £262,000; £113,000 less spend than reported at Period 7. This overspend is based on the current workplan and is offset by additional income.
- ii. Roads Client rechargeable spend of £397,000; £197,000 more spend than last Committee; which is offset by additional income.
- iii. Overspend on Crematorium technical equipment of £36,000, as previously reported, as a result of necessary repairs to the cremators.
- iv. A projected underspend in Catering provisions of £26,000, an adverse movement of £13,000 since last Committee. This movement is in part due to virement to address the underrecovery in special catering income of £39,000, partially offset by a further reduction in provisions spend since Period 7 of £26,000.
- v. An overspend on Roads assessments/feasibilities of £52,000 due to consultants costs relating to the Parking Strategy, £15,000 more spend than previously reported. This overspend is offset by employee turnover savings.
- vi. An overspend on Building Services Sub Contractors of £50,000; £20,000 more spend than at last Committee; partially offset by an underspend on Direct Purchases of £20,000, not previously reported. This net overspend is offset by additional income.
- vii. An underspend in Roads Client electrical power of £64,000, a further reduction in spend of £15,000 since Period 7. This underspend is in part due to energy reduction resulting from lantern conversions and is the early achievement of a 2016/17 saving.
- viii. An overspend in Vehicle Maintenance Sub Contractors and Materials of £40,000, not previously reported. This overspend is due to increased non routine maintenance and is more than offset by additional recharge income.
- ix. An underspend in Waste Strategy plastic sacks of £20,000, not previously reported. This is partially offset by an underrecovery in sales of bins and sacks income of £8,000.

(d) Transportation & Plant

There is an overspend of £105,000, £121,000 more spend than previously reported. The overspend is mainly as a result of:

- i. An underspend in the purchase of fuel of £46,000, £5,000 less spend than at last Committee. This is offset by an underrecovery of fuel recharge income.
- ii. Underspends in fuel across the Client Services of £36,000, in line with reduced Vehicle Maintenance fuel spend.
- iii. An overspend in Roads Operational external hires of £105,000, £64,000 more spend than previously projected. This is based on the current workplan and is offset by additional income.
- iv. An overspend on non-routine maintenance across the Client services of £51,000, this is £72,000 more spend than previously reported. This is mainly due to some of the larger fleet vehicles nearing the end of their lifecycle incurring more non routine maintenance costs; specifically Refuse Collection and Roads fleet; some of which are due for replacement before the year end.
- v. Overspend on Roads Fund licences of £11,000, as previously reported.

(e) Administration Costs

There is a projected overspend of £54,000, £2,000 more spend than at Period 7, mainly due to:

- i. A projected overspend in Refuse Collection agency staff costs of £20,000, as previously reported. This is more than offset by reduced employee costs, as reported above.
- ii. A projected overspend on Vehicle Maintenance Drivers' agency staff costs of £27,000, an increase of £12,000 from last committee. This overspend is offset by additional recharge income.

(f) Payments to Other Bodies

There is a projected underspend of £21,000, £5,000 more spend than previously reported, mainly due to:

- i. a projected underspend of £28,000 in recycling contract costs based on current projected tonnages, as previously reported
- ii. a projected overspend in composting of £11,000; £7,000 more spend than at Period 7; due to higher than anticipated tonnages.

(g) Income

There is a projected overrecovery of £781,000, a projected increase in income of £255,000 since Period 7, made up as follows:

- i. An overrecovery of Roads Operational income of £409,000, £53,000 less income than previously reported. This overrecovery is offset by increased costs, as outlined above. The net projected variance for Roads Operational being an underrecovery of £6,000.
- ii. An overrecovery of Roads Client recharge income of £397,000, £197,000 more income than previously projected, offset by additional spend, as detailed above.
- iii. A projected underrecovery of Roads Client sales, fees and charges income of £20,000, £23,000 more income than previously reported. This underrecovery is due to less construction consent income than anticipated.
- iv. An underrecovery in Janitors recharge income of £45,000, in line with reduced employee costs. This is a further reduction in income of £4,000 since last Committee.
- v. An overrecovery of Vehicle Maintenance Drivers income of £43,000, partially offset by increased employee costs and agency costs, as previously reported.
- vi. An underrecovery of Vehicle Maintenance fuel recharge income of £46,000, in line with reduced costs, £5,000 less income than previously reported.
- vii. An overrecovery of Vehicle Maintenance material and labour income of £83,000 and tyres of £10,000, partially offset by increased subcontractors and materials costs. This increase in income is due to higher than anticipated non routine maintenance and has not previously been reported.

- viii. The underrecovery in special catering income previously reported has been eliminated by virement as outlined in Section 7 and Appendix 5.
- ix. An underrecovery of Refuse Collection trade waste income of £30,000, as previously reported. This projection is based on the current customer base.
- x. An underrecovery of clothing bank income of £11,000, not previously reported, due to a combination of a drop in the rate of income recovered and reduced tonnages.
- xi. An underrecovery of Burial Grounds interment income of £29,000, not previously reported, due to fewer than budgeted burials taking place. However, this is an increase in the number of burials from last financial year.
- xii. An underrecovery of Refuse Transfer Station scrap metal income of £17,000, not previously reported, due to a reduction in tonnages and a reduction in the rate of income per tonne.
- xiii. An underrecovery of Refuse Transfer Station tipping charges income of £20,000, not previously reported. This is offset by reduced spend within Ground Maintenance on hire of skips, as outlined above.
- xiv. A projected overrecovery of BSU income of £60,000; partially offset by additional supplies and services costs; £10,000 more income than at Period 7.

5.5 Corporate Director - £54,000 underspend

The Corporate Director budget is projecting £54,000 under budget as a result of recharges to Riverside Inverclyde, as previously reported.

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 79% of phased budget.

7.0 VIREMENTS

- 7.1 Committee is asked to approve virement as outlined in Appendix 5. This virement is reflected throughout the report and is requested to address a historic underrecovery in the Catering - Special Catering income budget. Full details are included in the Appendix.

8.0 DECRIMINALISED PARKING ENFORCEMENT

- 8.1 The Decriminalised Parking Enforcement (DPE) scheme has been in place since 6 October 2014. As can be seen in appendix 6 the DPE scheme returned a surplus of £23,600 during 2014/15 and is projected to return a small deficit (£700) in 2015/16. The surplus in 2014/15 is due mainly to higher than anticipated Penalty Charge Notices (PCN's) in the early stages of the scheme as well as some recurring expenditure budgets, such as repairs to signs & lines not being required.
- 8.2 At any time the scheme will have a number of PCN's outstanding. It can be seen in Appendix 6 that as at 27th January 2016 there was £121,600 of outstanding debt. Of this £36,000 was with ICES, the external company who administer the scheme, and was at various stages of collection. Once debt has gone through the normal process with ICES and remains uncollected this is passed to the Council's Sheriff Officers for collection. The Sheriff Officers have so far been successful in recovering around 20% of the outstanding debt, it can be seen that the outstanding debt currently with the Sheriff Officers stands at £85,600.
- 8.3 The performance of the debt collection, whether through ICES or the Sheriff Officers, has an impact on the income recovered by the scheme; indications to date are that the Sheriff

Officers collection rate is higher than initially anticipated. This will continue to be monitored and any improved performance will be reflected in future projections.

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 £117,000.

12.0 LIST OF BACKGROUND PAPERS

12.1 There are no background papers relating to this report.

Environment & Regeneration Budget Movement - 2015/16

PERIOD 9: 1st April 2015 - 31st December 2015

Service	Approved Budget		Movements			Transferred to EMR £000	Revised Budget 2015/16 £000
	2015/16 £000	Inflation £000	Virement £000	Supplementary Budgets £000	Supplementary Budgets £000		
Regeneration & Planning	4,594	43	(7)		(960)	3,670	
Property Services	3,485	(17)			(914)	2,586	
Environmental & Commercial Services	13,958	248	4		7	14,217	
Corporate Director	159		2			161	
Totals	22,196	276	(3)		(1,874)	20,634	

Supplementary Budget Detail

£000

External Resources

Internal Resources

Parklea Klargestor system - funded from Revenue Implications of the Capital Programme 6
 Ground Maintenance Clothing & Uniforms from contingency 1
 Tied Houses income budget reduction funded from Free Reserves (P&R 17/11/15) 32

Waste Disposal Contract - inflationary increase funded from the Inflation Contingency 41
 Non Contract Waste Disposal inflation 21
 Pay Inflation 251
 Fuel inflation returned to inflation contingency (30)
 Roads Lighting Electrical Power - inflationary increase funded from the Inflation Contingency 27
 Utilities inflation returned to inflation contingency (34)

Savings/Reductions

315

ENVIRONMENT AND REGENERATION COMMITTEEREVENUE BUDGET MONITORING REPORTPERIOD 9: 1st April 2015 - 31st December 2015

Subjective Heading	Approved Budget 2015/16 £000	Revised Budget 2015/16 £000	Projected Out-turn 2015/16 £000	Projected Over/(Under) Spend	Percentage Variance %
Employee Costs	17,873	18,016	17,773	(243)	(1.35)%
Property Costs	8,239	8,264	8,204	(60)	(0.73)%
Supplies & Services	6,498	6,496	7,242	746	11.48%
Transport Costs	3,505	3,461	3,566	105	3.03%
Administration Costs	521	520	779	259	49.86%
Payments to Other Bodies	6,035	6,175	6,154	(21)	(0.33)%
Income	(20,475)	(20,424)	(21,327)	(903)	(4.42)%
TOTAL NET EXPENDITURE	22,196	22,508	22,391	(117)	(0.52)%
Transfer to Earmarked Reserves *	0	(1,874)	(1,874)	0	0.00%
TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES	22,196	20,634	20,517	(117)	(0.57)%

Objective Heading	Approved Budget 2015/16 £000	Revised Budget 2015/16 £000	Projected Out-turn 2015/16 £000	Projected Over/(Under) Spend	Percentage Variance %
Regeneration & Planning	4,594	4,631	4,661	30	0.66%
Property Services	3,485	3,500	3,592	92	2.64%
Environmental & Commercial Services	13,958	14,216	14,031	(185)	(1.30)%
Corporate Director	159	161	107	(54)	(33.55)%
TOTAL NET EXPENDITURE	22,196	22,508	22,391	(117)	(0.52)%
Transfer to Earmarked Reserves *	0	(1,874)	(1,874)	0	0.00%
TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES	22,196	20,634	20,517	(117)	(0.57)%

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

REVENUE BUDGET MONITORING REPORT

MATERIAL VARIANCES

PERIOD 9: 1st April 2015 - 31st December 2015

Out Turn 2014/15 £000	Budget Heading	Subjective Head	Budget 2015/16 £000	Proportion of Budget	Actual to 31-Dec-15 £000	Projection 2015/16 £000	(Under)/Over Budget £000	Percentage Variance %
REGENERATION & PLANNING								
1,962	Regeneration and Planning Services	Employee Costs	1,837	1,341	1,331	1,819	(18)	(0.98)%
							(18)	
(650)	Commercial & Industrial	Income	(690)	(520)	(484)	(650)	40	(5.80)%
							40	
PROPERTY SERVICES								
1,264	Technical Services	Employee Costs	1,125	823	833	1,176	51	4.53%
159	Central Repairs	Employee Costs	158	111	99	143	(15)	(9.49)%
							36	
10	Technical Services - Rates	Property Costs	1	1	11	11	10	1000.00%
74	Office Accommodation - Gas	Property Costs	111	83	37	96	(15)	(13.51)%
89	Surplus Property	Property Costs	56	42	57	66	10	17.86%
							5	
64	Technical Services - Agency Staff	Administration	0	0	115	187	187	0.00%
							187	
(60)	Technical Services - Income (Feed in Tariffs)	Income	(55)	(41)	(50)	(75)	(20)	36.36%
(1,128)	Technical Services - Recharges to Capital	Income	(1,013)	(704)	(563)	(1,219)	(206)	20.34%
(27)	Office Accommodation - Rent	Income	(21)	(15)	(26)	(31)	(10)	47.62%
(99)	Physical Assets - Rent	Income	(161)	(121)	(70)	(98)	63	(39.13)%
							(173)	
ENVIRONMENTAL & COMMERCIAL SERVICES								
2,770	Management	Employee Costs	2,938	2,130	2,041	2,798	(140)	(4.77)%
1,518	Grounds Maintenance	Employee Costs	1,266	932	958	1,277	11	0.87%
1,153	Refuse Collection	Employee Costs	1,311	944	897	1,263	(48)	(3.66)%
123	Civic Amenity Sites	Employee Costs	113	80	91	124	11	9.73%
1,025	Janitorial	Employee Costs	1,044	742	705	999	(45)	(4.31)%
1,709	Catering	Employee Costs	1,821	1,294	1,293	1,832	11	0.80%
1,677	Cleaning	Employee Costs	1,732	1,231	1,229	1,756	24	1.39%
822	Building Services	Employee Costs	868	617	596	854	(14)	(1.61)%
							(190)	
2,434	Transfer Station - Waste Disposal	Property Costs	2,458	1,769	1,729	2,405	(53)	(2.16)%
71	Grounds Maintenance - Hire of Skips	Property Costs	101	67	38	73	(28)	(27.72)%
74	Waste Strategy - Food Waste	Property Costs	98	66	58	86	(12)	(12.24)%
50	Catering -Cleaning Materials/Equipment	Property Costs	46	35	55	61	15	32.61%
							(78)	
24	Crematorium - Technical Equipment	Supplies & Services	20	15	44	56	36	180.00%
112	Vehicle Maintenance - Sub Contractors	Supplies & Services	96	72	80	116	20	20.83%
187	Vehicle Maintenance - Materials	Supplies & Services	180	135	163	200	20	11.11%
89	Waste Strategy - Plastic Sacks	Supplies & Services	107	81	53	87	(20)	(18.69)%
950	Catering - Provisions	Supplies & Services	1,031	801	681	1,005	(26)	(2.52)%
278	Building Services - Direct Purchases	Supplies & Services	234	175	160	214	(20)	(8.55)%
95	Building Services - Subcontractors	Supplies & Services	150	113	145	200	50	33.33%
267	Roads Operational Account - Subcontractors	Supplies & Services	235	176	210	254	19	8.09%
1,645	Roads Operational Account - Materials	Supplies & Services	1,525	1,144	1,449	1,768	243	15.93%
526	Roads Client - Street Lighting Electrical Power	Supplies & Services	566	425	353	502	(64)	(11.31)%
46	Roads Client - Road Assessment/Feasibility	Supplies & Services	70	52	93	122	52	74.29%
141	Roads Client - Rechargeable Works	Supplies & Services	0	0	397	397	397	0.00%
							707	
37	Vehicle Maintenance - Road Fund	Transport & Plant	31	22	20	42	11	35.48%
531	Vehicle Maintenance - Fuel Purchases	Transport & Plant	526	394	332	480	(46)	(8.75)%
416	Environmental Fuel	Transport & Plant	414	330	260	378	(36)	(8.70)%
242	Environmental Non Routine (excluding Roads)	Transport & Plant	226	176	180	237	11	4.87%
63	Roads Operational Account - Non Routine	Transport & Plant	26	20	52	66	40	153.85%
309	Roads Operational Account - External Hires	Transport & Plant	305	229	321	410	105	34.43%
							85	
36	Vehicle Maintenance - Agency Staff	Administration	20	15	35	47	27	135.00%
56	Refuse Collection - Agency Staff	Administration	20	15	37	40	20	100.00%
							47	
144	Waste Strategy - Payments to Greenlight	PTOB	160	106	88	132	(28)	(17.50)%
105	Composting	PTOB	88	77	92	99	11	12.50%
							(17)	
(1,138)	Janitorial - Recharges	Income	(1,139)	(854)	(778)	(1,094)	45	(3.95)%
(99)	Building Services - Recharge Internal Clients	Income	(145)	(109)	(53)	(125)	20	(13.79)%
(399)	Building Services - Work Won in Tender	Income	(513)	(385)	(92)	(593)	(80)	15.59%
(93)	Roads Client - Sales, Fees & Charges	Income	(141)	(106)	(83)	(121)	20	(14.18)%
(141)	Roads Client - Recoveries	Income	0	0	(85)	(397)	(397)	0.00%
(783)	Roads Operational Account - Revenue	Income	(770)	(578)	(449)	(749)	21	(2.73)%
(2,838)	Roads Operational Account - Capital	Income	(2,705)	(2,029)	(2,263)	(3,072)	(367)	13.57%
	Roads Operational Account - NCI	Income	(25)	(19)	(26)	(88)	(63)	252.00%
(4)	Vehicle Maintenance Recharges - Tyres	Income	0	0	(7)	(10)	(10)	#DIV/0!
(530)	Vehicle Maintenance Recharges - Fuel	Income	(526)	(394)	(332)	(480)	46	(8.75)%
(433)	Vehicle Maintenance Recharges - Drivers	Income	(369)	(292)	(305)	(432)	(43)	11.05%
(369)	Vehicle Maintenance Non-Routine	Income	(288)	(216)	(286)	(371)	(83)	28.82%
(151)	Burial Grounds - Interments	Income	(191)	(140)	(105)	(162)	29	(15.18)%
(229)	Transfer Stations - Sales Fees & Charges	Income	(262)	(196)	(166)	(242)	20	(7.63)%
(24)	Transfer Stations - Recoveries Scrap Metal	Income	(31)	(23)	(12)	(14)	17	(54.84)%
(40)	Waste Strategy - Clothing Bank Income	Income	(34)	(20)	(16)	(23)	11	(32.35)%
(670)	Refuse Collection - Trade Waste	Income	(694)	(486)	(459)	(664)	30	(4.32)%
							(784)	
CORPORATE DIRECTOR								
117	Corporate Director	Employee Costs	138	98	98	84	(54)	(39.13)%
							(54)	
Total Material Variances							-207	

EARMARKED RESERVES POSITION STATEMENT

APPENDIX 4

COMMITTEE: Regeneration & Environment

<u>Project</u>	<u>Total Funding 2015/16</u> <u>£000</u>	<u>Phased Budget To Period 9 2015/16</u> <u>£000</u>	<u>Actual To Period 9 2015/16</u> <u>£000</u>	<u>Projected Spend 2015/16</u> <u>£000</u>	<u>Amount to be Earmarked for 2016/17 & Beyond</u> <u>£000</u>	<u>Lead Officer Update</u>
Youth Employment	199	74	59	161	38	Funding will be used to enhance core revenue budget in support of the Modern Apprenticeship scheme and Graduate support.
Business Support Initiative	31	25	27	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	43	38	43	0	The Project is now complete. Internal recharge from Roads to be processed.
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	30	4	20	10	£20k 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 consultation has taken place and is expected to be implemented in April, with some signing and lining works being carried out in March.
Repopulating/Promoting Inverclyde	606	168	150	236	370	All workstreams proceeding well.
Employability Initiatives	426	80	27	200	226	Payment will be made to ICDT by year end.
Greenock Municipal Buildings Tourism Initiative	133	2	6	6	127	Agreed at Environment and Regeneration Committee on 29/10/15 that Funding be used for refurbishment of the District Court. Property Services are preparing a specification with spend delayed until 2016/17.
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. The legacy involves the relocation of pontoons used during the event to East India Harbour.

EARMARKED RESERVES POSITION STATEMENT

APPENDIX 4

COMMITTEE: Regeneration & Environment

Project	Total Funding 2015/16 £000	Phased Budget To Period 9 2015/16 £000	Actual To Period 9 2015/16 £000	Projected Spend 2015/16 £000	Amount to be Earmarked for 2016/17 & Beyond £000	Lead Officer Update
Roads Defects and Drainage works	291	138	136	291	0	0 15/16 Jetpatcher contract #1 completed ; carry over costs from 14/15 Patching Contract #3 completed; quotation for vacator unit is being implemented (one day per week). Spend profile being reviewed as drainage scheme preparation delayed due to staffing issues; additional schemes being considered. Quotation imminent for additional pothole/patching provision £40k.
City Deal	83	8	0	40	43	Our anticipated share of Project Management Office Costs for 2015/17.
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.
Total Category C to E	2,523	581	460	1,165	1,358	

ENVIRONMENT AND REGENERATION COMMITTEE**VIREMENT REQUESTS****PERIOD 9: 1st April 2015 - 31st December 2015**

Budget Heading	Increase Budget	(Decrease) Budget
	£	£
Facilities Management Catering - Special Catering Income	61,340	
Facilities Management Catering - Employee Costs		(20,690)
Facilities Management Catering - Provisions		(39,300)
Facilities Management Catering - Training Courses		(1,000)
Facilities Management Catering - Promotions & Publicity		(350)
Total	61,340	(61,340)

Note

The virement corrects a historic underrecovery of Special Catering income. The reduction in the income target is offset by reduced employee costs and reduced provisions spend in line with a reduction in the levels of special catering being requested. This virement is permanent in nature.

DPE Scheme Expenditure & Income

Appendix 6

	<u>2014/15</u>	<u>2014/15 Out-</u>	<u>2015/16</u>	<u>2015/16</u>
	<u>Budget</u>	<u>turn</u>	<u>Budget</u>	<u>Projection</u>
Employee Costs	52,000	53,541	114,400	115,400
Supplies & Services	26,000	19,513	59,800	67,800
Transport	500	0	1,000	0
Admin Costs	3,500	3,207	12,000	9,000
Other Expenditure/PTOB	2,000	1,628	14,300	17,300
Total Expenditure	84,000	77,889	201,500	209,500
PCN Fine Income	(52,900)	(76,710)	(155,200)	(164,200)
Pay & Display Car Park Income	(31,100)	(24,814)	(44,600)	(44,600)
Total Income	(84,000)	(101,524)	(199,800)	(208,800)
TOTAL	0	(23,635)	1,700	700

Notes:

Employee costs relate to direct employees (ie Enforcement Wardens) only, no Management/supervision costs are allocated to the DPE Scheme

Outstanding PCN Fine Income Not Yet Paid as at 27 January 2016

Outstanding value of PCN Fines not yet paid currently with ICES	36,000
Outstanding value of PCN Fines not yet paid currently with Sherriff Officers	85,622
Total value of outstanding PCN Fines Not Yet Paid	121,622

Note:

Based on recovery rates assumed for 2014/15 accounts it would be estimated that approximately £25,000 of the outstanding debt would be recovered. During 2015/16 older debt has now been passed to the Council's Sherriff Officers for recovery, indications are that they are recovering around 20% of old debt, this is higher than had been assumed and if this rate of collection continues the recovered debt would be higher.