

Environmental Services Portfolio Budget Monitoring Summary

2011/12 Actuals £'000	Division Service Areas	2012/13 Original Budget £'000	2012/13 Latest Approved £'000	2012/13 Projection £'000	Variation £'000	Notes	Variation Last Reported £'000	Full Year Effect £'000
(5,610)	Customer & Support Services	(6,697)	(6,722)	(6,432)	290	1 - 4	300	400
1,932	Parking	1,402	1,342	1,342	0		0	0
	Support Services							
(3,678)		(5,295)	(5,380)	(5,090)	290		300	400
101	Public Protection - ES	113	113	113	0		0	0
	Emergency Planning							
101		113	113	113	0		0	0
5,904	Street Scene & Green Space	4,535	4,465	4,465	0	5	0	0
2,454	Area Management/Street Cleansing	2,385	2,385	2,385	0		0	0
(18)	Highways	(29)	(29)	(29)	0		0	0
6,057	Markets	6,042	6,129	6,129	0		0	0
567	Parks and Green Space	628	570	570	0		0	0
16,549	Street Regulation	16,254	16,453	16,163	(290)	6	(300)	(300)
	Waste Services							
31,513		29,815	29,973	29,683	(290)		(300)	(300)
6,613	Transport & Highways	6,188	6,469	6,219	(250)	7	0	(200)
161	Highways incl London Permit Scheme	142	167	167	0		0	0
866	Highways Planning	346	310	310	0		0	0
	Traffic & Road Safety							
7,640		6,676	6,946	6,696	(250)		0	(200)
35,576	TOTAL CONTROLLABLE	31,309	31,652	31,402	(250)		0	(100)
7,652	TOTAL NON-CONTROLLABLE	6,937	7,160	7,155	(5)	8	0	0
2,614	TOTAL EXCLUDED RECHARGES	2,103	2,228	2,228	0		0	0
45,842	PORTFOLIO TOTAL	40,349	41,040	40,785	(255)		0	(100)

Reconciliation of latest approved budget

£'000

Original budget 2012/13

40,349

Repairs and Maintenance

167

Supplementary estimate for implementation of Flooding and Water Act

220

Carry forward re Garden Waste Trial

161

Carry forward re Parks & Green Space - Keston Ponds

20

Carry forward re Parks & Green Space - Playground works

67

Rental Income - Budget Adjustments (already actioned by KT)

60

Property Services Rental Income

(4)

Latest Approved Budget for 2012/13

41,040

Environmental Services Department - Budget Monitoring Notes - 30 September 2012

1. Income from bus lane contraventions Cr £109k

An increase in bus lane contraventions has meant that income is above estimated levels by £115k, offset by £6k less income received for tickets issued in 2011/12 than expected. The net effect is a surplus of £109k.

2. Off Street Car Parking Dr £217k

The parking charges income budget assumed that the new charges would be in place for the full financial year 2012-13 but these came into effect in late April 2012, as advised in the increase in charges report. The impact of this slight delay is Dr £20k.

Using the data available from the first five months following the increase, off-street car parking income is projected to be £280k below budget expectation - although this could be as high as £300k. Within this variation, around £100k relates to the four multi-storey car parks and £160k other surface car parks. The income will be closely monitored during the next few months and any major variances reported to Members.

The projected income deficit is partly being offset by savings from management action of £63k; through reducing running expenses including contract costs.

3. On Street Car Parking Dr £210k

Income shortfall in April was £40k as the fees were introduced at the end of the month. After analysing the data to 30th September 2012, it is clear that income is well below expected levels in Bromley town centre, Beckenham and Orpington. Overall a shortfall in income of £280k is projected, although this could be as high as £300k.

Management action has been taken to freeze the equipment replacement budget of £70k, on the assumption that - following the introduction of mobile phone parking - the policy of recycling surplus pay and display machines is continued.

The full year effect of the deficit currently projected for parking will be balanced primarily through additional income generated from the extra parking capacity being provided within Bromley town centre to address the planned closure of Westmoreland Road Car Park. The remainder will be funded from the underspend within waste management.

4. Car Parking Enforcement Cr £28k

There is a projected net surplus of £127k from PCNs issued by Vinci due to an increase in contraventions. As a result of a range of contract performance requirements being met, there is a performance payment due to the contractor of around £40k.

There is a projected deficit of £30k for mobile and static cameras due to reduced contraventions. However contraventions have begun to increase over the last couple of months which could reduce the projected deficit if the trend continues.

There is a projected overspend within staffing budgets of £29k.

Summary of variations within Parking:	£'000
Bus Routes Enforcement	(109)
Off Street Car Parking	280
On Street Car Parking	280
Deficit in income from CCTV parking contraventions	30
Net additional income from other parking contraventions	(87)
Savings resulting from management action	(133)
Overspend within Enforcement staffing costs	29
Total variation for parking	290

5. Area Management & Street Cleansing £0k

There is a projected overspend within employee costs of £13k. This is a result of delays in implementing the Street Scene & Green Space review of back-office functions.

There is also a projected net overspend within premises costs of £13k, and toilet cleaning contract payments of £12k, as a result of delays in the planned closure of public conveniences. These overspends are being met by underspends within graffiti removal of £38k.

6. Waste Management Cr £290k

There is currently a total projected underspend within waste disposal tonnages of £290k. £165k has arisen from 2,150 lower tonnes disposed than budgeted for between April and September, with a further projected underspend of £125k relating to a variation of 1,630 tonnes projected for the rest of 2012-13.

Within the total projected variation of 3,780 tonnes, approximately 1,000 tonnes relates to decreased activity from builders and other tradesmen bringing waste to the depots. (500 tonnes lower of waste disposal at the depots in the period April to September 2012 compared to the equivalent period in 2011). This has resulted in a projected underspend of £77k, which partly offsets the income shortfall described below.

A deficit of £150k is being projected for trade waste delivered income due to reduced activity as described above. The bad weather in this period, especially during April and May, may have had an impact and it has been hoped that this activity would pick up later in the year. So far, this appears not to have happened, hence the deficit continues to be projected. The projected net deficit relating to this service is therefore £73k.

Within trade waste collection income, there is a projected surplus of £150k. Prices were increased by 17% from 1st April 2012 and expectation was built into the 2012-13 for a dropout of 11% of customers. However, it would appear that the actual net loss of total customers has only been around 3.5%, resulting in the projected surplus income.

As a result of a reduced dropout of customers than budgeted, there are increased costs within the collection contract of approximately £25k. These are offset by various underspends across other aspects of the collection contract.

Summary of variations within Waste Management	£'000
Decrease in waste disposal tonnage	(213)
Reduction in disposal tonnage as a direct result of a decrease in trade waste delivered customers	(77)
Shortfall of income due to drop in customers delivering trade waste to depots	150
Additional income from trade waste collections	(150)
	(290)

7. Highways including London Permit Scheme Cr £250k

There is a projected underspend within the Street lighting electricity budget of £250k. This is largely the result of an unanticipated reduction in unit rates of over 25% between March and April 2012. Additionally, rebates and credits of £80k have been received.

Within NR&SWA income, there is a projected net deficit of £30k. It is expected that this will be covered from management action to reduce running expenses.

8. Non-controllable budgets Dr £5k

For information - here, the variations relate to a net shortfall within property rental income budgets across the division. Property Division are accountable for these variations.

Analysis of Members' Initiatives - Earmarked Reserves @ 30.09.2012

Item	Divison / Service Area	Responsible Officer	Allocation £'000	Spend To Date £'000	Commitments £'000	Total Spend & Commitments £'000	Balance Available £'000	Comments on Progress of Scheme
Footways, Highways & General Improvements	T&H - Highways	Garry Warner	750	0	0	0	750	Orders to be placed imminently
Support for Friends Groups	SS&GS - Parks & Green Space	Louise Simpson	250	0	0	0	250	Plans already underway, but no orders placed yet.
Renewal / Replacement of Community Recycling Sites	SS&GS - Waste	John Woodruff	150	0	0	0	150	Plans already underway, but no orders placed yet.
TOTAL			1,150	0	0	0	1,150	