

Environment PortfolioDRAFT REVENUE BUDGET 2013/14 - SUMMARY

2011/12 Actual	Service Area	2012/13 Budget	Increased costs	Other Changes	2013/14 Draft Budget
£		£	£	£	£
	Customer & Support Services				
Cr 5,610,459	Parking	Cr 6,697,140	Cr 201,950	Cr 58,230	Cr 6,957,320
1,931,601	Support Services	1,401,960	3,990	Cr 287,120	1,118,830
Cr 3,678,858		Cr 5,295,180	Cr 197,960	Cr 345,350	Cr 5,838,490
	Public Protection - ES				
100,846	Emergency Planning	113,310	230	Cr 530	113,010
100,846		113,310	230	Cr 530	113,010
	Street Scene & Green Space				
5,904,577	Area Management & Street Cleansing	4,535,230	92,270	Cr 84,510	4,542,990
2,454,171	Highways - SS&GS	2,384,390	48,170	Cr 58,000	2,374,560
Cr 18,075	Markets	Cr 29,000	Cr 2,920	Cr 9,190	Cr 41,110
6,056,803	Parks and Green Space	6,042,130	83,190	Cr 77,660	6,047,660
567,388	Street Regulation	627,720	0	Cr 113,520	514,200
16,549,778	Waste Services	16,254,210	394,990	199,870	16,849,070
31,514,642		29,814,680	615,700	Cr 143,010	30,287,370
	Transport & Highways				
6,612,672	Highways (Including London Permit Scheme)	6,188,200	126,810	Cr 72,320	6,242,690
161,211	Highways Planning	142,120	Cr 10	Cr 6,710	135,400
865,821	Traffic & Road Safety	345,670	Cr 4,990	Cr 111,490	229,190
7,639,704		6,675,990	121,810	Cr 190,520	6,607,280
35,576,334		31,308,800	539,780	Cr 679,410	31,169,170
7,651,926	TOTAL NON CONTROLLABLE	6,936,270	10,980	1,221,760	8,169,010
2,613,935	TOTAL EXCLUDED RECHARGES	2,103,380	0	Cr 34,880	2,068,500
45,842,195	PORTFOLIO TOTAL	40,348,450	550,760	507,470	41,406,680

ENVIRONMENT PORTFOLIO

SUMMARY OF BUDGET VARIATIONS 2013/14

Ref		VARIATION IN £'000	ORIGINAL BUDGET £'000
1	2012/13 BUDGET	40,349	
2	Increased Costs	551	
	Full Year Effect of Allocation of Central Contingency	0	
	Movements Between Portfolios/Departments		
3	Rental Income Budget Adjustments across Portfolios / Departments	56	
4	Budget for cost of fibre optic cable transferred to Resources	Cr 5	5
5	Distribution of shortfall of staff parking income	<u>Cr 23</u>	28
	Real Changes		
	<i>Savings considered as part of 2010/11 Budget Process</i>		
6	Rollout of Waste Pilot	Cr 98	10,490
	<i>Savings Identified for 2013/14 as part of 2012/13 Budget Process (subject to approval)"</i>		
7	Increase in parking charges & tariffs	Cr 157	Cr 7,053
8	Reduction in tree maintenance	Cr 68	529
9	Reduction in parks running costs	Cr 60	545
10	Reduced frequency of highway & footway condition surveys	Cr 55	65
11	Review of departmental management posts	Cr 50	50
12	Efficiency savings as a result of introducing a new weighbridge system	Cr 50	100
13	Reduction in support services and running costs	Cr 33	469
14	Reduction in traffic posts	Cr 31	251
15	Reduction in non-routine maintenance of street lights & signs	Cr 29	300
16	Reduction in the Environment Development budget	Cr 27	210
17	Reduced levels of service for inspections & minor repairs of highway structures	Cr 19	78
18	Reduced levels of service - minor street lighting improvements	Cr 15	125
19	Reduced number of surface water drainage schemes	<u>Cr 12</u>	154
	<i>New Savings Identified for 2013/14 (subject to approval)"</i>		
20	Savings from baseline review	Cr 321	1,927
	<i>Other Real Changes:</i>		
21	Absorption of inflation increases for PCNs	100	Cr 4,119
22	Landfill Tax increases	426	2,537
23	Increase in waste contract prices and contract disposal targets	Cr 66	7,953
24	Increase in refuse/recycling collection to reflect additional units	<u>38</u>	6,399
25	Variations in Capital Charges	1,105	6,094
26	Variations in Recharges	Cr 160	2,228
27	Variations in Building Maintenance	Cr 73	1,063
28	Variation in property services rental income	Cr 13	Cr 452
29	Variations in Insurances	147	455
30	2013/14 DRAFT BUDGET	<u>41,407</u>	

ENVIRONMENT PORTFOLIO**Notes on Budget Variations in 2013/14****Ref Comments****Movements Between Portfolios/Departments**

- 3 Rental income budget adjustments across Portfolios / Departments (Dr £56k)
This relates to the reallocation of rental income budgets across departments/portfolios. There are corresponding adjustments in other portfolios and these net out to zero in total.
- 4 Budget for cost of fibre optic cable transferred to Resources (Cr 5k)
The fibre optic cable is an IT cost for several departments and to save administration costs, the budget has been transferred to resources.
- 5 Distribution of shortfall of staff parking income (Cr 23k)
Shortfall in staff car parking income due to the decision not to charge essential car park users

Real Changes

- 6 Rollout of waste pilot (Cr £98k)
Full year effect of the roll out of the Recycling and Composting For All service as agreed at Executive on 1st September 2010.
- 7 Increase in parking charges and tariffs (Cr £157k)
Further increase in parking charges and tariffs.
- 8 Reduction in tree maintenance (Cr £68k)
No routine maintenance will be undertaken either as part of a cyclical programme or requests from residents. Only essential H&S works, insurance works, tree surveying, tree planting, and emergency call outs will be undertaken on the highway and there will be a £10k reduction in the parks and greenspace health and safety budget
- 9 Reduction in parks running costs (Cr £60k)
Reduction in parks running expenses such as playground repairs, path and fencing repairs and replacement of equipment and park furniture.
- 10 Reduced frequency of highway and footway condition surveys (Cr £55k)
Reduced frequency of highway/footway condition surveys and making better use of in-house resources to carry out work previously undertaken by
- 11 Review of departmental management posts (Cr £50k)
Following a review of departmental management posts, one post was deleted from the establishment.
- 12 Efficiency saving as a result of introducing a new weighbridge system (Cr £50k)
Reduction of 2 site supervisor posts at the depot as a result of expected efficiencies as a direct result of the introduction of a new weighbridge system.

- 13 Reduction in support services and running costs (Cr £33k)
Deletion of 0.5fte and a reduction in running cost budgets.
- 14 Reduction in traffic posts (Cr £31k)
Deletion of two part time posts within the traffic and road safety section.
- 15 Reduction in non-routine maintenance of street lights & signs (Cr £29k)
Savings as a result of a reduction in non-routine maintenance of street lights & signs
- 16 Reduction in the Environment development budget (Cr £27k)
Reduction of 0.56 fte and reduction in the Bromley Environment Awards budget.
- 17 Reduced levels of service for inspections & minor repairs of highway structures - (Cr £19k)
Savings as a result of reduced levels of service for inspections & minor repairs of highway structures
- 18 Reduced levels of service for minor street lighting improvements (Cr £15k)
Savings as a result of reduced levels of service for minor street lighting improvements.
- 19 Reduced number of surface water drainage schemes (Cr £12k)
Savings as a result of reducing the number of surface water drainage
- 20 Savings from Baseline Review (Cr £321k)
This is made up of the following proposed savings:-
Staffing review within Street Scene & Green Space (Cr £60k)
Service review of street regulation (Cr £57k)
Reduction in the minor traffic scheme budget (Cr £21k)
Charging more staff time to TfL funding (Cr £33k)
Review of carbon management (Cr £150k)
- 21 PCN Inflation (Dr £100k)
Estimates are prepared on the basis that inflation is added to both income and expenditure. As penalty charge notices (for parking and bus lane contraventions) are set by the Mayor of London and therefore statutory, savings have to be found to absorb the inflation rate
- 22 Landfill Tax increases (Dr £426k)
This represents the effect of the increase of £8 per tonne of landfill tax and by changes to the contract targets where 0.9% (1,260 tonnes) more of waste will be sent to landfill from 2013/14.
- 23 Increase in waste contract prices and contract disposal targets (Cr £66k)
This represents the change in contract targets where 0.9% (1,260 tonnes) of waste will be landfilled rather than sent to incinerator from 2013/14.
- 24 Increase in Refuse/Recycling Collection (Dr £38k)
The current refuse and recycling collection contract is based on the number of premises rather than bins. The additional costs reflect the anticipated increase in new properties for 2013/14 based on historical data.

25 Variations in Capital Charges (Dr £1,105k)

The variation on capital charges, etc is due to a combination of the following:

(i) Depreciation – the impact of revaluations or asset disposals in 2011/12 (after the 2012/13 budget was agreed) and in the first half of 2012/13 (total reduction of £156k across the Council):

(ii) Revenue Expenditure Funded by Capital Under Statute (REFCUS) – mainly due to a significant general reduction in the value and number of schemes in our Capital Programme from 2013/14 onwards (total reduction of £8,300k across the Council)

(iii) Government Grants Deferred – from 2011/12, credits for capital grants receivable in respect of schemes where expenditure is treated as REFCUS (see (ii) above) are required to be allocated to service revenue accounts, rather than as non-specific grant income in the CI & E Account. There was no budget for 2012/13, as this was finalised before this accounting change was confirmed, but the 2013/14 budget has been prepared in accordance with the new requirements (total reduction (credit entry) of £1,170k across the

These changes are required to be made to service revenue accounts, but an adjustment is made below the line to avoid a charge on Council Tax.

26 Variations in Recharges (Cr £160k)

Variations in cross-departmental recharges are offset by corresponding variations elsewhere and therefore have no impact on the overall position.

27 Variations in Building Maintenance (Cr £73k)

This relates to the realignment of repairs and maintenance budgets to reflect business priorities.

28 Variation in property services rental income (Cr £13k)

This relates to the reallocation of rental income budgets across departments/portfolios. There are corresponding adjustments in other portfolios and these net out to zero in total.

29 Insurance variations (Dr £147k)

some cases significantly, partly because we have factored in an extra year of claims experience since the 2012/13 budget was finalised. Due to premium reductions, insurance recharges initially reduced by £33k across the Council. As has previously been reported to the E & R PDS Committee, however, the balance on the Insurance Fund has been reducing steadily in recent years. In order to stabilise the position, the estimated contribution to the Fund in 2013/14 has been increased from £500k to £800k. A total of £208k of this is reflected in 2013/14 insurance budgets allocated to service revenue accounts (the balance of £92k is chargeable to schools) and insurance budgets, therefore, show an overall total increase of £175k across the Council.

Environment Portfolio
DRAFT REVENUE BUDGET 2013/14 - SUBJECTIVE SUMMARY

Service area	Employees	Premises	Transport	Supplies and Services	Third Party Payments	Income	Grant Related Recharges	Total Controllable	Capital Charges/Financing	Repairs, Maintenance & Insurance	Property Rental Income	Not Directly Controllable	Recharges In	Total Cost of Service	Recharges Out	Total Net Budget
	£	£	£	£	£	£		£	£				£	£	£	£
Customer & Support Services																
Parking	790,500	993,120	24,130	653,130	2,394,370	Cr 11,812,570	0	Cr 6,957,320	618,000	27,720	Cr 47,270	598,450	Cr 192,750	Cr 6,551,620	1,007,830	Cr 5,543,790
Support Services	826,850	173,180	24,820	101,010		Cr 7,030	0	1,118,830	113,000	178,250	Cr 87,090	204,160	614,350	1,937,340	Cr 2,037,200	Cr 99,860
	1,617,350	1,166,300	48,950	754,140	2,394,370	Cr 11,819,600	0	Cr 8,076,150	731,000	205,970	Cr 134,360	802,610	421,600	Cr 8,488,960	Cr 1,029,370	Cr 5,643,650
Public Protection																
Emergency Planning	85,800	0	5,310	21,900	0	0	0	113,010	0	0	0	0	70,380	183,390	0	183,390
Street Scene & Green Space																
Area Management & Street Cleansing	694,480	56,500	62,320	50,630	3,765,800	Cr 8,740	Cr 78,000	4,542,990	54,000	28,430	0	82,430	971,520	5,596,940	Cr 842,120	4,754,820
Highways - SS&GS	0	0	0	2,538,530	0	Cr 163,970	0	2,374,560	0	0	0	0	1,637,940	4,012,500	0	4,012,500
Markets	0	6,010	0	111,000	1,620	Cr 159,740	0	41,110	0	8,010	0	8,010	125,020	91,920	0	91,920
Parks and Green Space	1,581,280	3,764,880	96,040	619,490	349,820	Cr 382,390	18,540	6,047,660	352,000	733,940	Cr 325,120	760,820	3,547,380	10,355,860	Cr 3,904,790	6,451,070
Street Regulation	499,500	0	15,810	9,890	0	0	Cr 11,000	514,200	0	0	0	0	97,390	611,590	Cr 735,710	Cr 124,120
Street Scene & Green Space Divisional	103,540	0	0	0	0	0	0	103,540	0	0	0	0	8,500	112,040	Cr 108,250	3,790
Waste Services	480,720	24,620	30,050	194,850	20,254,740	Cr 4,239,450	0	16,745,530	0	0	0	0	710,930	17,456,460	Cr 112,560	17,343,900
	3,359,520	3,852,010	204,220	3,524,390	24,371,980	Cr 4,954,290	Cr 70,460	30,287,370	406,000	770,380	Cr 325,120	851,260	7,098,680	38,237,310	Cr 5,703,430	32,533,880
Transport & Highways																
Highways (Including London Permit Sche	934,570	1,481,720	94,040	5,659,340	66,620	Cr 2,009,600	16,000	6,242,690	6,059,000	469,980	Cr 16,840	6,512,140	1,733,530	14,488,360	Cr 748,550	13,739,810
Highways Planning	139,910	0	2,150	6,150	0	Cr 12,810	0	135,400	3,000	0	0	3,000	135,500	273,900	Cr 163,230	110,670
Traffic & Road Safety	1,275,950	0	28,830	51,580	175,730	Cr 351,460	Cr 951,440	229,190	0	0	0	0	498,310	727,500	Cr 244,920	482,580
	2,350,430	1,481,720	125,020	5,717,070	242,350	Cr 2,373,870	Cr 935,440	6,607,280	6,062,000	469,980	Cr 16,840	6,515,140	2,367,340	15,489,760	Cr 1,156,700	14,333,060
	7,413,100	6,500,030	383,500	10,017,500	27,008,700	Cr 19,147,760	Cr 1,005,900	31,169,170	7,199,000	1,446,330	Cr 476,320	8,169,010	9,958,000	49,296,180	Cr 7,889,500	41,406,680