

Environment**DRAFT REVENUE BUDGET 2014/15 - SUMMARY**

2012/13 Actual	Service Area	2013/14 Budget	Increased costs	Other Changes	2014/15 Draft Budget
£		£	£	£	£
	Customer & Support Services				
Cr 6,470,037	Parking	Cr 6,644,580	Cr 181,930	796,780	Cr 6,029,730
1,358,927	Support Services	1,225,320	7,520	11,860	1,244,700
Cr 5,111,110		Cr 5,419,260	Cr 174,410	808,640	Cr 4,785,030
	Public Protection				
104,344	Emergency Planning	70,780	620	3,470	74,870
104,344		70,780	620	3,470	74,870
	Street Scene & Green Space				
4,406,625	Area Management & Street Cleansing	4,425,890	95,550	Cr 70,630	4,450,810
2,427,322	Highways - SS&GS	2,366,550	59,110	Cr 200,000	2,225,660
Cr 1,812	Markets	1,290	Cr 860	0	430
6,006,768	Parks and Green Space	6,026,400	109,470	Cr 193,990	5,941,880
581,504	Street Regulation	450,560	650	5,790	457,000
16,181,512	Waste Services	16,638,560	409,440	505,600	17,553,600
29,601,919		29,909,250	673,360	46,770	30,629,380
	Transport & Highways				
6,622,609	Highways (Including London Permit Scheme)	6,118,320	143,710	87,060	6,349,090
166,823	Highways Planning	135,000	0	380	135,380
303,151	Traffic & Road Safety	167,330	Cr 2,020	Cr 49,420	115,890
7,092,582		6,420,650	141,690	38,020	6,600,360
0	Efficiency savings to be identified	0	0	Cr 195,000	Cr 195,000
31,687,736		30,981,420	641,260	701,900	32,324,580
7,560,902	TOTAL NON CONTROLLABLE	7,982,740	19,426	Cr 1,616,434	6,385,732
2,321,157	TOTAL EXCLUDED RECHARGES	2,022,030	0	Cr 147,380	1,874,650
41,569,794	PORTFOLIO TOTAL	40,986,190	660,686	Cr 1,061,914	40,584,962

ENVIRONMENT PORTFOLIO

SUMMARY OF BUDGET VARIATIONS 2014/15

Ref		VARIATION IN 2014/15 £'000		ORIGINAL BUDGET 2013/14 £'000
1	2013/14 BUDGET			40,986
2	Increased Costs			657
	Full Year Effect of Allocation of Central Contingency			
3	Impact of 2013/14 Pay Award		83	
4	Net loss of income re closure of Westmoreland Road car park		<u>546</u>	629
	Movements Between Portfolios/Departments			
5	Training Budgets allocations of savings 2013/14	Cr	3	
6	Central Procurement budget for MFD Contract	Cr	4	
7	Transfer of resources from CSC for parking permits		<u>18</u>	11
	Real Changes			
	<i>Savings identified for 2014/15 as part of the 2013/14 Budget process</i>			
8	Reduction in parks running costs	Cr	6	158
9	Re-tender of the management of Norman Park Athletics Track	Cr	<u>18</u>	3,109
	<i>Other Real Changes:</i>			
10	Absorption of inflation increases for PCNs		151	Cr 4,199
11	Landfill Tax increases		416	2,385
12	Increase in waste contract prices and contract disposal targets	Cr	64	8,536
13	Increase in refuse/recycling collection to reflect additional units		38	6,453
14	Detritus & leafing - new legislative change from Defra		<u>200</u>	0
	<i>New Savings Identified for 2014/15 (subject to approval)</i>			
15	Efficiency savings	Cr	<u>195</u>	30,981
16	Variations in Capital Charges	Cr	1,641	7,199
17	Variations in Recharges	Cr	607	1,010
18	Variations in Building Maintenance	Cr	15	659
19	Variation in property services rental income		43	Cr 476
20	2014/15 DRAFT BUDGET		<u>40,585</u>	

ENVIRONMENT PORTFOLIO**Notes on Budget Variations in 2014/15****Ref Comments****Full Year Effect of Allocation of Central Contingency**

- 3 Impact of 2013/14 Pay Award (Dr £83k)
A sum of £83k has been added to the budget relating to the 2013/14 pay award.
- 4 Net loss of income re closure of Westmoreland Road car park (Dr £546k)
As a result of the net loss of income following the closure of Westmoreland Road multi-storey car park in April 2013, a sum of £546k has been allocated from central contingency to the parking budget.

Movements Between Portfolios/Departments

- 5 Training Budgets allocations of savings 2013/14 (Cr £3k)
Full year effect of the reallocation of training budget savings in 2013-14 following the decision not to centralise these budgets. These variations net out to zero across all departments / portfolios.
- 6 Central Procurement budget for MFD Contract (Cr £4k)
Contributions to Central Procurement to reflect additional usage of MFDs. These variations net out to zero across all departments / portfolios.
- 7 Parking permit funding transfer (Dr £18k)
This relates to the transfer of resources for parking permit administration from the Customer Services Centre to Environmental Services.

Real Changes

- 8 Reduction in parks running costs (Cr £6k)
Reduction in parks running expenses such as playground repairs, path and fencing repairs and replacement of equipment and park furniture.
- 9 Norman Park (Cr £18k)
The new contract for the Management of Norman Park athletics track now includes the responsibility of grounds maintenance of the site. This has resulted in a saving of £18k within the grounds maintenance contract.
- 10 Absorption of Inflation increases for PCNs (Dr £151k)
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.

- 11 Landfill Tax increases (Dr £416k)
This represents the effect of the increase of £8 per tonne of landfill tax and by changes to the contract targets where 0.8% (1,130 tonnes) more of waste will be sent to landfill from 2014/15.
- 12 Increase in waste contract prices and contract disposal targets (Cr £64k)
This represents the change in disposal targets of waste and prices built into the original contract for 2014/15.
- 13 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 2014/15 based on historical data.
- 14 Detritus & leafing (Dr £200k)
Following legislative changes, detritus and leafing collected from street cleansing can no longer be composted. The change has meant the council incurs additional disposal costs. This additional cost is based on recent tonnage data and expected tonnages in 2014/15.
- 15 Efficiency savings (Cr £195k)
Efficiency savings and cash limiting of running expenses.
- 16 Variations in Capital Charges (Cr £1,641k)
The variation on capital charges, etc is due to a combination of the following:
- (i) Depreciation – the impact of revaluations or asset disposals in 2012/13 (after the 2013/14 budget was agreed) and in the first half of 2013/14.
 - (ii) Revenue Expenditure Funded by Capital Under Statute (REFCUS) – mainly due to a significant general increase in the value of schemes in our 2014/15 Capital Programme that do not add value to the Council's fixed asset base.
 - (iii) Government Grants – mainly due to a significant increase in credits for capital grants receivable in respect of 2014/15 Capital Programme schemes, which are used to finance expenditure that is treated as REFCUS.
- 17 Variations in Recharges (Cr £607k)
Variations in cross-departmental recharges are offset by corresponding variations elsewhere and therefore have no impact on the overall position.
- 18 Variations in Building Maintenance (Cr £15k)
This relates to the realignment of repairs and maintenance budgets to reflect business priorities. There are corresponding adjustments in other portfolios and these net out to zero in total.
- 19 Variations in Property Services Rental Income (Dr £43k)

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.

Environment
DRAFT REVENUE BUDGET 2014/15 - SUBJECTIVE SUMMARY

Service area	Employees	Premises	Transport	Supplies and Services	Third Party Payments	Income	Controllable 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	768,530	818,350	24,770	631,930	2,382,270	Cr 10,702,680	47,100	Cr 6,029,730	630,000	37,750	Cr 43,950	623,800	169,090	Cr 5,236,840	660,150	Cr 4,576,690
Support Services	933,780	223,580	21,040	72,110	0	Cr 5,810	0	1,244,700	59,000	135,840	Cr 58,610	136,230	437,690	Cr 1,818,620	Cr 1,836,130	Cr 17,510
	1,702,310	1,041,930	45,810	704,040	2,382,270	Cr 10,708,490	47,100	Cr 4,785,030	689,000	173,590	Cr 102,560	760,030	606,780	Cr 3,418,220	Cr 1,175,980	Cr 4,594,200
Public Protection																
Emergency Planning	47,040	0	5,420	22,410	0	0	0	74,870	0	0	0	0	65,650	140,520	0	140,520
	47,040	0	5,420	22,410	0	0	0	74,870	0	0	0	0	65,650	140,520	0	140,520
Street Scene & Green Space																
Area Management & Street Cleansing	689,140	50,420	58,750	47,050	3,692,400	Cr 8,950	Cr 78,000	4,450,810	54,000	26,600	0	80,600	917,910	5,449,320	Cr 764,870	4,684,450
Highways - SS&GS	0	0	0	2,593,720	0	Cr 168,060	Cr 200,000	2,225,660	0	0	0	0	1,662,390	3,888,050	0	3,888,050
Markets	34,700	6,150	0	162,910	1,660	Cr 204,990	0	430	0	8,250	0	8,250	115,830	124,510	0	124,510
Parks and Green Space	1,602,860	3,802,280	111,230	593,830	358,550	Cr 365,410	Cr 161,460	5,941,880	297,000	601,510	Cr 323,750	574,760	3,464,040	9,980,680	Cr 3,920,460	6,060,220
Street Regulation	440,130	0	19,390	8,480	0	Cr 11,000	0	457,000	0	0	0	0	65,740	522,740	Cr 574,320	Cr 51,580
Waste Services	671,510	23,690	30,780	269,680	21,312,920	Cr 4,654,980	Cr 100,000	17,553,600	0	0	0	0	662,530	18,216,130	Cr 229,270	17,986,860
	3,438,340	3,882,540	220,150	3,675,670	25,365,530	Cr 5,402,390	Cr 550,460	30,629,380	351,000	636,360	Cr 323,750	663,610	6,888,440	38,181,430	Cr 5,488,920	32,692,510
Transport & Highways																
Highways (Including London Permit Scheme)	933,150	1,518,760	92,210	5,452,190	258,140	Cr 1,921,360	16,000	6,349,090	4,515,000	462,430	Cr 18,330	4,959,100	1,400,650	12,708,840	Cr 756,590	11,952,250
Highways Planning	141,550	0	2,200	4,720	0	Cr 13,090	0	135,380	3,000	0	0	3,000	148,940	287,320	Cr 157,360	129,960
Traffic & Road Safety	1,296,680	0	29,530	50,470	180,450	Cr 371,310	Cr 1,069,930	115,890	0	0	0	0	548,570	664,460	Cr 205,530	458,930
	2,371,380	1,518,760	123,940	5,507,380	438,590	Cr 2,305,760	Cr 1,053,930	6,600,360	4,518,000	462,430	Cr 18,330	4,962,100	2,098,160	13,660,620	Cr 1,119,480	12,541,140
Efficiency savings to be identified	0	0	0	Cr 195,000	0	0	0	Cr 195,000	0	0	0	0	0	Cr 195,000	0	Cr 195,000
	7,559,070	6,443,230	395,320	9,714,500	28,186,390	Cr 18,416,640	Cr 1,557,290	32,324,580	5,558,000	1,272,380	Cr 444,640	6,385,740	9,659,030	48,369,350	Cr 7,784,380	40,584,970