

ENVIRONMENT PORTFOLIO
DRAFT REVENUE BUDGET 2015/16 - SUMMARY

2013/14 Actual	Service Area	2014/15 Budget	Increased costs	Other Changes	2015/16 Draft Budget
£		£	£	£	£
	Support Services				
1,246,997	Support Services	1,197,530	7,870	Cr 118,730	1,086,670
1,246,997		1,197,530	7,870	Cr 118,730	1,086,670
	Public Protection				
75,716	Emergency Planning	74,920	470	Cr 970	74,420
75,716		74,920	470	Cr 970	74,420
	Street Scene & Green Space				
4,135,675	Area Management & Street Cleansing	4,079,220	75,530	Cr 91,900	4,062,850
2,539,989	Highways - SS&GS	2,535,230	48,780	Cr 17,500	2,566,510
Cr 18,079	Markets	1,050	Cr 640	Cr 40	370
5,773,049	Parks and Green Space	5,898,110	92,700	Cr 243,470	5,747,340
481,695	Street Regulation	461,380	510	Cr 8,000	453,890
17,086,069	Waste Services	17,569,680	345,100	Cr 344,140	17,570,640
29,998,398		30,544,670	561,980	Cr 705,050	30,401,600
	Transport & Highways				
6,436,065	Highways (Including London Permit Scheme)	6,611,300	139,890	Cr 86,270	6,664,920
129,146	Highways Planning	135,920	Cr 60	Cr 4,490	131,370
Cr 6,461,134	Parking	Cr 6,035,710	Cr 140,920	Cr 281,270	Cr 6,457,900
176,904	Traffic & Road Safety	170,510	Cr 1,950	Cr 24,380	144,180
280,981		882,020	Cr 3,040	Cr 396,410	482,570
31,602,092		32,699,140	567,280	Cr 1,221,160	32,045,260
7,390,791	TOTAL NON CONTROLLABLE	6,385,740	18,290	Cr 1,071,690	5,332,340
2,034,673	TOTAL EXCLUDED RECHARGES	2,095,330	0	101,300	2,196,630
41,027,557	PORTFOLIO TOTAL	41,180,210	585,570	Cr 2,191,550	39,574,230

ENVIRONMENT PORTFOLIO**SUMMARY OF BUDGET VARIATIONS 2015/16**

Ref		VARIATION IN 2015/16 £'000	ORIGINAL BUDGET 2014/15 £'000
1	2014/15 BUDGET	41,180	
2	Increased Costs	586	
	Full Year Effect of Allocation of Central Contingency		
3	Increase in annual insurance premiums	98	
4	Contingency allocation re Street Cleansing contract	<u>140</u>	238
	Movements Between Portfolios/Departments		
5	Transfer resources for Crystal Palace Community Project	<u>Cr 24</u> Cr 24	
	Real Changes		
6	Absorption of inflation increases for PCNs	103	Cr 4,116
7	Increase in waste contract prices and contract disposal targets	54	8,759
8	Increase in refuse/recycling collection to reflect additional units	37	6,610
9	Increase in refuse/recycling disposal to reflect additional units	<u>37</u>	231
	<i>New Savings Identified for 2015/16 (subject to approval)</i>		
10	Organisational efficiencies & Management costs restructure	Cr 116	1,363
11	Essential car user allowances	Cr 74	174
12	Increase parking charges	Cr 390	Cr 6,002
13	Closure of Public Conveniences	Cr 22	51
14	Reduced central contingency sum for Street Cleansing contract	Cr 140	200
15	Restructuring across Street Scene & Green Space division	Cr 182	13,089
16	Cessation of Parks Strategy development	Cr 80	80
17	Reduced opening hours - Green Garden Waste satellite sites	Cr 146	277
18	Reduced frequency of Kerbside Paper Collections	Cr 250	2,210
19	New charges for Domestic Clinical Waste	Cr 30	Cr 38
20	Increase price of Food Waste Liners	Cr 35	Cr 46
21	Additional staffing charged to TFL	Cr 60	644
22	New charges for Disabled Parking Bays	<u>Cr 20</u> Cr 1,545	42
23	Variations in Capital Charges	Cr 1,083	1,961
24	Variations in Recharges	92	2,175
25	Variations in Building Maintenance	Cr 80	434
26	Variations in Rent Income	Cr 21	Cr 83
27	2015/16 DRAFT BUDGET	<u>39,574</u>	

ENVIRONMENT PORTFOLIO

Notes on Budget Variations in 2015/16

Ref Comments

Full Year Effect of Allocation of Central Contingency

- 3 Annual insurance premiums (Dr £98k)
An overall allocation of £116k was made from the contingency in respect of the insurance premium increase arising from the tendering of the Council casualty insurance arrangements in 2014. This was reported to the Executive & Resources PDS Committee on 5th June 2014.
- 4 Street Cleansing Contract (Dr £140k)
Allocation of central contingency re Street Cleansing Contract into portfolio budget (total contingency is £200k). This enables a corresponding saving to be made - see below.

Movements Between Portfolios/Departments

- 5 Crystal Palace Community Project Fund (Cr £24k)
Transfer of resources to Renewal & Recreation portfolio to manage Community Project Fund, within overall framework of pursuing a GLA-funded Crystal Palace Park improvement scheme.

Real Changes

- 6 Absorption of Inflation increases for PCNs (Dr £103k)
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.
- 7 Increase in waste contract prices and contract disposal targets (Dr £54k)
This represents the change in disposal targets of waste and prices built into the original contract for 2014/15.
- 8 Increase in Refuse/Recycling Collection (Dr £37k)
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 2015/16.
- 9 Increase in Refuse/Recycling Disposal (Dr £37k)
The additional costs for the disposal contract reflect the anticipated increase in tonnage generated from new properties for 2015/16.

- 10 Management costs restructure (Cr £116k)
Review of council-wide organisational efficiencies & management costs restructure.
- 11 Essential car user allowances (Cr 74k)
Review of council-wide essential car user allowance scheme generating savings to the Environment Portfolio of £74k
- 12 Increased parking charges (Cr £390k)
This relates to increased charges for both on and off-street car parking. Detailed proposals will be submitted in January.
- 13 Closure of Public Conveniences (Cr £22k)
Part year effect of closing the remaining four public conveniences.
- 14 Reduced central contingency sum for Street Cleansing contract (Cr £140k)
Agreed reduction in the central contingency sum set aside for the Street Cleansing contract.
- 15 Restructuring across Street Scene & Green Space division (Cr £182k)
Restructuring of SSGS division including; a fully commissioned park service and a review of the client contract monitoring function across the whole division.
- 16 Cessation of Parks Strategy development (Cr £80k)
Deletion of the budget for the development function within the Parks Strategy budget.
- 17 Reduced opening hours - Green Garden Waste satellite sites (Cr £146k)
Reduced opening hours of the green garden waste satellite sites as agreed by the Environment Portfolio Holder on 24 November 2014.
- 18 Reduced frequency of Kerbside Paper Collections (Cr £250k)
Rationalising vehicle utilisation in order to reduce the frequency of kerbside paper collections from weekly to fortnightly.
- 19 New charges for Domestic Clinical Waste (Cr £30k)
Introduce charges for collection of domestic clinical waste, or transfer costs back to health authority
- 20 Increase price of Food Waste Liners (Cr £35k)
This proposal involves increasing the price of food waste liners from £2 to £2.50
- 21 Additional staffing charged to TfL (Cr £60k)
Additional £60k staffing to be charged to TfL Principal Road Maintenance capital budget, thus generating a saving to the revenue budget.

- 22 New charges for Disabled Parking Bays (Cr £20k)
New charges for disabled parking bays and white bar markings as agreed by the Environment Portfolio Holder on 24 November 2014.
- 23 Variations in Capital Charges (Cr £1,083k)
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 2014/15
 - (ii) Revenue Expenditure Funded by Capital Under Statute (REFCUS) – mainly due to a significant general increase in the value of schemes in our 2015/16 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 2015/16 Capital Programme schemes, which are used to finance expenditure that is treated as REFCUS.
- These charges are required to be made to service revenue accounts, but an adjustment is made below the line to avoid a charge on Council Tax.
- 24 Variations in Recharges (Dr £92k)
Variations in cross-departmental recharges are offset by corresponding variations elsewhere and therefore have no impact on the overall position.
- 25 Variations in Building Maintenance (Cr £80k)
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.
- 26 Variations in Rent Income (Cr £21k)
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 Portfolio
DRAFT REVENUE BUDGET 2015/16 - 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
	£	£	£	£	£	£		£	£				£	£	£	£
Support Services																
Support Services	782,070	226,940	20,020	63,560	0 Cr	5,920	0	1,086,670	144,000	140,520	Cr 92,000	192,520	399,040	1,678,230	Cr 1,728,010	Cr 49,780
	782,070	226,940	20,020	63,560	0 Cr	5,920	0	1,086,670	144,000	140,520	Cr 92,000	192,520	399,040	1,678,230	Cr 1,728,010	Cr 49,780
Public Protection																
Emergency Planning	47,710	0	4,410	22,300	0	0	0	74,420	0	0	0	0	41,030	115,450	0	115,450
Street Scene & Green Space																
Area Management & Street Cleansing	258,580	50,880	13,180	39,840	3,708,490 Cr	8,120	0	4,062,850	43,000	27,520	0	70,520	819,370	4,952,740	Cr 374,140	4,578,600
Highways - SS&GS	401,130	0	18,620	2,635,970	0 Cr	181,710	Cr 307,500	2,566,510	0	0	0	0	1,296,880	3,863,390	Cr 2,880	3,860,510
Markets	35,320	4,230	0	179,520	0 Cr	218,700	0	370	0	240	0	240	63,030	63,640	0	63,640
Parks and Green Space	1,529,580	3,796,210	95,560	537,930	364,860 Cr	374,400	Cr 202,400	5,747,340	508,000	561,680	Cr 320,390	749,290	3,678,640	10,175,270	Cr 3,990,820	6,184,450
Street Regulation	445,160	0	12,830	6,900	0	0	Cr 11,000	453,890	0	0	0	0	71,640	525,530	Cr 525,530	0
Waste Services	565,380	17,450	16,780	265,560	21,566,770 Cr	4,738,900	Cr 122,400	17,570,640	15,000	0	0	15,000	626,500	18,212,140	Cr 209,570	18,002,570
	3,235,150	3,868,770	156,970	3,665,720	25,640,120 Cr	5,521,830	Cr 643,300	30,401,600	566,000	589,440	Cr 320,390	835,050	6,556,060	37,792,710	Cr 5,102,940	32,689,770
Transport & Highways																
Highways (Including London Permit Scheme)	963,520	1,834,730	76,230	5,428,100	357,660 Cr	1,950,120	Cr 45,200	6,664,920	3,624,000	572,380	Cr 18,990	4,177,390	1,509,300	12,351,610	Cr 773,860	11,577,750
Highways Planning	139,020	0	1,260	4,410	0 Cr	13,320	0	131,370	3,000	0	0	3,000	111,630	246,000	Cr 155,280	90,720
Parking	788,760	834,520	24,030	645,790	2,417,850 Cr	11,211,170	42,320 Cr	6,457,900	138,000	32,740	Cr 46,360	124,380	380,990	Cr 5,952,530	508,080 Cr	5,444,450
Traffic & Road Safety	1,371,910	0	21,430	32,850	181,690 Cr	366,290	Cr 1,097,410	144,180	0	0	0	0	575,480	719,660	Cr 124,890	594,770
	3,263,210	2,669,250	122,950	6,111,150	2,957,200 Cr	13,540,900	Cr 1,100,290	482,570	3,765,000	605,120	Cr 65,350	4,304,770	2,577,400	7,364,740	Cr 545,950	6,818,790
	7,328,140	6,764,960	304,350	9,862,730	28,597,320 Cr	19,068,650	Cr 1,743,590	32,045,260	4,475,000	1,335,080	Cr 477,740	5,332,340	9,573,530	46,951,130	Cr 7,376,900	39,574,230