

2015/16 Actuals £'000	Service Areas	2016/17 Original Budget £'000	2016/17 Latest Approved £'000	2016/17 Projected Outturn £'000	Variation £'000	Notes	Variation Last Reported £'000	Full Year Effect £'000
	<b>ENVIRONMENT PORTFOLIO</b>							
	<b>Street Scene &amp; Green Spaces</b>							
5,445	Parks and Green Spaces	5,109	5,091	5,161	70	1	0	0
417	Street Regulation and Enforcement incl markets	386	364	329	Cr 35	2	0	0
17,599	Waste Services	17,206	17,206	17,213	7	3	Cr 140	0
3,891	Street Environment	4,181	4,181	4,181	0		0	0
808	Management and Contract Support	781	781	781	0		0	0
629	Transport Operations and Depot Management	811	791	758	Cr 33	4	0	0
280	Trees	683	723	723			0	0
<b>29,069</b>		<b>29,157</b>	<b>29,137</b>	<b>29,146</b>	<b>9</b>		<b>Cr 140</b>	
	<b>Parking Services</b>							
Cr 7,455	Parking	Cr 7,041	Cr 6,775	Cr 7,046	Cr 271	5-9	140	0
<b>Cr 7,455</b>		<b>Cr 7,041</b>	<b>Cr 6,775</b>	<b>Cr 7,046</b>	<b>Cr 271</b>		<b>140</b>	<b>0</b>
	<b>Transport &amp; Highways</b>							
112	Traffic & Road Safety	206	206	206	0	10	0	0
10,035	Highways (including London Permit Scheme)	8,881	9,134	9,168	34	11	0	0
<b>10,147</b>		<b>9,087</b>	<b>9,340</b>	<b>9,374</b>	<b>34</b>		<b>0</b>	<b>0</b>
<b>31,761</b>	<b>TOTAL CONTROLLABLE</b>	<b>31,203</b>	<b>31,702</b>	<b>31,474</b>	<b>Cr 228</b>		<b>0</b>	<b>0</b>
8,075	<b>TOTAL NON-CONTROLLABLE</b>	5,299	5,434	5,368	Cr 66	12	0	0
2,429	<b>TOTAL EXCLUDED RECHARGES</b>	2,041	2,041	2,041	0		0	0
<b>42,265</b>	<b>PORTFOLIO TOTAL</b>	<b>38,543</b>	<b>39,177</b>	<b>38,883</b>	<b>Cr 294</b>		<b>0</b>	<b>0</b>

## Reconciliation of Latest Approved Budget

£'000

## Original Budget 2016/17

38,543

Transfer of budget for staffing back to SEN - Education S/E 884.

Cr 20

Parking carry forward re automated bus lane and non- bus lane cameras

306

WEEE Grant Income

Cr 13

WEEE Grant Expenditure

13

Drainage Water Grant Income

Cr 69

Drainage Water Grant Expenditure

69

Lead Local Flood grant

213

Repairs and Maintenance

135

## Latest Approved Budget for 2016/17

39,177

**REASONS FOR VARIATIONS****1. Parks and Green Spaces Dr £70k**

There is currently a projected overspend of £70k for water charges at Crystal Palace, due to the receipt of several amended backdated bills based on actual meter readings. To date, bills have only been received up to mid- December 2015 and officers are working closely with Thames Water to investigate the reason for the large variation between estimated and actual readings as well as to obtain the most up to date bills.

**2. Street Regulation and Enforcement incl markets Cr £35k**

Surplus income of £25k is projected for Market Charges and Street Trading Licences due to additional street traders being taken on and specialist markets being run. In addition income from Skip Licences is expected to be Cr £10k higher than budget due to increased activity.

**3. Waste Services Dr £7k**

Disposal tonnages from increased trade waste delivered activity are projected to be around 1,400 tonnes above budget resulting in an overspend of Dr £200k. For information, there has been an additional 590 tonnes at the weighbridges for the first five months of the year compared to the same period in 2015-16.

As a direct consequence of the extra tonnage described above, the projected additional income generated from trade waste delivered is Cr £200k which offsets the disposal overspend from weighbridge tonnage.

Green Garden Waste disposal tonnage is projected to generate an overspend of around £90k. Tonnage is above the 2015/16 levels by 1,630 tonnes for the same period. The annual figure is expected to be 17,170 tonnes, which is 2,500 above the 2015/16 tonnage.

For other residual tonnage, there is a projected overspend of Dr £30k.

Within paper recycling income, there is a projected surplus of Cr £70k as tonnage is expected to be 1,040 tonnes above budget.

The projected reduction in detritus tonnage has resulted in a potential underspend of Cr £38k for disposal costs.

As a result of a reduction in trade waste collected customers and an increase in the number of smaller containers a shortfall of income is projected of Dr £20k.

After allowing for the purchase and delivery cost of containers for the increase in customers, as well as investment in an IT monitoring system, there is a net variation of Cr £25k for green garden waste services.

<b>Summary of overall variations within Waste Services</b>	<b>£'000</b>
Waste disposal tonnages - other residual tonnage	30
Waste disposal tonnages - Trade Waste Delivered	200
Waste disposal tonnages - Green Garden Waste	90
Surplus trade waste delivered income	Cr 200
Paper recycling income	Cr 70
Disposal of detritus tonnage	Cr 38
Trade waste collected income	20
Green Garden Waste Services	Cr 25
<b>Total variation for Waste Services</b>	<b><u><u>7</u></u></b>

**4. Transport Operations and Depot Management Cr £33k**

Due to a part year savings achieved on the Mail Delivery Service as reported to the Executive on 20th July 2016, there is a projected underspend of £33k.

**5. Income from Bus Lane Contraventions Cr £570k**

The introduction of the automated cameras had been delayed, however they have now gone live except for one which should be fully operational from October 2016. Based on the number of contraventions that occurred up until 30th September 2016, additional income of Cr £570k is projected for the year. This figure could increase if compliance is slower than anticipated.

**6. Off Street Car Parking Cr £0k**

From actual income to September 2016, there is no overall variation projected for Off Street Parking income. There is an expected deficit of £40k for the Hill MSCP and an estimated deficit of £20k from the Civic which is offset by additional projected income of Cr £60k from surface car parks.

<b>Summary of variations within Off Street Car Parking</b>	<b>£'000</b>
Off Street Car Parking income - multi-storey car parks	60
Off Street Car Parking income - other surface car parks	Cr 60
<b>Total variations within Off Street Parking</b>	<b><u><u>0</u></u></b>

**7. On Street Car Parking Dr £246k**

Based on actual income to 30th September 2016 there is a projected net deficit of around £220k for On Street Parking. A number of sites have been identified where additional Pay and Display parking bays can be installed borough wide. This includes shopping parades to assist the turnover of parking on street and roads in close proximity to railway stations, where unrestricted parking is currently creating parking issues and displacement. As agreed, if all sites were progressed as proposed, it is likely to generate an approximate £350k per annum. Each proposal has been and will be subject to consultation with Ward Members and the directly affected residents/traders, so full implementation has not been possible by 1st April 2016. Taking into account the income to September 2016, the new spaces operational to date 2016, it is projected that there will be a shortfall of income from in On Street Parking of £220k in 2016/17 with no full year variation from 2017/18 onwards.

Due to the introduction of new £1 coins and £5 polymer notes, all the parking income machines will need to be upgraded at an estimated cost of Dr £78k. This is to be funded from the Equipment replacement budget of £52k. The remaining £26k will be funded by a saving on the Enforcement Equipment budget of Cr £26k shown below. These machines are for both On Street and Off Street parking.

**8. Car Parking Enforcement Dr £63k**

Based on the activity levels up to September 2016, there is a projected net deficit of Dr £50k from PCNs issued by Indigo Park due to a reduction in contraventions because of staff sickness, leave and training in April 2016. There was a delay in employing the 4 additional CEOs on street due to difficulties in staff recruitment however these staff are now in post with a part year underspend Cr £40k. The numbers will be closely monitored over the next few months.

Due to delays in introducing the automated cameras which were not fully operational until July 2016, a net deficit of Dr £16k is projected based on the number of contraventions to 30th September 2016. Automatic cameras have been set up outside schools and since compliance has increased at these locations there is a projected deficit in income Dr £32k. CCTV staff were given notice mid-June 2016 and the additional cost of their salaries is Dr £53k. It should be noted that the CCTV staff were also responsible for monitoring the bus lanes prior to the introduction of the re-deployable bus lane cameras. The additional staffing cost of the Mobile car driver is £10k for 2016/17.

In order to meet the costs of upgrading the parking income machines, a saving of Cr £26k from the enforcement equipment budget will be used.

<b>Summary of variations within Car Parking Enforcement</b>	<b>£'000</b>
PCNs issued by wardens	50
CCTV Salaries	53
Mobile driver salary	10
PCNs issued by mobile cars cameras	Cr 16
PCNs issued by automatic cameras at schools	32
Enforcement equipment replacement budget	Cr 26
Budgets not required for additional CEOs etc	Cr 40
<b>Total variations within Car Parking Enforcement</b>	<b>63</b>

**9. Permit Parking Cr £10k**

Based on income and expenditure to the end of September 2016, it is projected that there will be net additional income of £10k.

<b>Summary of overall variations within Parking:</b>	<b>£'000</b>
Bus Routes Enforcement	Cr 570
Off Street Car Parking	0
On Street Car Parking	220
On/Off Street Car Parking - upgrade machines for changes in currency	26
Enforcement - Equipment budget	Cr 26
Car Parking Enforcement	89
Permit Parking	Cr 10
<b>Total variation for Parking</b>	<b>Cr 271</b>

**10. Traffic and Road Safety £0k**

There is a projected underspend of Cr £34k on TfL funded salaries due to vacancies which is offset by a corresponding reduction in capital salary recharges of Dr £34k. Although there is no overall effect on revenue, it will increase the capital funding available for implementation of TfL funded schemes.

**11. Highways (Including London Permit Scheme) Dr £34k**

Within NRSWA income, there is a projected income deficit of Dr £25k. This is partly the result of improving performance by utility companies in the area of defect notices, which has resulted in lower charges raised by the Council.

There is a projected underachievement of advertising income in 2016/17 of Dr £9k should the contract for the advertising on street columns is not let in early 2017 when the current contract extension comes to an end.

From activity to date there is a projected overspend of £20k on Highways Maintenance which is partly offset by Cr £20k from an underspend on Salaries due to vacancies.

<b>Summary of Variations - Highways (Including London Permit Scheme)</b>	<b>£'000</b>
NRSWA Income	25
Street Lighting - advertising income	9
Highways Maintenance	20
Street Lighting - salaries	Cr 20
<b>Total Projected variations for NRSWA Income</b>	<b><u>34</u></b>

**12. Non-controllable Cr £66k**

Within property rental income budgets, there is projected surplus income of Cr £66k. Property division are accountable for these variations.

**Waiver of Financial Regulations:**

The Council's Contract Procedure Rules state that where the value of a contract exceeds £50k and is to be exempted from the normal requirement to obtain competitive quotations, the Chief Officer has to obtain the agreement of the Director of Resources and Finance Director and (where over £100,000) approval of the Portfolio Holder, and report use of this exemption to Audit Sub committee bi-annually. Since the last report to the Executive, the following waiver for contract values over £50k has been actioned:

- 1) £30,000 continue using framework to provide Highways consultancy, extension of one year; cumulative value £194,000.

**Virements Approved to date under Director's Delegated Powers**

Details of virements actioned by Chief Officers under delegated authority under the Financial Regulations "Scheme of Virement" will be included in financial monitoring reports to the Portfolio Holder. Since the last report to Executive, the following virements have been actioned:

- 1) Virement of £40k from Parking Off Street income to Highways Maintenance.
- 2) Virement of £15k from Market charges income and £10k from Street Traders licences income to Tree Maintenance.