

BUDGET MONITORING - KEY SERVICE AREAS 2016-17
1 APRIL 2016 - 3 JULY 2016

APPENDIX B

Main Code	Service Area	Latest Approved Budget	Budget to Period 3	Adjusted Actual to Period 3	<-----Variance----->		Projected Full Year Variance () = Favourable	
					Adverse	Favourable		
		£	£	£	£	£	£	
	General Expenses							
	<u>EXPENDITURE</u>							
050	Waste Management Contractor Costs	2,041,020	510,255	180,718		329,537	0	☺ In line with budget, however only April's invoices have been received so far this year. To be continually reviewed.
507	Environmental Maintenance	389,380	107,266	86,028		(21,238)	0	☺ Employee costs are lower due to staff vacancies, however some of the savings will be needed to cover the vacant posts using standby staff. This is to be closely monitored.
	Total Expenditure	2,430,400	617,521	266,746	0	308,299	0	

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		£	£	£	Adverse £	Favourable £	() = Favourable £
	General Expenses						
	<u>INCOME</u>						
050	Waste Management Income	744,130	186,032	123,018	63,014		27,000 ☹️
120	Car Park Income	648,980	171,453	178,714		(7,261)	(28,000) 😊😊
300	Cattle Market Income	325,100	23,556	39,629		(16,073)	0 😊
340	Planning Application Fees	501,150	125,288	180,955		(55,667)	(200,000) 😊😊
355	Building Control Fees	156,070	39,017	42,740		(3,723)	0 😊
	Total Income	2,375,430	545,346	565,056	63,014	(82,724)	(201,000)
	Net Position	54,970	72,175	-298,310	63,014	225,575	-201,000

Income has only been received for April, some conservative estimates have been made, at this point income is expected to £27k lower than budget, this is mainly attributable to the dry recycling, the price per tonne is currently the same as 15/16, (£51.37), the tonnages have been forecast using 15/16 data which will result in £34k shortfall of income. This has been slightly offset by additional Street Sweeping income and processing costs saving against budget for comingled, however this is to be continually reviewed as the year progresses. It is currently thought the situation will improve.

The additional income is due to the new parking charges and re-allocation of part of Burton Street from long stay to short stay, The prediction of £28k has been based on the results of Q1, this will be closely monitored as we understand more how the changes have affected the service.

There is some surplus income to date, however due to the construction works it is expected that income will reduce slightly. The contractor is on site and there will be a deduction in payments from the auctioneers of £250 per week with effect from the date of the 'commencement of construction'. As expected, projections on income are always difficult and subject to many variables. The drop in value of £ against the Euro & \$ may have positive effects on the sales of livestock.

The additional income reflects the additional quantity and nature of the applications received in quarter 1. The surplus suggests a possibility of a £200k additional income at year end. However demand fluctuates during the year, also there some concerns of the Brexit agenda, this may result in a slow down in the development industry.

After a good start to the year with a £3k income surplus at Q1, it is expected that income may be on budget by the year end. This assumes that demand stays similar to Q1. Marketing of the service is being undertaken to promote services with the aim to increase demand and therefore income.