

### 6.3 REVENUE BUDGET REVISED 2011/12 AND ORIGINAL 2012/13

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1. This report sets out the details of the Chilterns Crematorium Revenue Budget for 2011/12 Revised and 2012/13 Original. The detailed Revenue Budget is attached at **Appendix 6.3**.
2. The table below shows the summary comparison between the revised and original budget for 2011/12 and the original budget for 2012/13.

	2011/12 Original £	2011/12 Revised £	Movement £	2012/13 Original £	Movement £
Revenue Expenditure	782,480	809,525	27,045	828,030	45,550
Income	(1,557,880)	(1,573,870)	(15,990)	(1,628,740)	(70,860)
<b>Revenue (Surplus)/Deficit</b>	<b>(775,400)</b>	<b>(764,345)</b>	<b>11,055</b>	<b>(800,710)</b>	<b>(25,310)</b>
Less Capital Expenditure	1,298,355	397,800	(900,555)	1,002,817	(295,538)
<b>(Surplus)/Deficit for year</b>	<b>522,955</b>	<b>(366,545)</b>	<b>(889,500)</b>	<b>202,107</b>	<b>(320,848)</b>

3. The revised budget for 2011/12 shows an estimated revenue surplus, before capital expenditure, of £764,345 compared to an original projected surplus of £775,400 i.e. a net increase in costs of £11,055 for the year.
4. The original budget for 2012/13 shows an estimated revenue surplus, before capital expenditure; of £800,710 compared to an original base position in 2011/12 of a projected surplus of £775,400 i.e. a net decrease in cost of £25,310 over the previous year's base.
5. The following table shows the budget variations that make up these increases.

	2011/12 Revised £	2012/13 Original £
<b>Original Budget 2011/12 – Surplus</b>	<b>(775,400)</b>	<b>(775,400)</b>
<b>Add Additional Expenditure:-</b>		
Maintenance of Buildings (note 6a)		25,000
Security (note 6b)	25,300	
Waste Disposal (note 6c)		2,200
Energy Costs (note 6d)		15,600
Rates (note 6e)	14,350	33,500
Consultant Fees (note 6f)	9,350	
<b>Add Reduction in Income:-</b>		
Book of Remembrance	3,980	3,480
Reduction in interest received (note 6g)	10,200	3,000

<b>Less Savings / Reduced Expenditure:-</b>		
Reduction on Maintenance of Cremators (note 6h)	(15,900)	(16,900)
External Audit Fees (note 6i)	(9,400)	(8,900)
Books and Publications (note 6j)	(2,620)	
<b>Less Increase in Income:-</b>		
Increase in cremations (note 6k).	(23,500)	(68,500)
Balance of other minor variances	(705)	(13,790)
<b>Revised Budget 2011/12 – Surplus</b>	<b>(764,345)</b>	
<b>Original Budget 2012/13 – Surplus</b>		<b>(800,710)</b>

6. The following assumptions and points should be noted:-
- a) Various Internal and External painting and decoration works for Hampden Chapel, offices and Bungalows;
  - b) Security cost in respect of metal thefts;
  - c) Waste disposal includes the new ongoing costs of disposing of factivate from the abatement process;
  - d) Energy costs are subject to significant increases as the current contracts come to and end;
  - e) Rates have increased due to the removal of transitional relief, the valuation is subject to appeal but the issue is a national one;
  - f) Consultant fees includes a one off fee in respect of the structural survey report still being progressed;
  - g) Investment interest is governed by the continuing suppression of the bank base rate which remains at an all time low, current rates are not anticipated to make any significant improvement until 2015/16;
  - h) Maintenance of cremators has reduced due to removal of the cost of factivate and waste disposal. Servicing costs have been reduced initially due to the works carried out under the capital project;
  - i) External Audit fees have reduced significantly now the Crematorium has returned to Small Body status;
  - j) Service book replacement has been deferred to 2012/13 as they have not required replacement in the current year;
  - k) Cremation numbers have been increased to 3000 from 2950 for both years, and a fee increase for 2012/13 of 3.2%
5. Capital expenditure has been adjusted in accordance with the rolling nature of the projects and changes to the VAT liability.
6. For information the following table shows the forecast (surplus)/deficit allocation by Authority:-

<b>District Council</b>	<b>Actual Balance 31.3.2011 £</b>	<b>Apportionment 2011/12 Revised Budget £</b>	<b>Estimated Balance 31.3.2012 £</b>	<b>Apportionment 2012/13 Original Budget £</b>	<b>Estimated Balance 31.3.2013 £</b>
Aylesbury Vale	(674,290)	(108,619)	(782,909)	59,891	(723,018)
Chiltern	(718,427)	(99,597)	(818,024)	54,916	(763,108)
Wycombe	(1,007,484)	(158,329)	(1,165,813)	87,300	(1,078,513)
<b>Totals</b>	<b>(2,400,201) Surplus</b>	<b>(366,545) Surplus</b>	<b>(2,766,746) Surplus</b>	<b>202,107 Deficit</b>	<b>(2,564,639) Surplus</b>

#### **RECOMMENDATIONS**

**That the Joint Committee approve the 2011/2012 Revised and 2012/2013 Original revenue budgets, subject to any revisions it wishes to make.**

*Background Papers: None*