

**CHILTERN DISTRICT COUNCIL
JOINT WASTE COLLECTION COMMITTEE – 13 FEBRUARY 2014**

Background Papers, if any, are specified at the end of the Report

JOINT WASTE BUDGET MONITORING

Contact Officer: Helen O'Keeffe 01494 732781, email hokeeffe@chiltern.gov.uk

RECOMMENDATIONS

That the Joint Waste 2013/14 Budget Monitoring position is noted.

- 1 This report provides Members with Joint Waste Budget Monitoring information for 2013/14.

Contract Cost

- 2 The table below gives a summarised estimated outturn position for the joint waste contract cost.

	Budgeted Sum £	Current Estimate £	Variance £	Comment
Original contract price Fixed Elements	6,960,000	6,960,000	-	Will be in line with budget unless penalties are applied
Original contract price Variable Elements	292,000	292,000	-	Mainly variable costs associated with the roll out.
Allowance for TUPE adjustment	202,000	289,000	87,000	Provisional sum supplied by SERCO, yet to be verified.
Allowance for Inflation adjustment	137,000	125,000	-12,000	Inflation figures are slightly lower than budgeted.
	7,591,000	7,666,000	75,000	

Note: These figures exclude any additional costs that may arise from increased property numbers or additional funding requests from Serco.

- 3 Overall there may therefore be an overspend on contract costs in 2013/14 of approximately £75,000 (which equates to approximately 1% of the contract cost).

Client Costs

- 4 Attached as Appendix 1 is the full year client budget for 2013/14, the profiled budget and actual spend to 31 December 2013, and forecast outturn for 2013/14.
- 5 Income from recycling credits is forecast to be over budget by £232,700. This is because the budget was set on a very prudent basis.
- 6 Income from Bulky Waste collection and School Waste collection is forecast to be under budget by £91,000. This variance is currently being investigated further, but appears to be because demand is lower than expected.
- 7 Overall, the client budget is forecast to be a surplus of £375,000, approximately £160,000 over the £213,827 agreed budget.

Overall Position

- 8 Overall, the joint waste service is forecast to be approximately £85,000 under budget (£160,000 - £75,000).

Background Papers:
