

CHILTERN & WYCOMBE JOINT WASTE COLLECTION COMMITTEE 20 MARCH 2015

2014/15 Joint Waste Service Budget Update – Quarter 3

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RECOMMENDATION

That the Joint Waste Collection Committee note the information in this report

1. This report outlines the current 2014/15 budget position for the Joint Waste Service up to Quarter 3. In highlights three main areas a) Contracted Costs b) Joint Client Expenditure c) Joint Client Income
2. Total Service Costs (excluding internal cooperate recharges)

Table 1a	Joint Budget	CDC Budget	WDC Budget	Comment
Contracted Costs	£7,949,500	£2,678,982	£5,270,518	
Joint Client Expenditure	£1,459,001	£1,001,766	£457,235	
Joint Client Income	(£1,739,990)	(£952,322)	(£787,668)	
Balance	£7,668,511	£2,728,426	£4,940,085	

Table 1b	Joint Annual Budget	Joint YTD Budget	Joint YTD	Est. Outturn	Comment
Contracted Costs	£7,949,500	£5,962,124	£5,682,616	£7,999,900	
Joint Client Expenditure	£1,459,001	£1,094,253	£1,022,037	£1,457,342	
Joint Client Income	(£1,739,990)	(£1,279,993)	(£807,634)	(£1,955,700)	
Balance	£7,668,511	£5,776,384	£5,897,019	£7,501,542	

The waste service budget for 2014/15 is currently predicted to out turn under budget. This is subject to receiving the IAA funding from BCC, and no addition invoices from Serco, or an increase in variables items billed.

3. Contracted Costs

Table 2a	Joint Budget	CDC Budget	WDC Budget	Comment
Fixed Fee	£7,685,500	£2,590,000	£5,095,500	
Variable Works	£264,000	£88,970	£175,030	
Third Party Income	(£0)	(£0)	(£0)	
Balance	£7,949,500	£2,678,970	£5,270,530	

Table 2b	Joint Annual Budget	Joint YTD Budget	Joint YTD	Est. Outturn	Comment
Fixed Fee	£7,685,500	£5,764,125	£5,607,007	£7,685,500	
Variable Works	£264,000	£198,000	£75,609	£314,500	
Third Party Income	(£0)	(£0)	(£0)	(£100)	
Balance	£7,949,500	£5,962,125	£5,682,616	£7,999,900	

The waste contractor budget for 2014/15 is predicted to overrun above budget, some elements will be offset against increased income for container delivery and green waste collections

4. Joint Client Expenditure and Income Budget

Table 3a shows the budget for the joint waste client and the respective CDC and WDC budgets

Table 3a	Joint Budget	CDC Budget	WDC Budget	Comment
Expenditure				
Employee Expenses	£570,659	£270,492	£300,167	CDC -47.40% WDC - 52.60%
Premises Related Expenses	£3,600	£1,706	£1,894	CDC -47.40% WDC - 52.60%
Transport Related Expenses	£5,000	£2,370	£2,630	CDC -47.40% WDC - 52.60%
Supplies and Services	£110,800	£52,519	£58,281	CDC -47.40% WDC - 52.60%
Advertising / Communications	£92,200	£43,703	£48,497	CDC -33% WDC - 67%
CS/IT Support Services	£87,010	£41,243	£45,767	Customer Services recharges specific split agreed
CDC Support Services recharge (General)	£543,501	£543,501	£0	CDC Only
CDC Support Services recharge (Office)	£46,231	£46,231	£0	CDC Only
TOTAL	£1,459,001	£1,001,766	£457,235	
Income				
IAA Funding - CDC	(£100,000)	(£100,000)	(£0)	CDC Only
IAA Funding - WDC	(£0)	(£0)	(£0)	No budget assign but income expected
Recycling Credit	(£942,300)	(£333,574)	(£608,725)	Recycling credit

				income will be split on actuals once the figures are finalised.
Town & Parishes recharges	(£690)	(£690)	(£0)	CDC Only
Garden Waste	(£420,000)	(£420,000)	(£0)	CDC Only
Sale of Boxes/ Bins etc	(£34,000)	(£12,036)	(£21,964)	CDC - 35.40% WDC - 64.60%
Bulky Waste Collection	(£117,600)	(£41,630)	(£75,969)	CDC - 35.40% WDC - 64.60%
Schools Charges	(£125,400)	(£44,391)	(£81,008)	CDC - 35.40% WDC - 64.60%
TOTAL	(£1,739,990)	(£952,321)	(£787,666)	

Table 3a shows the YTD budget position and expected outturn position for the joint waste client

Table 3b	Joint Annual Budget	Joint YTD Budget	Joint YTD	Est. Outturn	Comment
Expenditure					
Employee Expenses	£570,659	£427,996	£435,819	£580,000	Addition cost to cover extension of Roll Out Officers
Premises Related Expenses	£3,600	£2,700	£0	£3,600	Annual Fee
Transport Related Expenses	£5,000	£3,750	£12,346	£20,000	Previously highlighted discrepancy – 2015/16 budget reflect realistic cost
Supplies and Services	£108,800	£83,100	£38,249	£85,000	Some annual costs
Advertising / Communications	£92,200	£69,150	£25,970	£92,000	Awaiting invoices and comms campaign in Q4
CS/IT Support Services	£87,010	£65,258	£65,258	£87,010	On budget
CDC Support Services recharge (General)	£543,501	£407,626	£409,727	£543,501	CDC Only cost
CDC Support Services recharge (Office)	£46,231	£34,673	£34,668	£46,231	CDC Only cost
TOTAL	£1,459,001	£1,094,253	£1,022,037	£1,457,342	
Income					
IAA Funding - CDC	(£100,000)	(£50,000)	£142,421	(£40,000)	2013/14 income carried fwd. but was not paid by BCC
IAA Funding - WDC	(£0)	(£0)	(£0)	(£0)	Pass through to WDC when received – Expected

					(£271,000)
Recycling Credit	(£942,300)	(£706,725)	(£313,609)	(£1,200,000)	Awaiting Q2 payment.
Town & Parishes recharges	(£690)	(£518)	£920	(£700)	
Garden Waste	(£420,000)	(£315,000)	(£430,000)	(£350,000)	
Sale of Boxes/ Bins etc	(£34,000)	(£25,500)	(£43,820)	(£55,000)	
Bulky Waste Collection	(£117,600)	(£88,200)	(£79,614)	(£100,000)	
Schools Charges	(£125,400)	(£94,050)	(£83,932)	(£100,000)	
TOTAL	(£1,739,990)	(£1,279,993)	(£807,634)	(£1,845,700)	

5. Garden waste income is likely to be below budget at the end of the year. Actual income received is currently above the budgeted outturn, however this income will be apportioned over 2014/15 and 2015/16 where appropriate. For example, income received in May 2014 relates to the period June 2014 – May 2015, so two months' income will be moved into 2015/16. Overall, the income for the Joint Client Budget is predicted to be above budget, due to increased recycling credits.
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