

EAST AYRSHIRE COUNCIL

COMMUNITY SERVICES COMMITTEE – 29th MARCH 2006

BUDGETARY CONTROL SUMMARY STATEMENT REFUSE COLLECTION AND STREET CLEANSING TO 5th FEBRUARY 2006 (PERIOD 11)

Joint Report by Executive Head of Finance and Executive Director of Neighbourhood Services

1. PURPOSE OF REPORT

- 1.1 To advise Members of the current budgetary control position and the projected out-turn for the year for Refuse Collection and Street Cleansing for the period ended 5th February 2006 (Period 11).

2. OVERALL POSITION

- 2.1 The following report relates to service costs and income controlled by the department and includes rechargeable costs for central service charges, FRS 17 pension accounting adjustments and capital charges. The performance to date and projected out-turn for each service is detailed separately within this report.

2.2 Projected Out-turn

The projected out-turn for Refuse Collection is a surplus of £13,090 and the projected out-turn for Street Cleansing is a surplus of £20,455 at 31st March 2006.

2.3 Refuse Collection Budget Performance to Period 11

The position to date at period 11 is a year to date deficit of £311,766 compared to a budgeted position of year to date deficit of £407,409. This is mainly due to the timing of income and expenditure. The projected outturn for the year is a surplus of £13,090, which is £11,910 less than the annual budget of £25,000. Projected savings on vehicle running and maintenance costs and manual worker costs are partially offset by an interest on revenue balances charge, increased APT&C costs and expenditure on protective clothing.

2.4 Street Cleansing Budget Performance to Period 11

The position to date at period 11 is a year to date deficit of £52,365 compared to a budgeted position of year to date deficit of £181,227. This is mainly due to the timing of income and expenditure. The projected outturn for the year is a surplus of £20,455, which is £455 greater than the annual budget of £20,000. Additional income in relation to CRF, BNSF and Quality of Life Hit Squads is offset by costs relating to CRF Hit Squad, early retiral costs, an adverse interest on revenue balances position, the purchase of a mechanical sweeper and weighbridge and an anticipated increase in capital charges. Additional deep cleaning projects will also be undertaken.

2.5 Summary of Subjective Costs – Refuse Collection

Phased Budget to 5/2/06	Actual Exp. To 5/2/06	Detail	Annual Estimate 2005/06	Projected Actual to 31/3/06	Variance (Favourable) / Adverse
(2,007,288)	(1,998,363)	INCOME	(2,924,920)	(2,894,820)	30,100
1,313,541	1,255,925	LABOUR COSTS	1,583,925	1,530,025	(53,900)
1,030,415	993,111	OTHER DIRECT COSTS	1,116,260	1,119,360	3,100
70,741	61,093	OVERHEADS	199,735	210,935	11,200
407,409	311,766	SURPLUS	(25,000)	(34,500)	(9,500)
0	0	PENSION ACCOUNTING ADJUSTMENT	0	21,410	21,410
407,409	311,766	SURPLUS INCLUDING PENSION ACCOUNTING ADJUSTMENT	(25,000)	(13,090)	11,910

2.6 Summary of Subjective Costs – Street Cleansing

Phased Budget to 5/2/06	Actual Exp. To 5/2/06	Detail	Annual Estimate 2005/06	Projected Actual to 31/3/06	Variance (Favourable) / Adverse
(1,340,069)	(1,427,625)	INCOME	(1,889,856)	(2,017,256)	(127,400)
1,106,061	1,068,396	LABOUR COSTS	1,325,492	1,328,492	3,000
371,071	376,808	OTHER DIRECT COSTS	429,999	510,999	81,000
44,164	34,786	OVERHEADS	114,365	143,065	28,700
181,227	52,365	SURPLUS	(20,000)	(34,700)	(14,700)
0	0	PENSION ACCOUNTING ADJUSTMENT	0	14,245	14,245
181,227	52,365	SURPLUS INCLUDING PENSION ACCOUNTING ADJUSTMENT	(20,000)	(20,455)	(455)

3. RECOMMENDATIONS

3.1 It is recommended that Members note the contents of this report.

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Executive Head of Finance

William Stafford
Executive Director of Neighbourhood Services

WS/PW

9th March 2006

LIST OF BACKGROUND PAPERS

NIL

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