

## EAST AYRSHIRE COUNCIL

### COMMUNITY SERVICES COMMITTEE – 10<sup>th</sup> NOVEMBER 2004

#### BUDGETARY CONTROL SUMMARY STATEMENT REFUSE COLLECTION AND STREET CLEANSING TO 19<sup>th</sup> SEPTEMBER 2004 (PERIOD 6)

##### 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 19<sup>th</sup> September 2004 (Period 6).

#### 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 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 £20,635 and the projected out-turn for Street Cleansing is a surplus of £7,125 at 31<sup>st</sup> March 2005.

#### 2.3 Refuse Collection Budget Performance to Period 6

The position to date at period 6 is a year to date deficit of £287,986 compared to a budgeted position of year to date deficit of £249,733. This is mainly due to the timing of labour and other direct costs. It is anticipated that costs relating to the vehicle maintenance contract in the South area may be higher than budgeted but this is currently under discussion with the Contractor. Additional income will be raised from a recycling scheme. This will result in a year-end surplus £4,365 less than budget.

#### 2.4 Street Cleansing Budget Performance to Period 6

The position to date at period 6 is a year to date deficit of £258,442 compared to a budgeted position of year to date deficit of £343,739. This is mainly due to the timing of income. It is anticipated that costs relating to

the vehicle maintenance contract in the South area may be higher than budgeted.

## 2.5 Summary of Subjective Costs – Refuse Collection

Budget Expend to 19-Sept-04 Period 6	Actual Expend to 19-Sept-04 Period 6		Annual Estimate 2004-05	Projected Actual 2004-05	Variance
£	£		£	£	£
(909,016)	(911,587)	<b>INCOME</b>	(2,865,467)	(2,802,622)	62,845
		<b>EXPENDITURE</b>			
616,151	639,781	Labour Costs	1,528,902	1,483,925	(44,977)
495,709	533,085	Other Direct Costs	1,117,976	1,102,824	(15,152)
46,889	26,707	Overheads	193,589	195,238	1,649
<b>1,158,749</b>	<b>1,199,573</b>	<b>TOTAL EXPENDITURE</b>	<b>2,840,467</b>	<b>2,781,987</b>	<b>(58,480)</b>
<b>249,733</b>	<b>287,986</b>	<b>(SURPLUS)/DEFICIT</b>	<b>(25,000)</b>	<b>(20,635)</b>	<b>4,365</b>

## 2.6 Summary of Subjective Costs – Street Cleansing

Budget Expend to 19-Sept-04 Period 6	Actual Expend to 19-Sept-04 Period 6		Annual Estimate 2004-05	Projected Actual 2004-05	Variance
£	£		£	£	£
(493,955)	(568,468)	<b>INCOME</b>	(1,854,460)	(1,854,460)	0
		<b>EXPENDITURE</b>			
610,404	601,120	Labour Costs	1,309,693	1,309,807	114
201,484	203,545	Other Direct Costs	418,797	432,003	13,206
25,806	22,245	Overheads	105,970	105,525	(445)
<b>837,694</b>	<b>826,910</b>	<b>TOTAL EXPENDITURE</b>	<b>1,834,460</b>	<b>1,847,335</b>	<b>12,875</b>
<b>343,739</b>	<b>258,442</b>	<b>(SURPLUS)/DEFICIT</b>	<b>(20,000)</b>	<b>(7,125)</b>	<b>12,875</b>

## 3. RECOMMENDATIONS

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

Alex McPhee  
**Executive Head of Finance**  
 WS/PW  
 21<sup>st</sup> October 2004

William Stafford  
**Executive Director of Neighbourhood Services**

### LIST OF BACKGROUND PAPERS - NIL

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