



Health and Environmental Committee


Quarterly Finance Report

Report Period: Quarter 1 -2010/2011


Dashboard: Quarter 1, 2010/11

Strategic Element: Financial Planning	£'000 (under)/over	Indicator %	Page no
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Year to date % variance

BCC	(1,123)	(4%)		3
• Health & Environmental Committee	(421)	(4%)		
○ Building Control	(89)	(39%)		
○ Cleansing	(41)	(1%)		
○ Environmental Health	(204)	(11%)		
○ Health Directorate	(5)	(2%)		
○ Waste Management	(83)	(2%)		

Forecasted % variance

BCC	(2,877)	(3%)		4
• Health & Environmental Committee	(171)	(0%)		
○ Building Control	(35)	(4%)		
○ Cleansing	(35)	(0%)		
○ Environmental Health	(160)	(2%)		
○ Health Directorate	(4)	(1%)		
○ Waste Management	63	0%		

Note: Negative variances represent an under spend

Executive Summary

Year to Date % Variance

The quarter 1 position of the Health & Environmental Services Department is a 4% (£421,000) under spend. The two key contributors to this position are:

- Building Control - £89,000 under spend (39%).
- Environmental Health Service - £204,000 under spend (11%)

There are 4 key reasons for the current under spend within the department:

- Staffing costs are under spent due to staff turnover and delays in the recruitment of vacant posts, mainly arising from structural reviews and the completion of business cases for recruitment
- Building Control and the Environmental Health Service have received additional income totalling £52,000 relating to DPP external income and building notice application fees.
- The Department has made in year savings in areas of expenditure such as overtime, consultancy and operational supplies.
- Operational issues with the implementation of the education and awareness programme within the Waste Management Service. These are being actively addressed to allow full implementation during the financial year.

Forecast % Variance

The forecast year end position for the department is estimated to be £171,000 below budget.

The department will continue to monitor actual / budgeted expenditure variances during quarter 2, especially those areas highlighted during the quarter 1 budget review process.

It is recommended that the potential use of this forecast under spend, along with those arising from other departments, is determined by the Strategic Policy and Resources Committee.

Health and Environmental - Year to Date % variance

Source: SAP

PI definition:

This indicator calculates the difference between the budgeted net expenditure and the actual net expenditure as a percentage. It is reported for the year to date.



Commentary and action required

The Environmental Health Service variance arose from staff turnover and vacant post savings of £50,000, an additional £16,000k of external DPP funding income and £8,000 of other expenditure savings. The remaining variance was due to the timing of actual and budgeted income and expenditure arising from the considerable number of community safety projects funded by external income.

Additional Building Control income of £36,000 was received mainly due to building notice application fees and under spends of £53,000 arose though staff turnover and recruitment turn around times and savings in transport and part time study costs. Response works to dangerous structures was under spent by £10,000, but given the unpredictable nature of these works is likely to be incurred later in the financial year.

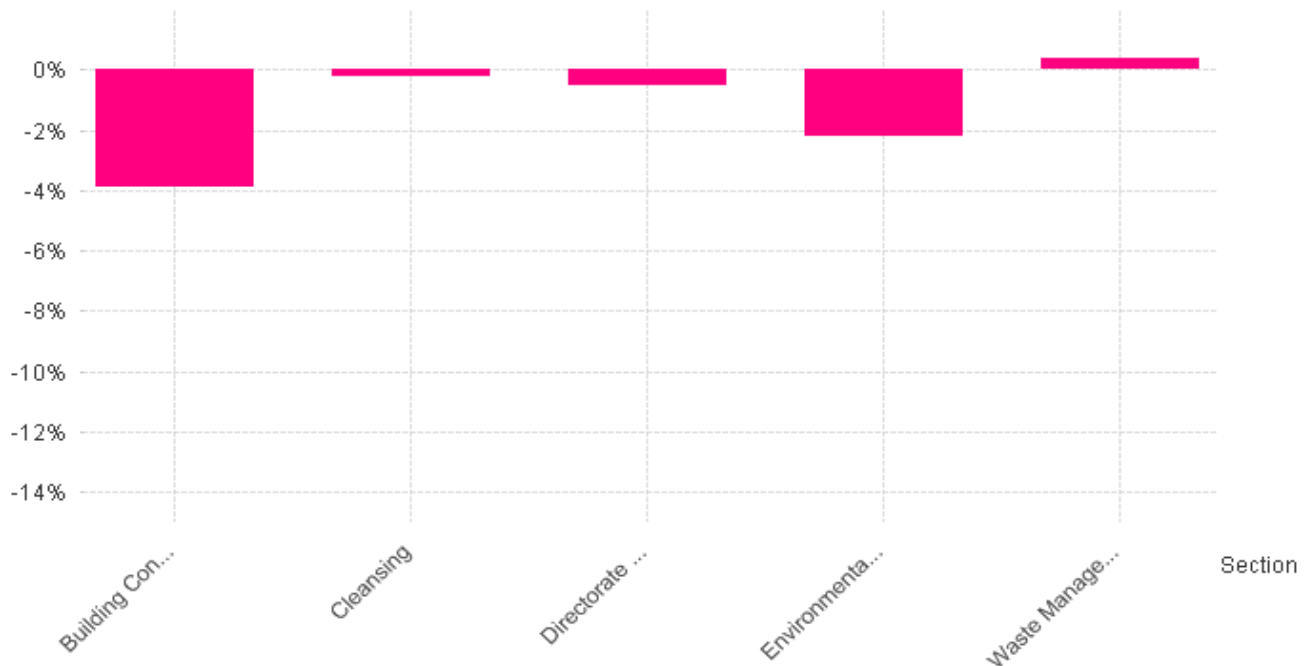
The Waste Management Service will continue to work closely with corporate communications to resolve the operational issues associated with the education and awareness contract to ensure that this is implemented fully for the year.

Forecast % variance

Source: SAP

PI definition:

This indicator calculates the difference between the planned net expenditure and the forecasted net expenditure as a percentage. It is reported as a forecast for the end of the financial year.



Commentary and action required

The **Environmental Health Service** forecast includes £124,000 of staff vacancy and turnover savings, mainly due to reviews of some structures and posts, £28,000 of additional DPP and health development income and £8,000 of savings in stationery and supplies.

The **Waste Management Service** forecast includes additional landfill contract and civic amenity site disposal costs of £150,000 and £130,000 respectively, partly offset by £155,000 of savings in food waste disposal, multi bin recycling, bins and container purchases and consultancy costs together with £66K of under spend in the implementation of the EU funded Success Card initiative, due to delays in the project. Action plans for the Success Card initiative are being reviewed for agreement with partner organisations, to ensure successful implementation of the project.

The level of **Building Control** income received continues to be an area of financial risk, however forecast income is not predicted to fall below the budgeted level for the year. The forecast savings in net expenditure are based on savings in employee costs of £25,000 and £10,000 of transport savings.

The department will continue to monitor and take action in respect of actual / budgeted expenditure variances during quarter 2, especially those areas highlighted during the quarter 1 budget review process.

Health and Environmental Committee - Main Items of Expenditure

	Variance YTD £'000	% Variance	Plan 10/11 £'000	Forecast for Y/E at P3 £'000	Forecast Variance £'000	% Variance
Health and Environmental Committee	(421)	(4%)	39,335	39,164	(171)	(0%)
<u>Environmental Health</u>	(204)	(11%)	7,195	7,035	(160)	(2%)
Environmental Protection and Planning	(13)	(8%)	1,121			
Regulation of Commercial Sector	(23)	(5%)	1,612			
Public Health and Housing	(65)	(16%)	1,542			
Community Safety and DPP	(56)	(15%)	1,126			
Health Development and Advice Services	(14)	(10%)	536			
Support and Other Services	3	1%	1,047			
Thematic Expenditure	(36)	(73%)	210			
<u>Waste Management</u>	(83)	(2%)	15,740	15,803	63	0%
Waste Disposal	14	1%	8,802			
Waste Control Monitor Enforcement	(83)	(12%)	2,718			
Civic Amenity sites	48	9%	2,143			
Public Conveniences	47	70%	267			
Waste Control Projects & Outreach	(99)	(49%)	807			
Waste Business Support	(4)	(3%)	568			
Duncrue Complex	1	1%	238			
Policy & Resources	(7)	(15%)	196			
<u>Building Control</u>	(89)	(39%)	897	862	(35)	(4%)
<u>Cleansing</u>	(41)	(1%)	14,742	14,707	(35)	(0%)
Cleansing and Waste Collection Operations	(20)	(1%)	13,566			
Quality Assessment and Business Support	(21)	(7%)	1,177			
<u>Directorate Support</u>	(5)	(1%)	761	757	(4)	(1%)