

## APPENDIX 2a

## ENVIRONMENT AND CLIMATE CHANGE PORTFOLIO – REVENUE BUDGETS

Cost Centre	Revised Estimate 2021/22 £	Base Budget 2022/23 £
Environmental Improvements	183,017	183,060
Head of Service (Asset Management & Dev't)	114,616	0*
Environment Services - Management	27,928	0*
Highway Maintenance (NCC)	(959)	23,400
Capital Works	120,968	197,670
Estates	0	0*
Vehicles Cost – Recharged to Services	0	0*
Mechanics - Kimberley Depot	0	0*
Refuse Collection	1,485,994	1,573,690
Recycling	106,481	135,880
Public Conveniences	114,695	124,590
Covid-19 Environment	0	0*
Grounds Maintenance - Kimberley	35,293	10,296
Kimberley Admin Building	0	0*
Stapleford - C.A.S.	(670)	0*
Highways Sweeping	708,157	765,896
Abandoned Vehicles	750	750
Highways - Borough Services	126,684	131,820
Sign Shop	42,016	43,070
Open Space	152,543	211,550
Tree Management	325,169	376,110
Nottingham Canal	103,399	107,560
Parks & Recreation Grounds Management	93,909	121,760
Beeston Parks	198,634	213,710
Stapleford Parks	115,048	122,170
Eastwood Parks	48,246	51,760
Kimberley Depot	0	17,500
Kimberley Stores	84,081	5,408
Cemeteries	102,088	103,970
Allotments Management	0	0*
Beeston Allotments	0	0*
Car Parks - Surface	132,731	181,540
	<b>4,420,818</b>	<b>4,703,160</b>

\* These costs are fully recharged to the appropriate service/area cost centres.

Classification	2021/22 £	2022/23 £
Employees	4,914,337	5,015,760
Premises	560,595	599,770
Transport	632,810	913,240
Supplies & Services	1,277,750	1,310,970
Third Party Payments	1,089,386	1,137,440
Corporate Recharges	586,293	542,400
Capital Charges	377,100	486,800
Income	(5,017,453)	(5,303,220)
	<b>4,420,818</b>	<b>4,703,160</b>

The changes in the 2022/23 base budget for total net expenditure when compared with the 2021/22 revised estimate is primarily a consequence of the following items:

Service Area	Change (£)
Head of Service (Asset Management and Development) – Cost of one-off budget amendments in 2021/22 as presented to Finance and Resources Committee on 7 October 2021 that are not currently replicated in 2022/23. At final outturn, this cost centre will be fully recharged across a number of other services to better reflect where costs should be attributed.	(114,616)
Environment Services Management – Budget carry forward from 2020/21 associated with the management of Environment Services as agreed by Finance and Resources Committee in July 2021. These costs were not recharged as part of the revised estimate process, but at the final outturn, this cost centre will be fully recharged across a number of other services to better reflect where costs should be attributed.	(28,000)
Highway Maintenance (NCC) – The 2022/23 budget for sub-contractors has been increased by £25,000 based on 2020/21 actual expenditure and expected levels of activity and sub-contractor fees for 2022/23.	24,000
Capital Works – Based 2020/21 actual recharges, the budget for salaries recharged to capital has reduced by £38,000 from 2020/21 to 2022/23. A recharge for Asset Management of £34,000 has been included in the 2022/23 as part of the recharge of the Head of Asset Management costs as described above.	77,000
Recycling – The 2022/23 base budget contains an increase of £28,000 for the Environment recharge due to increased costs in other areas and the full recharging on the management cost centre	29,000

Service Area	Change (£)
<p>Grounds Maintenance (Kimberley) – All grounds maintenance costs are recharged in full to the applicable service/area cost centres. A budgeted balance is currently held on the Grounds Maintenance cost centre which represents a late budget addition. This cost will be included in the year-end recharges to the relevant cost centres.</p>	(25,000)
<p>Refuse Collection –</p> <ul style="list-style-type: none"> <li>• Total staff costs (including overtime) for 2022/23 are £181,000 higher than the revised budget due to the anticipated pay awards, employer’s national insurance contribution increases and the full year effect of market supplements required to attract drivers due to the current skills shortage.</li> <li>• An increase of £40,000 is expected on the costs of wheelie bins based on previous years and anticipated activity for 2022/23.</li> <li>• A net increase of £58,000 for recharges due to increased costs in other areas and the full recharge for management as above.</li> <li>• Due to new vehicle purchases in 2021/22, depreciation charges have increased by £47,000 in 2022/23.</li> <li>• Garden Waste income is forecast to increase by £136,000 in 2022/23 (from the original 2021/22 budget) based on present activity levels and fee increases.</li> <li>• Trade Waste income is also expected to increase in 2022/23 by £128,000 (from the original 2021/22 budget) based on current activity levels.</li> <li>• This areas also includes Revenue Developments for £4,000 (Green Events) and £8,000 (Glass collection) described below.</li> </ul>	88,000
<p>Highways Sweeping –</p> <ul style="list-style-type: none"> <li>• There has been a £32,000 increase in recharges to other Environment services due to increased costs and full recharging of management.</li> <li>• There has also been an increase of £29,000 in depreciation charges due to a number of new vehicles purchased in 2021/22.</li> <li>• There is a decrease in vehicle related recharges of £12,000 when compared to the 2021/22 revised budget as previous and current year activity levels were lower than expected and this level of activity has been assumed to continue into 2022/23</li> </ul>	58,000

Service Area	Change (£)
<p>Open Space –</p> <ul style="list-style-type: none"> <li>• The 2021/22 revised budget contains £14,000 of Section 106 Agreement income that has now been fully allocated and is therefore no longer included in budgets going forward.</li> <li>• £25,000 on Section 106 income from the landfill site that was included in the 2021/22 budget is not required in 2022/23.</li> <li>• Environment recharges have increased by £9,000 due to increased costs in other areas and the full recharging of the management costs.</li> </ul>	59,000
<p>Parks and Recreation Grounds Management – The 2022/23 base budget includes an increase of £28,000 in Central Support Recharges from other areas to reflect the approach set out above and the increased costs in other areas of the Environment service.</p>	28,000
<p>Tree Management –</p> <ul style="list-style-type: none"> <li>• Additional £34,000 added to the 2022/23 base budget for sub-contractors to reflect the level of activity required and the current lack of an internal tree team.</li> <li>• The Environment recharge has increased by £7,000 due to increased costs in other areas and the full recharging of the management costs.</li> <li>• Capital charges have increases by £13,000 for the 2022/23 base budget</li> <li>• The 2022/23 budget includes £5,000 of income from the Urban Tree Fund for the tree planting and maintenance in urban areas.</li> </ul>	51,000
<p>Beeston Parks –</p> <ul style="list-style-type: none"> <li>• The 2022/23 budget includes an additional £5,000 for Grounds Maintenance recharges compared to the revised estimate.</li> <li>• Capital charges have increased by £8,000 in the 2022/23 budget due to new vehicle purchases in 2021/22.</li> </ul>	15,000
<p>Kimberley Depot – Typically this cost centre nets to zero as the net cost is recharged to a variety of other services within Environment. However, there was a late addition to the budget for energy price after the recharge budget had been calculated and therefore a balance appears on the budget. This cost centre will net to zero in the final accounts as this additional balance will be included in the actual year-end recharges.</p> <p>In addition, this area also includes a Revenue Development for £17,500 (Repairs and Maintenance) as described below. This has not yet been added to the budgeted recharges as it is awaiting approval but if approved it will be fully recharged with the rest of the service as described above.</p>	17,500

Service Area	Change (£)
Kimberley Stores – The Central Support Recharges element in the 2021/22 budget was changed following a revision to accounting treatment in 2020/21. This however was changed again for the 2021/21 outturn and has not yet been fully reflected in the 2021/22 budgets. This will be fully reflected in the outturn to ensure that Stores costs are apportioned to services accordingly.	(77,000)
Car Parks – Surface – It is anticipated that, as a result of the pandemic, income from both off street and on street parking will remain at the lower levels seen over the past two years.	48,900

### **Revenue Developments**

In addition to the budget above, the Environment Service have requested the below revenue developments. The details and descriptions below have been extracted from the request documents submitted by the service. These have been provisionally added to the budgets above, pending approval.

#### **Depot Maintenance Fund - £17,500**

The Assets Management department hold a maintenance budget for the building element of the depot. Historically any unplanned maintenance work within the waste transfer station or depot that is not building related has been funded from underspend in existing budgets within the Environment Dept. The depot is a working depot and throughout the year maintenance costs such as relining, re-tarmacking or repair work to the transfer station occurs.

The submission of this revenue development is to enable a budget to be available to enable necessary repairs to be undertaken which are outside the scope of the planned building maintenance works.

The development bid will allow a dedicated budget to be available to ensure the site is operationally safe and maintenance issues can be address quickly.

The development bid is intended to support and ensure the Health and Safety all site users and show a safe systems of walking around the site as well appropriate parking spaces for employees, visitors and Council vehicles.

#### **Green Community Events - £4,000**

The Council has a made a commitment to be carbon neutral by 2027. A key part of this will be community engagement.

The Big Green Festival was a community event held at Inham Nook in 2021/22. The event was very well received and supported the Councils corporate objective with regards climate change and increasing recycling and composting.

Building on the success of the Big Green Festival this development bid will allow events of the same nature to be delivered in each of the 4 town centre areas.

The development bid will enable additional community events to be delivered. These events will target the green agenda in support of the Councils corporate objectives for Environment, namely increasing recycling and composting; and develop plans to reduce the Borough carbon emissions.

#### Glass Collection - £8,000

The Council currently has a contract for the collection and recycling of the glass collected from the kerbside glass collection and the provision of an emptying and recycling service for the glass collected from the bring bank sites.

There are currently 16 glass bring bank sites across the borough with a total of 62 colour segregated igloo glass banks. In 2020/21 the tonnage of glass collected through the bring banks was 399.95 tonnes.

Further to the re-tendering of the contract last year (this came into effect from July 2021) and the current market value of glass, there will be an estimated spend value of approximately £4,000. Whilst the cost for this expenditure can be absorbed in this year's budget, the budget will not be able to do so next year, as it is expected that collected tonnages will increase. Due to the pandemic and limited staffing resources very little promotion has been undertaken this year. Environment is currently in the process of recruiting for two waste and recycling officers, once in post one of their remits to increase recycling across the Borough.