

Committee(s): Port Health and Environmental Services	Dated: 04 07 2023
Subject: Revenue Outturn 2022/23	Public
Which outcomes in the City Corporation's Corporate Plan does this proposal aim to impact directly?	n/a
Does this proposal require extra revenue and/or capital spending?	N
If so, how much?	n/a
What is the source of Funding?	n/a
Has this Funding Source been agreed with the Chamberlain's Department?	n/a
Report of: Chamberlain Executive Director Environment	For Information
Report author: Jenny Pitcairn, Chamberlain's Department	

Summary

This report compares the revenue outturn for the services overseen by your Committee in 2022/23 with the final budget for the year. Overall total net expenditure for the year was £16.361m, whereas the total agreed budget was £16.214m, representing an overspend of £147,000 as set out below:

Summary Comparison of 2022/23 Revenue Outturn with Final Budget				
	Original Budget £000	Final Budget £000	Revenue Outturn £000	Variation Better/ (Worse) £000
Direct Net Expenditure				
Environment	(7,255)	(8,546)	(8,690)	(144)
City Surveyor (including Cyclical Works Programme)	(637)	(1,042)	(826)	216
Total Direct Net Expenditure	(7,892)	(9,588)	(9,516)	72
Capital and Support Services	(6,409)	(6,626)	(6,845)	(219)
Overall Total	(14,301)	(16,214)	(16,361)	(147)

The Executive Director Environment submitted a request to carry forward local risk underspendings within the Department, and these were considered by the Chamberlain in consultation with the Chairman and Deputy Chairman of Resource Allocation Sub Committee. One carry-forward of £32,000 was agreed in relation to the work of this Committee.

Recommendation

Members are asked to:

- Note the report and the proposed carry forward of local risk underspending to 2022/23.

Main Report

Revenue Outturn for 2022/23

1. Actual net expenditure for your Committee's services during 2022/23 totalled £16.361, an overspend of £147,000 compared to the final budget of £16.214m. A summary comparison with the final budget for the year is tabulated below. In this and subsequent tables, figures in brackets indicated expenditure, increases in expenditure or decreases in income.

Summary Comparison of 2022/23 Revenue Outturn with Final Budget				
	Original Budget £000	Final Budget £000	Revenue Outturn £000	Variation Better/ (Worse) £000
Local Risk				
Environment	(7,247)	(8,443)	(8,606)	(163)
City Surveyor	(347)	(358)	(458)	(100)
Total Local Risk	(7,594)	(8,801)	(9,064)	(263)
Central Risk				
Environment	(8)	(103)	(84)	19
Total Central Risk	(8)	(103)	(84)	19
Cyclical Works Programme	(290)	(684)	(368)	316
Capital and Support Services	(6,409)	(6,626)	(6,845)	(219)
Overall Total	(14,301)	(16,214)	(16,361)	(147)

2. The most significant local risk variations comprise:
 - **Environment, (£163,000) overspend:**
 - reductions in income from:
 - Port Health, due to delayed implementation of checks on EU imports, (£1.318m)
 - Animal Health Services, (£1.078m)
 - a net increase in transfers to reserves for Port Health (£1.627m) and Cemetery & Crematorium, (£150,000)
 - an overspend of (£760,000) against contingencies, which represented the savings target for the Committee to be met by reductions on individual budget lines
 - a reduction in employee costs, mainly from vacancies, £1.840m
 - an increase in grant funding and other contributions, mainly for Port Health Brexit preparations and sampling, £1.704m

- increases in income from:
 - o Cemetery & Crematorium, £570,000
 - o Construction / Deconstruction Levy, £250,000;
 - o Public conveniences, £126,000
 - o Waste disposal, £120,000
 - o Commercial waste, £36,000
 - o Other services, £96,000
 - **City Surveyor, (£100,000) overspend:**
 - increases in reactive repair works mainly at Heathrow Animal Reception Centre and the Crematorium.
3. The £316,00 underspend on the Cyclical Works Programme is primarily in relation to a number of projects that whilst started in 2022/23 will now complete in 2023/24 due to programme phasing.
 4. The (£219,000) overspend on capital and support services is due primarily to budgets for departmental support service costs being based on previous years actual attributions whereas the final charges for 2022/23 reflect the most recent time and costs attributions.
 5. Appendix 1 provides a more detailed comparison of the local risk outturn against the final budget, including explanation of significant variations. Appendix 2 shows the gross local risk expenditure and income against budget for each Division of Service.
 6. Appendix 3 shows the movement from the 2022/23 original budget to the final budget.

Local Risk Carry Forward to 2023/24

7. The Executive Director Environment has a local risk overspending of £163,000 on the activities overseen by your Committee. Across the wider Environment Department the Executive Director had net local risk underspendings totalling £1.288m on activities overseen by other Committees, after adjusting for unspent carry-forwards from 2021/22. The Director requested that her maximum eligible underspend of £500,000 be carried forward, of which £32,000 relates to activities overseen by your Committee for the following purpose:
 - to employ a specialist contractor to carry out prioritisation work in relation to cladding remediation of high-rise private sector buildings.
8. Carry-forward requests were considered by the Chamberlain in consultation with the Chairman and Deputy Chairman of Resource Allocation Sub Committee, and the requested £32,000 for this Committee was agreed.

Corporate & Strategic Implications

Strategic implications – none.

Financial implications – none.

Resource implications – none.

Legal implications – none.

Risk implications – none.

Equalities implications – none.

Climate implications – none.

Security implications – none.

Appendices

- Appendix 1 – Port Health and Environmental Services Committee Comparison of 2022/23 Local Risk Revenue Outturn with Final Budget
- Appendix 2 – Port Health and Environmental Services Committee Analysis of 2022/23 Local Risk Revenue Outturn by Service
- Appendix 3 – Port Health and Environmental Services Committee Analysis of Movements 2022/23 Original Budget to Final Budget

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