

Environment Overview and Scrutiny Panel

23 March 2023

**Forecast Outturn 2022/23
As at Period 9 (December)**

P9 (Quarter 3) Forecast Financial Position – E&I

E&I Revenue Forecast	2022-23 Gross Budget Q3	2022-23 Net Budget Q3	2022-23 Forecast Outturn Q3	2022-23 Forecast Variance Q3	2022-23 Forecast Variance Q1	2022-23 Forecast Variance Q2
	£'000	£'000	£'000	£'000	£'000	£'000
Economy & Sustainability	5,688	1,425	1,276	-149	-133	-138
Planning and Regulation	1,482	724	1,131	407	275	385
Infrastructure & Contracts	1,509	1,509	1,549	40	40	40
Major Projects	3,814	1,238	1,147	-91	89	119
Passenger Transport Operations	16,860	10,354	9,908	-446	50	-594
Highways Operations & PROW	8,754	8,733	8,785	52	275	18
Business Management	827	-30	-50	-20	-30	-28
Road Lighting	4,913	4,849	4,879	30	31	31
Waste Management	51,044	29,805	29,746	-59	-28	-30
Network Management	3,767	452	21	-431	-223	-126
Development Management - S278/S38	1,113	166	151	-15	0	-16
TOTAL ECONOMY & INFRASTRUCTURE	99,771	59,225	58,543	-682	346	-339
Skills and Investment	7,172	430	126	-304	0	-63

Key Headlines - 1

Improved position for the directorate with a £0.7m underspend forecast at P9, with key variances being:

- Forecast £0.4m overspend in Transport Planning and Strategic Planning (part of Planning and Regulation) due to reduction in expected levels of capitalisation, inflationary increases and impact of contractor staff costs to cover hard to recruit vacancies
- Network management are forecasting a surplus of £0.4m due to an increase in fees and charges
- Passenger Transport Operations is showing a surplus of £0.4m due to savings within Concessionary fares and the over achievement of income with regard to driver training

Key Headlines – 2

- The waste contract extension has been successfully concluded with a reduction in contract price which will now fully mitigate the previously unachieved savings target
- Work continues within the directorate to monitor and evaluate the impacts of the current economic climate and establish mitigating action to ensure budget pressures can be contained
- The 2022/23 pay award has been reflected with corresponding funding from reserves where necessary
- E&I have contributed £435k towards the £5.1m corporate savings target