

Allerdale Borough Council

Council - 30 January 2019

Capital Budget 2018-19 to 2020-21: Re-profiling of existing budget

The Reason for the Decision	To re-profile the capital budget associated with the Council's new Waste and Recycling Service
Summary of options considered	Re-profiling the capital spend allows the Council to have the necessary budget provision in relation to the purchase of vehicles, recycling containers and back office software systems.
Recommendations	That members approve the proposed transfer of the existing capital budget of £620,000 from 2019/20 to 2018/19 (increasing the 2018/19 capital budget - from £3,271,251 to £3,891,251
Financial / Resource Implications	The re-profiling of the Capital Programme brings forward £620,000 of existing budget provision from 2019/20 to 2018/19.
Legal / Governance Implications	Statutory requirement to set a balanced budget.
Community Safety Implications	There are no Community Safety Implications associated with this decision
Health and Safety and Risk Management Implications	There are no Health and Safety and Risk Management Implications associated with this decision
Equality Duty considered / Impact Assessment completed	There is no Equality Duty/ Impact Assessment associated with this decision
Wards Affected	All Wards
The contribution this decision would make to the Council's priorities	Enhancing our Towns, Improving Health and Well-being and Creating a Sustainable Business
Is this a Key Decision	Yes
Portfolio Holder	Cllr Barbara Cannon, Portfolio Holder for

Corporate Resources

Lead Officer

Charles Holmes, Head of Community Services

Report Implications

Community Safety	N	Financial	Y
Legal	N	Partnership	N
Social Inclusion	N	Asset Management	Y
Equality Duty	N	Health and Safety	N
Employment (internal)	N	Employment (external to the Council)	N

1.0 Introduction

1.1 This report provides an update to the Capital Programme in relation to expenditure associated with the implementation of the Waste and Recycling Service for the financial years 2018/19 and 2019/20.

2.0 Waste and Recycling Capital Programme Re-profile

2.1 The revised capital budget, covering the three year period 2018/19 to 2020/21, was approved by Council on 5th December 2018. It includes the following items associated with the new waste and recycling contract, which is scheduled to come into force on 1 April 2019:

- £3,171,251 for the acquisition of vehicles (in 2018/19), and
- £720,000 for the purchase of recycling containers required to implement four-weekly paper and card collections (£100,000 in 2018/19 and £620,000 in 2019/20).

2.2 The existing budget provision is summarised in table 1.

Table 1: 2018/19 to 2020/21 - Revised Capital Budget

	2018/19 £	2019/20 £	2020/21 £	Total £
Waste Contract - vehicle acquisition	3,171,251	0	0	3,171,251
Waste Contract - containers	100,000	620,000	0	720,000
Total Budget	3,271,251	620,000	0	3,891,251

2.3 The new Waste and Recycling contract was awarded by the Council's Executive at the meeting on 17 October 2018 under the report titled, "Award of Contract for Waste, Recycling, Street Cleansing and Grounds Maintenance Services".

- 2.4 Following the award of the contract and the commencement of the mobilisation work, at the request of the contractor, revisions to the timetable for the purchase of recycling containers and their subsequent delivery to households have been identified. These changes bring forward the existing timetable in order to ensure recycling containers are purchased and distributed to households ahead of the commencement of the new service in 2019/20, rather than being phased in during 2019/20.
- 2.5 To ensure sufficient budget is available to meet the purchase and delivery cost of containers in 2018/19 rather than 2019/20, the budget of £620,000 previously profiled to be spent in 2019/20 will need to be brought forward to 2018/19.
- 2.6 No change is required to the overall capital budget of £3,891,251 or to the proposed financing of this expenditure. The total expenditure of £3,891,251 will continue to be met from borrowing.
- 2.7 As summary of the updated capital budget incorporating these changes is shown in table 2.

Table 2: 2018/19 to 2020/21 - Revised capital budget including adjustments

	2018/19 £	2019/20 £	2020/21 £	Total £
Waste Contract - vehicle acquisition	3,142,251	0	0	3,142,251
Waste Contract - containers	720,000	0	0	720,000
Total Budget - updated	3,891,251	0	0	3,891,251
Previous budget - table 1	3,271,251	620,000	0	3,891,251
Net adjustment	620,000	(620,000)	0	0

3.0 Recommendations

- 3.1 That members:
- approve the proposed transfer of the existing capital budget of £620,000 from 2019/20 to 2018/19 (increasing the 2018/19 capital budget - from £3,271,251 to £3,891,251).

**CHARLES HOLMES
HEAD OF COMMUNITY SERVICES**