

## Strategic Director – Service Delivery

### Revenue Budget

#### COMMITTEE SUMMARY - BUDGET SETTING 2022/23

##### Summary by Policy Committee

	Proposed Budget 2022/23 £	Approved Budget 21/22 £	Variance £
Environmental and Development Services	6,117,165	6,212,697	-95,532
Housing and Community Services	2,771,124	2,678,371	92,754
Housing Revenue Account	-1,118,160	-623,899	-494,261
<b>Net Service Expenditure</b>	<b>7,770,130</b>	<b>8,267,169</b>	<b>-497,039</b>

### Breakdown of Committee by Service area:

#### Environmental and Development Services

	Proposed Budget 2022/23 £	Approved Budget 2021/22 £	Movement £
Economic Development	348,922	351,025	-2,103
Environmental Services	779,199	796,020	-16,822
Highways & Parking	55,996	61,801	-5,805
Planning	624,354	638,628	-14,274
Street Scene	1,206,261	1,194,076	12,185
Waste & Transport	3,102,433	3,171,147	-68,714
	<b>6,117,165</b>	<b>6,212,697</b>	<b>-95,533</b>

The revenue budgets are fairly consistent year on year with inflationary increases allocated to budgets. The main variance on waste and transport is the depreciation charge as assets become fully depreciated. Environmental education is a risk area sitting within the Environmental Services, the service is partly general fund funded and part reserves, the service has seen a decline in income and contributions, therefore its reserves are depleting causing concern about the future of the service. Planning Services is prudently budgeted for and usually exceeds its income budgets due to the district's growth.

#### Housing and Community Services

	Proposed Budget 2022/23 £	Approved Budget 2021/22 £	Movement £
Community Development & Support	701,581	703,506	-1,925
Recreational Activities	172,521	152,990	19,531
Leisure Centres & Community Facilities	753,081	757,807	-4,727
Parks & Open Spaces	638,477	591,585	46,892
Private Sector Housing	500,156	472,482	27,674
	<b>2,765,816</b>	<b>2,678,371</b>	<b>87,445</b>

The revenue budget has fluctuated due to various factors the main changes are to employee costs from the Housing restructure in March 2021. Utility costs in relation to Leisure Centres, loss of revenue from Rosliston Forestry Centre as a result of a decrease in the contributions from Forestry England, and the costs of insurance premiums.

### Housing Revenue Account

	<b>Proposed Budget 2022/23 £'000</b>	<b>Approved Budget 2021/22 £'000</b>	<b>Variance £'000</b>
Rental Income	-12,893	-12,385	-508
Non-Dwelling Income	-124	-127	3
Supporting People Grant	-130	-130	0
Other Income	-177	-177	0
General Management	2,053	1,848	205
Supporting People	900	951	-51
Responsive	1,674	1,406	268
Planned Maintenance	1,785	1,975	-190
Bad Debt Provision	125	125	0
Interest Payable & Receivable	1,456	1,738	-282
Depreciation	4,213	4,127	86
<b>Net Operating Income</b>	<b>-1,118</b>	<b>-649</b>	<b>-469</b>
Reversal of Depreciation	-4,213	-4,127	-86
Capital Expenditure	1,620	1,683	-63
Disabled Adaptations	300	300	0
Asbestos and Health & Safety Surveys	100	100	0
Debt Repayment	1,593	1,444	149
Major Repairs Reserve	600	600	0
Asset Replacement Earmarked Reserve	45	45	0
Additional Debt Repayment Transfer	2,500	2,150	350
Capital works non-traditional properties	100	100	0
Potential Pay Award	28	27	1
ICT Upgrades	0	30	-30
Rent Loss Provision	65	0	65
<b>HRA DEFICIT</b>	<b>1,620</b>	<b>1,703</b>	<b>-83</b>

The Housing Revenue Account has benefited from a reduction in interest charges following the repayment of a £10 million variable rate self-financing loan taken out in 2012 when the Council's housing stock was purchased.

Rental income was uplifted by the recommended percentage yielding higher income from the current housing stock.

## Capital Budget

GENERAL FUND CAPITAL BUDGET					
	2022.23	2023.24	2024.25	2025.26	2026.27
	£	£	£	£	£
Private Sector Housing	1,253,655	400,000	485,000	400,000	400,000
Cultural and Community Services	2,975,003	301,473	162,628	0	0
Environmental Services	420,000	0	0	0	0
Corporate Assets	687,465	426,420	1,084,814	1,516,760	449,211
<b>Total Expenditure</b>	<b>5,336,123</b>	<b>1,127,893</b>	<b>1,732,442</b>	<b>1,916,760</b>	<b>849,211</b>

	2022.23	2023.24	2024.25	2025.26	2026.27
HRA Capital Budget	£	£	£	£	£
Major Capital Repairs	2,320,000	2,083,000	2,577,000	2,616,000	2,197,000
New Build - Orchard Street, Newhall	280,000	0	0	0	0
Vehicle Replacements	0	49,186	0	227,503	0
Disabled Adaptations	300,000	300,000	300,000	300,000	300,000

Private Sector Housing comprises of the Better Care Funding, that enables the Council to delivery specific projects for residents based on the needs of the District. From 2023/24 the funding shown represents allocated funds for disabled adaptations to private residences.

Cultural and Community Services budget consist of projects previously approved, the main projects being the Community Partnership Scheme and drainage works at Melbourne Sports Park plus projects included within the capital bidding round in October 2020. The main approved projects are reinitialising Rosliston Forestry Centre, Oversetts Road Football Facility and the creation of an Urban Park in Swadlincote, smaller capital projects are concerned with improvements to parks.

Environmental services capital projects are the grants available for green homes, and flood resilience.

The Housing Revenue Account capital budgets are for the major repairs to its housing stock. There is also money allocated to spend on disabled adaptations to meet the needs of the tenants. Council house new build has one project that is currently live. There is a Council House Development Group that regularly meet to discuss options for purchasing more housing stock and the availability of funds.

The Corporate Assets capital budget has a number of projects that cross over service areas with the Strategic Director (Corporate Resources). The largest project is the Town Centre Regeneration with a budget over the next two years of £300k. The additional capital expenditure shown in 2024 to 2026 includes the Councils scheduled vehicle replacements.