

## Appendix A1: 2022/23 - Budget Variances Greater than £100,000

### Adult Social Care & Public Health

Budget	Explanation	May Variance 2022/23 £000s
<b>Cost of Living and Other Service Pressures</b>		
Third Party Payments	Care costs	1,800
Third Party Payments	Tricuro contract impact of cost of living including energy prices	171
Various	Other miscellaneous pressures (each less than £100k)	29
<b>Savings, Efficiencies and Mitigations</b>		
Income	Estimated additional Continuing Health Care income	(500)
Reserves	Utilisation of earmarked reserves specific to the service	(415)
Third Party Payments	Adjustment to the residential and homecare budget from Covid grants	(257)
Employee costs	Directorate vacancy factor 6% rather than 5%	(200)
Third Party Payments	Tricuro efficiencies to manage energy cost pressure	(171)
<b>Total Adult Social Care &amp; Public Health</b>		<b>457</b>

### Children's Services

Budget	Explanation	May Variance 2022/23 £000s
<b>Cost of Living and Other Service Pressures</b>		
Third Party Contributions	Continuing Health Care contributions from health assumed in the 2022/23 based budget not delivered	1,483
School Transport	Non-delivery of SEND Transport savings assumed in the 2022/23 base budget	750
School Transport	SEND / Mainstream transport contract costs due to the cost of living including fuel prices	500
Electricity/Gas costs	Assumed price variations	182
<b>Total Children's Services</b>		<b>2,915</b>

## Operations

Budget	Explanation	May Variance 2022/23 £000s
<b>Cost of Living and Other Service Pressures</b>		
Electricity/Gas costs	Assumed price variations	3,261
Environment	Crematorium income pressure	500
Housing	Council New Build Housing Acquisition Strategy (CNHAS) saving assumed in the 2022/23 base budget	469
Environment	Hydrotreated Vegetable Oil (HVO) costs	400
Environment	Volume of waste bins that need replacement	200
Destination & Culture	BH Live	200
Housing	Housing related support contracts inflationary clause	150
Environment	Waste Disposal Contract	150
Coroners	Increased / complex caseload	100
Various	Other miscellaneous pressures (each less than £100k)	360
<b>Savings, Efficiencies and Mitigations</b>		
Environment	Sales of recyclate material – value and volume	(1,000)
Environment	Capitalisation of neighbourhood highways costs reduced by associated repayment and borrowing costs	(930)
Transportation	Car Park income budget adjustment to reflect previous year's performance	(691)
Environment	Defer move to HVO fuel across corporate fleet assets (cost avoidance)	(400)
Transportation	Beach car park tariffs increased	(359)
Housing	Additional one-off dividend from Bournemouth Building Maintenance Ltd (agreed with BBML Director approval)	(200)
Environment	Resilience Signage Network revised cleansing arrangements	(200)

Budget	Explanation	May Variance 2022/23 £000s
Destination & Culture	Cultural Compact	(129)
Destination & Culture	Festival Coast Live	(125)
Communities	Utilisation of the Community Prosecutions Earmarked Reserve	(105)
Environment	Sales of waste material from the Household Waste Recycling Centres	(100)
Housing	Harmonisation of recharges to the two HRA neighbourhood accounts	(100)
Housing	Homelessness Prevention Grant utilised to cover budgeted costs	(100)
Communities	Reduced Security Provision	(100)
Destination & Culture	Cultural development and networking	(100)
Various	Other miscellaneous variances (each less than £100k)	(1,042)
<b>Total Operations</b>		<b>109</b>

## Resources

Budget	Explanation	May Variance 2022/23 £000s
<b>Cost of Living and Other Service Pressures</b>		
Electricity/Gas costs	Assumed price variations	493
Third Party Payments	Software contracts inflationary clause	171
Customer Services	Library PFI Contract inflationary clause	150
<b>Total Resources</b>		<b>814</b>

## Central Items

Budget	Explanation	May Variance 2022/23 £000s
<b>Cost of Living and Other Service Pressures</b>		
Employee Costs	Assumption that the pay award will be 4% which is 0.9% greater than the 3.1% provided for in the 2022/23 budget.	1,595
Employee Costs	Assumed 20% element of transformation related redundancy costs which cannot be funded from the Flexible Use of Capital Receipts in line with the regulations which apply from 1 April 2022 onwards.	250
Various	Other miscellaneous pressures (each less than £100k)	(34)
<b>Savings, Efficiencies and Mitigations</b>		
Earmarked Reserve	Release Transformation Mitigation Earmarked Reserve not utilised as planned in 2021/22	(1,949)
Grant Income	Contain Outbreak Management Fund resources that the Council is able to carry forward into 2022/23 to fund previously planned expenditure	(1,437)
Grant Income	Anticipation that the final reconciliation of the Covid 19 Sales, Fees and Charges grant claim will be approved by government	(1,402)
Income	Additional Treasury Management Income due to higher interest rates and the additional money made available to the council in advance of spend.	(800)
Financial Services	Stour Valley and Poole Partnership Revenue and Benefits (SVPP) – release of the 2021/22 operational	(435)
Earmarked Reserve	Release part of the additional 2021/22 surplus to support the impact of the cost-of-living crisis on the council.	(83)
<b>Total Corporate Items</b>		<b>(4,295)</b>
<b>Total</b>	<b>All Services and Central items</b>	<b>0</b>