

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

Adult Social Care - Services

Budget	Explanation	May Variance 2022/23 £000s	June Variance 2022/23 £000s	Change Variance 2022/23 £000s
Cost of Living and Other Service Pressures				
Third Party Payments	Potential care costs increase following fair cost of care exercise	1,800	1,800	0
Third Party Payments	Care costs for people with long term conditions	0	1,729	1,729
Various	Other miscellaneous pressures (each less than £100k)	29	149	120
Savings, Efficiencies and Mitigations				
Income	Estimated additional income from Health for Continuing Health Care eligible people and Section 117	(500)	(1,233)	(733)
Third Party Payments	Care Cost for people with Learning Disabilities and Mental Health needs	0	(587)	(587)
Reserves	Utilisation of earmarked reserves specific to the service	(415)	(415)	0
Income	Service user contributions	0	(364)	(364)
Third Party Payments	Adjustment to the residential and homecare budget from Covid grants	(257)	(257)	0
Employee costs	Directorate unfilled vacancies	(200)	(365)	(165)
Adult Social Care - Services		457	457	0

Commissioning Centre of Excellence & Public Health

Budget	Explanation	May Variance 2022/23 £000s	June Variance 2022/23 £000s	Change Variance 2022/23 £000s
Cost of Living and Other Service Pressures				
Third Party Payments	Tricuro contract impact of cost of living including energy prices	171	171	0
Various	Other miscellaneous pressures (each less than £100k)	0	52	52
Savings, Efficiencies and Mitigations				
Third Party Payments	Tricuro efficiencies to manage energy cost pressure	(171)	(171)	0
Employee costs	Directorate unfilled vacancies	0	(52)	(52)
Commissioning Centre of Excellence & Public Health		0	0	0

Children's Services

Budget	Explanation	May Variance 2022/23 £000s	June Variance 2022/23 £000s	Change Variance 2022/23 £000s
Cost of Living and Other Service Pressures				
Third Party Contributions	Health contributions for care placements	1,483	1,483	0
School Transport	Non-delivery of SEND transport savings assumed in the 2022/23 base budget	750	750	0
School Transport	SEND / mainstream transport contract costs due to the cost of living including fuel prices	500	1,250	750
School Transport	Mainstream transport - other reasons	0	(200)	(200)
Electricity/Gas costs	Assumed price variations	182	182	0
Staffing	Overall staffing - continued need for higher than expected levels of agency	0	1,960	1,960
Staffing	Continuation of additional purchased team (assumed to end in Sept 2022)	0	630	630
Care	Residential care 16-18 savings not deliverable as project not taken forward	0	211	211
Care	UASC - pressure of grant deficit for those aged over 18	0	708	708
Total Children's Services		2,915	6,974	4,059

Operations

Budget	Explanation	May Variance 2022/23 £000s	June Variance 2022/23 £000s	Change Variance 2022/23 £000s
Cost of Living and Other Service Pressures				
Electricity/Gas costs - non Housing	Assumed price variations	3,106	3,106	0
Electricity/Gas costs - Housing	Assumed price variations	155	155	0
Environment	Crematorium income pressure	500	600	100
Housing	Council New Build Housing Acquisition Strategy (CNHAS) saving assumed in the 2022/23 base budget	469	219	(250)
Housing	Telecare reduction to budgeted income assumed 22/23	0	250	250
Environment	Hydrotreated Vegetable Oil (HVO) costs	400	400	0
Environment	Volume of waste bins that need replacement	200	200	0
Destination & Culture	BH Live	200	436	236
Housing	Housing related support contracts inflationary clause	150	150	0
Environment	Waste Disposal Contract	150	150	0
Coroners	Increased / complex caseload	100	100	0
Transport & Engineering	Car Parks, rates increases, card charges and other expenditure items	0	852	852
Various	Other miscellaneous pressures (each less than £100k)	360	545	185

Budget	Explanation	May Variance 2022/23 £000s	June Variance 2022/23 £000s	Change Variance 2022/23 £000s
Operations continued - Savings, Efficiencies and Mitigations				
Environment	Sales of recyclate material – value and volume	(1,000)	(1,000)	0
Environment	Capitalisation of neighbourhood highways costs less associated borrowing costs	(930)	(930)	0
Transport & Engineering	Car park income increase to reflect previous year's performance	(691)	(691)	0
Environment	Defer move to HVO fuel across corporate fleet assets (cost avoidance)	(400)	(400)	0
Transport & Engineering	Beach car park tariffs increased	(359)	(359)	0
Priorities	Cleaner, Greener, Safer - Total	(388)	(388)	0
Destination & Culture	Cultural Compact	(129)	(129)	0
Destination & Culture	Festival Coast Live	(125)	(125)	0
Communities	Utilisation of the Community Prosecutions Earmarked Reserve	(105)	(105)	0
Environment	Sales of waste material from the Household Waste Recycling Centres	(100)	(100)	0
Housing	Additional one-off dividend from Bournemouth Building Maintenance Ltd	(200)	(200)	0
Housing	Harmonisation of recharges to the two HRA neighbourhood accounts	(100)	(100)	0
Housing	Homelessness Prevention Grant utilised to cover budget costs	(100)	(100)	0
Housing	Housing miscellaneous cost of living mitigation savings (each less than £100k)	(300)	(300)	0
Destination & Culture	Cultural development and networking	(100)	(100)	0
Environment	Green Waste Income	0	(278)	(278)
Transport & Engineering	Street lighting (excluding utility pressure)	0	(132)	(132)
Transport & Engineering	Recharging to capital schemes	0	(340)	(340)
Various - Non-housing	Other miscellaneous variances (each less than £100k)	(605)	(622)	(17)
Various - Housing	Other miscellaneous variances (each less than £100k)	(104)	(47)	57
Total Operations		54	717	663

Resources & Transformation

Budget	Explanation	May Variance 2022/23 £000s	June Variance 2022/23 £000s	Change Variance 2022/23 £000s
Cost of Living and Other Service Pressures				
Electricity/Gas costs - facilities management	Assumed price variations	410	485	75
Electricity/Gas costs - libraries	Assumed price variations	83	83	0
Third Party Payments	Software contracts inflationary clause - resources	157	157	0
Third Party Payments	Software contracts inflationary clause - SVPP, dev, customer	14	14	0
Procurement	Stationery savings	0	0	0
ICT	Desktop replacement strategy (replace with borrowing IF budget required)	0	0	0
Libraries	Library PFI Contract inflationary clause	150	150	0
Various - resources	Other miscellaneous variances (each less than £100k)	0	16	16
Various - other	Other miscellaneous variances (each less than £100k)	0	22	22
Major projects team	Major projects team salaries pressure	0	135	135
Transformation	Shorfall against transformation target	0	1,595	1,595
Total Resources		814	2,657	1,843

Central Items

Budget	Explanation	May Variance 2022/23 £000s	June Variance 2022/23 £000s	Change Variance 2022/23 £000s
Cost of Living and Other Service Pressures				
Employee Costs	Assumption that the pay award will be above budget at 4% (May) / £1,925 per FTE (June)	1,595	4,139	2,544
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	250	0
Various	Other miscellaneous pressures (each less than £100k)	(34)	(34)	0
Savings, Efficiencies and Mitigations				
Earmarked Reserve	Release Transformation Mitigation Earmarked Reserve not utilised as planned in 2021/22	(1,949)	(1,949)	0
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)	(1,437)	0
Grant Income	Anticipation that the final reconciliation of the Covid 19 Sales, Fees and Charges grant claim will be approved by government	(1,402)	(1,402)	0
Income	Additional Treasury Management Income due to higher interest rates and the additional money made available to the council in advance of spend.	(800)	(1,320)	(520)
Financial Services	Stour Valley and Poole Partnership Revenue and Benefits (SVPP) – release of the 2021/22 operational ????	(435)	(435)	0
Earmarked Reserve	Release part of the additional 2021/22 surplus to support the impact of the cost-of-living crisis on the council - at June not needed	(28)	0	28
Contingency	Contingency released to support in-year position	0	(2,256)	(2,256)
Beach Huts	Beach hut income as not being transferred to a special purpose vehicle	0	(3,700)	(3,700)
Corporate Provisions	Bournemouth Development Company (BDC) released portion of provision	0	(1,000)	(1,000)
Total Corporate Items		(4,240)	(9,144)	(4,904)
Total	All Services and Central items	0	1,661	1,661