

BCP COUNCIL
Budget Variances 2022/23



Directorate / Service	Type	Description		December Variance	February update	February Total Variance	
				£000	£000	£000	
Adult Social Care							
Adult Social Care - Services	Cost of living and other service pressures	Third Party Payments	Estimated care costs increase due to inflationary and market pressures	4,900		4,900	
		Third Party Payments	Care costs for people with long term conditions	4,602	553	5,155	
	Savings, Efficiencies and Mitigations	Third Party Payments	Care Cost for people with Learning Disabilities and Mental Health needs	(3,029)	(678)	(3,707)	
		Income	Estimated additional income from Health for Continuing Health Care eligible people and Section 117	(2,554)	(500)	(3,054)	
		Income	Section 256 contributions from NHS Dorset	(2,775)		(2,775)	
		Income	Service user contributions	(789)	(867)	(1,656)	
		Third Party Payments	Adjustment to the residential and homecare budget from Covid grants	(257)		(257)	
		Various	Other miscellaneous variances (each less than £100k)	(113)	137	24	
		Employee costs	Directorate employee savings net of redundancy costs	(672)	219	(453)	
		Reserves	Utilisation of earmarked reserves specific to the service	(415)		(415)	
		Review of earmarked reserves	Covid pressures	(113)		(113)	
		Review of earmarked reserves	Various others each less than £100k	(235)		(235)	
	Reserves	Investment for 2023/24 debt recovery	0	107	107		
	Adult Social Care - Services Total			(1,450)	(1,029)	(2,479)	
	Commissioning (Adults) & P	Cost of living and other service pressures	Third Party Payments	Tricuro contract impact of cost of living including energy prices	171		171
			Income	Service user contributions	356	(130)	226
Savings, Efficiencies and Mitigations		Third Party Payments	Tricuro efficiencies to manage energy cost pressure	(171)		(171)	
		Employee costs	Directorate unfilled vacancies	(105)	(31)	(136)	
		Various	Other miscellaneous pressures (each less than £100k)	(38)	(8)	(46)	
Commissioning Centre of Excellence (Adults) & Public Health Total			213	(169)	44		
Adult Social Care Total				(1,237)	(1,198)	(2,435)	
Children's Services							
Children's Services	Cost of living and other service pressures	Third Party Contributions	Health contributions for care placements	1,483		1,483	
		School Transport	Non-delivery of SEND transport savings assumed in the 2022/23 base budget	750		750	
		School Transport	SEND / mainstream transport contract costs due to the cost of living including fuel prices	1,250	100	1,350	
		School Transport	Mainstream transport - other reasons	(200)	(100)	(300)	
		Electricity/Gas costs	Assumed price variations	182		182	
		Staffing	Overall staffing - continued need for higher than expected levels of agency	860	(100)	760	
		Staffing	Continuation of additional purchased team (assumed to end in Sept 2022)	0	230	230	
		Care	Residential care 16-18 savings not deliverable as project not taken forward	211		211	
		Care	UASC - pressure of grant deficit for those aged over 18	708		708	
		Care	Care demand pressures	960	850	1,810	
	Savings, Efficiencies and Mitigations	Review of earmarked reserves	Review of Public Health Partnership	(935)		(935)	
		Service saving	Various in-year service savings (each less than £100k)	(578)		(578)	
	Children's Services Total			4,691	980	5,671	
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Directorate / Service	Type	Description		December Variance	February update	February Total Variance
				£000	£000	£000
Operations						
Housing	Cost of living and other service pressures	Electricity/Gas costs	Assumed price variations	155		155
		Income pressure	Telecare reduction to budgeted income assumed 22/23	250		250
		Expenditure pressure	Council New Build Housing Acquisition Strategy (CNHAS) saving assumed in the 2022/23 base budget	98		98
		Expenditure pressure	Housing related support contracts inflationary clause	150	77	227
		Service pressures	Housing Options & Partnerships	154		154
	Savings, Efficiencies and Mitigations	Service saving	Additional one-off dividend from Bournemouth Building Maintenance Ltd	(200)		(200)
		Service saving	Harmonisation of recharges to the two HRA neighbourhood accounts	(100)		(100)
		Service saving	Homelessness Prevention Grant utilised to cover budget costs	(100)		(100)
		Service saving	Others miscellaneous savings (each less than £100k)	(393)		(393)
		Housing Total			(140)	77
Environment	Cost of living and other service pressures	Income pressure	Crematorium income pressure	433		733
		Expenditure pressure	Hydrotreated Vegetable Oil (HVO) costs	389	(193)	196
		Expenditure pressure	Volume of waste bins that need replacement	(280)		(280)
		Expenditure pressure	Waste Disposal Contract	(500)	115	(385)
	Savings, Efficiencies and Mitigations	Service saving	Sales of recycle material – value and volume	(2,600)	134	(2,466)
		Service saving	Capitalisation of neighbourhood highways costs less associated borrowing costs	(930)		(930)
		Service saving	Sales of waste material from the Household Waste Recycling Centres	(100)	53	(47)
		Service saving	Green Waste Income	(278)	(100)	(378)
		Service saving	Pause recruitment Strategic Lead Climate Change until April 2023		(306)	(306)
		Service saving	Vehicle Parts		(100)	(100)
Environment Total			(3,866)	(97)	(3,963)	
Destination & Culture	Cost of living and other service pressures	Expenditure pressure	BH Live	308	(240)	68
	Savings, Efficiencies and Mitigations	Service saving	Cultural Compact	(129)	85	(44)
		Service saving	Festival Coast Live	(125)	30	(95)
		Service saving	Cultural development and networking	(100)		(100)
Destination & Culture Total			(386)	(125)	(511)	
Coroners	Cost of living and other service pressures	Expenditure pressure	Increased / complex caseload	100		100
Coroners Total			100	0	100	
Transport & Engineering	Cost of living and other service pressures	Expenditure pressure	Car Parks, rates increases, card charges and other expenditure items	608	42	650
		Savings, Efficiencies and Mitigations	Service saving	Car park income increase to reflect previous year's performance	(1,130)	49
	Savings, Efficiencies and Mitigations	Service saving	Beach car park tariffs increased	(359)		(359)
		Service saving	Remove seasonal concession for car parking	(150)		(150)
		Service saving	Concessionary Fares		(804)	(804)
		Service saving	Street lighting (excluding utility pressure)	(345)	(8)	(353)
		Service saving	Recharging to capital schemes	(340)		(340)
		Reserves	FCERM reserve used for Hamworthy sea wall defences	(260)		(260)
		Service saving	Capitalisation of asset engineering	(125)		(125)
		Service saving	Additional income from capital recharges	(400)		(400)
Transport & Engineering Total			(2,501)	(721)	(3,222)	
		Service saving	Stopping allocation to development of VRN	(150)		(150)
		Service saving	Recharge of community safety salaries to DA Grant	(25)		(25)
Communities Total			(280)	(45)	(325)	
Planning	Cost of living and other service pressures	Expenditure pressure	Cost of agency staff		390	390
Planning Total			0	390	390	
General	Cost of living and other service pressures	Electricity/Gas costs	Assumed price variations	3,111	402	3,513
		Expenditure pressure	Other miscellaneous pressures (each less than £100k)	561	(372)	189
	Savings, Efficiencies and Mitigations	Service saving	Other miscellaneous savings (each less than £100k)	(1,896)	(526)	(2,422)
		Savings, Efficiencies and Mitigations	Service saving	Cleaner, Greener, Safer	(248)	
Operations Directorate General Total			1,528	(496)	1,032	
Operations Total			(5,545)	(1,017)	(6,562)	

Directorate / Service				Type	Description	December Variance	February update	February Total Variance
						£000	£000	£000
Resources & Transformation								
Customer & Service Delivery	Cost of living/service pressures/savings	Electricity/Gas costs	Facilities Management - Assumed price variations			485	(50)	435
		Office costs	Poole and Christchurch Civic Centres			0	527	527
		Employee costs	Business Support			(400)		(400)
		Service pressures	Customer Services - underspending against £1.5m allocation			(550)		(550)
		Service pressures	Library PFI Contract inflationary clause			150		150
		Service pressures	Other less than £100k			(366)	246	(120)
Customer & Service Delivery Total						(681)	723	42
Resources & Transformation C	Cost of living and other service pressures	Employee costs	Major projects team salaries pressure			135	(65)	70
		Employee costs	Audit & Management Assurance			(170)	(62)	(232)
		Employee costs	Vacancies in Human Resources			(127)		(127)
		Employee costs	Regeneration - Unfilled vacancies / unrequired contingency			(126)	(174)	(300)
		Employee costs	Unfilled vacancies in IT, Data & Analytics			(121)	(55)	(176)
		Third Party Payments	Software contracts inflationary clause - resources			157		157
		Third Party Payments	Software contracts inflationary clause - SVPP, dev, customer			14		14
		Service pressures	Development of Mosaic Care System after data migration			250		250
		Service pressures	Bank Charges			125	2	127
		Service pressures	Stour Valley and Poole Partnership - share of overspend			119		119
		Service pressures	Other miscellaneous variances (each less than £100k)			(307)	(212)	(519)
		Service saving	Elections - separate corporate budget for annual contribution to reserve			(155)		(155)
		Service pressures	Reduced Land Charges income			-	177	177
		Service pressures	Registrars employee costs			-	106	106
		Transformation	Recharge to transformation funded from FUCR			3,500		3,500
		Transformation	Delay in incurring costs of new licenses due to judicious system implementation planning.			0	(1,000)	(1,000)
		Transformation	Shortfall against transformation target			1,595		1,595
Resources & Transformation General Total						4,889	(1,283)	3,606
Resources & Transformation Total						4,208	(560)	3,648
Central Items								
Central Items	Cost of living and other service pressures	Various	Other miscellaneous pressures (each less than £100k)			(34)		(34)
		Employee costs	Pay award above budget at £1,925 per FTE			4,139		4,139
	Savings, Efficiencies and Mitigations	Employee costs	Assumed 20% of transformation redundancy costs unable to be funded from the FUCR (new regulations from 1 April 2022)			250	639	889
		Income	Additional Treasury Management Income due to higher interest rates and the additional funding in advance of spend.			(1,930)		(1,930)
		Earmarked Reserve	Release Transformation Mitigation Earmarked Reserve not utilised as planned in 2021/22			(1,949)		(1,949)
		Grant Income	Contain Outbreak Management Fund resources brought forward into 2022/23 to fund previously planned expenditure			(1,849)	(2)	(1,851)
		Grant Income	Anticipation that the final reconciliation of the Covid 19 Sales, Fees and Charges grant claim will be approved			(1,402)		(1,402)
		Financial Services	Stour Valley and Poole Partnership Revenue and Benefits (SVPP) – release of the 2021/22 operational reserve			(435)		(435)
		Contingency	Contingency released to support in-year position			(2,186)		(2,186)
		Beach Huts	Beach hut income budgeted as transferred to a special purpose vehicle			(3,700)		(3,700)
		Corporate Provisions	Bournemouth Development Company (BDC) released portion of provision			(1,000)		(1,000)
		Minimum Revenue Provision	Winter Gardens finance loan			(304)		(304)
		Employee costs	Removal of 1.25% National Insurance Levy from November 2022			(583)		(583)
		Electricity/Gas costs	Utility Cost Forecast variation based on Government support package			(100)		(100)
Central Items Total						(11,083)	637	(10,446)
Central Items Total						(11,083)	637	(10,446)
Grand Total						(8,966)	(1,158)	(10,124)