

ENVIRONMENT & LEISURE DEPARTMENTAL BUDGET MONITORING REPORT 2005/06

Chief Officer
Senior Finance Manager

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AS AT MONTH 2 May-05

Summary: The current projection shows a small overspend of £10k but please refer to the high risks areas identified below.

	Gross Expenditure			Gross Income			Net Exp/Income			
	Full Year Budget	Full Year Forecast	Forecast less Budget	Full Year Budget	Full Year Forecast	Forecast less Budget	Full Year Budget	Full Year Forecast	Forecast less Budget	Variance as % of budget
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	
STREET SCENE & PUBLIC PROTECTION	23,124	23,383	259	-13,022	-13,282	-260	10,102	10,101	-1	0%
BUSINESS SUPPORT	2,083	2,083	0	-1,248	-1,248	0	835	835	0	0%
WASTE MGT & TRANSPORT	28,416	27,264	-1,152	-7,233	-6,261	1,162	20,993	21,003	10	0%
Libraries	5,890	5,881	-9	-916	-906	10	4,974	4,975	1	0%
Arts	622	575	-47	-157	-110	47	465	465	0	0%
Culture	937	937	0	-266	-266	0	671	671	0	0%
Adult Education	0	1,733	1,733	0	-1,733	-1,733	0	0	0	0%
LIBRARIES & CULTURE	7,449	9,126	1,677	-1,339	-3,015	-1,676	6,110	6,111	1	0%
PARKS & SPORTS	13,277	13,263	-14	-3,061	-3,047	14	10,216	10,216	0	0%
ENVIRONMENT & LEISURE DEPT	74,349	75,119	770	-25,903	-26,853	-760	48,256	48,266	10	0%

Explanation of Major Variances	
Division	Explanation of Variance
	No major variance reported this month

Additional Risk Appraisal		
Division	Level of Risks	Risks Identified
Parks and Sports	High	Peckham Pulse swimming pool structural repairs following disappearance of water. The capital cost could be as high as £1.2m. The revenue cost including compensation to Fusion (assuming 6mths closure) £400k. We will review cost benefits of suing the contractors or architects or structural engineers once the investigation is completed and source of defect identified.
Streetscene and Public Protection	Medium risk	Highways: £854k dispute with TfL for work carried out on trunk roads. This has been outstanding for two years and further meetings being arranged to resolve this. A provision for bad debts has been set up for 60% of the debt.
Parks & Sports	Medium to low risk	Delays in the start of the new leisure contracts (including Surrey Docks) will expose LBS to Health and Safety risks due to lack of maintenance of leisure centres. The latest estimate for these emergency works is £200k. Capital funds allocated for 2005/06 will help to take these projects forward.
Parks & Sports and Libraries	Medium to low risk	Asbestos removal from libraries and leisure centres to comply with H&S regulations £200k. This is currently being pursued with Regen for central funding or capitalisation.