

CABINET

Monday, 22 February 2021

CIP APPROVAL

Report of the Chief Financial Officer

Recommendation(s)

It is recommended that Cabinet

- (1) approve expenditure for Waste Receptacles of £140,000 per year over the next five years. This is to be funded from a combination of income from the sale of receptacles and borrowing to be repaid from revenue.
-

Summary

Council approved the Community Investment Strategy on 18 February 2020. This report seeks a revision to the Strategy for the purchase of waste receptacles.

Statutory Powers

Local Government Act 1972, Sections 111 and 151

Strategic Implications

1. This report relates to the Corporate Plan (2015-2025) helping to meet the Council's Green Borough corporate theme by ensuring an excellent environment for all and minimising waste and managing resources.

Waste Receptacles

2. The Council introduced wheeled bin collections across the Borough in 1996. The expected life of the wheeled bins at the time was quoted as being between 15-20 years. The approved programme for the replacement of these bins has now come to an end, and provision needs to be put in place for a future replacement plan.
3. New services have been implemented such as kitchen waste collections and household glass collection, with fortnightly collections commencing March 2021. This has increased the number of waste receptacles that will need replacing.

4. The approval of this expenditure also allows the replacement of damaged bins, upgrades to larger 240 litre bins for new properties, and 1100 litre euro bins for blocks of flats.
5. There is also a need to hold a stock of bins, in order that the Council can ensure new residents are provided with a wheeled bin within ten working days.
6. Whilst the procurement of the waste receptacles amounts to £140,000 each year for the years from 2020/21 – 2024/25, an element of the procured amount will be directly chargeable to developers of properties in the Borough. This income is forecast to be £75,000 each year, with the remaining £65,000 being funded from borrowing.

Financial Year	Income from Developers	Borrowing	Total
2020/21	£75,000	£65,000	£140,000
2021/22	£75,000	£65,000	£140,000
2022/23	£75,000	£65,000	£140,000
2023/24	£75,000	£65,000	£140,000
2024/25	£75,000	£65,000	£140,000
TOTAL	£375,000	£325,000	£700,000

Financial implications

7. Financing of the CIP schemes is dependent on available resources arising from capital receipts, developers' contributions, external grant, reserves and borrowing. All procurements will be made in accordance with the Council's Contract Standing Orders.
8. The financing of the Waste Receptacles will be through a combination of income and borrowing. The use of borrowing will lead to growth in the overall revenue budget through the repayment of debt and increased interest costs. These costs are estimates to increase the revenue budget each year over the next 5 years by approximately £5000 per annum.

Equality and Diversity Implications

9. The Equality Act is not relevant to the decision in this report as the decision does not relate to eliminating discrimination, advancing equality of opportunity,

or fostering good relations between different people. An Equality Impact Assessment has not been carried out.

Climate Change and Environmental Implications

10. The procurement process of waste receptacles takes a whole life approach. The wheeled bins currently purchased by the Council are recyclable at end of life, as well as other schemes which looks at the reuse of bins for things such as water butts at allotments.
11. Moving to Euro Bins for bulk glass collections allows the collection of more material and the implementation of kitchen waste collections sees the material used to generate electricity for the national grid through anaerobic digestion.

Conclusion

12. This report seeks approval for the following expenditure:
 - Total expenditure of £700,000 covering the period 2020/21 – 2024/25

TOM ANDREWS

SENIOR ACCOUNTANT

Date: 29/01/2021
Contact Officer: Tom Andrews
Tel No: 02380688259
e-mail: tom.andrews@eastleigh.gov.uk
Appendices Attached: 0

LOCAL GOVERNMENT ACT 1972 - SECTION 100D

The following is a list of documents which disclose facts or matters on which this report or an important part of it is based and have been relied upon to a material extent in the preparation of this report. This list does not include any published works or documents which would disclose exempt or confidential information.

* List Background Papers or state None.