

NORTH LONDON WASTE AUTHORITY

REPORT TITLE: FINANCE UPDATE

REPORT OF: THE FINANCIAL ADVISER

FOR SUBMISSION TO: AUTHORITY MEETING

DATE: 22 JUNE 2023

SUMMARY OF REPORT:

This report provides details of expenditure and income for 2022/23 and briefly comments on the current financial position for 2023/24 and the following three years.

In addition, the report considers the impacts on balances held on the behalf of boroughs that will be returned in future levies and the balances owed to boroughs for chargeable waste and non-household waste which will be returned once the audit of the financial statements is completed.

The report also provides an update on the audits of the Authority's financial statements, the implementation of a finance graduate position and progress on the peer review recommendation to create an independent member of the Audit Committee.

RECOMMENDATIONS:

The Authority is recommended to note the contents of this report

SIGNED: Jon Rowney, Financial Adviser

DATE: 12 June 2023

1. EXECUTIVE SUMMARY

Overview

- 1.1. On 9 February 2023, the Authority was provided with an up-to-date assessment of its financial position. This included a forecast of the 2022/23 outturn and provided guidance on the resources available as part of the 2023/24 budget.
- 1.2. The accounts for 2022/23 are now closed and therefore the main purpose of this report is to provide details of the outturn, subject to external audit. This paper also provides details of the 2023/24 forecast outturn and briefly comments on the levy outlook for 2024/25 and the medium term forecast.
- 1.3. In addition, the paper provides updates on a number of areas relating to finance.

Economic Outlook

- 1.4. The Authority is affected by wider economic pressures and while many inflationary increases have been factored into budgets for the coming year these are based on estimates. The estimates used in setting the budget have been in line with actual price changes seen in the past few months. This is being monitored and the forecast that will be presented to the Authority in autumn and will contain updated assumptions for future years.
- 1.5. Current inflation continues to impact North London residents and this is a key driver of falling tonnages received by the Authority, as reported in paragraph 1.8. Members should be aware that if and when the UK returns to economic growth, the level of waste and recycling arising is expected to increase at present.
- 1.6. The Authority has benefited from higher electricity prices, through its subsidiary company LondonEnergy Ltd. It should be noted that electricity prices received by the company has reduced and the government has implemented the Electricity Generation Levy. Therefore the 'windfall' that the Authority will receive in 2023/24 is unlikely to be repeated and is therefore non-recurrent.

2022/23 Outturn

- 1.7. **Financial Outturn:** The net expenditure outturn for 2022/23 was £60.245m, an underspend of £5.108m against the February forecast. This underspend was primarily driven by release of the annual contingency, underspends on Transfer Stations, savings related to the timing of the opening of the Resource Recovery Facility, as well as additional interest on balances received during the year.
- 1.8. **Waste Tonnage:** In 2022/23 the Authority received fewer tonnes of waste compared to the previous year. This is likely driven by the cost of living crisis. 557,094 tonnes of residual waste were received by the Authority, 16,265 fewer

tonnes (2.8%) than in 2021/22. Organic waste (food waste, garden waste and mixed organic waste) of 42,133 tonnes received was 5,540 tonnes fewer (11.6%) than in 2021/22. Mixed Dry Recycling received was 108,498 tonnes, a reduction in tonnage of 5,187 tonnes (4.6%) fewer than in 2021/22.

Borough Balances at 31 March 2023

- 1.9. The revenue balance at the end of the financial year stood at £15.121m. This was £4.682m greater than was reported in February. This difference is available to support the 2024/25 levy.

2023/24 Financial Outturn

- 1.10. At this early stage in the year, forecasts are indicative. However, a full review of the forecast will be completed over the summer and reported to the Authority in the October.
- 1.11. Based on the 2022/23 outturn, there are requests for carry forward of expenditure of £0.757m, leaving balances available to reduce the 2024/25 levy of £4.024m, after adjustments to charges for chargeable household and non-household waste.

Medium term Forecast

- 1.12. The medium term forecast has been updated to reflect the balances available to offset the 2024/25 levy to provide an early indicative levy. The medium term forecast currently reported up to 2026/27 will be updated over the summer to reflect latest information and reported to the Authority in October 2023.

NLHPP Outturn update

- 1.13. The NLHPP outturn forecast is within the inflated budget range of £1.42bn - £1.52bn, and a table of spend to the end of April 2023 and the forecast outturn is included in section 5.

Audits

- 1.14. The Audit Committee met on 27 April to approve the 2020/21 financial statements. The external Auditor has now issued the audit opinion and the Value for Money commentary and the audit certificate are expected shortly. Officers hope to publish the draft financial statements for 2021/22 by July and it is anticipated that the audit will commence.

Other Updates

- 1.15. The paper provides an update on actions relating to finance that officers will take arising from the Corporate Peer Review, as well as advising of the lack of progress from Central Government regarding waste reforms and outlines that the Authority

will launch its first finance graduate scheme in conjunction with the London Boroughs of Camden and Enfield.

- 1.16. Following the Corporate Peer Challenge, the Authority will implement the recommendation, including seeking to appoint an independent member of the Audit Committee.

2. 2022/23 FINANCIAL OUTTURN

- 2.1. The accounts for 2022/23 are now closed. The figures presented in this paper are draft figures, as they are subject to potential adjustments following the audit of the 2022/23 financial statements.
- 2.2. At the meeting on 10 Feb 2022, the Authority approved a budget for 2022/23 of £76.712m. At the Authority meeting on 9 February 2023, an updated expenditure forecast was presented of £65.353m. This lower forecast expenditure, coupled with the fixed levy income was expected to result in an expected balance of £10.439m, that would be available at 31 March 2023 to support the 2023/24 levy.
- 2.3. As at year end 2022/23, the total net expenditure incurred was £60.245m. After taking into account movement in charges for chargeable household and non-household waste, balances carried forward increased to £15.121m. The balance in the February Authority report has already been taken into account when calculating the levy for 2023/24; however, the increased balance of £4.682m can be taken into account to reduce the 2024/25 levy.
- 2.4. The net expenditure outturn is (£5.108m) underspent against the February full year forecast.
- 2.5. A key driver of this reduced spend versus budget is the reduction in waste tonnage in 2022/23, compared to the 2022/23 budget. Waste volumes are also lower than in 2021/22.
- 2.6. All waste tonnages have been lower than were budgeted this time last year. While the effects of the COVID-19 pandemic have made trends hard to identify over the past two years, tonnages have fallen by more than would be expected and it is believed cost of living pressures on residents and business lie behind this. Residual waste compared with 2021/22 has reduced by 16,265 tonnes or 2.8%. Compared with the budget for 2022/23, the forecast tonnage is lower by 5.9% or 34,732 tonnes.
- 2.7. A detailed breakdown for the tonnage by type and borough can be found in tables A2-6 in Appendix B.
- 2.8. The key variances to the February forecast are as below:

- 2.8.1. **Contingency:** (£2.485m) there was no call against the operational contingency during the year. The contingency was held as a backstop should there be an operational issue that meant that the Authority had to find third party waste disposal or recycling capacity at short notice.
 - 2.8.2. **Transfer Stations:** (£0.826m) underspent due to rephasing of maintenance into 2023/24 and replanning the opening of the EcoPark South facilities to the Summer of 2023.
 - 2.8.3. **Corporate and Other Support Service Costs:** (£0.508m) underspent mainly due to staff vacancies and rephasing of work on the joint waste strategy into 2023/24.
 - 2.8.4. **Revenue Funding – Capital Programme:** (£0.370m) underspent due to replanning the opening of the new EcoPark South facilities, which has meant that interest will continue to be capitalised until the opening date.
 - 2.8.5. **Waste Prevention:** (£0.279m) driven by underspends on various initiatives including £0.1m for screen installations at RRCs, which will be carried over into 2023/24.
 - 2.8.6. **North London Heat and Power Project:** (£0.182m) driven by additional costs capitalised to the project , above the original budget.
 - 2.8.7. **Interest on Balances:** (£0.186m) driven by better than forecast interest rates achieved on the Authority’s balances.
- 2.9. A detailed commentary on the differences between the February forecast and the 22/23 outturn is provided in the appendices.

3. BOROUGH BALANCES AT 31 MARCH 2023

- 3.1. The menu price-based levy requires the Authority to apportion all of its costs to the boroughs based on the types of waste and the tonnage delivered by each borough and to hold borough specific balances.
- 3.2. These balances have now been updated based on the 2022/23 outturn position. The table 1 on the following page presents the current balances due or owing to each borough.
- 3.3. A negative balance in the table below represents a balance owed to a borough that can be used to support a future year’s levy, but a positive figure is a balance to be recovered through an addition to the levy. Every borough has a negative balance which means that they will all benefit from a carry forward which will help to reduce the 2024/25 levy.

- 3.4. The underspend of £5.108m is apportioned by menu pricing between the levy and the charges. £0.426m is allocated to chargeable household and non-household waste, leaving £4.682m to be apportioned to the levy.
- 3.5. However, some of the balances relate to the carry forward of work into 2023/24, as mentioned in paragraph 2.8. Of the £0.757m carried forward, £0.658m is attributable to the levy. This reduces the £4.682m balance available at 31 March 2023 to £4.024m. This latter figure is available to reduce the 2024/25 levy. The table shows the draft year end 2022/23 balances for each borough. Figures should be considered draft until audited.

Table 1

	Balances Available £000s
Barnet	-939
Camden	-793
Enfield	-435
Hackney	-404
Haringey	-543
Islington	-276
Waltham Forest	-634
	<u>-4,024</u>

4. 2023/24 FORECAST

- 4.1. At its meeting on 9 February 2023 the Authority agreed the 2023/24 budget of £85.071m, before including windfall income of £10.200m. After taking into account balances of £10.439m, the levy was set at £63.868m along with non-household waste charges of £8.949m and chargeable household waste of £1.815m.
- 4.2. To reflect the windfall income that the Authority forecast to receive, Members also approved a one-off rebate of £10.200m as a deduction to the levy. The adjusted, post-windfall levy shown in table B1 in the appendices therefore include the deduction and the levy is shown as £53.668m.
- 4.3. The forecast net expenditure for 2023/24 is £75.628m, £0.757m higher than budgeted, reflecting the carry forward expenditure from 2022/23 identified in paragraph 2.8.
- 4.4. At this stage of the financial year, it is too early to draw any firm indications about the waste stream for the full year, with only one month of data available at the point that this report was written. This applies equally to other tonnage-based

areas of the budget. A greater appreciation of any trends that may be developing should become apparent when data is available for the four-month period to the end of July which will be reported to the October meeting of the Authority.

- 4.5. Given the carry forward of increased balances from 2022/23 which will be used to reduce pressures in 2024/25, the potential levy requirement could be £78.173m. This reflects the increase in expenditure once the EcoPark south assets open.
- 4.6. This would represent an increase compared to the approved levy before the rebate of 22.4%. The increase would be different for each borough based on individual circumstances. Table 2 of the report contains the forecast levy increase for each borough. At this stage, the forecasts are highly indicative. Further reviews of tonnages and key assumptions on items such as wholesale electricity prices and recyclates will be undertaken and reported to Members at future meetings. In addition, the timing of the opening of EcoPark assets will affect the date that loan interest is recognised and increased operating costs are incurred. If current favourable conditions continue, further balances may arise, and the levy and charges might reduce further for 2024/25.

Table 2	Forecast Levy before balances & Windfall			Balances available			Forecast Levy after balances		
			Increase/			Increase/			Increase/
	2023/24	2024/25	Decrease	2023/24	2024/25	Decrease	2023/24	2024/25	Decrease
	£000s	£000s		£000s	£000s		£000s	£000s	
Barnet	15,499	17,118	10.4%	(2,721)	(939)	-65.5%	12,778	16,179	26.6%
Camden	8,466	9,391	10.9%	151	(793)	-625.2%	8,617	8,598	-0.2%
Enfield	11,452	12,705	10.9%	(1,075)	(435)	-59.5%	10,377	12,270	18.2%
Hackney	9,127	10,142	11.1%	(1,568)	(404)	-74.2%	7,559	9,738	28.8%
Haringey	10,154	11,256	10.9%	(1,947)	(543)	-72.1%	8,207	10,713	30.5%
Islington	8,118	8,962	10.4%	(1,359)	(276)	-79.7%	6,759	8,686	28.5%
Waltham Forest	11,490	12,623	9.9%	(1,920)	(634)	-67.0%	9,570	11,989	25.3%
	74,306	82,197	10.6%	(10,439)	(4,024)	-61.5%	63,867	78,173	22.4%

Medium term forecast

- 4.7. After 2024/25 there are currently no balances available to offset the levy. Based on high level estimates of future expenditure, the current total levy estimates are as below. The increase in levy in 2024/25 in the table below is driven by the opening of EcoPark South assets and has been factored into forecasts since the 2019 baseline was completed. Borough directors of finance have confirmed that this is factored into their own forecasts. The Energy Recovery Facility is forecast to open during 2026/27, at which point the borrowing costs will be recognised and net expenditure and the levy increase as a result. In advance of the October Authority meeting, all forecasts will be reviewed from bottom up to reflect the latest timings assets being brought into use

Table 3

	Net Expenditure £'000	Base Levy £'000	RRC Levy £'000	Total £'000	Increase %
2024/25	94,379	(72,582)	(5,591)	(78,173)	22.4%
2025/26	95,120	(77,165)	(5,730)	(82,895)	6.0%
2026/27	114,308	(93,259)	(5,874)	(99,133)	19.6%

5. NORTH LONDON HEAT AND POWER PROJECT FINANCIALS

- 5.1. In July 2019, the Programme Committee noted the baseline budget for the North London Heat and Power Project (NLHPP) at £1,220.6m based on March 2019 prices. The NLHPP will be delivered over a 12 year period including demolition of the existing energy from waste facility.
- 5.2. The latest overall forecast position is that the programme is expected to remain within the March 2019 baseline budget.
- 5.3. In line with the recommendations from the Corporate Peer Challenge (CPC), the Authority will also report the NLHPP forecasts in current prices, i.e. including inflation. In the April 2023 Authority paper, an outturn forecast was presented with the range of £1.42bn-£1.52bn.
- 5.4. The Authority has always included inflation estimates within supporting information provided relating to forecasts of future borough levies, and considered in subsequent procurement decisions.
- 5.5. Despite the widespread inflationary impacts that the economy has faced, the upward pressure on the project's costs have been mitigated with the careful management of borrowing and appropriate risk sharing with contractors. Over 80% of costs for the project are now secured under contract, and it is possible to forecast the outturn cost with a degree of certainty. These contracts have been entered into before the rise in inflation began in 2022. In addition, the majority of borrowing for the project was undertaken at fixed rates while interest rates were at historically low levels.
- 5.6. Spend to date is £473m, with £1,250m of the forecast already committed. This reflects the value of work agreed in contracts – including construction works, advisors, Authority direct costs and third-party fees.

Table 4	Budget (including inflation estimate)	Actual Cost to Date	Current Outturn Forecast	Committed Spend to Date
	£1,488m	£473m	£1,463m	£1,250m

The inflated outturn forecast is within the range of £1.42 billion to 1.52 billion. As future estimates of inflation change, the budget figure will be amended.

6. AUDITS

- 6.1. The audit of the 2020/21 Financial Statements is now complete and the financial statements have been published on the Authority website. The auditors are expected to provide the annual audit letter shortly which will complete the audit.
- 6.2. Now that the valuation issues that delayed the 2020/21 audit have been resolved, the valuation of the EcoPark for the 2021/22 financial statements is underway and the valuers report is expected imminently. Once this is received, the group accounting statements will be prepared and published on the Authority's website. It is anticipated that this will be completed before the end of June so that the audit can commence in July.

7. OTHER UPDATES

Independent Audit Committee Member

- 7.1. Following the CPC, which is reported elsewhere on this agenda, the Authority will take a set of actions relating to finance. These include:
 - 7.1.1. appointing an independent member of the Audit Committee. The CPC paper elsewhere on this agenda provides further information and recommends approval of an independent member,
 - 7.1.2. regularising our public transparency on NLHPP outturn costs (see section 5 of this paper)
 - 7.1.3. developing a new capital strategy encompassing an asset management approach in light on the Authority becoming new asset owners of the EcoPark South facilities in the short term to the energy recovery facility in the long term.

8. CONCLUSION

- 8.1. Allowing for the improvement in the revenue balances at 31 March 2023 and the 2023/24 variations, the first review indicates that the Authority's balances at 31 March 2023 will have increased, and once carry forwards into 2023/24 are taken

into account, there might be £4.024m available to be offset against the 2024/25 levy. This improvement strengthens the Authority's ability to manage its services within budget and accommodate potential budget pressures.

9. EQUALITIES IMPLICATIONS

- 9.1. Budgets and forecasts are considered an allocation of resources. Approval to spend is sought separately by Officers. The equalities implications are considered as part of the spending approval.

10. COMMENTS OF THE LEGAL ADVISER

- 10.1. The Legal Adviser has been consulted in the preparation of this report and comments have been incorporated.

List of documents used:

Report to the Authority 09 February 2023 – Budget and Levy 2023/24
2022/23 final accounts Working Papers
2023/24 budgetary control working papers

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APPENDIX A: FY22/23 OUTTURN VS FORECAST COMMENTARY.

Residual Waste Disposal and Landfill Tax (£0.058m): Residual waste delivered to the Authority in 2022/23 was 557,094 tonnes, i.e. 3,664 tonnes (0.7%) lower than the February report. Table A1 in the appendix sets out the tonnage delivered by each borough and their variances to the budget. The cost saving generated by lower tonnage was offset by the need to increase the movement of waste away from Edmonton due to construction works. This meant that more waste than forecast was disposed via third parties, which is more expensive than if it is treated at the EcoPark. Secondly, the cost per tonne of third-party disposal has increased and is higher than forecast.

Transfer Stations and Other Sites (-£0.826m): Planned maintenance at the Hornsey Street transfer station had not begun by 31 March. The work will be undertaken in 2023/24 and £0.350m will be carried forward. The remainder of the underspend was set aside for operating costs for the Resource Recovery Facility.

Corporate & Other Support Service Costs & Strategy & Services (- £0.508m): These headings capture a wide range of services provided to the Authority by the London Boroughs of Camden (including the Authority's staffing costs) and Haringey as well as a number of external providers. Works to improve the Waste Data Management System are underway, however budget of £0.307m will be carried forward to ensure that the work can be completed. Non-recurring savings have arisen principally as a result of staff vacancies and of lower spend on external support.

Waste Prevention Initiatives (-£0.279m): The budget to instal screens at Reuse & Recycling centres was not completed and £0.100m is to be carried forward to 23/24 to complete the work. The remaining (£0.179m) variance relates to various underspends across the following projects: Repair and Upcycling Events, On-line conference, Behaviour change research and Stakeholder engagement sessions.

Revenue Funding of the Capital Programme (-£0.370m): A saving has been generated as interest on borrowing for North London Heat & Power Project assets will be capitalised until they open.

Contingency (- £2.485m): The Authority continues to adopt a prudent approach and holds a contingency to accommodate any unforeseen additional costs during the year. There was no call on the contingency.

Charges to Boroughs for Non-Household Waste and Chargeable Household Waste

(+£0.426m): Boroughs make on account payments each month for non-household waste (commercial) and chargeable household waste (from healthcare and educational establishments, for example). At the end of the year, any under or over payment by boroughs are collected from or repaid to boroughs after the Authority's accounts have been audited. These tonnages for the year are lower than forecast overall. This increases the value of balances held by the Authority. Table A7 in the appendix includes details of each borough's original, revised and actual costs of non-household waste. Details of the original, revised and actual costs of chargeable household waste are shown in table A8 of the appendix.

APPENDIX A: TABLES RELATING TO THE 2022/23 FINANCIAL YEAR

Table A1 2022/23 Outturn

	2022/23 Budget	2022/23 February Forecast	2022/23 Outturn	Variance
	£'000	£'000	£'000	£'000
Expenditure				
Main Waste Disposal Contract (ex RRC Waste)	42,601	38,066	38,124	58
Composting Waste Services	2,117	1,615	1,658	43
MRF Services	10,933	10,182	10,146	(36)
Transfer Station and Other Sites	3,426	2,660	1,834	(826)
Corporate and Other Support Service Costs	4,332	4,456	3,948	(508)
Waste Prevention and Communications Programme	774	541	262	(279)
Recycling Communications	300	300	244	(56)
Recycling Initiatives	275	217	202	(15)
North London Heat and Power Project	849	849	667	(182)
Revenue Funding – Capital Programme	8,586	7,122	6,752	(370)
	<u>74,193</u>	<u>66,008</u>	<u>63,837</u>	<u>(2,171)</u>
Reuse and Recycling Centres Expenditure				
Residual Waste Disposal	1,194	1,212	1,122	(90)
Operating Costs	3,721	3,815	3,738	(77)
	<u>4,915</u>	<u>5,027</u>	<u>4,860</u>	<u>(167)</u>
Income				
Rents	(128)	(128)	(135)	(7)
Sale of Recyclates	(4,713)	(7,999)	(8,091)	(92)
Interest on Balances	(40)	(40)	(226)	(186)
	<u>(4,881)</u>	<u>(8,167)</u>	<u>(8,452)</u>	<u>(285)</u>
Net Expenditure	74,227	62,868	60,245	(2,623)
Contingency	2,485	2,485	0	(2,485)
Total Net Expenditure	76,712	65,353	60,245	(5,108)
Financed By				
Use of Balances	(9,266)	(15,251)	(15,251)	0
Charges to Boroughs (Non-household waste)	(8,590)	(6,836)	(6,555)	281
Charges to Boroughs (Chargeable Household Waste)	(1,809)	(1,411)	(1,265)	146
2022/23 Levy - Base Element	(52,440)	(52,440)	(52,440)	0
- Base Element Rebate (Windfall)	0	4,753	4,753	0
- RRC Element	(4,607)	(4,607)	(4,607)	0
Total Levy	<u>(57,047)</u>	<u>(52,294)</u>	<u>(52,294)</u>	<u>0</u>
Total Resources Available	(76,712)	(75,792)	(75,366)	426
Estimated Additional Revenue Balances at 31 March	0	(10,439)	(15,121)	(4,682)

Table A2 – 2022/23 residual waste tonnage forecast

	2021/22 Actual Tonnes	2022/23 Budget Tonnes	2022/23 Actual Tonnes	Change Tonnes	Change %
Barnet	110,118	117,793	106,981	-10,812	-9.18
Camden	68,252	71,588	71,078	-510	-0.71
Enfield	89,997	91,568	87,794	-3,774	-4.12
Hackney	84,791	85,283	85,296	+13	+0.01
Haringey	73,049	75,796	69,958	-5,838	-7.70
Islington	74,146	75,017	69,006	-6,011	-8.01
Waltham Forest	73,006	74,781	66,981	-7,800	-10.43
Total	573,359	591,826	557,094	-34,732	-5.87

Table A3 – 2022/23 mixed organic waste tonnage forecast

	2021/22 Actual Tonnes	2022/23 Budget Tonnes	2022/23 Actual Tonnes	Change Tonnes	Change %
Barnet	0	0	0	+0	N/A
Camden	0	0	7	+7	N/A
Enfield	0	0	0	+0	N/A
Hackney	0	0	0	+0	N/A
Haringey	818	192	381	+189	+98.61
Islington	4,106	3,793	3,822	+29	+0.76
Waltham Forest	9,588	9,841	7,765	-2,076	-21.09
Total	14,512	13,826	11,976	-1,850	-13.38

Table A4 – 2022/23 Food waste tonnage forecast

	2021/22 Actual Tonnes	2022/23 Budget Tonnes	2022/23 Actual Tonnes	Change Tonnes	Change %
Barnet	0	0	0	+0	N/A
Camden	3,072	3,200	2,861	-339	-10.61
Enfield	0	0	0	+0	N/A
Hackney	5,879	6,431	5,252	-1,179	-18.33
Haringey	3,514	4,145	3,329	-816	-19.69
Islington	0	0	0	+0	N/A
Waltham Forest	466	492	412	-80	-16.20
Total	12,931	14,268	11,854	-2,414	-16.92

Table A5 – 2022/23 Garden waste tonnage forecast

	2021/22 Actual Tonnes	2022/23 Budget Tonnes	2022/23 Actual Tonnes	Change Tonnes	Change %
Barnet	12,118	11,949	10,513	-1,436	-12.02
Camden	1,848	1,793	1,698	-95	-5.31
Enfield	444	200	296	+96	N/A
Hackney	2,744	2,699	2,558	-141	-5.22
Haringey	2,264	3,057	2,296	-761	-24.91
Islington	461	418	487	+69	+16.59
Waltham Forest	351	193	455	+262	+135.66
Total	20,230	20,309	18,303	-2,006	-9.88

Table A6 – 2022/23 MDR tonnage forecast

	2021/22 Actual Tonnes	2022/23 Budget Tonnes	2022/23 Actual Tonnes	Change Tonnes	Change %
Barnet	27,464	29,163	25,170	-3,993	-13.69
Camden	16,331	16,452	15,258	-1,194	-7.26
Enfield	0	0	0	+0	+0.00
Hackney	19,221	20,169	18,242	-1,927	-9.55
Haringey	18,314	18,506	17,294	-1,212	-6.55
Islington	15,245	16,952	14,958	-1,994	-11.76
Waltham Forest	17,110	17,668	17,576	-92	-0.52
Total	113,685	118,910	108,498	-10,412	-8.76

Table A7 – Non-household waste Charges by Borough

	2022/23 Budget	2022/23 Actual cost	Repayment due (to)/from borough
	£'000	£'000	£'000
Barnet	1,129	839	(290)
Camden*	2,256	1,564	(692)
Enfield	897	748	(149)
Hackney*	1,802	1,478	(324)
Haringey *	237	238	1
Islington *	2,124	1,563	(561)
Waltham Forest	145	125	(20)
Total	8,590	6,555	(2,035)

* Including income from non-household recyclable wastes.

Table A8 – Chargeable household waste charges by borough

	2022/23 Budget	2022/23 Actual cost	Repayment due (to)/from borough
	£'000	£'000	£'000
Barnet	215	173	(42)
Camden*	294	75	(219)
Enfield	138	124	(14)
Hackney*	599	483	(116)
Haringey *	257	213	(44)
Islington *	306	197	(109)
Waltham Forest	0	0	0
Total	1,809	1,265	(544)

Table A9 - RRC Balances available at year end

Balances with brackets at 31 March 2023 indicate a balance owed to the borough by the Authority and balances without brackets are a balance owed by the borough to the Authority.

	Change in RRC Balances at 1 April 2022 (As reported in June)	Total Operating Costs – 2022/23 Original Budget	Total Operating Costs - 2022/23 Current Forecast	Change in 2022/22 Total Operating Costs	Estimated RRC Balances at 31 March 2023 (Column 1 plus 4)
	1	2	3	4	
	£'000	£'000	£'000	£'000	£'000
Barnet	(36)	806	860	54	18
Camden	18	580	588	8	26
Enfield*	(11)	300	276	(24)	(35)
Hackney	(9)	241	227	(14)	(23)
Haringey	(21)	599	583	(16)	(37)
Islington	(9)	717	701	(16)	(25)
Waltham Forest	19	1,364	1,343	(21)	(2)
Total	(49)	4,607	4,578	(29)	(78)

Table A10 - Base levy balances by borough

Balances with brackets at 31 March 2022 indicate a balance owed to the borough by the Authority.

	Additional balance at 1 April 2022 (reported In June)	2022/23 Budget Levy Costs	2022/23 Levy Costs - Current Forecast	2022/23 in-year Levy Rebate	Forecast Change in 2022/23 Levy Costs	Estimated Balance at 31 March 2023 (Column 1 plus 5)
	1	2	3	4	5	
	£'000	£'000	£'000	£'000	£'000	£'000
Barnet	(1,310)	10,886	7,409	(974)	(2,503)	(3,813)
Camden	(364)	5,118	4,263	(475)	(380)	(744)
Enfield	(888)	7,395	6,057	(641)	(697)	(1,585)
Hackney	(919)	6,972	5,255	(601)	(1,116)	(2,035)
Haringey	(864)	7,257	4,922	(655)	(1,680)	(2,544)
Islington	(585)	6,084	4,423	(567)	(1,094)	(1,679)
Waltham Forest	(1,007)	8,728	6,250	(841)	(1,637)	(2,644)
Total	(5,937)	52,440	38,579	(4,754)	(9,107)	(15,044)

APPENDIX B: TABLE B1 - 2023/24 FORECAST

	2023/24 Budget	2023/24 Current Forecast	Variance
	£'000	£'000	£'000
Expenditure			
Main Waste Disposal Contract (ex RRC Waste)	43,859	43,859	0
Composting Waste Services	2,314	2,314	0
MRF Services	12,633	12,633	0
Transfer Station and Other Sites	4,625	4,975	350
Corporate and Other Support Service Costs	5,372	5,679	307
Waste Prevention and Communications Programme	833	933	100
Recycling Communications	0	0	0
Recycling Initiatives	287	287	0
North London Heat and Power Project	600	600	0
Carbon Capture & Storage	1,054	1,054	0
Revenue Funding – Capital Programme	10,868	10,868	0
	82,445	83,202	757
Reuse and Recycling Centres Expenditure			
Residual Waste Disposal	1,368	1,368	0
Operating Costs	4,086	4,086	0
	5,454	5,454	0
Income			
Rents	(137)	(137)	0
Sale of Recyclates	(5,299)	(5,299)	0
Income from LEL	(10,000)	(10,000)	0
Interest on Balances	(40)	(40)	0
	(15,476)	(15,476)	0
Net Expenditure	72,423	73,180	757
Contingency	2,448	2,448	0
Total Net Expenditure	74,871	75,628	757
Financed By			
Use of Balances	(10,439)	(15,121)	(4,682)
Charges to Boroughs (Non-household waste)	(8,949)	(9,032)	(83)
Charges to Boroughs (Chargeable Household Waste)	(1,815)	(1,831)	(16)
2023/24 Levy - Base Element	(58,136)	(58,136)	0
- Base Element Rebate	10,000	10,000	0
- RRC Element	(5,532)	(5,532)	0
Total Levy	(53,668)	(53,668)	0
Total Resources Available	(74,871)	(79,652)	(4,781)
Estimated Additional Revenue Balances at 31 March	0	(4,024)	(4,024)

REPORT ENDS