

## **Financial Comments for Bin Replacement Programme**

The reason for the decision is to replace any old or end of life bins for the residents of Nottingham area.

The value of the decision is £396,000, split between £291k of grant funding from the Streets for people funding in year 1 (May 2023), and £35k annually of service area budget for 3 years, ending in May 2026.

The risks involved with the project include not being able to access the £291k grant funding as this is pending approval. Another risk is at the installation costs of the bins as it will cost £150 per bin to install as if at any stage in the project there are shortfalls, it would hope to source further contributions from partners and stakeholders which isn't guaranteed.

A new cost centre would be created with funding transferred across to effectively monitor the spend and residual money left on the project.

There is no MTFP implications currently in place as it seeks to complete the work within the £396k quoted above.

Best value has been considered as one of the two options has been rejected due to health and safety policies, and the other option rejected due to not being functional with the service area offer as well as in the same style for the urban Neighbourhood design.

As the £291k is grant funded, it is important to ensure that the expenditure is in line with and accordance to the policies of the grant awarded. It is service area's responsibility to monitor cost implications of the project and if costs exceed value of decision, service area would need to mitigate any shortfalls.

Advice provided by:

Sohaib Chaudhry

Senior Commercial Business Partner

22<sup>nd</sup> May 2023