

2023/24 Original Budget to Proposed 2024/25 Original Budget

Provisional Revenue Budgets 2024/25	Original Budget (OR) 2023/24 £'000	Original Budget (OR) 2024/25 £'000	Movement OR to OR Better / (Worse) £'000	Para Ref (Table 5)
LOCAL RISK				
Expenditure				
Employees	(14,316)	(15,180)	(864)	1,5,6a,9a
Premises Related Expenses	(1,128)	(1,586)	(458)	2,6b
Premises Related Expenses: City Surveyor	(367)	(440)	(73)	8
Transport Related Expenses	(684)	(479)	205	6c
Supplies and Services	(2,019)	(2,126)	(107)	
Third Party Payments	(8,431)	(9,254)	(823)	3
Savings to be Applied	1,219	1,130	(89)	10
TOTAL Expenditure	(25,726)	(27,935)	(2,209)	
Income				
Government Grants	476	127	(349)	9b
Other Grants, Reimbursements and Contributions	457	527	70	
Customer, Client Receipts	16,670	16,368	(302)	6d,7
Transfer from Reserves	0	810	810	4
TOTAL Income	17,603	17,832	229	
TOTAL LOCAL RISK	(8,123)	(10,103)	(1,980)	
CENTRAL RISK				
Expenditure				
Employees	(18)	(18)	0	
Supplies and Services	(31)	(37)	(6)	
Third Party Payments	(33)	(33)	0	
TOTAL Expenditure	(82)	(88)	(6)	
Income				
Transfer from Reserves	74	80	6	
TOTAL Income	74	80	6	
TOTAL CENTRAL RISK	(8)	(8)	0	
TOTAL LOCAL & CENTRAL RISK	(8,131)	(10,111)	(1,980)	
RECHARGES				
Central Recharges	(4,578)	(4,578)	0	
Recharges within Fund	(2,592)	(2,398)	194	
TOTAL RECHARGES	(7,170)	(6,976)	194	
TOTAL NET EXPENDITURE	(15,301)	(17,087)	(1,786)	

The significant movements in the local and central risk budgets are explained in Table 5 below.

Table 5 Movements between 2023/24 Original Budget and 2024/25 Original Budget			
Reason for Variance	Movement Original Budget 2023/24 to Original Budget 2024/25		
	Expenditure £'000	Income £'000	Net Movement £'000
1) An increase in employee costs due to: a. full year effect of July 2023 pay award; b. provision for pay increases due to estimated July 2024 pay award, incremental and career grade progression.	(1,063) (307)		(1,063) (307)
2) Increase in energy prices.	(165)		(165)
3) Cleansing contract inflation uplifts: a. Ongoing effect of higher than originally anticipated waste collection & street; cleansing inflation uplift for 2023/24 b. Estimated waste collection & street cleansing inflation uplift for 2024/25; c. Estimated waste disposal uplift for 2024/25.	(117) (564) (139)		(117) (564) (139)
4) Approved funding from the On-Street Parking Reserve (OSPR) to meet cumulative inflation uplifts up to 2023/24 on the waste collection & street cleansing contract.		810	810
5) Introduction of vacancy allowance across Port Health & Public Protection services.	115		115
6) Changes at Heathrow Animal Reception Centre: a. Employee Costs – mainly through reductions in use of casual staff and overtime. b. Premises Related Expenses c. Transport Related Expenses – removal of one-off budget for replacement of vehicles in 2023/24 d. Customer & Client Receipts, reflecting the current trade position.	47 (160) 206	 (1,635)	47 (160) 206 (1,635)
7) Increases in income from: a. Public Conveniences b. Waste Collection c. Street Cleansing d. Port Health		140 65 56 483	140 65 56 483

Appendix 3

e. Cemetery and Crematorium		544	544
8) Changes to the City Surveyor's Building Repairs & Maintenance budgets	(73)		(73)
9) Port Brexit impact ⁱ⁾ :			
a. Employee Costs	344		344
b. Government Grants		(349)	(349)
10) Reduction in savings still to be identified after taking into account all other changes in local risk income and expenditure:	(89)		(89)
Minor variations	(250)	121	(129)
Total Movement Local and Central Risk	(2,215)	235	(1,980)

Notes:

i) This reflects that a small number of posts which were funded by DEFRA throughout 2023/24 are currently only confirmed as being funded for the first quarter of 2024/25, and both costs and matching grant are therefore reduced accordingly. This does not reflect subsequent impacts of implementing the Border TOM, or of other preparatory costs which are also expected to be met by grant funding.

The decrease of £194,000 in support services and capital charge expenditure reflects changes in the budgets of departments and their apportionment between committees.