

**Movement from 2025/26 Budget to 2026/27 Proposed Budget**

|  | Budget<br>2025/26<br>£'000 | Budget<br>2026/27<br>£'000 | Movement<br>(Budget<br>2025/26 to<br>Budget<br>2026/27)<br>£'000 | Para<br>Ref<br>(Table 4) |
|--|----------------------------|----------------------------|--|--------------------------|
| <b>LOCAL RISK</b>                              |                            |                            |  |                          |
| <b>Expenditure</b>                             |                            |                            |  |                          |
| Employees                                      | 19,288                     | 20,189                     | 901  | 2,6,7,8                  |
| Premises Related Expenses                      | 1,834                      | 2,038                      | 204  | 11                       |
| Premises Related Expenses: City Surveyor       | 2,292                      | 4,624                      | 2,332  | 12                       |
| Transport Related Expenses                     | 472                        | 462                        | (10)   |                          |
| Supplies and Services                          | 2,491                      | 2,753                      | 262  | 6,8                      |
| Third Party Payments                           | 10,611                     | 11,007                     | 396  | 3                        |
| Unidentified Savings                           | (753)                      | 0                          | 753  | 10                       |
| <b>TOTAL Expenditure</b>                       | <b>36,235</b>              | <b>41,073</b>              | <b>4,838</b>   |                          |
| <b>Income</b>                                  |                            |                            |  |                          |
| Other Grants, Reimbursements and Contributions | (808)                      | (1,267)                    | (459)  | 4,7,8                    |
| Customer, Client Receipts                      | (20,246)                   | (20,347)                   | (101)  | 5,8                      |
| Transfer from Reserves                         | (2,518)                    | (3,076)                    | (558)  | 1,3,9                    |
| <b>TOTAL Income</b>                            | <b>(23,572)</b>            | <b>(24,690)</b>            | <b>(1,118)</b>   |                          |
| <b>TOTAL LOCAL RISK</b>                        | <b>12,663</b>              | <b>16,383</b>              | <b>3,720</b>   |                          |
| <b>CENTRAL RISK</b>                            |                            |                            |  |                          |
| <b>Expenditure</b>                             |                            |                            |  |                          |
| Employees                                      | 18                         | 18                         | 0  |                          |
| Supplies and Services                          | 32                         | 32                         | 0  |                          |
| Third Party Payments                           | 40                         | 40                         | 0  |                          |
| <b>TOTAL Expenditure</b>                       | <b>90</b>                  | <b>90</b>                  | <b>0</b>   |                          |
| <b>Income</b>                                  |                            |                            |  |                          |
| Transfer from Reserves                         | (82)                       | (82)                       | 0  |                          |
| <b>TOTAL Income</b>                            | <b>(82)</b>                | <b>(82)</b>                | <b>0</b>   |                          |
| <b>TOTAL CENTRAL RISK</b>                      | <b>8</b>                   | <b>8</b>                   | <b>0</b>   |                          |
| <b>TOTAL LOCAL &amp; CENTRAL RISK</b>          | <b>12,671</b>              | <b>16,391</b>              | <b>(713)</b>   |                          |
| <b>RECHARGES</b>                               |                            |                            |  |                          |
| Central Recharges                              | 4,358                      | 4,927                      | 569  |                          |
| Recharges within Fund                          | 2,542                      | 2,507                      | (35)   |                          |
| <b>TOTAL RECHARGES</b>                         | <b>6,900</b>               | <b>7,434</b>               | <b>534</b>   |                          |
| <b>TOTAL NET EXPENDITURE</b>                   | <b>19,571</b>              | <b>23,825</b>              | <b>4,254</b>   |                          |

The significant movements in the local and central risk budgets are explained in Table 4 below.

| <b>Reason for Variance</b>   | <b>Movement<br/>2025/26 to 2026/27</b> |                         |                                   |
|--|--|-------------------------|-----------------------------------|
|  | <b>Expenditure<br/>£'000</b>           | <b>Income<br/>£'000</b> | <b>Net<br/>Movement<br/>£'000</b> |
| Removal of one-off items:  |  |                         |                                   |
| 1) Transfers from Reserves:  |  |                         |                                   |
| a. Landfill Allowance Trading Scheme   |  | 50                      | 50                                |
| 2) Increases in pay costs due to National Insurance rate change, pay awards, incremental and career grade progression.   | 458                                    |                         | 458                               |
| 3) Increase in approved funding from the On-Street Parking Reserve (OSPR) together with contract inflation uplift for 2026/27 on the waste collection & street cleansing contract: |  |                         |                                   |
| a. Transfer from Reserves  |  |                         |                                   |
| b. Third Party Payments  | 393                                    | (108)                   | (108)<br>393                      |
| 4) New Extended Producer Responsibility grant funding towards the cost of packaging waste collection and disposal  |  |                         | (246)                             |
| 5) Changes in income from:   |  |                         |                                   |
| • Cemetery & Crematorium   |  |                         |                                   |
| • Animal Health & Welfare Services   |  | (475)<br>328            | (475)<br>328                      |
| 6) Establishment of a Building Safety Enforcement Team to deliver the Medium and High-Rise Fire Building Safety Programme  |  |                         |                                   |
| a. Employees   | 248                                    |                         |                                   |
| b. Supplies and Services   | 102                                    |                         | 248<br>102                        |
| An information paper on this duty will be presented in a future report.  |  |                         |                                   |
| 7) Creation of a one-year fixed term Circular Economy Officer post, mostly funded by a contribution from the Climate Action Strategy.  | 74                                     | (55)                    | 19                                |

## Appendix 2

|   |              |                |              |
|---|--------------|----------------|--------------|
| 8) Construction Levy increase in staffing and associated costs to meet projected activity, fully met by income  |              |                |              |
| a. Employees  | 121          |                | 121          |
| b. Supplies and Services  | 12           |                | 12           |
| c. Other Grants, Reimbursements and Contributions   |              | (146)          | (146)        |
| d. Customer, Client Receipts  |              | 13             | 13           |
| 9) Increase in transfer from reserves for Port Health services to meet ongoing costs of Border Target Operating Model delivery  |              | (500)          | (500)        |
| 10) Removal of Unidentified Savings balance, achieved through savings identified elsewhere within the Environment Department  | 753          |                | 753          |
| 11) First annual instalment of repayment of capital funding for Cemetery & Crematorium Superintendent's House Redevelopment project                                     | 150          |                | 150          |
| 12) Allocation of repairs and maintenance budgets as part of the agreed five-year Cyclical Works Programme (CWP) to clear the backlog of repairs works across the City. | 2,313        |                | 2,313        |
| Minor variations  | 214          | 21             | 235          |
| <b>Total Movement Local and Central Risk</b>  | <b>4,838</b> | <b>(1,118)</b> | <b>3,720</b> |

The increase of £534,000 in support services and capital charge expenditure reflects changes in the budgets of departments and their apportionment between committees. All support services recharges are based on time spent or use of services.