

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

	Budget 2025/26	Budget 2026/27	Movement (Budget 2025/26 to Budget 2026/27)	Para Ref (Table 4)
	£'000	£'000	£'000	
LOCAL RISK				
Expenditure				
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
TOTAL Expenditure	36,235	41,073	4,838	
Income				
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
TOTAL Income	(23,572)	(24,690)	(1,118)	
TOTAL LOCAL RISK	12,663	16,383	3,720	
CENTRAL RISK				
Expenditure				
Employees	18	18	0	
Supplies and Services	32	32	0	
Third Party Payments	40	40	0	
TOTAL Expenditure	90	90	0	
Income				
Transfer from Reserves	(82)	(82)	0	
TOTAL Income	(82)	(82)	0	
TOTAL CENTRAL RISK	8	8	0	
TOTAL LOCAL & CENTRAL RISK	12,671	16,391	(713)	
RECHARGES				
Central Recharges	4,358	4,927	569	
Recharges within Fund	2,542	2,507	(35)	
TOTAL RECHARGES	6,900	7,434	534	
TOTAL NET EXPENDITURE	19,571	23,825	4,254	

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

Table 4 Movements between 2025/26 Budget and 2026/27 Budget			
Reason for Variance	Movement 2025/26 to 2026/27		
	Expenditure £'000	Income £'000	Net Movement £'000
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		(108)	(108)
b. Third Party Payments	393		393
4) New Extended Producer Responsibility grant funding towards the cost of packaging waste collection and disposal		(246)	(246)
5) Changes in income from:			
• Cemetery & Crematorium		(475)	(475)
• Animal Health & Welfare Services		328	328
6) Establishment of a Building Safety Enforcement Team to deliver the Medium and High-Rise Fire Building Safety Programme			
a. Employees	248		248
b. Supplies and Services	102		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
Total Movement Local and Central Risk	4,838	(1,118)	3,720

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.