

Item	Probability of occurrence	Risk vs. 2017/18 budget as reported at Nov 2017 Joint Committee	Current risk vs. 2017/18 budget	Notes
		£k	£k	
Inflation in excess of budget - HRC Management Fees	Certain	-39	-39	Effect of inflation over and above the budgeted 1%.
Waste disposal variances - tonnages arising and associated haulage costs, effect of inflation, and proactive diversion away from landfill	Likely	602	652	Favourable waste disposal variances - tonnages arising and associated haulage costs - includes the effect of inflation (adverse) and beneficial variation with treatment contractor.
Inflation in excess of budget - Gate Fees & Haulage	Certain	-150	-	Now amalgamated into the line above (now part of actual payments).
Net Income from favourable Glass Recycling contract	Likely	76	78	Unbudgeted income on recycled glass, temporary contractual arrangement to the end of 2017/18.
Net income from recycled card / cans / plastics etc (Non DMR)	Likely	33	30	This material is separate from the DMR recycle.
Additional temporary waste enforcement resource.	Likely	-22	-20	Unfunded temporary enforcement resource agreed as priority area by JC.
Container Charging income	Likely	-50	-50	First year of the new scheme, which started in June 2017. Indications are of a potential income shortfall.
Commercial Waste Trading Account	Likely	125	85	Forecast of performance is over and above budgeted position. Figures now include costs of new ICT system.
Favourable variance on the Garden Waste trading account	Likely	200	152	Forecast of performance is over and above budgeted position. Figures now include costs of new ICT system.
Central / Management & Admin	Likely	-29	-43	Minor overspends in relation to staffing and additional support service costs being incurred.
Property budgets	Certain	0	90	Unexpected one-off rebate in respect of property.
Total of likely and certain budget variances		746	935	
Favourable difference on Recyclate price between budgeted cost per tonne of £17.32 and actual cost / income per tonne received.	Possible	550	377	The recyclate price is extremely volatile, and can swing significantly up and down each month. This forecast is based on a pessimistic price for the remainder of the year, due to the international market, and in particular the restrictions in China.
Transport section budgets	Possible	51	0	There are a number of variables under this heading: filling of vacant posts, together with marginally worsened positions in respect of vehicle fuel and vehicle maintenance mean that the previously predicted forecast of underspend is now unlikely.
Operations and Street Cleansing budgets	Possible	0	60	Minor underspends predicted in relation to frontline staffing, plus unbudgeted commercial income.
Total of possible budget variances		601	437	
Total of all budget variances		1347	1372	