

**Waste Services Contract - Estimated budget gap for preferred permutation Enhanced 12 (Package 4)**

	2007/8 £000	2008/9 £000	2009/10 £000	2010/11 £000	2011/12 £000	2012/13 £000	2013/14 £000	TOTAL £000
Base Budget	11,690	11,924	12,162	12,406	12,654	12,907	13,165	86,907
Inflation allowance @ 2%	234	238	243	248	253	258	263	1,738
Deduction for replacement bins	-75	-77	-78	-80	-81	-83	-84	-558
Income from Wembley events	50	52	53	55	56	58	60	383
Waste performance & efficiency grant	317	0	0	0	0	0	0	317
<b>Total available budget</b>	<b>12,216</b>	<b>12,137</b>	<b>12,381</b>	<b>12,629</b>	<b>12,882</b>	<b>13,140</b>	<b>13,403</b>	<b>88,787</b>
Estimated annual cost of preferred option	14,375	14,375	14,806	15,250	15,708	16,179	16,665	107,358
Indexation @ 3%	0	431	444	458	471	485	500	2,790
<b>Total Estimated contract cost</b>	<b>14,375</b>	<b>14,806</b>	<b>15,250</b>	<b>15,708</b>	<b>16,179</b>	<b>16,665</b>	<b>17,165</b>	<b>110,148</b>
<b>Estimated Budget Gap</b>	<b>2,159</b>	<b>2,669</b>	<b>2,870</b>	<b>3,079</b>	<b>3,297</b>	<b>3,525</b>	<b>3,761</b>	<b>21,360</b>