



Textile Services Cost Index

2024/2025 FYQ4*

Annual Increase from 2023/2024 FYQ4 to 2024/2025 FYQ4

Cost Centre	Increase	Weighting	Total
Labour	7.86%	40%	3.14%
Textiles	4.71%	15%	0.71%
Energy	-20.86%	10%	-2.09%
Diesel	-5.69%	4%	-0.24%
Other Transport	3.07%	8%	0.24%
Other	3.41%	23%	0.78%
TOTAL		100%	2.55%

* FYQ4 constitutes data for Jan, Feb & Mar 2025 months and as per the latest release of quarterly energy prices by Department for Energy Security & Net Zero (Oct, Nov & Dec 2024). Additionally, please note all the numbers reflect the data at the time of publication.

** With the NIC secondary threshold change, the cost index would be 3.05%, please see explanation below as to why it is not included.

Increase in the Last Three Years (Q4 2021/2022 to Q4 2024/2025)

Cost Centre	Increase	Weighting	Total
Labour	28.47%	40%	11.39%
Textiles	17.52%	15%	2.63%
Energy	-1.95%	10%	-0.19%
Diesel	-15.41%	4%	-0.65%
Other Transport	10.78%	8%	0.84%
Other	23.05%	23%	5.30%
TOTAL		100%	19.32%

Sources:

For the purpose of all calculations, the latest available quarterly or monthly numbers have been applied.

Labour: UK Government

<https://www.gov.uk/national-minimum-wage-rates>

Textiles: Office for National Statistics (Textile costs)

<https://www.ons.gov.uk/economy/inflationandpriceindices/timeseries/g6sn/ppi?referrer=search&searchTerm=g6sn>

Energy and Diesel: Department for Energy Security & Net Zero

Gas and Electricity: Table 3.1.1 - Gas is weighted 75% and Electricity 25%:

<https://www.gov.uk/government/statistics/quarterly-energy-prices-march-2025>

Diesel: Table 4.1.1:

<https://www.gov.uk/government/statistics/quarterly-energy-prices-march-2025>

**Other costs: Office for National Statistics**

www.ons.gov.uk/economy/inflationandpriceindices/timeseries/chaw

Other Transport: Office for National Statistics

<https://www.ons.gov.uk/economy/inflationandpriceindices/timeseries/g6wh/mm22?referrer=search&searchTerm=g6wh>

*Please note the previously used index for Energy, Table 3.3.2 (Fuel price indices for the industrial sector) is no longer included within the Quarterly Energy Prices publication and therefore it has been replaced by Table 3.1.1 (Average prices of fuels purchased by the manufacturing industry). This replacement took place in Textile Services Cost Index: 2021/2022 FYQ4.

**Please note, the NICs Secondary Threshold decrease that came into effect from 6th April 2025 creates an additional 1.25% increase to labour cost for the Laundry Industry. However, to ensure that the Textile Services Cost Index (TSCI) remains linked to official government indices, the TSCI only incorporates the change in the secondary Class 1 NICs rate from 13.8% to 15%. It disregards the real cost increase resulting from the reduction in the threshold (the earnings after which an employer becomes liable to pay secondary Class 1 NICs on a given employment). The TSA has surveyed its members and found that the impact on the laundry industry of the threshold changes is an approximate additional increase in labour cost of 1.25% and would result in the TSCI of 3.05%.