

Cheshire & Warrington Local Enterprise Partnership

Draft Budget 2019/20

	2018/19 £	2019/20 £	Notes
<b>OPERATING BUDGET</b>			
<b>Income</b>			
<b>Core Income</b>			
EZ match funding	125,000	125,000	
LA Subscriptions	125,000	125,000	
BEIS Core Funding	250,000	250,000	
BEIS Core Strategy Funding	250,000	250,000	
MHCLG Additional Funding	-	200,000	
Revenue from GPF	216,000	-	Revenue Fund used up fully in 18/19
Interest on GPF, LGF & EZ balances	185,000	96,900	Based on projections.
EU Technical assistance	47,400	7,500	
DiT Contribution towards Inward Investment post	68,000	68,000	
EZ Income -ESIF	100,000	-	18/19 only.
Use of General Reserves	100,000	-	Agreed use of reserves in 18/19
EZ income	-	<b>468,600</b>	
LGF3 1% Management Fee	108,200	108,200	LGF Programme finishes in 20/21.
Growth Hub		287,000	
DCMS Contribution - Digital Skills Partnership		75,000	
DfE Contribution - Skills Advisory Panel		75,000	
<b>TOTAL INCOME</b>	<b>1,574,600</b>	<b>2,136,200</b>	
<b>Expenditure</b>			
<b>Core Expenditure</b>			
Growth Hub	-	269,000	incl. £18k of Growth Hub overhead recovery
DCMS Contribution - Digital Skills Partnership		75,000	
DfE Contribution - Skills Advisory Panel		75,000	
Staff Remuneration	716,700	815,700	
Consultants	134,000	23,000	Transport
Consultants - ESIF	100,000	-	18/19 only
DiT Inward Investment post	68,000	68,000	
Pension lump sum	23,000	23,000	
Training/ Development/ Recruitment	23,150	23,200	
Rent/ Rates	30,000	26,600	
Marketing, comms, stakeholder eng & MIPIM	60,000	200,000	
Subscriptions	24,000	24,000	
<b>Operational Costs</b>			
Stationery / Postage / Consumables/incl relocation & refu	13,000	10,000	Per latest forecast
Subsistence / Travel	31,050	40,000	
Communications (telephone bills etc)	7,000	4,000	Per latest forecast
IT Support & equipment	15,000	30,000	
<b>Professional Services</b>			
LEP Legal & Professional	7,000	7,000	
Accountancy / Audit	14,500	4,500	Assumes CEC Management Accountancy services no longer required
Bank charges	200	200	
Insurance	3,000	3,000	
Accounting Body Charge	55,000	65,000	Assumes increase re: s151 role etc.
Contingency	50,000	50,000	
<b>Programme Support/Development Expenditure</b>			
<i>Externally Procured Support</i>			
Operational Management			
Programme Development	100,000	100,000	
Strategy	100,000	200,000	includes additional £100k Local Industrial Strategy
<b>TOTAL EXPENDITURE</b>	<b>1,574,600</b>	<b>2,136,200</b>	
<b>NET INCOME (EXPENDITURE)</b>	<b>0</b>	<b>0</b>	
<b>EZ Income required to balance budget</b>		<b>468,600</b>	
<b>RESERVES</b>			
	£		
Reserves b/f at 1st April 2018	359,312		
18/19 Budgeted use of reserves	(100,000)		
Projected profit per Sept 2018 Management A/cs	96,674		
Projected Reserves c/f at 31st March 2019	<b>355,986</b>		

Notes:

Currently excludes Skills Hub element which will be fully funded

Currently excludes ESF although there will be 15% overhead recovery

Currently excludes synergies re Marketing Cheshire

**ENTERPRISE ZONE - BALANCE SHEET**

	2015/16	2016/17	2017/18	2018/19	2019/20
	£	£	£	£	£
<b>Balance brought forward</b>			-	<b>734,288</b>	<b>1,013,668</b>
<b>EZ Income</b>			<b>1,029,288</b>	<b>759,039</b>	<b>756,248</b>
Cheshire East Council			999,949	640,877	560,770
Cheshire West & Chester Council (see below)			29,339	118,162	195,478
Warrington Borough Council			-	-	
<b>Used to fund:</b>			<b>295,000</b>	<b>479,659</b>	<b>731,509</b>
Core LEP Ops 'Match Funding'			125,000	125,000	125,000
Core LEP Ops - contribution to budget					<b>468,600</b>
EZ in yr spend (*see below)	65,819	203,044	170,000	214,050	97,300
Amortisation of EZ asset (5 years w/off)				40,609	40,609
ESIF - Operating budget				100,000	
<b>Total</b>	<b>65,819</b>	<b>203,044</b>			
<b>Balance carried forward</b>			<b>734,288</b>	<b>1,013,668</b>	<b>1,038,407</b>

\*2016/17 spend of £65,819 charged to LEP Income & Expenditure account in year

\*2017/18 spend of £203,044 capitalised as EZ Asset on LEP balance sheet

**ENTERPRISE ZONE FUND (HELD BY CEC)**

	2015/16	2016/17	2017/18	2018/19	2019/20
	£	£	£	£	£
<b>Balance brought forward</b>			-	<b>804,406</b>	<b>1,209,146</b>
Monies received			1,099,406	884,399	756,248
Paid to LEP in year			(295,000)	(479,659)	(731,509)
<b>Year end cash balance</b>			<b>804,406</b>	<b>1,209,146</b>	<b>1,233,885</b>
CwAC - received in advance			(70,118)	(195,478)	
<b>Balance as per EZ Balance Sheet (above)</b>			<b>734,288</b>	<b>1,013,668</b>	

**EZ ASSET (LEP ACCOUNTS)**

	2015/16	2016/17	2017/18	2018/19	2019/20
	£	£	£	£	£
<b>EZ Asset Brought forward</b>			203,044	203,044	162,435
Capitalisation of EZ expenditure		203,044			
In year amortisation (write off)			-	(40,609)	(40,609)
<b>EZ Asset carried forward</b>		<b>203,044</b>	<b>203,044</b>	<b>162,435</b>	<b>121,826</b>