

Appendix F Economic Development Budget 2015

ECONOMIC DEVELOPMENT BUDGET BREAKDOWN

Budget A - Economic Development Local Risk budget (Local Gov. Act 2000)

Budget B - Non-ED budget (funding under other Local Government Powers; P&R Committee Contingency or other)

| | EDO Budget A | EDO Budget A | EDO Budget A | EDO Budget A | EDO Budget A | Non EDO Budget B |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|------------------|
| | 2013/14 | 2014/15 | 2014/15 | 2014/15 | 2015/16 | 2015/16 |
| | ACTUAL [1] | ORIGINAL | REVISED [2] | FORECAST [3] | ORIGINAL [4] | ORIGINAL |
| | £000 | £000 | £000 | £000 | £000 | £000 |
| City, International & Inward Investment | 664 | 648 | 651 | 650 | 649 | |
| European Affairs | 369 | 319 | 305 | 310 | 291 | |
| Partnerships [5 & 6] | 443 | 423 | 433 | 447 | 435 | |
| Corporate Responsibility | 61 | 73 | 109 | 101 | 88 | |
| Research | 400 | 414 | 406 | 373 | 373 | |
| UK & Brussels employee costs (salaries, on-costs, recruitment, L&D) | 1,951 | 2,010 | 2,010 | 2,047 | 2,076 | |
| Guildhall office running costs | 52 | 45 | 70 | 72 | 52 | |
| EDO Sub Total | 3,940 | 3,932 | 3,984 | 4,000 | 3,964 | |
| Forecasted underspend on funds ringfenced for carry forward to 2015/16 [3] | | | | -19 | | |
| EDO Grand Total | 3,940 | 3,932 | 3,984 | 3,981 | 3,964 | |
| Regeneration and Corporate Responsibility partnerships/projects agreed by P&R Committee which cover wider London. The three items are East London Business Alliance subscription; One-Stop Shop grant and the Lord Mayor's Dragon Awards. | | | | | | 101 |
| Heart of the City staffing and office costs [6] | | | | | | 165 |
| Non EDO Total | | | | | | 266 |

APPENDIX NOTES

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- [1] The actual spend on 2013/14 EDO budget A shows as £3,940,000, which was an underspend of £20,000 on the approved budget of £3,960,000. Carry forward requests were subsequently submitted and agreed to carry £19,000 of this sum forward into 2014/15.
- [2] The 2014/15 EDO budget A was revised from £3,932,000 to £3,984,000 due to the addition of £19,000 carried forward from 2013/14 and £33,000 to resource the City of London's Social Investment Activity.
- [3] The 2014/15 EDO budget A was further revised to £4,000,000 as £16,000 was added for staff contribution pay. An underspend of £19,000 is planned on this £4,000,000 as funds have been ringfenced for two recurring carry forward items (£12,000 provision for wind-down costs linked to Central London Forward and/or Heart of the City plus £7,000 contribution to the City of London's delayed E-invitations project).
- [4] The original 2015/16 EDO budget A includes revisions amounting to a net increase of £32,000 on the baseline budget. This is made up of an increase of £79,000 for inflation, £33,000 for year 2 of the City of London's Social Investment Activity and £80,000 savings which have been identified as part of the Service Based Review. Additional SBR savings of £16,000 are still subject to agreement as having already been met in 2013/14 which, if not agreed, would bring the available budget total to £3,948,000. Allowing for these savings of £80,000 and £16,000, EDO's total SBR savings amount to £96,000. Further SBR savings will need to be implemented in 2016/17.
- [5] In addition to the Partnerships budget here, the EDO is also responsible for managing:
 - a) Section 106 monies for skills training and job brokerage in the City fringes. Funds likely to be recovered from developers through Section 106 planning gain contributions are however difficult to predict.
 - b) Programmes led by Central London Forward:- EU funds of £11m for the 'Working Capital' pilot as part of London's Growth Deal, £2m of New Homes Bonus Topslice funding for the Central London construction skills and jobs brokerage pilot and Bridge House Estates Funds of £2.1m for a central London employability partnership.
- [6] EDO hosts and provides support for the administration of the Heart of the City. As well as the budget of £165,000 met by the P&R Committee, there is a further £30,000 provided from the EDO Partnerships budget. These sums cover HotC's 3 (out of 4) staff and office costs.

ADDITIONAL NOTES

- [A] EDO manages a number of projects funded through the Policy Initiatives Fund/Contingency. At the end of January 2015, £633,700 has been secured for the 2015/16 financial year on projects including TheCityUK accommodation (£100,000); "New FinTech UK" Initiative (£250,000); Teach First (£18,000); Access Europe (£50,000); TeenTech City (£10,000); Tech London Advocates (£50,000) and International Forum of Sovereign Wealth Funds (£120,700). In addition, P&R Committee agreed to a budget uplift of £50,000 for 2015/16 to continue to engage a Social Investment Advisor, of which two thirds (£33,330) is allocated to the EDO budget.
- [B] Total central recharges are £347,000 (£139,000 for administrative buildings recharge; £102,000 for IS recharges; £90,000 for capital charges; £3,000 for City of London Procurement Service and £13,000 for liability insurance).
- [C] The Court of Common Council has agreed to the City Corporation taking responsibility for providing the necessary core funding for research, marketing and administrative support to TheCityUK (at a cost not exceeding £500,000 per annum to be met from City's Cash).
- [D] Should it be necessary to attract or retain international institutions in the City, a request would be made to the appropriate Committee.
- [E] EDO will continue to seek opportunities for external sources of funding for our activities.