

**Item 1a APPENDIX 1**

**Preliminary 2011-12 Budget for the LG Group**

	<b>Pay £m</b>	<b>Non-Pay £m</b>	<b>Total £m</b>
Subscriptions			<b>11.00</b>
RSG England			<b>27.70</b>
RSG Wales			<b>0.45</b>
Specific grants and other ring-fenced funding			<b>6.50</b>
Other income (conferences, seminars, sponsorship)			<b>2.40</b>
Investment income			<b>0.10</b>
Other			<b>0.30</b>
<b>Total income</b>			<b>48.45</b>
<b>Political support and governance</b>	<b>1.50</b>	<b>1.00</b>	<b>2.50</b>
Programme teams	4.90		
Leadership and Productivity	4.90		
Workforce	1.10		
<b>Policy and Delivery</b>	<b>10.90</b>	<b>5.80</b>	<b>16.70</b>
<b>Strategy and Communications</b>	<b>3.00</b>	<b>2.50</b>	<b>5.50</b>
<b>Total operational costs</b>	<b>15.40</b>	<b>9.30</b>	<b>24.70</b>
<b>Specific grants and other ring-fenced funding</b>		<b>6.50</b>	<b>6.50</b>
Strategic Management Board	0.90	0.20	1.10
Business Support Team	1.30	-	1.30
Liberata shared service	-	6.70	6.70
Accommodation (net of rent)	-	2.00	2.00
Other overheads (audit, insurance etc)	-	1.30	1.30
Pensions - past employees	-	1.30	1.30
Pensions - additional contribution	-	3.40	3.40
<b>Total overheads</b>	<b>2.20</b>	<b>14.90</b>	<b>17.10</b>
<b>Total expenditure</b>	<b>17.60</b>	<b>31.00</b>	<b>48.30</b>
<b>Balance</b>			<b>0.15</b>

Note: The RSG figure is not final and reflects assumptions made about amounts of RSG top-slice allocated to Local Partnerships to the other organisations, NFER, NIACE and NYA, that stand outside the LG Group. Negotiations with those organisations are in progress.

**Item 1a APPENDIX 1**

**Preliminary 2011-12 Budget for the LG Group – by organisation**

	<b>LGA</b>	<b>LGID</b>	<b>LGE</b>	<b>LGR</b>	<b>LGL</b>	<b>Total £m</b>
Subscriptions	11.00					<b>11.00</b>
RSG England	1.40	20.10	2.90	1.70	1.60	<b>27.70</b>
RSG Wales		0.30	0.15			<b>0.45</b>
Specific grants and other ring-fenced funding		5.50	1.00			<b>6.50</b>
Other income (conferences, seminars, sponsorship)	2.40					<b>2.40</b>
Investment income	0.10					<b>0.10</b>
Other		0.10	0.10	0.10		<b>0.30</b>
<b>Total income</b>	<b>14.90</b>	<b>26.00</b>	<b>4.15</b>	<b>1.80</b>	<b>1.60</b>	<b>48.45</b>
<b>Political support and governance</b>	<b>2.30</b>	<b>0.20</b>				<b>2.50</b>
Programme teams	1.60	3.00		0.90		
Leadership and Productivity	0.60	7.60	0.70		1.20	
Workforce			1.10			
<b>Policy and Delivery</b>	<b>2.20</b>	<b>10.60</b>	<b>1.80</b>	<b>0.90</b>	<b>1.20</b>	<b>16.70</b>
<b>Strategy and Communications</b>	<b>3.40</b>	<b>1.70</b>	<b>0.20</b>	<b>0.20</b>		<b>5.50</b>
<b>Total operational costs</b>	<b>7.90</b>	<b>12.50</b>	<b>2.00</b>	<b>1.10</b>	<b>1.20</b>	<b>24.70</b>
<b>Specific grants and other ring-fenced funding</b>		<b>5.50</b>	<b>1.00</b>			<b>6.50</b>
Strategic Management Board	0.70	0.40				1.10
Business Support Team	0.40	0.60	0.10	0.10	0.10	1.30
Liberata shared service	2.60	3.10	0.50	0.40	0.10	6.70
Accommodation (net of rent)	0.70	1.00	0.10	0.10	0.10	2.00
Other overheads (audit, insurance etc)	0.20	0.80	0.10	0.10	0.10	1.30
Pensions - past employees	0.80	0.50				1.30
Pensions - additional contribution	1.30	1.50	0.50	0.10		3.40
<b>Total overheads</b>	<b>6.70</b>	<b>7.90</b>	<b>1.30</b>	<b>0.80</b>	<b>0.40</b>	<b>17.10</b>
<b>Total expenditure</b>	<b>14.60</b>	<b>25.90</b>	<b>4.30</b>	<b>1.90</b>	<b>1.60</b>	<b>48.30</b>
<b>Balance</b>	<b>0.30</b>	<b>0.10</b>	<b>(0.15)</b>	<b>(0.10)</b>	<b>0</b>	<b>0.15</b>

Note: The overall balance for each company is subject to further review, but indicates that a break-even position is broadly achievable, both at the Group and individual organisation level.