Appendix A - Financial Information

	Annual	6 month	Notes
Contract Cost (est.)	£208,000	£104,000	Estimated cost £4,000 per week
Total Revenue (est.)	£220,000	£110,000	Based on projections from the current service between June 16 and April 17
Estimated Net Income	**+£12,000**	**+£6,000**	
SITE MANAGEMENT COSTS			
Business Rates	£49,000	£24,500	
Electricity	£13,000	£6,500	Could be reduced*
Water	£1,200	£600.00	Could be reduced**
Estimated cost	**£63,200**	**£31,600**	
OTHER LIKELY COSTS			
Gritting Standby***	**£2,000**	**£1,000**	Estimate based on 16/17 costs
Grit***	**£1,100**	**£550**	Estimate based on 16/17 costs
OTHER POTENTIAL FUTURE COSTS			
General Repairs/Maintenance	-	-	When Required
Major Maintenance	-	-	When Required
Removal of Travellers	-	-	Last incident cost £6k
Surface Water Drainage	-	-	Could potentially be up to £14K p.a.
Total Estimated Net Cost	**£54,300**	**£27,150**	

* Electricity

Currently the lighting columns and lamps on the Walton-Le-Dale site are very inefficient and could be replaced with LED lights which would generate a saving. It is estimated that this could produce savings of approximately 70%. This would represent an approximate saving of £9,100 per year on current charges but would require an initial capital outlay.

** Water

Currently water charges are for the toilet facilities provided on site. These are not currently used by members of the public and are only used by Preston Bus drivers. There is the potential to completely shut off the office building from use at the site (the office itself is currently unused) however as premise managers for the site there are still inspections and weekly checks that would need to be carried out.

*** <u>Gritting Standby and Grit</u>

Gritting charges have previously encompassed both the Walton-Le-Dale and Portway sites so the figures shown above are after the split between the two sites. Gritting costs will be zero during the summer months, however there may still be costs towards the end of the suggested 6 month contract. Costs are based on 16/17 costs and are dependent on weather.

*** <u>Gritting Standby and Grit</u>

Gritting charges have previously encompassed both the Walton-Le-Dale and Portway sites so the figures shown above are after the split between the two sites.