

DISCUSSION DRAFT:
STRATEGIC PLAN RESOURCES STATEMENT
2013 TO 2015

Figure 1 – States Expenditure Limits (Current Planning Assumptions)

	<-----Current Base Budgets ----->			Forecast
	2012 £'000	2013 £'000	2014 £'000	2015 £'000
Base Department Budget (incl: Depreciation)	638,821	636,109	642,744	665,130
Price Inflation - Dept Expenditure	5,120	5,158	4,696	5,150
Price Inflation - Dept Income	(1,920)	(1,934)	(1,761)	(1,931)
Prices - Housing Rents	(979)	(1,282)	(1,372)	(1,561)
Income Support Model adjustment	(3,388)	2,862	3,650	4,152
Supplementation Formula adjustment	(4,244)	1,962	8,000	2,857
Commitments from Existing Policies				
- CSR Growth and Growth	9,154	5,199	736	72
- Health Growth @ 2%	3,320	3,469	3,451	3,627
- Replacement of HIF Funding		6,130	-	-
- Overseas Aid Growth	423	444	466	490
- Revenue to Capital		1,500	(500)	-
Base Department Budget (Before Savings)	646,307	659,617	660,110	677,986
Department Savings	(11,449)	(17,239)	-	-
Department User Pays	(1,751)	(2,230)	-	-
Non cash Depreciation adjustment	3,002	2,596	5,020	-
Base Department Budget (incl:Dep'n) c/fwd	636,109	642,744	665,130	677,986
Pay Provision	7,326	14,302	22,936	31,812
Corporate Terms and Conditions savings	(7,000)	(14,000)	(14,000)	(14,000)
Restructuring Provision	10,000	8,100	8,100	8,100
Corporate Procurement savings	(3,000)	(6,500)	(6,500)	(6,500)
Allocation to Contingencies	12,485	13,000	12,500	12,500
Allocation to Growth for 2013	-	6,000	6,000	6,000
Allocation to Growth for 2014	-	-	10,000	10,000
Allocation to Growth for 2015				10,000
Net Revenue Expenditure Allocation (incl:Dep'n)	655,920	663,646	704,166	735,898
Less: Non Cash Revenue Expenditure - Depreciation	(40,075)	(42,671)	(47,691)	(47,691)
Net Revenue Expenditure Allocation (excl:Dep'n)	615,845	620,975	656,475	688,207
Net Capital Expenditure Allocation	15,910	21,094	21,800	21,800
Total States Net Expenditure Budget before savings	631,755	642,069	678,275	710,007
SAVINGS TARGETS TO BE DETERMINED		*	*	*
Total States Net Expenditure Budget after savings		*	*	*

Figure 1 Please note that there are two differences to the base assumptions set out for States Members in a recent presentation. The first is that the Health expenditure of £6.1 million that is presently met from the Health Insurance Fund will continue but the funding source may change. The second is that the previous decision to allocate an extra £4.5 million for each of five years to property repairs and maintenance continues until 2015.

Figure 2 – States Income (Current Planning Assumptions)

		2012 Budget		
		<----- Forecasts ----->		
		2012	2013	2014
		£m	£m	£m
States Income				
	Income Tax	416	441	471
	Goods and Services Tax	80	82	84
	Impôts Duty	55	55	56
	Stamp Duty	24	27	30
	Other Income	23	21	23
	Island Rate	11	11	12
	States Income	609	637	676
	Increase in CIF asset value	4	5	5
	States Income plus increase in CIF value	613	642	681