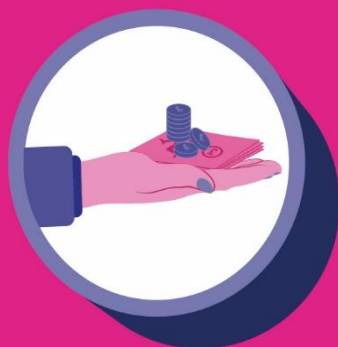


BUDGET 2020

A BUDGET OF FOCUS



**Isle of Man
Government**

Reiltys Ellan Vannin

Isle of Man
BUDGET
2020-2021

STRICTLY CONFIDENTIAL

For the information of
Members of Tynwald only
until the budget has been presented
on 18 February 2020



**Isle of Man
Government**
Reilfys Ellan Vannin

2020-21 Budget

A Budget of Focus

Manx Radio



Table of Contents

| | |
|---|----|
| 1. INTRODUCTION FROM THE MINISTER - BUDGET REPORT 2020-21 | 3 |
| 2. OVERALL FINANCIAL SUMMARY FOR REVENUE & CAPITAL..... | 5 |
| 2.1. Government Revenue Forecast 2020-21 TO 2023-24..... | 5 |
| 2.2. Government Capital Forecast 2020-21 TO 2023-24 | 5 |
| 3. 2020-21 BUDGET HEADLINES..... | 6 |
| 4. THE FIVE YEAR FINANCIAL PLAN..... | 7 |
| 5. REVENUE – INCOME | 13 |
| 5.1. 2019-20 Performance – Treasury Income..... | 13 |
| 5.2. 2020-21 Budget Overview..... | 13 |
| 5.3. Customs & Excise..... | 14 |
| 5.4. Income Tax | 15 |
| 5.5. Departmental Fees & Charges | 18 |
| 5.6. Investment Income | 18 |
| 6. REVENUE – EXPENDITURE | 19 |
| 6.1. 2019-20 Performance - Expenditure..... | 20 |
| 6.2. 2020-2021 Budget..... | 20 |
| 6.3. Pay Costs | 21 |
| 6.4. Public Sector Pensions | 23 |
| 6.5. National Insurance and Welfare Benefits | 25 |
| 6.6. Non-pay costs..... | 26 |
| 6.7. Contingency Funding | 26 |
| 6.8. Loan Charges and Capital Financing..... | 26 |
| 6.9. Grants Payable..... | 27 |
| 7. THE CAPITAL PROGRAMME | 28 |
| 7.1. Overview..... | 28 |
| 7.2. 2019/20 Performance | 29 |
| 7.3. 2020/21 Budget..... | 29 |
| 7.4. The 5 year Capital Programme | 38 |
| 8. THE RESERVES..... | 41 |
| 8.1. External Reserves..... | 42 |
| 8.2. Internal Reserves | 42 |
| 8.3. Reserves 2019-20 Performance | 44 |
| 8.4. Reserves 2020-21 Projected Income & Expenditure..... | 45 |
| 8.5. Reserves Projected Future Expenditure | 46 |



| | |
|--|-----|
| APPENDIX 1 - ANALYSIS OF TREASURY INCOME | 47 |
| APPENDIX 2 - NATIONAL INSURANCE ACCOUNT | 48 |
| APPENDIX 3 - WELFARE BENEFIT PAYMENTS..... | 49 |
| APPENDIX 4 - REVENUE EXPENDITURE IN DETAIL BY DEPARTMENT, OFFICE OR BOARD..... | 51 |
| 4.1. Department for Enterprise (DfE)..... | 51 |
| 4.2. Department of Education, Sport and Culture (DESC) | 56 |
| 4.3. Department of Environment, Food & Agriculture (DEFA)..... | 60 |
| 4.4. Department of Health & Social Care (DHSC)..... | 64 |
| 4.5. Department of Home Affairs (DHA)..... | 67 |
| 4.6. Department of Infrastructure (DOI) | 71 |
| 4.7. The Treasury | 75 |
| 4.8. Cabinet Office..... | 78 |
| 4.9. Executive Government..... | 84 |
| 4.10. Legislature (Parliament)..... | 88 |
| 4.11. Statutory Boards and Bodies (Revenue Funded)..... | 91 |
| 4.12. Inter-Departmental Transfers | 97 |
| 4.13. Statutory Boards (Non-Revenue Funded)..... | 98 |
| Manx Utilities Authority | 98 |
| Isle of Man Post Office | 100 |
| APPENDIX 5 – FULL CAPITAL PROGRAMME INCLUDING 2020-21 | 102 |
| APPENDIX 6 – CAPITAL PROGRAMME FUTURE SCHEMES | 115 |
| APPENDIX 7 – EXPLANATION OF COLUMN 2 CAPITAL SCHEMES..... | 117 |
| APPENDIX 8 – EXPLANATION OF RESERVES..... | 123 |
| APPENDIX 9 – FEES AND CHARGES | 128 |



1. INTRODUCTION FROM THE MINISTER - BUDGET REPORT 2020-21

A Budget of Focus

This is the fourth budget of my tenure and it continues the themes developed in the previous budgets and seeks to underpin the main objectives set out in the Programme for Government; facilitating the development of an inclusive and caring society, enabling an Island of enterprise and opportunity and ensuring we remain financially responsible.

The budget also continues to recognise the financial pressures that many people and families are experiencing after a decade of slow wage growth. In previous budgets we have sought to bring as much relief as we can to the "family heartbeat" of our society. To continue this aim, I am pleased to be able to announce a 10% increase to the earnings threshold for National Insurance contributions and also propose a further increase to the Personal Tax Allowance.

Above average increases are also applied to Child Benefit, Disability Living Allowances and Attendance Allowance.

It remains our intention that welfare spending must be appropriately targeted and fair, both in terms of the criteria for receipt and the recognition of our need to provide support to key groups

We remain committed to supporting targeted funding increases for public services. Last year we brought forward £3 million of additional funding for our Health Service and £2.5 million for our police service to help ensure our Island is a healthy place to live and work.

This year additional totalling £10 million has been allocated to our health service, £2.2 million to allow for new and expanded services, £5 million included for healthcare transformation and a pay budget increase of 2% (£2.8 million). Important developments planned for the Island's health and social care system have been approved over the past year. The development of Manx Care is well underway and the Treasury will work with the project team to establish baseline costs and funding strategies for the future.

The Department of Infrastructure is to receive an increase of £5 million including £1.2 million in the housing deficiency budget and £1.3 million for dredging of Peel marina. The Department of Education, Sport and Culture is to receive £0.7 million chiefly relating to funding for apprenticeship courses on-Island.

In preparing this budget we were mindful of the need to fund initiatives designed to mitigate the impact of climate change on our Island. We have set aside £10m to enable this important work to begin whilst the longer term funding strategy is developed.

Our capital programme will add to our economic performance and deliver solid infrastructure foundations for the future with a planned programme of almost £541 million over the five year period from 2019/20 to 2023/24. The 2020/21 programme will see a continued focus on our communication links with over £10 million of work at the Isle of Man Airport to maintain operational efficiency and safety at our gateway with other jurisdictions and £17.5 million identified for Liverpool Ferry Terminal in 2020/21.

This budget predicts a surplus of £11.1m for this financial year and £11.9 million for 2020/21. I cannot over emphasise that these surpluses are a considered part of our financial plan to



accommodate the expiry of the public sector pensions reserve now scheduled for part way through 2022-23. They are certainly not excess income for distribution or an indicator that we can afford to relax our financial discipline. We absolutely must continue to focus our efforts to deliver value for money public services and exercise sound financial control over the public purse if we are to continue the work to rebalance the public finances.



Alfred Cannan MHK

Minister for the Treasury

Manx Radio



2. OVERALL FINANCIAL SUMMARY FOR REVENUE & CAPITAL

2.1. Government Revenue Forecast 2020-21 TO 2023-24

In accordance with the Treasury Act 1985, the Treasury is pleased to present the revenue forecast for the Isle of Man Government for the financial year 2020-21, together with provisional projections for the following three years to 2023-24.

TABLE 1 - Government Revenue Forecast 2020-21 to 2023-24

| GOVERNMENT REVENUE FORECAST 2019-20 TO 2023-24 | | | | | | |
|--|---------------------|--------------------------|-------------------|---------------------|----------------|--------------|
| Budget 2019-20 | Probable 2019-20 | £000 | Budget 2020-21 | Provisional Budgets | | |
| | | | | 2021-22 | 2022-23 | 2023-24 |
| (1,039,868) | (1,052,946) | Income | (1,078,610) | (1,107,643) | (1,136,748) | (1,164,923) |
| 1,037,822 | 1,041,829 | Expenditure | 1,066,630 | 1,082,118 | 1,127,648 | 1,164,734 |
| (2,046) | (11,117) | (Surplus)/Deficit | (11,980) | (25,525) | (9,100) | (189) |

2.2 Government Capital Forecast 2020-21 to 2023-24

Table 2 below shows the summary Capital Account including details of expected receipts and payments (based on adjusted expected capital expenditure levels) for the next financial year, 2020-21. Provisional projections have also been provided for the following three years to 2023-24.

TABLE 2 - Government Capital Forecast 2020-21 to 2023-24

| GOVERNMENT CAPITAL FORECAST 2020-21 TO 2023-24 | | | | | | |
|--|---------------------|--------------------------------------|-------------------|---------------------|----------------|---------------|
| Budget 2019-20 | Probable 2019-20 | £000 | Budget 2020-21 | Provisional Budgets | | |
| | | | | 2021-22 | 2022-23 | 2023-24 |
| (62,953) | (64,299) | Receipts | (66,923) | (67,828) | (69,618) | (70,569) |
| 70,511 | 79,500 | Payments | 98,428 | 86,259 | 70,934 | 71,437 |
| (7,558) | 15,201 | Surplus/(Deficit) | (31,505) | (18,431) | (1,316) | (868) |
| 67,058 | 62,785 | Capital Account Balance B/F | 47,584 | 36,079 | 17,648 | 16,332 |
| (7,558) | (15,201) | Surplus/(Deficit) on Capital Account | (31,505) | (18,431) | (1,316) | (868) |
| | | Transfer from Operating Account | 20,000 | | | |
| 59,500 | 47,584 | Capital Account Balance C/F | 36,079 | 17,648 | 16,332 | 15,464 |

Please note that this is a 62% full year estimate of total budgeted expenditure for 2020-21 – which the Treasury has forecast based on expenditure for the year to date, prior year expenditure trends, and estimated expenditure to the end of the financial year. This includes an estimated 100% spend on the Isle of Man Liverpool Ferry Terminal, Douglas Promenade refurbishment, and bus purchases for the year. The projection for 2019-20 at 61% of original budget of £129.711k is based on similar assumptions.



3. 2020-21 BUDGET HEADLINES

OVERVIEW

- The budget continues with the Five Year Financial Plan as set out in the 2017-18 budget
- The 5 Year Financial Plan will generate a contribution to reserves from 2021-22 onwards
- Additional revenue budget for departments approved of £11.3 million
- A 5 year Capital Programme of £541 million (2020-21 to 2024-25); £448 million for 2020-21 to 2023-24
- Reliance on the use of the reserves projected to reduce over the course of the Five Year Financial Plan

REVENUE EXPENDITURE

- Employee budget increase cap of 2% maintained from 2020-21 onwards
- As a result of better than expected pension costs the Public Sector Employee Pension Reserve is now forecast to be depleted part way through 2022-23
- 42 additional bids totalling £11.3 million approved
- Includes £2.2 million for the Department of Health and Social Care; £5 million for the Department of Infrastructure; £2.3 million for the Department for Enterprise; £700k for the Department of Education, Sport and Culture and £500k for the Cabinet Office

REVENUE INCOME

- Departmental income targets raised generally by 2% in line with the targets set out in the 5 Year Financial Plan
- Prudent forecasts used in relation to VAT income
- Overall increase in income of 2.43% in 2020-21 compared to 2019-20 due to projected increases in taxation receipts and departmental income

THE INTERNAL RESERVES

- A number of reserves will be topped up this year including the Agriculture & Forestry Fund, the Brexit Fund, Medical Indemnity Fund, Legal Costs Reserve, Healthcare Transformation Fund and the Town & Village Regeneration Fund
- Creation of a new Environmental Protection Fund, initially of £5 million to enable departments to implement initiatives that support the actions and objectives arising from the Action Plan for Achieving Net Zero Carbon Emissions by 2050 until such time as the long term financing strategy has been agreed

SAVINGS

- Continuation of the SAVE programme with a new unallocated savings target of £5m to be achieved by 2023-24

CAPITAL BUDGET

- Significant schemes included in this year's programme include the Douglas Promenade & Walkway refurbishment, facilitation works to develop the Isle of Man Liverpool Ferry Terminal, major ground-works at the Isle of Man Airport and sports pitch works to facilitate the development of Castle Rushen High School
- A Consolidated Loans Fund funded programme of £159 million for 2020-21, of which £98 million is expected to be delivered
- Budgeted Capital Projects Contingency budget of £4 million will continue with its remit to include eligibility for any projects or expenditure that is unexpected or emergency in nature
- £5 million funding for Climate Change Mitigation Initiatives

BENEFITS

- National Insurance funded benefits and revenue funded benefits are both lower than anticipated in the current year.
- Reduced spending for both revenue and non-revenue funded benefits has allowed the profile of both types to be reduced to more realistic levels
- Increase to the State Pension of 3.3% & 3.6% to the Manx State Pension
- Nursing Care Contribution Scheme increased by 3.6% and Carers Allowance increased by 1.7%
- Disability Living Allowance and Attendance Allowance both increased by 2%
- Increases to Child Benefit, Employed Person's Allowance and Job Seeker's Allowance

TAXATION POLICIES

- Personal income tax allowance increased by a further £250 from £14,000 to £14,250 per person
- From 2020-21 individuals will have the option to make a tax cap election for ten years whilst the current five year election will also remain available
- £13 per week increase in the Earnings Threshold for primary and secondary Class 1 NI contributions
- £39 per week increase to the Upper Earnings Limit for primary Class 1 NI contributions
- Continuation of the National Insurance Holiday Scheme for employees who move to the Island for work following positive feedback from Department for Enterprise



4. THE FIVE YEAR FINANCIAL PLAN

This budget represents the fourth year of the Five Year Financial Plan to return Government's finances to a sustainable position where, through the delivery of revenue surpluses and reducing our reliance on the use of reserve funds, we will start to maintain and build the value of our reserves. This budget and the Five Year Financial Plan is summarised below:

A BUDGET OF FOCUS

Financially Responsible Government

A Five Year Plan to Instil Confidence in Public Finances

SUSTAINABILITY

- To reduce our reliance on funding from reserves
- To create sustainable public finances through fiscal prudence and economic growth
- To utilise reserve interest to support spending and allow reserve growth from 2020-21

SUPPORTING PUBLIC SERVICES

- Policies to spur economic growth to build an Island of enterprise and opportunity
- Build on the stability provided by the VAT Final Expenditure Revenue Sharing Arrangement (FERSA)
- Taxation policies that support low to middle income earners
- Manage increases in service costs
- Prioritise spending for public services that support an inclusive and caring society:
 - Funding for specific essential cost pressures including additional funding for healthcare and essential welfare payments
 - Controlling the impact on services of increasing public sector pension costs through the continued use of the Public Sector Employees' Pension Reserve
 - Holding contingencies for unforeseen circumstances
- Providing the resources to keep the Island "a special place to live and work"

STRONG COST CONTROL

- Maintaining control of employee costs
- Containing non-pay costs to within inflation
- Targeting efficiencies and opportunities for a smarter Government through continually challenging our services by:
 - Reviewing services, service levels and delivering savings
 - Ensuring efficiency in our processes
 - Ensuring excellence through procurement
- Challenging existing spending through more effective budgeting

A summary of the Five Year Financial Plan is shown in Table 3A overleaf. The table shows a high level projection for the next four years and includes information on how the reliance on the reserves, including the Public Sector Employees' Pension Reserve, can be reduced if expenditure can be controlled to grow at a lower rate than the rate of increase in income.



TABLE 3A - Five Year Financial Plan

| FINANCIAL PLAN 2019-20 TO 2023-24 | | | | | | | |
|--|------------------|------------------|------------------|------------------|---------------------|------------------|------------------|
| £000 | Actual | Budget | Probable | Budget | Provisional Budgets | | |
| | 2018-19 | 2019-20 | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| GROSS INCOME | | | | | | | |
| Treasury Income | | | | | | | |
| Customs and Excise | 369,703 | 380,519 | 380,562 | 391,935 | 403,693 | 415,804 | 428,278 |
| Income and Other Taxes | 237,742 | 230,520 | 240,060 | 246,135 | 253,904 | 261,439 | 266,668 |
| Other Treasury Income | 10,503 | 7,035 | 7,464 | 6,187 | 4,500 | 3,450 | 3,150 |
| Other Income | | | | | | | |
| Departmental Fees and Charges | 127,654 | 125,622 | 123,970 | 131,555 | 134,979 | 137,669 | 140,356 |
| Employee Pension Contributions | 29,879 | 26,810 | 30,390 | 30,998 | 31,618 | 32,250 | 32,895 |
| SUB-TOTAL | 775,482 | 770,506 | 782,446 | 806,810 | 828,693 | 850,612 | 871,348 |
| NI Operating Account | 251,706 | 269,362 | 270,500 | 271,800 | 278,950 | 286,136 | 293,575 |
| TOTAL INCOME | 1,027,188 | 1,039,868 | 1,052,946 | 1,078,610 | 1,107,643 | 1,136,748 | 1,164,923 |
| GROSS EXPENDITURE | | | | | | | |
| Employee Costs | 340,770 | 342,447 | 358,026 | 356,249 | 363,763 | 371,088 | 377,396 |
| Employer Pension Contribution | 36,920 | 47,536 | 42,141 | 43,509 | 44,441 | 45,182 | 46,086 |
| Pension Costs (net departmental) | 63,178 | 62,464 | 63,821 | 65,874 | 70,779 | 75,893 | 79,725 |
| Total Pension Costs | 100,098 | 110,000 | 105,962 | 109,383 | 115,221 | 121,075 | 125,811 |
| Non-Employee Costs | 269,140 | 277,340 | 268,608 | 285,613 | 287,116 | 287,853 | 291,062 |
| NHS Allocation | (39,655) | (40,855) | (40,855) | (38,900) | (40,300) | (41,900) | (43,564) |
| Total Non-Employee Costs | 229,485 | 236,485 | 227,753 | 246,713 | 246,816 | 245,953 | 247,498 |
| NI Funded Payments | 248,955 | 257,992 | 248,511 | 257,139 | 263,942 | 271,081 | 278,422 |
| Revenue Funded Welfare Payments | 71,982 | 73,403 | 71,909 | 74,871 | 76,368 | 77,895 | 79,453 |
| Capital Funding (Loan Charges) | 47,810 | 48,812 | 46,865 | 49,541 | 49,545 | 50,500 | 51,454 |
| Internal Fund Expenditure | 17,000 | 16,000 | 16,500 | 21,250 | 21,450 | 21,750 | 21,530 |
| Unallocated savings /income | 0 | 0 | 0 | 0 | (3,000) | (4,000) | (5,000) |
| TOTAL EXPENDITURE | 1,056,100 | 1,085,139 | 1,075,526 | 1,115,147 | 1,134,105 | 1,155,342 | 1,176,565 |
| Transfer from internal funds | (17,000) | (16,000) | (16,500) | (21,250) | (21,450) | (21,750) | (21,530) |
| HEDF & HRF* | (5,839) | (5,686) | (5,686) | (5,591) | (5,545) | (5,500) | (5,454) |
| Transfer to/(from) the NI Fund | 2,711 | 11,370 | 21,989 | 14,661 | 15,008 | 15,055 | 15,153 |
| Transfer from the PSEPR | (39,473) | (37,000) | (33,500) | (36,337) | (40,000) | (15,500) | 0 |
| Total Transfer from reserves | (59,601) | (47,316) | (33,697) | (48,516) | (51,987) | (27,694) | (11,831) |
| Net Expenditure after Reserves Transfer | 996,499 | 1,037,823 | 1,041,829 | 1,066,630 | 1,082,118 | 1,127,648 | 1,164,734 |
| SURPLUS | 30,689 | 2,046 | 11,117 | 11,980 | 25,525 | 9,100 | 189 |

* Hospital Estate Development Fund and Housing Reserve Fund



TABLE 3B - The Operating Account - Five Year Financial Plan

Table 3b details transfers which are planned to take place from the Operating Account to support spending from the internal funds.

| MOVEMENT ON THE OPERATING ACCOUNT | | | | | | | |
|---|-----------------|----------------|----------------|---------------------|-----------------|-----------------|-----------------|
| £'000 | Actual | Budget | Probable | Provisional Budgets | | | |
| | 2018-19 | 2019-20 | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| Operating Account Brought Forward | 61,546 | 111,981 | 80,235 | 84,752 | 59,031 | 67,556 | 64,657 |
| <i>Transfer to Capital Loan Fund</i> | 0 | 0 | 0 | (20,000) | 0 | 0 | 0 |
| Transfers to Reserves | | | | | | | |
| Agricultural & Forestry Fund | 0 | (1,000) | (850) | (1,700) | (1,000) | 0 | 0 |
| Brexit Fund | (1,000) | (1,000) | (1,000) | 0 | 0 | 0 | 0 |
| Contingency Fund | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Digital Strategy Fund | 0 | 0 | 0 | (1,000) | (1,000) | (1,000) | (1,000) |
| Environmental Protection Fund | 0 | 0 | 0 | (5,000) | (5,000) | (5,000) | (5,000) |
| Healthcare Transformation Fund | (5,000) | 0 | 0 | (5,000) | (5,000) | (1,000) | (1,000) |
| Invest to Save Fund | (1,000) | 0 | 0 | 0 | 0 | 0 | 0 |
| Legal Costs Reserves | (2,000) | (1,500) | (1,500) | (1,000) | (1,000) | (1,000) | (1,000) |
| Marketing Initiatives Fund | 0 | 0 | 0 | (1,000) | (1,000) | (1,000) | (1,000) |
| Medical Indemnity Fund | (2,500) | (3,000) | (3,000) | (3,000) | (3,000) | (3,000) | (3,000) |
| Town & Village Regeneration Fund | (500) | (250) | (250) | 0 | 0 | 0 | 0 |
| Enterprise Development Scheme | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Sub-Total Transfers to Reserves | (12,000) | (6,750) | (6,600) | (17,700) | (17,000) | (12,000) | (12,000) |
| <i>Surplus on the General Revenue Account</i> | 30,689 | 2,046 | 11,117 | 11,980 | 25,525 | 9,100 | 189 |
| Operating Account Carried Forward | 80,235 | 107,277 | 84,752 | 59,031 | 67,556 | 64,657 | 52,845 |

Structural Deficit and Reserves Position

In Table 4, the operating deficit shows the excess of expenditure over income for activities excluding the National Insurance Fund and Capital Expenditure before the use of reserves. This analysis is to provide information on the resourcing of Government's ongoing activities that are funded through the revenue account. The analysis shows, that should the plan be achieved, then the operating deficit will be significantly reduced from 7.2% of operating income for 2020-21 to 3.4% by 2023-24.

The analysis also demonstrates that after inclusion of investment returns from the reserves, the anticipated level of reduction in the overall value of the reserves, including the National Insurance Fund, is relatively small and an increase in the reserves total by the end of the period is forecast. It should be noted that market uncertainty may negatively impact on investment return in the short term.

The profile of the projected operating and structural deficit position remains unchanged, and remains on course in line with the Five Year Financial Plan objectives. The structural deficit position is forecast at £74.2 million for 2020-21 which is higher than in the 2019-20 budget.

The objective of the Five Year Financial Plan, to achieve a sustainable position where a contribution to reserves is achieved, is still on track. However, with the additional expenditure to be approved the level of contribution expected is slightly lower.



The 2019-20 operating deficit is better than budget due to increased income (primarily taxation income) and reduced expenditure (mainly social security spending). The structural deficit position is also better than budget as a result of a National Insurance Fund surplus.

The use of reserves was budgeted at £47.3 million for 2019-20, however a review of the forecast indicated that this is more likely to be around £33.7 million. This is a result of variance to the original budget for several of the reserves. This includes an increased National Insurance Fund surplus transferred in to reserves and a reduced draw down on the Public Sector Employees' Pension Reserve.

In 2020-21 the operating deficit is projected to be £10 million more than the previous budget predominantly as a result of the additional revenue bids included.

TABLE 4 - Summary Position

| SUMMARY POSITION | | | | | | | |
|---|-------------------|-------------------|---------------------|-------------------|-----------------|-----------------|-----------------|
| £'000 | Actual 2018-19 | Budget 2019-20 | Forecast 2019-20 | Provision Budgets | | | |
| | | | | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| Gross Income | 1,027,188 | 1,039,868 | 1,052,946 | 1,078,610 | 1,107,643 | 1,136,748 | 1,164,923 |
| Less NI | (251,706) | (269,362) | (270,500) | (271,800) | (278,950) | (286,136) | (293,575) |
| Less Reserve Fund Interest | (10,503) | (6,000) | (7,464) | (6,187) | (4,500) | (3,450) | (3,150) |
| Operating Income | 764,979 | 764,506 | 774,982 | 800,623 | 824,193 | 847,162 | 868,198 |
| Expenditure | 1,056,100 | 1,085,139 | 1,075,526 | 1,115,147 | 1,134,105 | 1,155,342 | 1,176,565 |
| Less NI | (248,955) | (257,992) | (248,511) | (257,139) | (263,942) | (271,081) | (278,422) |
| Operating Expenditure | 807,145 | 827,147 | 827,015 | 858,008 | 870,163 | 884,261 | 898,143 |
| Operating Deficit | (42,166) | (62,641) | (52,033) | (57,385) | (45,970) | (37,099) | (29,945) |
| NI (Deficit) / Surplus | 2,711 | 11,370 | 21,989 | 14,661 | 15,008 | 15,054 | 15,153 |
| Capital | 4,032 | (7,558) | (15,201) | (31,505) | (18,431) | (1,316) | (868) |
| Structural Deficit | (35,423) | (58,829) | (45,245) | (74,229) | (49,393) | (23,361) | (15,660) |
| Estimated returns held in the reserves | 57,003 | 42,367 | 73,000 | 57,112 | 57,045 | 58,234 | 59,806 |
| Reserve Fund Interest | 10,503 | 6,000 | 7,464 | 6,187 | 4,500 | 3,450 | 3,150 |
| Overall Net (Deficit)/Surplus after interest | 32,083 | (10,462) | 35,219 | (10,930) | 12,152 | 38,323 | 47,296 |



Capital Programme

Key to the successful delivery of the capital programme is its affordability and sustainability. The trend for Government's actual capital expenditure outturn is for it to be lower than the budgeted levels each year (typically around £60-£70 million per annum).

The expenditure expected to be spent in 2020/21 on capital projects is circa £98.4m, whilst the income to the fund from loan charges and capital receipts is estimated at circa £67m. This means that, without a transfer from the operating account the fund would decrease by an estimated £31.5m in 2020/21.

The following table presents the projected position on the Capital Account based on the proposed Capital Programme but forecast for a more realistic annual expenditure position reflecting on scheme by scheme and trend analysis.

It can be seen that the balance on the Capital Account is expected to continue to decline. Increased pressure on the fund from delayed schemes and new, urgent schemes has seen a planned transfer of £20 million into the fund from the Operating Account to ensure affordability whilst a review of capital funding, requirement and delivery is undertaken. Further details are outlined at Section 7.

TABLE 5 - Projected Capital Account

| CAPITAL ACCOUNT | | | | | | | |
|-------------------------------------|---------------|---------------|---------------|-------------------|---------------|---------------|---------------|
| £'000 | Actual | Budget | Forecast | Provision Budgets | | | |
| | 2018-19 | 2019-20 | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| Income | | | | | | | |
| Loan Charges | 44,414 | 46,900 | 44,973 | 47,642 | 47,645 | 48,600 | 49,554 |
| MUA | 16,060 | 13,153 | 14,495 | 16,381 | 17,783 | 18,618 | 18,615 |
| Housing Reserves Fund | 3,396 | 1,912 | 1,892 | 1,900 | 1,900 | 1,900 | 1,900 |
| Capital Receipts | 845 | 1,000 | 1,000 | 1,000 | 500 | 500 | 500 |
| Total Income | 64,808 | 62,953 | 64,299 | 66,923 | 67,828 | 69,618 | 70,569 |
| Expenditure | | | | | | | |
| Capital Programme | 60,776 | 70,511 | 79,500 | 98,428 | 86,259 | 70,934 | 71,437 |
| Total Expenditure | 60,776 | 70,511 | 79,500 | 98,428 | 86,259 | 70,934 | 71,437 |
| Capital Fund Brought Forward | 58,753 | 67,100 | 62,785 | 47,584 | 36,079 | 17,648 | 16,332 |
| Surplus/(deficit) | 4,032 | (7,558) | (15,201) | (31,505) | (18,431) | (1,316) | (868) |
| Transfer from Operating Account | | | | 20,000 | | | |
| Capital Fund Carried Forward | 62,785 | 59,542 | 47,584 | 36,079 | 17,648 | 16,332 | 15,464 |



Use of Reserves

Taking account of the combined revenue and capital position (including the operating balance), together with projections for cash and investment returns generated by external fund managers, the estimated value of the overall reserves position over the period of the Five Year Financial Plan is shown in the table below.

TABLE 6 - Reserve Valuations

| RESERVES ESTIMATED VALUE WITH INVESTMENT RETURNS & STABLE MARKET | | | | | |
|--|----------------|---------------------|----------------|----------------|----------------|
| £ million | Forecast | Provisional Budgets | | | |
| | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| National Insurance Fund | 881.5 | 924.8 | 970.6 | 1,018.0 | 1,067.2 |
| Public Service Employees Pension Reserve | 87.0 | 53.5 | 15.5 | - | - |
| Other Reserves & Cash Including Reserve Fund | 772.5 | 761.6 | 751.8 | 751.6 | 744.3 |
| Estimated Value | 1,741.0 | 1,739.9 | 1,737.9 | 1,769.6 | 1,811.5 |

Notes

- 1) External fund balances are presented here at market value rather than book value, and it should be noted that market values may fluctuate against market and economic conditions.
- 2) More detail on the National Insurance Fund and the Pension Reserve is given in Section 6 (Table 15 and Table 16).
- 3) An explanation of the reserves is provided in Appendix 8.



5. REVENUE – INCOME

5.1. 2019-20 Performance – Treasury Income

TABLE 7 - 2019-20 Year End Forecast (Treasury Income)

| 2019-20 Budget Against Probable | | | | | |
|---------------------------------|-------------------|-----------|-------------------|---------------------|---------------|
| £ '000 | Budget 2019-20 | Transfers | Revised Budget | Probable 2019-20 | Variance |
| INCOME | | | | | |
| Customs & Excise | 380,519 | - | 380,519 | 380,562 | 43 |
| Income & Other Taxes | 230,520 | - | 230,520 | 240,060 | 9,540 |
| NI Operating Account | 269,362 | - | 269,362 | 270,500 | 1,138 |
| Other Treasury Income | 7,035 | - | 7,035 | 7,464 | 429 |
| Total Treasury Income | 887,436 | - | 887,436 | 898,586 | 11,150 |

When comparing the 2019-20 budgeted Treasury income to the probable income, the most significant variance is in relation to income tax which is currently estimated at £9.5 million ahead of budget. An additional £1 million of National Insurance income is also anticipated, primarily within Class 1 receipts.

5.2. 2020-21 Budget Overview

The budget figures included in this Pink Book present income figures as gross, before netting off expenditure items. This budget presents income projections broken out into each of the relevant revenue lines to provide transparency and a greater understanding of where the Island is dependent on specific income streams.

TABLE 8 – Budget Income Projections

| Budget Income Projections | | | | | | |
|------------------------------|-------------------|---------------------|-------------------|---------------------|----------------|----------------|
| £ '000 | Budget 2019-20 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | | |
| | | | | 2021-22 | 2022-23 | 2023-24 |
| INCOME | | | | | | |
| Customs & Excise | 380,519 | 380,562 | 391,935 | 403,693 | 415,804 | 428,278 |
| Income & Other Taxes | 230,520 | 240,060 | 246,135 | 253,904 | 261,439 | 266,668 |
| NI Operating Account | 269,362 | 270,500 | 271,800 | 278,950 | 286,136 | 293,575 |
| Other Treasury Income | 7,035 | 7,464 | 6,187 | 4,500 | 3,450 | 3,150 |
| Total Treasury Income | 887,436 | 898,586 | 916,057 | 941,047 | 966,829 | 991,671 |

A further breakdown of income due to be raised by the Treasury in the coming year is included at Appendix 1. Appendix 9 contains details of the Departmental Fees and Charges, including tables of planned increases for the coming year.



2019-20 Budget proposals

5.3. Customs & Excise

The revenues raised by Customs & Excise currently include VAT, Excise (alcohol, tobacco and hydrocarbon oil - HCO) and Customs (import) duties. Of the excise and customs duties, all but HCO are shared using the arrangements described below to calculate the Island's share of the joint revenue pools with the United Kingdom. HCO is calculated on the basis of actual consumption during the fiscal year.

The Final Expenditure Revenue Sharing Arrangement or FERSA outlines the method of calculation of the Island's share of VAT and shared duties under the 1979 Customs & Excise Agreement. In accordance with the agreement the Isle of Man Government must undertake surveys every five years to determine as accurately as possible the amount of VAT that is incurred by Island residents and businesses.

The first survey period was 2013-14. Under the FERSA it was agreed that a provisional indexation of 4.5% would be used to account for inflation and growth in the economy for the first five years; however, this indexation would be reviewed and adjusted once the results of the next survey year were known. Whilst there is confidence in the Island's ability to generate the required levels of growth, in the interests of prudence and good financial management, the budget for the years has been based on a growth level of 3%.

The second survey period was 2018-19 and between April 2018 and April 2019 a series of income and expenditure surveys were carried out. The results of the surveys will determine the Island's share of these revenues for 2018-19 and will form a base year for a provisional indexation for the five years 2018-19 to 2022-23 on a straight line basis at a rate to be agreed. The results of the 2018-19 surveys will also be used to revisit the provisional indexation of 4.5% applied to the years 2014-15 to 2018-19.

Non-Shared Duties

These include Air Passenger Duty, Gambling Duty (includes both on-line and machine games duty), Lottery Duty and non-revenue receipts (fines, penalties and interest). Unlike the shared revenues where the Island is committed by the 1979 Customs & Excise Agreement to keep the rates and rules surrounding the taxes in line with UK policy, the Island is free to choose where and how it applies these duties, however no changes from existing policy are proposed within this budget.

Soft Drinks Industry Levy ('Sugar Tax')

The Soft Drinks Industry Levy was introduced on 1 April 2019 and is a shared common duty under the 1979 Customs & Excise Agreement. Income raised under this duty is held in a ring-fenced Fund to be utilised by the Department of Health and Social Care to fund childhood health initiatives aimed at promoting healthier lifestyles.



5.4. Income Tax

TABLE 9 – Tax Rates and Allowances

| TAXATION RATES AND ALLOWANCES | | | |
|--|---------|---------|---------|
| INDIVIDUAL TAX | 2020/21 | 2019/20 | 2018/19 |
| Lower rate | 10% | 10% | 10% |
| Higher rate | 20% | 20% | 20% |
| Higher rate threshold: | | | |
| Single Person | £6,500 | £6,500 | £6,500 |
| Jointly Assessed Couples | £13,000 | £13,000 | £13,000 |
| Personal Allowances: | | | |
| Single Person | £14,250 | £14,000 | £13,250 |
| Jointly Assessed Couples | £28,500 | £28,000 | £26,500 |
| Single Parent | £6,400 | £6,400 | £6,400 |
| Blind Person | £2,900 | £2,900 | £2,900 |
| Disabled Person | £2,900 | £2,900 | £2,900 |
| Age Allowance | £0 | £0 | £0 |
| COMPANY TAX | 2020/21 | 2019/20 | 2018/19 |
| Standard Rate | 0% | 0% | 0% |
| Banking Business | 10% | 10% | 10% |
| Land & Property in the Island (Incl. Property Dev) | 20% | 20% | 20% |
| Retail Trade (Small companies limit of £500,000) | 10% | 10% | 10% |

Individual Tax

For the 2020-21 tax year, the lower rate of income tax remains at 10% and the higher rate at 20%.

The threshold up to which the lower rate of income tax applies remains at £6,500 for a single person and £13,000 for a jointly assessed couple. The Personal Allowance will increase to £14,250 for a resident individual or £28,500 for a jointly assessed couple.

Allowances are fully transferrable between husband and wife or civil partners whilst the couple are living together and provided they elect for joint treatment. Special arrangements apply in the years of marriage/partnership, separation, death or where independent taxation applies.

The single parent allowance will remain at £6,400 and the blind or disabled person's allowance at £2,900.

The rate of income tax on taxable income for non-resident individuals remains at 20%.

From the 2020/21 tax year, individuals will have the option to make a tax cap election for a ten year period whilst the current five year election will also remain available. The maximum income tax liability for an individual will be increased to £200,000 and £400,000 for a jointly assessed couple.



For any existing five year tax cap elections which commenced in the 2016/17 to 2019/20 tax years, the amount charged for each year is the value of the tax cap applicable in the first tax year covered by the election.

From the tax year commencing 6 April 2020, special treatment of individuals who are key employees essential to the implementation and the operation of new business in the Island is introduced.

These individuals will be resident for income tax purposes and subject to resident income tax rates, allowances and reliefs but their income sources will be treated, for Isle of Man income tax purposes, as if they were not resident in the Island for a maximum period of three years. This brings into income tax legislation a long standing concession.

The annual value of the benefit in kind amount that will not be charged to income tax for employers providing employees with bikes and related safety equipment is increased to £1,200 per employee from the 2020-21 tax year.

Company Tax

The standard rate of tax applying to the income of companies remains at 0% with the exceptions of income from:

- Banking business – 10%
- Income from retail trade (subject to a small companies limit of £500,000) – 10%
- Income from land and property situated in the Isle of Man (development and rental income) – 20%.

Deductions granted during the financial year 2017-18

During the financial year 2017-18, the latest full year for which figures are available, other deductions that were granted are outlined for information in the table below:

TABLE 10 - Cost of Income Tax Deductions 2017-18

| Deduction Type | Number of Claims | Total Amount Claimed (£ million) | Average Relief per Claim (£) | Cost of Tax Relief (£ million) |
|-----------------------------|-------------------------|---|-------------------------------------|---------------------------------------|
| Mortgage Interest | 11,243 | 26.71 | 220 | 2.47 |
| Loan Interest | 10,378 | 10.69 | 95 | 0.99 |
| Charitable deed of covenant | 304 | 0.42 | 132 | 0.04 |
| Charitable giving | 2,276 | 2.92 | 114 | 0.26 |
| Private medical insurance | 830 | 1.64 | 169 | 0.14 |
| Nursing Expenses | 438 | 4.45 | 274 | 0.12 |

National Insurance Contributions

Net National Insurance Contributions (NIC) in respect of workers and employers, after the allocation of a prescribed percentage to the Health Service, cover the cost of contributory benefits for



retirement, bereavement, incapacity, unemployment and maternity. In the Isle of Man, they also cover the cost of the Manx pension supplement, retirement pension premium, paternity allowance, adoption allowance and the higher rate of Christmas bonus as well as rebates to small employers in relation to statutory redundancy payments to former employees of firms which have become insolvent.

Employed Contributors

The rates of Class 1 NIC in the Isle of Man for the 2020-21 tax year will remain at the current rates of 11% for employees and 12.8% for employers, and the employees' additional rate will remain at 1% for earnings over the Upper Earnings Limit which will increase from £784 per week to £823 per week from 1 April 2020.

The Lower Earnings Limit (LEL) is currently £118 per week. However, in view of the UK General Election having taken place in December 2019 and the subsequent delay in the UK budget any changes to this amount will be announced at a later date.

The thresholds at which both employees and employers start to pay Class 1 NIC will increase from £125 per week to £138 per week.

Self-Employed Contributors

For the 2020-21 tax year, the Isle of Man will retain the rates of Class 4 NIC at 8% up to the Upper Profits Limit and 1% for profits above that limit.

The profits level at which Class 4 NIC becomes payable will increase from £125 per week to £138 per week (Lower Profits Limit). The Upper Profits Limit for Class 4 NIC will increase from £784 per week to £823 per week and any profits over this amount will be charged at an additional 1%.

Self-employed Class 2 NIC will remain at £5.40 per week and the share-fisherman Class 2 NIC will remain at £6.70 per week from 1 April 2020. Class 2 NIC are not profit-related, but self-employed people can apply for exemption if their net earnings from self-employment are below a certain level. From April 2020, this level will increase from £6,500 to £7,176 for the year (Small Earnings Exception Limit).

The Class 2 contribution payable by a volunteer development worker while employed is dependent on the Lower Earnings Limit and therefore this rate cannot be determined until after the UK budget.

The table below summarises the contribution rates for 2020-21 for workers and employers subject to any further changes as outlined above:

**TABLE 11 – Contribution Rates**

The table below summarises the contribution rates for 2020-21 for workers and employers:

| Employed Contributors | | |
|-----------------------|----------------------|----------------------|
| Total Weekly Earnings | Class 1 Employee NIC | Class 1 Employer NIC |
| Up to £138.00 | Nil | Nil |
| £138.01 - £823.00 | 11% | 12.8% |
| £823.01 and over | 1% | 12.8% |

| Self-Employed Contributors | |
|----------------------------|---------------------------------|
| Total Weekly Profits | Self-Employed Class 2 and 4 NIC |
| Below £138 | Nil |
| £138.00 | £5.40 |
| £138.01 - £823.00 | As above + 8% |
| £823.01 and over | As above + 1% |

Other Contributors

The voluntary Class 3 NIC rate is currently £15.00 per week. This amount will be reviewed following any UK budget announcement.

Manx National Insurance Fund

The National Insurance Fund is used to supplement the amount of NIC collected in a tax year where the income from these contributions does not cover the expenditure on National Insurance funded benefits. Further details of this can be seen in Appendix 2.

5.5. Departmental Fees & Charges

In line with the policy agreed as part of the Five Year Financial Plan, a blanket uplift of 2% was applied to departmental income targets (including fees and charges) to reflect the impact of inflation and/or growth. Departments were then able to request an exemption from this policy where they did not feel the increase was appropriate, for example, rental income for properties on fixed term agreements. These requests were then considered on a case-by-case basis and are included in Appendix 9 along with a detailed breakdown of Departmental Fees & Charges.

5.6. Investment Income

Treasury investment income is derived from the externally managed investment funds and interest earned from cash managed directly within the Treasury.

Following a tender exercise in 2015-16, five different external investment managers were appointed to manage the investment portfolio on a discretionary basis. The appointment of the five managers, which is for a period of five years from 1 April 2016, provides a diversification of investment



management and style. Detailed information on the types and requirements of the mandates in place are included in the Isle of Man Government Accounts (Dark Blue Book)¹.

The performance and delivery requirement of the investment managers is to grow the reserves under management to meet the benchmarks set and within acceptable measurements of risk over a rolling three year period. Income is generated from profits gained through the sale of equities, funds and bonds; dividends and coupon interest earned from equities and bonds and interest on cash based instruments.

6. REVENUE – EXPENDITURE

TABLE 12 - Revenue Net Expenditure Targets by Department

| 2020-21 NET REVENUE BUDGETS BY DEPARTMENT | | | |
|---|------------------|----------------------|--------------------|
| Net Revenue Budgets £000 | Gross Income | Gross Expenditure | Net Expenditure |
| Enterprise | 27,148 | 28,809 | 1,661 |
| Education, Sport & Culture | 11,287 | 121,374 | 110,087 |
| Environment, Food & Agriculture | 3,995 | 21,125 | 17,130 |
| Health & Social Care | 53,315 | 280,105 | 226,790 |
| Home Affairs | 1,312 | 38,945 | 37,633 |
| Infrastructure | 57,852 | 131,404 | 73,552 |
| Treasury (Note 1 & 2) | 917,039 | 386,954 | (530,085) |
| Cabinet Office | 1,578 | 35,662 | 34,084 |
| Executive Government | 2,826 | 14,151 | 11,325 |
| Manx Museum & National Trust (Loan charge only) | 0 | 982 | 982 |
| Statutory Boards | 10,151 | 10,068 | (83) |
| Legislature | 9 | 4,953 | 4,944 |
| Employees' Pension Contributions (Note 3) | 30,998 | 30,998 | 0 |
| TOTAL | 1,117,510 | 1,105,530 | (11,980) |

Notes

1. Gross income and expenditure figures for 2020-21 include National Insurance Contributions NHS allocation of £38.9 million.
2. Manx Museum & National Heritage contained within Treasury Grants
3. To show the total gross income and expenditure, employee pension contributions and the subsequent use of them to offset pension costs are also shown in this analysis.

¹ <https://www.gov.im/categories/tax-vat-and-your-money/government-accounts/>



6.1 2019-20 Performance - Expenditure

Table 13 provides a summary of the 2019-20 probable figures.

Treasury expenditure has been lower than anticipated, causing a net positive effect on the year-end probable. In addition to this, the Department of Environment, Food and Agriculture are projecting a year end underspend.

The Department of Health and Social Care are forecasting a budget overspend of £7m with the majority of this relating to Noble's Hospital due to continued use of agency and bank staff to cover vacancies.

TABLE 13 – 2019-20 Expenditure - Budget versus Probable

| EXPENDITURE - 2019-20 BUDGET VERSUS PROBABLE | | | | | |
|--|-------------------|-----------|-------------------|---------------------|----------------|
| £000 | Budget 2019-20 | Transfers | Revised Budget | Probable 2019-20 | Variance |
| Government Departments | | | | | |
| Cabinet Office | 30,448 | 0 | 30,448 | 30,442 | 6 |
| Enterprise | 17 | 0 | 17 | 17 | 0 |
| Education, Sport & Culture | 107,773 | 0 | 107,773 | 107,773 | 0 |
| Environment, Food & Agriculture | 16,743 | 0 | 16,743 | 16,671 | 72 |
| Health & Social Care | 223,120 | 0 | 223,120 | 230,200 | (7,080) |
| Home Affairs | 37,486 | 0 | 37,486 | 37,486 | 0 |
| Infrastructure | 68,046 | 0 | 68,046 | 68,046 | 0 |
| Treasury | 380,751 | 0 | 380,751 | 375,827 | 4,924 |
| Sub-Total | 864,384 | 0 | 864,384 | 866,462 | (2,078) |
| Other Bodies | | | | | |
| Executive Government | 11,197 | 0 | 11,197 | 11,197 | 0 |
| Manx Museum & National Trust | 4,638 | 0 | 4,638 | 4,638 | 0 |
| Statutory Boards | 255 | 0 | 255 | 255 | 0 |
| Sub-Total | 16,090 | 0 | 16,090 | 16,090 | 0 |
| Legislature | 4,916 | 0 | 4,916 | 4,916 | 0 |
| TOTAL VOTED SERVICES | 885,390 | 0 | 885,390 | 887,468 | (2,078) |
| SURPLUS (Income over expenditure) | 2,046 | 0 | 2,046 | 11,117 | 9,071 |

6.2 2020-2021 Budget

Overview

Government's total expenditure after the use of reserves for 2020-21 is budgeted to be £1.066 billion and is analysed in detail by each department at Appendix 4. In overall terms, this gives a net expenditure surplus of £11.9 million indicating that no transfer from the General Reserve is required for revenue purposes, other than the utilisation of £4.0 million of interest from the Reserve Fund that is included in Other Treasury Income.



As with recent years, all departments were asked to provide detailed submissions for the next three years to the Treasury. This included any transfers between Departments, movements between income, employee and non-employee costs and any potential savings proposed.

Those bids which are recommended for inclusion by the Treasury are incorporated into the three year draft estimates to illustrate affordability and the overall impact on total cost. Bids that were not supported by the Treasury have been either removed, withdrawn, deferred or alternative funding sources identified. Where appropriate, departments will be asked to absorb the increased costs from within existing approved department targets or capital projects.

Included within the 2020-21 budget is £2.2 million for the Department of Health and Social Care to allow for new and expanded services and to strengthen the Air Ambulance provision for the Island

The inclusion of £5 million for the Department of Infrastructure ensures the Island's infrastructure will continue to support this Government's commitment to keep the Island a special place to live and work.

Bids totalling £2.3 million from the Department for Enterprise have been included to allow the Department to continue to support the Island's economic growth.

Bids totalling £0.7 million from the Department of Education, Sport and Culture have been supported, chiefly related to funding for apprenticeship courses on-Island supporting the ongoing development of the economy and sustaining our investment in vocational education.

6.3 Pay Costs

The Government wide policy is a budgetary limit of 2% growth per annum as the management of pay costs is an integral part of the Five Year Financial Plan set out by this administration.

Also included within these projections is the impact of the end of Contracting Out which increased employee costs from 2019/20 onwards. See Table 14b.



Table 14A - Pay Reconciliation

This table details how the agreed 2019-20 budget has been adjusted to arrive at the employee costs reflected in the 2020-21 budget.

| PAY RECONCILIATION | | | | | | | | |
|--------------------------------|------|----------------|--------------|--------------------|---------------------|--------------------------|---------------|-------------------------|
| £ '000 | NOTE | Basic | Overtime | National Insurance | Other Payroll Costs | Sub-Total Employee Costs | Pension | Total Including Pension |
| 2019-20 Agreed Budget | | 280,599 | 7,994 | 31,160 | 22,694 | 342,447 | 47,536 | 389,983 |
| Approved Adjustments | 1 | 5,037 | 582 | 121 | 38 | 5,778 | (4,925) | 853 |
| Re-Establishment of PPU (DHSC) | 2 | 1,199 | 0 | 47 | 0 | 1,246 | 95 | 1,341 |
| Pay Award Uplift | 3 | 5,765 | 0 | 554 | 0 | 6,319 | 863 | 7,182 |
| MMNT Movement to Grant | 4 | (2,458) | (17) | (193) | (207) | (2,875) | (405) | (3,280) |
| Approved 20-21 Bids | 5 | 3,098 | 0 | 221 | 15 | 3,334 | 345 | 3,679 |
| Budget 2020-21 | | 293,240 | 8,559 | 31,910 | 22,540 | 356,249 | 43,509 | 399,758 |

Notes

1. Approved adjustments include movements within different pay codes and between pay and non-pay codes, including for example reductions in income streams which have resulted in reductions in expenditure.
2. The Department of Health and Social Care's Private Patients Unit to re-open during 2020-21.
3. The 2% uplift is in line with the Treasury's current pay cap policy.
4. Manx Museum and National Trust is to be funded via a Treasury Grant (held under non-employee costs) going forward.
5. The bids are detailed within the departmental analysis within Appendix 4.



TABLE 14B – Total Employee Costs

| £ '000 | TOTAL EMPLOYEE COSTS | | | | | | | |
|---------------------------------|----------------------|--------------|--------------------|---------------|---------------|----------------|----------------|----------------|
| | Basic | Overtime | National Insurance | Pension | Other | 2020-21 | 2021-22 | 2022-23 |
| Department | | | | | | | | |
| Enterprise | 8,055 | 213 | 899 | 968 | 315 | 10,450 | 10,640 | 10,834 |
| Education, Sport & Culture | 65,266 | 39 | 6,447 | 8,978 | 1,042 | 81,772 | 83,382 | 85,025 |
| Environment, Food & Agriculture | 7,218 | 79 | 730 | 1,015 | 313 | 9,355 | 9,531 | 9,711 |
| Health & Social Care | 112,261 | 3,797 | 13,254 | 17,844 | 13,783 | 160,939 | 163,762 | 166,532 |
| Home Affairs | 22,693 | 920 | 2,203 | 2,945 | 2,322 | 31,083 | 31,632 | 32,178 |
| Infrastructure | 32,625 | 3,139 | 3,449 | 5,315 | 1,874 | 46,402 | 47,208 | 48,037 |
| Treasury | 12,378 | 261 | 1,265 | 1,874 | 206 | 15,984 | 16,951 | 18,120 |
| Cabinet Office | 15,471 | 84 | 1,685 | 2,009 | 1,191 | 20,440 | 20,800 | 21,013 |
| Executive Government | | | | | | | | |
| Industrial Relations | 266 | - | 25 | 35 | 2 | 328 | 263 | 267 |
| Veterans' Welfare Society | 67 | 2 | 7 | 10 | 8 | 94 | 95 | 97 |
| Information Commissioner | 321 | - | 22 | 28 | 9 | 380 | 388 | 395 |
| General Registry | 2,925 | 10 | 328 | 452 | 194 | 3,909 | 3,982 | 4,059 |
| Attorney General's Chambers | 4,200 | - | 440 | 579 | 40 | 5,259 | 5,358 | 5,458 |
| Other Boards | | | | | | | | |
| Communications Commission | 427 | - | 42 | 57 | 9 | 535 | 543 | 552 |
| Financial Services Authority | 4,281 | 1 | 505 | 628 | 264 | 5,679 | 6,318 | 6,481 |
| Gambling Supervision Commission | 979 | 2 | 100 | 130 | 51 | 1,262 | 1,351 | 1,395 |
| Financial Intelligence Unit | 595 | - | 50 | 55 | 62 | 762 | 776 | 790 |
| Public Sector Pension Authority | 758 | 5 | 71 | 127 | 5 | 966 | 986 | 1,005 |
| Legislature | 2,454 | 7 | 388 | 460 | 850 | 4,159 | 4,239 | 4,321 |
| TOTAL | 293,240 | 8,559 | 31,910 | 43,509 | 22,540 | 399,758 | 408,205 | 416,270 |

6.4 Public Sector Pensions

The latest expenditure forecasts are based on the actuarial work undertaken by Hymans Robertson and have been updated to reflect actual experience. The Public Service Pension Reserve is now forecast to be depleted part way through 2022-23 and the level of additional revenue expenditure that will be required when the fund runs out is estimated to be around £50 million for the financial year 2023-24. This allows time to adjust our finances to meet this increased pressure and along with the higher than previously forecast income tax receipts means, for example that the increase in the overall pay budget can be afforded.



TABLE 15 - Pension Account

| Pension Account | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
|--------------------------------------|----------------|----------------|----------------|----------------|----------------|
| £ million | | | | | |
| Pension Costs | 106 | 109 | 115 | 121 | 126 |
| Less Employee Contributions | (31) | (31) | (32) | (32) | (33) |
| Less Department Contributions | (42) | (44) | (45) | (45) | (45) |
| PSPA Administration Costs | 1 | 2 | 2 | 2 | 2 |
| PSEPR Budgeted Drawdown | (34) | (36) | (40) | (16) | 0 |
| <u>Revenue liability</u> | 0 | 0 | 0 | 30 | 50 |
| PSEPR Balance (Est Value) B/F | 117 | 87 | 54 | 16 | (0) |
| Investment Income | 4 | 3 | 2 | 0 | 0 |
| PSEPR Budgeted Drawdown | (34) | (36) | (40) | (16) | 0 |
| PSEPR Balance (Est Value) C/F | 87 | 54 | 16 | (0) | 0 |



6.5 National Insurance and Welfare Benefits

A summary of the estimate for the use of the National Insurance Fund (NIF) is shown in the table below.

TABLE 16 - National Insurance Account

| NATIONAL INSURANCE ACCOUNT | | | | | | | |
|---|--------------|--------------|--------------|---------------------|--------------|----------------|----------------|
| £ million | Actual | Budget | Forecast | Provisional Budgets | | | |
| | 2018-19 | 2019-20 | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| Income | | | | | | | |
| NI Contributions | 206.8 | 217.0 | 220.0 | 218.0 | 223.5 | 229.0 | 234.8 |
| Agency Income | 44.9 | 52.4 | 50.5 | 53.8 | 55.5 | 57.1 | 58.8 |
| | 251.7 | 269.4 | 270.5 | 271.8 | 279.0 | 286.1 | 293.6 |
| Expenditure | | | | | | | |
| NI Funded Welfare Payments | 207.2 | 215.0 | 205.3 | 216.1 | 221.5 | 227.1 | 232.7 |
| Administration Costs | 2.0 | 2.1 | 2.3 | 2.1 | 2.1 | 2.1 | 2.1 |
| NHS Allocation (DHSC) | 39.7 | 40.9 | 40.9 | 38.9 | 40.3 | 41.9 | 43.6 |
| | 248.9 | 258.0 | 248.5 | 257.1 | 263.9 | 271.1 | 278.4 |
| NI Operating Account Surplus/(Deficit) | 2.8 | 11.4 | 22.0 | 14.7 | 15.1 | 15.0 | 15.2 |
| NI Fund (est Value) B/F | 793.7 | 831.0 | 832.3 | 881.5 | 924.8 | 970.6 | 1,018.0 |
| Investment Income | 35.8 | 25.9 | 27.2 | 28.8 | 30.7 | 32.4 | 34.0 |
| NI Operating Account Surplus | 2.8 | 11.4 | 22.0 | 14.7 | 15.1 | 15.0 | 15.2 |
| NI Fund (est Value) C/F | 832.3 | 868.3 | 881.5 | 924.8 | 970.6 | 1,018.0 | 1,067.2 |

Expenditure on both National Insurance funded benefits and revenue funded benefits in 2019-20 is forecast to be lower than originally anticipated. Spending on the State Pension, which is National Insurance funded, is forecast to be around £6 million lower than budget. Expenditure on revenue funded benefits is also projected to be around £1 million lower than budget primarily on account of very low levels of unemployment and consequently reduced spending on income-related benefits. This has allowed these benefits to be re-profiled in this budget.

The 2020 uprating of benefits is expected to result in expenditure out of the National Insurance Fund increasing by around 2.5% overall, with the State Pension increasing by 3.3%. The gross increase is expected to be £4.7 million.

The Manx State pension will be uprated by 3.6%, with expenditure totalling £5.18 million.

With regards to revenue funded benefits, the overall increase is 2.78%. The gross increase is expected to be £2.02 million.

National Insurance income from contributions is projected to rise by 1.1% higher than originally budgeted for 2019-20. The projected income for 2020-21 is lower than the 2019-20 forecast as the threshold at which employees start to pay national insurance is set to rise (decreasing National Insurance contribution receipts).



6.6 Non-pay costs

Non-pay budgets have remained static (apart from specifically approved bids) for a number of years, which represents a level of efficiency saving achieved in real terms given that inflation, as measured by CPI, for this year is 2.1% (as at December 2019).

As with pay, an allowance has been included in the General Revenue Account to allow for some increase in the non-employee budgets in future years which will inevitably be required. This can and will be reallocated on the provision and scrutiny of any viable business case.

6.7 Contingency Funding

The Treasury will continue to hold a revenue contingency budget which can be accessed on the production of a robust business case if departments or boards incur unanticipated costs which cannot be contained within their annual target. This has been maintained at £3 million per annum for the duration of the five year budget.

In addition to the £3 million revenue contingency budget, a balance brought forward of £7.2m is held in the internal Contingency Fund to cover revenue contingency requirements over and above what can be covered in the revenue budget. Commitments of around £1 million were made during 2019-20.

There is also a Capital Projects Contingency Budget included in the Capital Programme which is proposed to reduce to £4 million going forward. This fund acts as a provision for emergency or unforeseen financial pressures, as well as minor timing variances on projects within agreed parameters.

It is proposed to include a new scheme of £5 million per annum to support departments in the challenges that are expected to come from the Action Plan for Achieving Net Zero Carbon Emissions by 2050. It is anticipated that this would be a shared benefit fund available to all departments by business case applications.

6.8 Loan Charges and Capital Financing

Loan Charges have been updated to reflect new bids, re-profiling and the delay or removal of all schemes. The final proposed programme is shown in further detail at Appendix 5.

The capital programme has a direct influence on the revenue budget via the payment of loan charges. This year the loan charge interest has remained at 2% and the figure included in the 2020-21 budget of £47.6 million includes both this interest charge and the repayment (principal) element of borrowing. In addition to this, a further £1.9 million is included in relation to schemes funded through the Housing Reserve – this is drawn down from the Housing Reserve Fund at each year-end. No further increases to the loan charge interest rate are planned, however this will be reviewed annually and adjusted on the basis of affordability.

With a drive to increase delivery of capital projects comes the risk of depletion or over commitment in the capital programme. With this in mind there is a plan to review and develop a capital financing strategy fit for the future to ensure long term sustainability.

Government capital projects are currently funded via the Consolidated Loans Fund ('CLF') which itself is financed through the annual mechanism of ring-fenced revenue funded loan charges. These loan charges are set at the draft budget stage, charged to revenue, and recouped 100% into the CLF. The revenue funded loan charges are allocated as budgeted, and in instances where spend on new schemes is delayed, adjustments are made by the Treasury, per department/board, to accelerate repayment on current schemes. Reimbursements to the CLF are also made on an



annual basis for expenditure relating to the Housing Reserve Fund. These are reimbursements in full, the expenditure for which is not subject to loan charges. Capital receipts for disposals of properties for example are allocated as income to the CLF.

Manx Utilities Authority electricity and sewerage schemes are also funded via the CLF, and the repayments of both capital and interest into the CLF for these are based on actual expenditure, rather than on budgeted expenditure which is the case for the revenue funded Government Departments and revenue funded Statutory Boards.

6.9 Grants Payable

The following grants will be made by Government in 2020-21:

TABLE 17 – Grants Payable 2020-21

| GRANTS PAYABLE | | | | | |
|----------------------------------|--------------|-----------------|--------------|--------------|---------------|
| £000 | 2019-20 | 2020-21 | | | |
| | Total Budget | Treasury Grants | Other Grants | Lottery Duty | Total Budget |
| MUA - Flood Defences | 500 | 500 | | | 500 |
| Financial Services Authority | 3,059 | 3,543 | | | 3,543 |
| Manx Radio (Subvention) | 980 | 1,079 | | | 1,079 |
| Laxey Glen Mills | 41 | 116 | | | 116 |
| Culture Vannin | 430 | 100 | | 330 | 430 |
| International Development | 2,500 | | 2,500 | | 2,500 |
| Manx Lottery Trust (Big Lottery) | 750 | | 600 | 150 | 750 |
| Sports Council (DESC) | 501 | | 21 | 480 | 501 |
| Arts Council (DESC) | 539 | | 99 | 440 | 539 |
| Manx Museum & National Trust | - | 4,638 | | | 4,638 |
| | 9,300 | 9,976 | 3,220 | 1,400 | 14,596 |

Manx Museum & National Trust

To reflect the charitable status of the Manx Museum and National Trust (Manx National Heritage) a new grant funding model has been implemented for this year's budget. Initially this grant has been set at the net funding level previously included in the revenue budget and the ongoing funding will be agreed with the Trustees of the charitable trust

Other Grants

The subvention to Manx Radio has been increased to accommodate the decision of Tynwald following the debate on the funding of Manx Radio at its sitting in October 2019.

Laxey Glen Mills are to receive a two year increase to their grant totalling £150,000, split equally across the 2020-21 and 2021-22 financial years. The uplift to the grant is to finance a strategic review of the Mills to ensure they continue to be fit for purpose in the future.

There are no other planned changes to the level of any grants awarded on an annual basis to the various bodies that receive financial assistance from Government. This includes the Manx Lottery Trust, the Isle of Man Arts Council and the Isle of Man Sports Council (IOM Sport).



7. THE CAPITAL PROGRAMME

7.1. Overview

Capital expenditure can cover a whole range of projects, from the building of a new school or hospital ward, through to the reconstruction of the roads or provision of vehicles for the Fire and Rescue Service. The Capital Programme also ensures that adequate funding is made available for the improvement or maintenance of the Government's assets to ensure that they are preserved for future generations or to avoid more costly replacement in the long term.

The Capital Programme is also used to fund large scale information and communication technology (ICT) projects where there is significant investment in ICT assets such as servers or other devices to ensure that systems are up to date and can effectively deliver public services.

This year's Capital Programme is shown at Appendix 5 and is broken down into those projects which are directly funded by the relevant Authority (e.g. Isle of Man Post Office) or those that are funded by the Consolidated Loans Fund (CLF).

The majority of the Capital Programme is funded via the CLF or the Capital Account as it is also known. The CLF is supported by the repayment of loan charges made by the departments. This also includes an element of interest which for 2020/21 will remain at 2% in line with the Five Year Financial Plan.

When a capital project is approved, the term of the repayment is set based on the expected useful life of the asset and repayments are made over this period (similar to mortgage repayments) – this can be seen in Column 5 of the approvals table (Table 19). These repayment periods were reviewed in the 2019/20 financial year which has impacted upon the consolidated loans fund and been a contributing factor on the decision to support it by transferring £20 million from the Operating Account.

There are no plans to alter the interest rate as part of this year's budget although the budget will be monitored and the rate may be reviewed. The CLF also receives income from the sale of assets which are known as Capital Receipts.

The Treasury will commence a review of the funding and delivery mechanisms for capital investments to ensure that they meet the needs of the programme, particularly to ensure the plan is sustainable over the medium to long term.

The Capital Programme includes the revised capital estimates for 2020/21 onwards. These amendments and bids are reviewed by the Strategic Assets and Capital Investment Committee (SACIC) which is a sub-committee of the Treasury, before onward endorsement from the Treasury Board and the Council of Ministers.

All business cases are assessed in the context of their fit within the Programme for Government, priority, affordability and deliverability within the overall Capital Programme and following dialogue with each relevant department.

The objective of the capital strategy remains to arrive at an achievable, balanced capital programme over the next five years. For the 2020/21 programme year the Treasury asked for emergency bids only to try to smooth the peak of capital projects arising from delays in delivery.



7.2. 2019/20 Performance

The current 2019/20 year will see significant progression of the Douglas Promenade scheme, Liverpool Ferry Terminal, Older Persons Residential Resource Unit at Summerhill, active travel projects and airport ground services.

Actual spend (excluding borrowing authorities and property purchase) has typically been lower than anticipated and for 2019/20 is projected to be £79.5 million by the end of the financial year against a budget of almost £130 million (excluding non-CLF funded expenditure). This equates to a forecast budget utilisation in 2019/20 of 61% which compares to actual performance to budget in 2018/19 of 52%, comparable to 47% in 2017/18 (£60.8 million 2018/19 actual vs a budgeted £116.8 million = 52% expenditure against budget). The programme has now been updated to accommodate and carry forward this underspend and any other changes to departmental priorities.

The Treasury's £5 million generic Capital Contingency budget has seen less utilisation this year. As at December 2019 £0.5 million from the fund had been identified to deliver emergency works, structural work at the hospital to support disease control, prison security and supplementary capital authorities. The expanded remit has helped to provide the Treasury with greater flexibility to respond to unforeseen circumstances or to respond to any potential opportunities to achieve savings that require a quick response. Going forward into 2020/21 this budget has been slightly reduced to £4 million.

The balance of the Consolidated Loans Fund as at the 1 April 2019 stood at £62.8 million. As at the end of October 2019 Capital expenditure totalled £38.6m against an assumed 2019-20 Pink Book delivery figure of £70.5m (55%), or 30%, and against the total approvals from the consolidated loans fund for the year (amounting to £129.7 million).

This is in line with recent years' lower capital expenditure trends averaging around £60-£70 million per annum. This underspend has been due to a number of reasons but those that have had the most significant impact on the projected outturn include the slippage of Douglas Promenade refurbishment works, the Older Persons Residential Resource Unit at – Summerhill, Liverpool Ferry Terminal and the National Sports Centre project.

Additional approval made by Tynwald during 2019/20 related to additional expenditure to proceed with the Liverpool Ferry Terminal. This will carry forward as a Column 1 approval.

7.3. 2020/21 Budget

Looking forward, the proposed Capital Programme for 2020/21 amounts to £159 million (£189 million including non-CLF funded schemes). This compares with £130 million approved for the current 2019/20 year. Given that historical trends indicate that it is extremely unlikely that the proposed Capital Programme would ever be 100% delivered, the proposed programme has been analysed and the forecast adjusted for a more realistic annual expenditure position. Underspending like this can be for a number of reasons; internal delays within the department, capacity issues, problems obtaining planning permission or failure to obtain Tynwald approval.

Trend and scheme analysis has educated the assumption that expenditure will be approximately £71-98 million per annum. At this level of spending, combined with the changes to depreciation periods, the balance on the Capital Account is expected to fall into a deficit position. To address this a £20 million transfer from the operating budget will provide sufficient funds whilst a review of capital funding, requirement and delivery is undertaken which is demonstrated in Table 18 below.



TABLE 18 - Consolidated Loans Fund (CLF) Adjusted Forecast

| CLF ADJUSTED FORECAST | | | | | |
|---------------------------------|---------------------|-------------------|---------------------|---------------|---------------|
| £000 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | | |
| | | | 2021-22 | 2022-23 | 2023-24 |
| CLF Opening Balance | 62,785 | 47,584 | 36,079 | 17,648 | 16,332 |
| Forecasted Net Expenditure | (15,201) | (31,505) | (18,431) | (1,316) | (868) |
| Transfer from Operating Account | | 20,000 | | | |
| CLF Closing Balance | 47,584 | 36,079 | 17,648 | 16,332 | 15,464 |

The expenditure expected in 2020/21 on capital projects is circa £98.5 million, whilst the income to the fund from loan charges and capital receipts is estimated at circa £67 million. This means that the fund is projected to decrease by an estimated £11.5 million in 2020/21 despite the £20 million transfer from the operating budget. Thereafter the fund remains sustainable. £98.5 million represents a realistic estimate of deliverability that will require significant effort and includes an assumed 100% spend of the budgeted amounts for the Liverpool Ferry Terminal, Douglas Promenade refurbishment and bus replacement scheme in 2020/21.

As is usual, some capital projects for Manx Utilities continue to be funded through the CLF over the next five years.

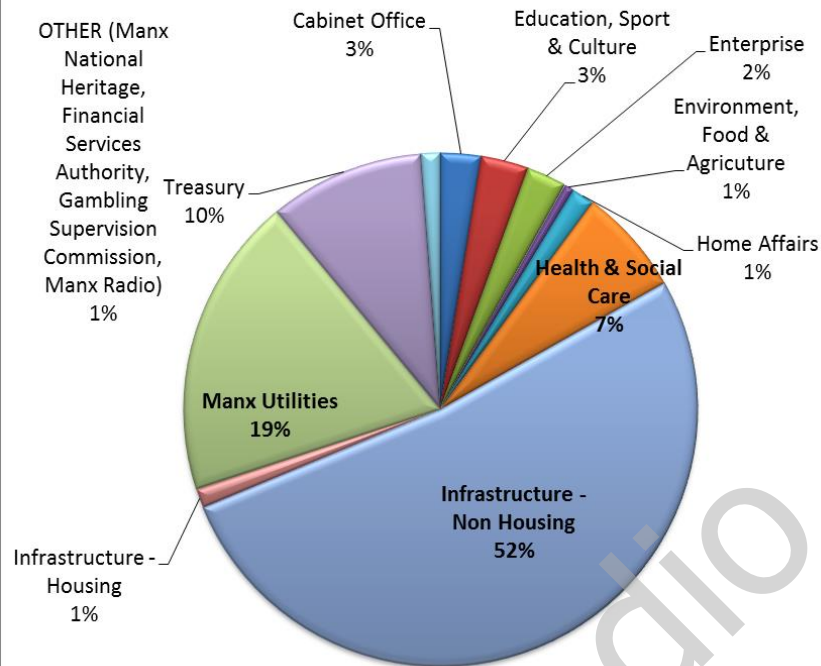
As can be seen from the charts below, the majority of the Capital Programme for 2019-20 will be undertaken by the Department of Infrastructure in line with their responsibility to manage and maintain the bulk of Government's infrastructure and its own share of the public sector housing stock.

The Department of Health and Social Care also draws significantly from the budget, and 2020/21 includes expenditure on the Older Persons Residential Resource Unit at Summerhill and the conclusion of the Acute Adult Psychiatric In-Patient Facility (Geddyn Reesht).

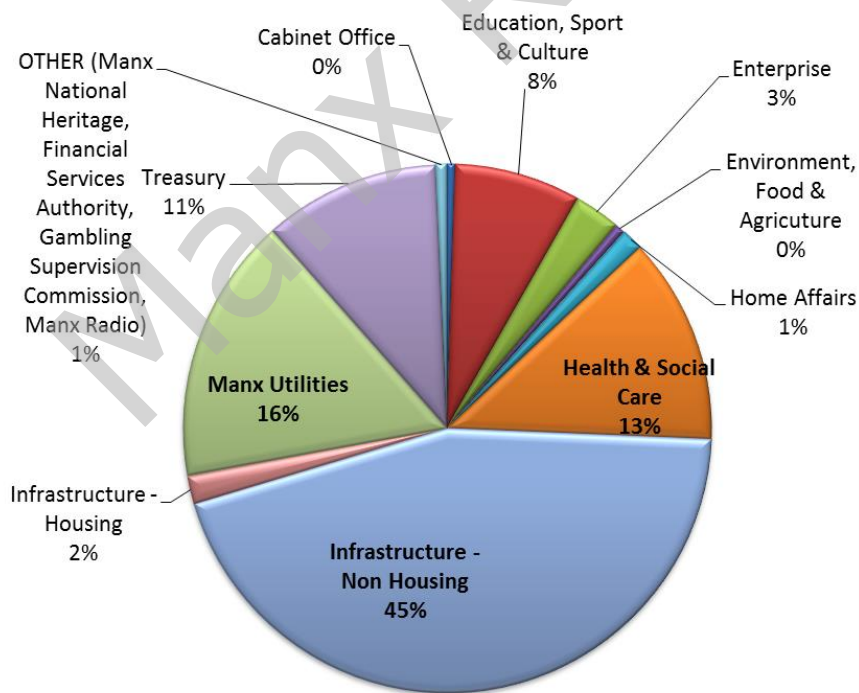
Other larger schemes in other departments include the sports pitch works to facilitate the wider development of Castle Rushen High School, a range of significant ICT replacements/improvements and the new Climate Change Mitigation Initiatives Fund.



Estimated Capital Payments by Department - 2020-21 (%)

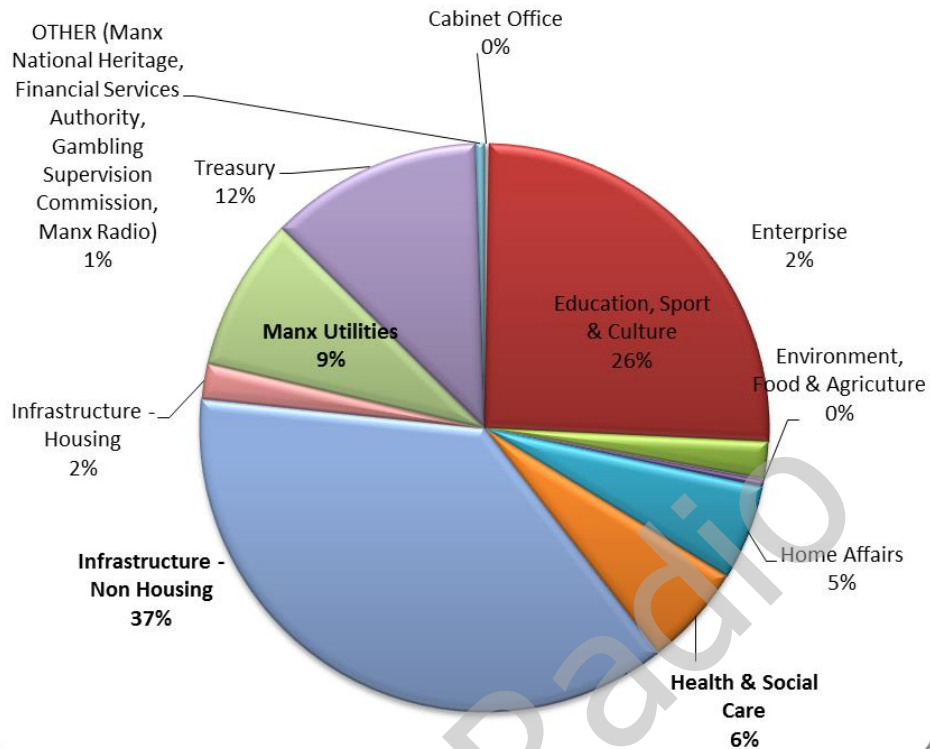


Estimated Capital Payments by Department - 2021-22 (%)

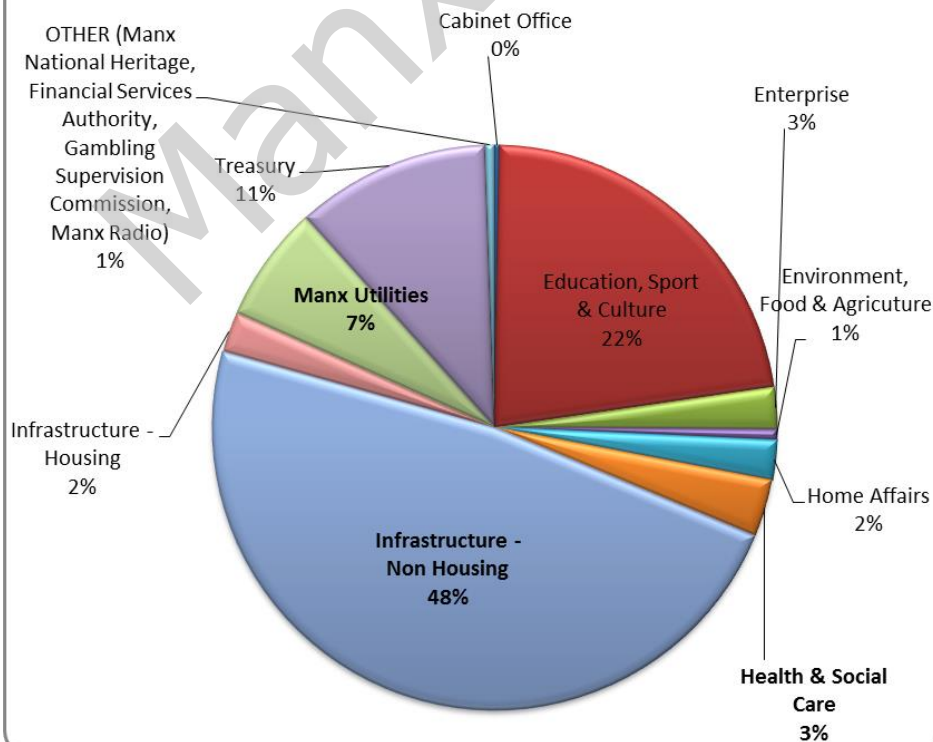




Estimated Capital Payments by Department - 2022-23 (%)



Estimated Capital Payments by Department - 2023-24 (%)





The following Table 19 shows the proposed total capital cost for all capital projects incurring expenditure during 2020/21 in accordance with Section 3 of the Budget Order Paper.

The main column for consideration is Column 2 (C2) which requests approval as part of the presentation of this budget. The values in Column 1 (C1) represent committed schemes which already have Tynwald approval from previous years; and the values in Column 3 (C3) represent new schemes which will need to be presented to Tynwald during the 2020/21 financial year once the detail has been developed.

The right-hand column headed Loan Sanction outlines the additional amount that the department is requesting authority to spend up to (i.e. the balance required once previous approvals (granted in 2019/20 or earlier) have been deducted). Finally, the last column shows the number of years over which the loan in question will be applied. The full Capital Programme is attached for information at Appendix 5.

An explanation of the projects listed within Column 2 is provided at Appendix 7.

The Treasury will undertake a review of the key drivers for historic under-delivery of the capital programme, estimated asset expenditure requirements and alternative financing and delivery options and improved departmental prioritisation to try to establish a more deliverable programme for the future.

As a cautionary note, delivery will continue to be closely monitored through both the Treasury and the Council of Ministers and should it identify that there is a threat to affordability then a mid-year review may be required to re-consider profiling and allocation of funds.

Affordability will be a key consideration where Column 3 items are being brought forward for approval.



TABLE 19 - 2020-21 Capital Approvals

| SCHEME | Total Expend. 2020-21 £000 | Breakdown by Approval Type | | | | C5 YEARS |
|--|-------------------------------------|-----------------------------------|---------------------------------|-----------------------------------|--------------------------------|-------------|
| | | Tynwald Approved C1 £000 | To be Approved C2 £000 | Future Approvals C3 £000 | Loan Sanction C4 £000 | |
| Cabinet Office | | | | | | |
| MCW - Technology | 250 | | 250 | | | 7 |
| Technology - Airport Management System (CPCB) | 63 | 63 | | | | 7 |
| Technology - DOI Network Migration | 779 | 419 | 360 | | | 7 |
| Technology - Land & Deeds Registry IT System | 650 | 650 | | | | 7 |
| Technology - NUIX Solution | 57 | 57 | | | | 7 |
| Technology - Passports & Immigration System | 1,032 | 331 | 701 | | | 7 |
| Technology - Smart Services | 358 | | 358 | | | 7 |
| Technology - TT Race Timing System | 859 | | 859 | | | 7 |
| Cabinet Office Total | 4,048 | 1,520 | 2,528 | | 2,507 | |
| Courts | | | | | | |
| Technology - Courts Case Management System | 245 | | 245 | | | 7 |
| Courts Total | 245 | | 245 | | | |
| Department for Education, Sports and Culture | | | | | | |
| Castle Rushen High School | 3,000 | 44 | | 2,956 | | 40 |
| Covered Play and Teaching Areas | 100 | 100 | | | | 30 |
| DDA Works to Department Sites | 500 | 500 | | | | 30 |
| MCW - National Sports Centre | 150 | | 150 | | | 10 |
| MCW - Regional Pools | 250 | 200 | 50 | | | 10 |
| National Sports Centre - Pool Hall | 200 | | 200 | | | 20 |
| QEII Science and Technology | 200 | 200 | | | | 40 |
| School Security | 250 | 250 | | | | 30 |
| St Mary's Extension Scheme | 100 | | 100 | | | 30 |
| DESC Total | 4,750 | 1,294 | 500 | 2,956 | | |
| Department for Enterprise | | | | | | |
| Company Registry System | 500 | | 500 | | | 20 |
| Fibre Optic Network | 3,006 | 1,506 | 1,500 | | | 20 |
| PRO - Archive Capability | 170 | | 170 | | | 20 |
| Public Records Office – Digital Archive | 100 | | 100 | | | 30 |
| TT Grandstand Development | 170 | 170 | | | | 30 |
| DfE Total | 3,946 | 1,676 | 2,270 | | 2,270 | |
| Department of Environment, Food and Agriculture | | | | | | |
| Ballure Slope Periodic Maintenance | 20 | 2 | 18 | | | 30 |
| Essential Building Maintenance | 250 | 74 | 176 | | | 30 |
| MCW - National Glens & Footpaths | 200 | | 200 | | | 30 |
| Mill Road Yard Development | 80 | 80 | | | | 30 |
| Public Analyst Lab - Equipment Replacement | 70 | | 70 | | | 10 |



| SCHEME | Total Expend. 2020-21 £000 | Breakdown by Approval Type | | | | C5 YEARS |
|---|-------------------------------------|-----------------------------------|---------------------------------|-----------------------------------|--------------------------------|-------------|
| | | Tynwald Approved C1 £000 | To be Approved C2 £000 | Future Approvals C3 £000 | Loan Sanction C4 £000 | |
| Wildlife Park - Redevelopment | 342 | 57 | 285 | | | 30 |
| DEFA Total | 962 | 213 | 749 | | 382 | |
| Department of Home Affairs | | | | | | |
| Communications Development Programme | 1,038 | | 1,038 | | | 10 |
| Equipment Replacement - Fire & Rescue | 100 | | 100 | | | 10 |
| Equipment Replacement - Police | 145 | 7 | 138 | | | 10 |
| New Emergency Services HQ | 425 | 425 | | | | 40 |
| Prison Minor Capital Works | 272 | | 272 | | | 10 |
| Sexual Assault Referral Center | 250 | | 250 | | | 10 |
| TETRA | 74 | 19 | 55 | | | 10 |
| DHA Total | 2,304 | 451 | 1,853 | | 1,317 | |
| Department of Health and Social Care | | | | | | |
| Acute Adult Psychiatric In-Patient Facility (Geddyn Reesht) | 1,000 | 1,000 | | | | 30 |
| Day Care Services - Eastcliffe | 471 | 207 | 264 | | | 30 |
| DHSC Strategic Development Fund | 250 | 107 | 143 | | | 30 |
| GP Surgery Development - Peel | 740 | 268 | 472 | | | 30 |
| Learning Disabilities - Purchase of Residential Facility | 630 | 200 | 430 | | | 30 |
| Learning Disabilities - Radcliffe Villas | 500 | | 500 | | | 30 |
| MCW - Asset Replacement Scheme | 1,500 | 492 | 1,008 | | | 10 |
| Older Persons RRU - North | 350 | 247 | 103 | | | 30 |
| Older Persons RRU - Summerhill | 4,000 | | | 4,000 | | 30 |
| Radiology Equipment Replacement | 710 | 238 | 472 | | | 10 |
| Redevelopment of Emergency Department, Noble's Hospital | 300 | | 300 | | | 30 |
| Redevelopment of Grianagh Court | 150 | | 150 | | | 30 |
| Upgrade to Ward 20 Isolation Unit, Noble's Hospital | 75 | 75 | | | | 30 |
| DHSC Total | 10,676 | 2,834 | 3,842 | 4,000 | 12,562 | |
| Department of Infrastructure | | | | | | |
| A5 Road Reconstruction | 934 | | 934 | | | 20 |
| Active Travel | 2,098 | 1,631 | 467 | | | 20 |
| Airport Ground Services Refurbishment | 7,500 | 750 | 6,750 | | | 30 |
| Ambulance Fleet Replacement | 370 | | 370 | | | 10 |
| Clagh Vane Redevelopment 7/8 | 530 | 530 | | | | 30 |
| Climate Change Adaption | 6,452 | 200 | 6,252 | | | 40 |
| DDA - Public Buildings | 30 | 30 | | | | 30 |
| DHA Vehicle Acquisition | 1,300 | | 1,300 | | | 10 |
| Douglas Harbour Strategy - A Cruise Berth Victoria Pier | 738 | 244 | 494 | | | 40 |
| Douglas Promenade | 8,000 | 8,000 | | | | 30 |
| Douglas Promenade Walkway | 1,935 | 138 | 1,797 | | | 30 |



| SCHEME | Total Expend. 2020-21 £000 | Breakdown by Approval Type | | | | C5 YEARS |
|---|-------------------------------------|-----------------------------------|---------------------------------|-----------------------------------|--------------------------------|-------------|
| | | Tynwald Approved C1 £000 | To be Approved C2 £000 | Future Approvals C3 £000 | Loan Sanction C4 £000 | |
| | | | | | | |
| East Quay Peel | 2,484 | 2,369 | 115 | | | 30 |
| EFW Control Emissions Monitoring | 54 | | 54 | | | 10 |
| Glencrutchery Road Reconstruction | 60 | 60 | | | | 20 |
| Heritage Rail Budget | 4,500 | | 4,500 | | | 30 |
| Heritage Trail Improvements | 288 | | 288 | | | 20 |
| House Purchase Assistance Scheme | 500 | 500 | | | | 30 |
| Integrated Communication Control System | 350 | | 350 | | | 7 |
| IOM Ferry Terminal - Liverpool | 16,250 | 16,250 | | | | 40 |
| Jurby Development Initiative | 871 | 730 | 141 | | | 30 |
| MCW – DfE | 140 | 20 | 120 | | | 10 |
| MCW – DHA | 260 | 60 | 200 | | | 10 |
| MCW - DHSC | 800 | 300 | 500 | | | 10 |
| MCW - Education and Children | 2,179 | 179 | 2,000 | | | 10 |
| MCW - Government Estate | 500 | | 500 | | | 10 |
| MCW - Nobles Hospital (Compliance) | 400 | 400 | | | | 10 |
| MCW - Nobles Hospital (Plant & Machinery) | 1,209 | 714 | 495 | | | 10 |
| MCW - Public Transport | 1,150 | | 1,150 | | | 20 |
| MCW - Villa/Gaiety. | 250 | 50 | 200 | | | 10 |
| MCW - Wildlife Park. | 175 | 63 | 112 | | | 10 |
| Peel Marina Works | 396 | 386 | 10 | | | 30 |
| Plant & Vehicle Replacement | 3,200 | | 3,200 | | | 15 |
| Public Transport - Bus Fleet Replacement | 1,396 | | 1,396 | | | 8 |
| Quarry Plant Replacement | 500 | 500 | | | | 15 |
| Raggatt Landfill | 541 | 300 | 241 | | | 30 |
| Refurbishment of Michael Street Peel | 636 | | 636 | | | 30 |
| Regeneration - Douglas (Castle/Duke St) | 1,020 | 640 | 380 | | | 20 |
| Replacement of Airport Major Foam/Crash Tenders | 750 | | 750 | | | 10 |
| Residential Road Refurbishment | 500 | | 500 | | | 20 |
| Runway Instrument Landing System | 1,479 | 20 | 1,459 | | | 10 |
| Site Feasibility Studies | 50 | | 50 | | | 10 |
| Special Waste Landfill Facility | 1,701 | 1,701 | | | | 30 |
| Strategic Highway Refurbishment | 3,189 | | 3,189 | | | 20 |
| Strategic Structural Maintenance | 1,540 | | 1,540 | | | 30 |
| Vehicle Test Centre Relocation | 2,535 | 1,488 | 1,047 | | | 40 |
| West Quay Ramsey | 315 | 165 | 150 | | | 30 |
| Wrights Pit | 307 | | 307 | | | 40 |
| DOI Total | 82,362 | 38,418 | 43,944 | | | |
| Schemes Funded from Housing Reserve | | | | | | |
| MCW - Housing Planned Works | 1,900 | | 1,900 | | | |
| DOI-HR Total | 1,900 | | 1,900 | | | |
| DOI and DOI-HR Total | 84,262 | 38,418 | 45,844 | | 46,765 | |

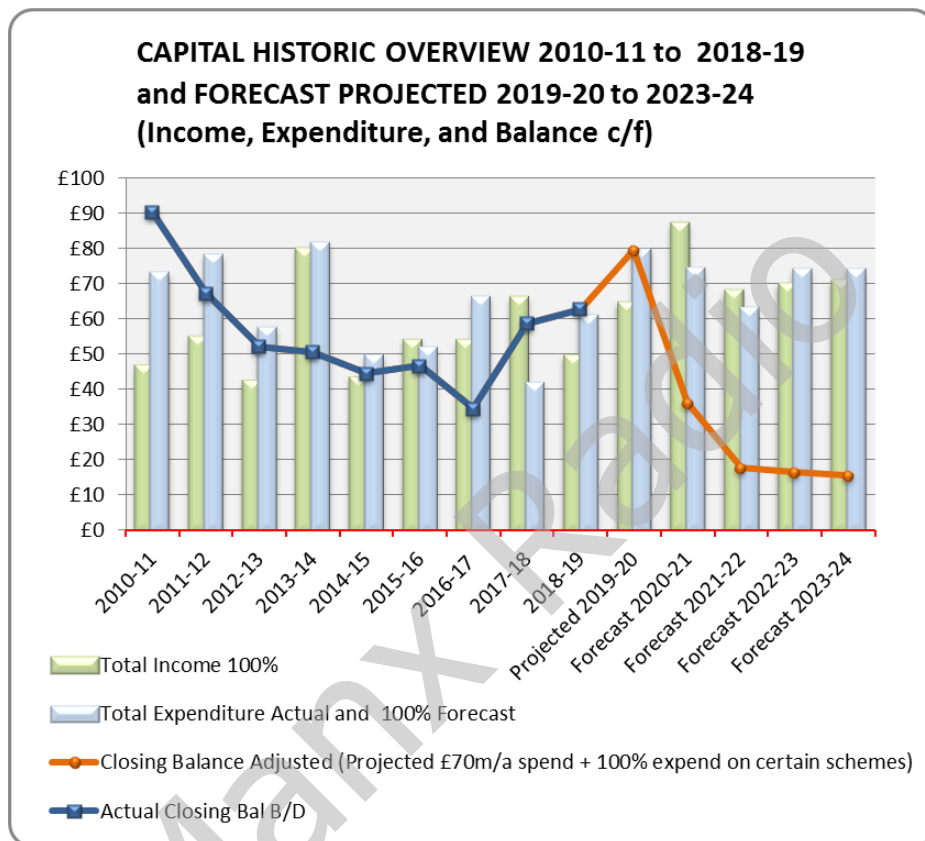


| SCHEME | Total Expend. 2020-21 £000 | Breakdown by Approval Type | | | | C5 YEARS |
|---|-------------------------------------|-----------------------------------|---------------------------------|-----------------------------------|--------------------------------|-------------|
| | | Tynwald Approved C1 £000 | To be Approved C2 £000 | Future Approvals C3 £000 | Loan Sanction C4 £000 | |
| Manx Museum and National Trust | | | | | | |
| MCW - Gallery Redisplay | 210 | 90 | 120 | | | 10 |
| MCW - MNH | 285 | 205 | 80 | | | 10 |
| MMNT Total | 495 | 295 | 200 | | 214 | |
| Manx Utilities Authority | | | | | | |
| Advanced Metering Conversion | 5,311 | 2,800 | 2,511 | | | 10 |
| Combined Cycle Gas Turbine | 3,281 | 26 | 3,255 | | | 5 |
| Electricity Network Refurbishment | 1,600 | | 1,600 | | | 20 |
| MCW - MUA | 2,289 | 1,866 | 423 | | | 10 |
| Refurbishment of Local Sewage Treatment Works | 2,504 | 2,504 | | | | 30 |
| Regional Sewage Treatment Works for Peel, Laxey and Baldrine | 13,243 | 13,243 | | | | 30 |
| Sewer Flood Alleviation | 500 | 400 | 100 | | | 20 |
| Sewers Network Refurbishment | 1,435 | | 1,435 | | | 20 |
| MUA Total | 30,163 | 20,839 | 9,324 | | 34,196 | |
| Financial Intelligence Unit | | | | | | |
| Computer System | 228 | | 228 | | | 7 |
| FIU Total | 228 | | 228 | | | |
| Financial Services Authority | | | | | | |
| Technology - FSA New System | 157 | 157 | | | | 7 |
| FSA Infrastructure Costs | | | | | | 10 |
| FSA Total | 157 | 157 | | | | |
| Gambling Supervision Commission | | | | | | |
| Technology - GSC New System | 157 | 157 | | | | 7 |
| GSC Total | 157 | 157 | | | | |
| Statutory Boards Total | 314 | 314 | | | | |
| Treasury | | | | | | |
| Capital Projects Contingency Fund | 4,000 | | 4,000 | | | |
| Climate Change Mitigation Initiatives | 5,000 | | 5,000 | | | 30 |
| Technology - Operational Change Programme | 6,504 | | 6,504 | | | 10 |
| Manx Radio | | | | | | |
| MCW - Broadcasting House Maintenance | 150 | | 150 | | | 10 |
| Broadcasting House Refurbishment | 969 | | | 969 | | 30 |
| Treasury Total | 16,623 | | 15,654 | 969 | 15,687 | |
| SUBTOTALS | 159,016 | 67,854 | 83,237 | 7,925 | 115,900 | |

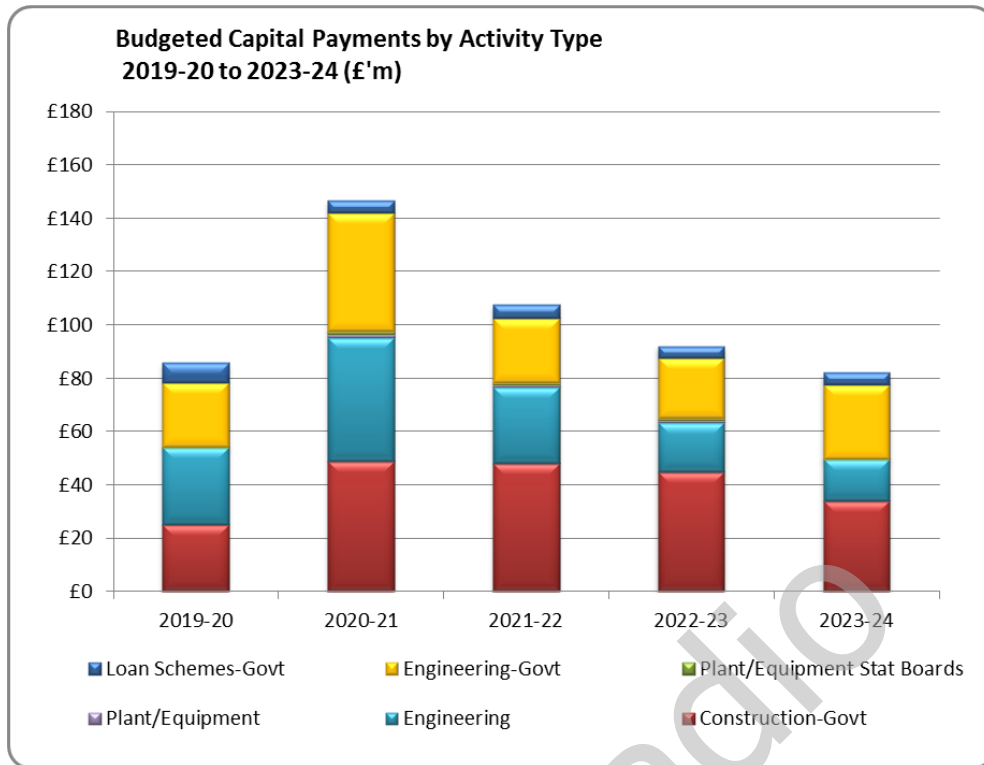


7.4. The 5 year Capital Programme

The table below shows the balance of the Consolidated Loans Fund (CLF) historically over the last seven years and projected forward to include the duration of the current capital programme. As can be seen, the balance of the CLF requires an injection from the operating account to support it through this period of forecast higher expenditure. This one off injection allows for a considered review of future capital funding strategies.



An assessment of probable spend has been used rather than the traditional budgeted spend which has been used to model affordability in previous years, as this more accurately reflects Government's assessment of the current capacity of Government and local industry to deliver these projects. Liaison with the industry does take place regularly and efforts are made to schedule works to, as far as possible, avoid significant peaks and troughs to maximise delivery. Table 20 shows the breakdown of the Capital Programme by type of expenditure.



Previous budgets have included a short list of “Plan B” schemes with the aim of allowing certain budgets or schemes which can be delivered quickly and with minimal pre-construction work to be brought forward into earlier year’s should there be slippage on other planned expenditure. These have not been included in this year budget since they have not proved achievable with the resources and timescales available.

The detailed transactions on the Capital Account arising from the proposed Capital Programme are shown in Table 20 overleaf.



TABLE 20 - Capital Account Summary

| CAPITAL ACCOUNT SUMMARY | | | | | |
|--|---------------|----------------|---------------------|---------------|---------------|
| £000 | Probable | Budget | Provisional Budgets | | |
| | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| | £'000 | £'000 | £'000 | £'000 | £'000 |
| RECEIPTS | | | | | |
| Repayment of Capital and Interest | 44,973 | 67,642 | 47,645 | 48,600 | 49,554 |
| Capital Receipts | 1,000 | 1,000 | 500 | 500 | 500 |
| Drawdown from Housing Reserve | 1,892 | 1,900 | 1,900 | 1,900 | 1,900 |
| MUA Repayment | 14,495 | 16,381 | 17,783 | 18,618 | 18,615 |
| TOTAL INCOME | 64,299 | 86,923 | 67,828 | 69,618 | 70,569 |
| PAYMENTS (BUDGET) | | | | | |
| Departments | | | | | |
| Cabinet Office | 1,642 | 4,048 | 573 | 250 | 250 |
| Courts | | 245 | 380 | 215 | |
| Enterprise | 574 | 3,946 | | | |
| Education, Sports and Culture | 2,667 | 4,750 | 1,576 | 1,700 | 800 |
| Environment, Food & Agriculture | 889 | 962 | 565 | 400 | 400 |
| Health & Social Care | 5,487 | 10,676 | 11,062 | 2,726 | 1,250 |
| Home Affairs | 1,262 | 2,304 | 992 | 1,014 | 994 |
| Infrastructure | 57,175 | 82,362 | 48,067 | 25,487 | 25,251 |
| Housing Reserve Funded Schemes | 1,892 | 1,900 | 1,900 | 1,900 | 1,900 |
| Treasury | 9,309 | 15,504 | 12,019 | 11,417 | 9,250 |
| Other Bodies | | | | | |
| Statutory Board FIU | | 228 | | | |
| Statutory Board FSA | 207 | 157 | 82 | | |
| Statutory Board GSC | 171 | 157 | 82 | | |
| Manx Museum & National Trust | 295 | 495 | 460 | 330 | 310 |
| Manx Radio | 150 | 1,119 | 150 | 150 | 150 |
| Manx Utilities Authority | 10,880 | 30,163 | 6,370 | 2,200 | 2,150 |
| Total Future Schemes (Appendix 6) | | | 27,269 | 46,772 | 40,360 |
| TOTAL BUDGETED EXPENDITURE | 92,600 | 159,016 | 111,547 | 94,561 | 83,065 |

The table above shows all elements of the Capital Programme. As explained earlier, given the trend for Government's delivery of the capital expenditure to be lower than the full programme, the Treasury has included a more realistic projected spend of £71-98 million per annum delivery against budget. This level of capital expenditure is considered to be a fair balance of affordability and sustainability subject to the transfer into the CLF from the operating account. This explains the difference between the total expenditure figures above and those included in the Capital Account Forecast at Table 2.

Historically after the end of each financial year, the Treasury has brought to Tynwald a list of Capital Supplementary Authorities for amounts of capital expenditure which form part of the overall approved budget for various capital programme items, due to the nature and timing of those items over a number of financial years, the actual level of expenditure in any one year may exceed the specific budget approval for that year.

Last year, Tynwald delegated authority to the Treasury, to allow it to approve where appropriate, the funding for scheme overspends up to £500,000 where they relate to timing differences and account for less than 10% of the total cost of the project. This has and will continue to save Tynwald time for what are primarily timing related discrepancies. Departments will still be required to explain any overspends where necessary. With the scale of projects coming forward in the next few years, particularly the harbour schemes, it is proposed to retain this authority at £500,000.



8. THE RESERVES

Government's reserves are made up of internal and external funds. Summaries of the purpose of each of these funds can be found at Appendix 8.

Government's internal reserves serve a valuable role in funding those costs which are difficult to predict due to their unforeseen nature or due to a high level of cost volatility from year to year.

These items would distort the revenue budget if incorporated into the annual estimates, with the risk still remaining that the budget estimates are inadequate to meet the year's actual requirements.

This budget relies on the use of reserves to the order of £74.2 million (compared to an estimated £58.4 million for 2020-21 in the previous budget), which can be used as a proxy for Government's underlying operating deficit. The increase is due largely to a transfer to the Consolidated Loan Account to support capital spending, together with an increased transfer to the reserves from the National Insurance Investment Account.

Investment returns on our externally invested reserves are forecast at £80 million which is higher than in previous years; however a more prudent approach has been taken to future year forecasts, estimating a return of around £60-70 million, to reflect risk in the market. A summary of the projected reserves position is shown below.

A considerable proportion of the use of reserves is in relation to the draw down from the Public Service Employee Pension Reserve of around £36.3 million in 2020-21. As explained earlier, a key part of the Five Year Financial Plan is to ensure that reliance on the pensions reserve is eliminated by 2022-23 in line with the depletion of the Fund.

TABLE 21 - Use of Reserves

| USE OF RESERVES | | | | | | | |
|--------------------------------------|-------------------|-------------------|---------------------|-------------------|-------------|-------------|-------------|
| £ million | Actual 2018-19 | Budget 2019-20 | Probable 2019-20 | Provision Budgets | | | |
| | | | | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| Internal Funds | 17.0 | 16.0 | 16.5 | 21.3 | 21.5 | 21.8 | 21.5 |
| Hospital Estates Development Fund | 3.7 | 3.8 | 3.8 | 3.7 | 3.6 | 3.6 | 3.6 |
| Housing Reserve Fund | 2.1 | 1.9 | 1.9 | 1.9 | 1.9 | 1.9 | 1.9 |
| NI Investment Account | (2.8) | (11.4) | (22.0) | (14.7) | (15.0) | (15.1) | (15.2) |
| PSPEPR | 39.5 | 37.0 | 33.5 | 36.3 | 40.0 | 15.5 | 0.0 |
| Sub-Total Transfer To Revenue | 59.5 | 47.3 | 33.7 | 48.5 | 52.0 | 27.7 | 11.8 |
| Reserve Fund Interest | 10.5 | 6.0 | 7.5 | 6.2 | 4.5 | 3.5 | 3.2 |
| Capital Account | 4.0 | (7.6) | 15.2 | 11.5 | 18.4 | 1.3 | 0.9 |
| Operating Account Transfer | | | | 20.0 | | | |
| Revenue Account Surplus | (30.7) | (2.0) | (11.1) | (12.0) | (25.5) | (9.1) | (0.2) |
| Use of Reserves | 43.3 | 58.9 | 45.2 | 74.2 | 49.4 | 23.4 | 15.7 |



8.1. External Reserves

The purpose of each external fund is enshrined within the investment mandates supplied to the discretionary investment managers and forms part of investment manager contracts. All investment mandates and benchmarks remain on an absolute return basis. Details of the mandates are provided within the Government Accounts which can be found at: <https://www.gov.im/categories/tax-vat-and-your-money/government-accounts/>

Enterprise Development Fund

As part of the 2016 Budget the Enterprise Development Fund was created with an initial £10 million, supporting the £50 million Enterprise Development Scheme. This scheme was brought in house by the Department for Enterprise in 2019 and was revised to open it up to a wider range of applicants to focus on job creation and to strengthen the requirement for co-investment. Investment decisions are to be taken by the Department, the Treasury and an external chair and require unanimous approval.

The Department also uses the revised Enterprise Development Scheme to invest in media productions where these create sustainable jobs.

8.2. Internal Reserves

As part of the 2018-19 budget process, the Treasury requested devolved authority to transfer funding between the internal reserves without further recourse to Tynwald. This allows the Treasury sufficient flexibility in place to transfer funding to wherever it is most required at short notice.

For the 2020-21 budget, the Treasury has recommended topping up the funds as follows:

- **The Agriculture and Forestry Fund** – to be topped up by £1 million in order to support operation of the meat plant and by a further £700k (per 2019 budget) for general support.
- **Digital Strategy Fund** – to be topped up by £1 million to ensure continued delivery of the Isle of Man Government's digital strategy
- **Environmental Protection Fund** – following the announcement of recognition of a climate emergency by the Chief Minister in May 2019, Tynwald unanimously agreed to set up a dedicated Climate Emergency Consultative Transformation Team. In January 2020 Tynwald unanimously approved the Isle of Man Government's Climate Change Action Plan. The ongoing funding strategy to implement any agreed actions will need to be developed and approved. As an interim measure, a new fund of £5 million will be established to enable departments to implement initiatives that support the actions and objectives identified by the action plan until such time as the financing strategy has been agreed.
- **Healthcare Transformation Fund** - to be topped up by £5 million to support the Health and Care Transformation project following Sir Jonathan Michael's Independent Review of the Isle of Man Health and Social Care System, which was unanimously approved by Tynwald in May 2019.
- **The Legal Costs Reserve** – to be topped up by £1 million, to keep the balance on this fund at a sustainable level going forward, as it is clear that there is a continued demand for access to this fund from a number of different areas of Government, and it is unrealistic to



expect that the relevant costs can be effectively budgeted for in the relevant areas, given the variable and unpredictable nature of such costs.

- **The Medical Indemnity Fund** – to be topped up by £3 million, to keep the balance on this fund at a sustainable level going forward to meet the future liability demands against it.
- **Marketing Initiatives Fund** – the four executive agencies within the Department for Enterprise are working on product development and marketing proposals at present, which remain reliant upon funds from this fund. A £1 million transfer is recommended in order to keep the balance on this fund at a level to support the Department.

Manx Radio



8.3. Reserves 2019-20 Performance

The projected Probable Income and Expenditure for 2019-20 in respect of each of the internal and externally managed funds is presented in the table below.

TABLE 22 - Probable Income & Expenditure 2019-20

| THE RESERVES - PROJECTED INCOME & EXPENDITURE 2019-20 | | | | | | | |
|---|--------------------------------------|---|--------------------------------|----------------------------|--|----------------|--|
| | 1 | Projected Income & Expenditure 2019-20 | | | | | 7 |
| | | 2 | 3 | 4 | 5 | 6 | |
| £000 | Balances brought forward at 01/04/19 | Transfers To/from the Operating Account | Contributions Seizures & Other | Realised Investment Income | Transfer to Revenue & Capital Accounts | Other Expenses | Balances carried forward at 31/03/2020 |
| Managed External Invested Funds: | | | | | | | |
| Enterprise Development Scheme | 3,122 | | 1,000 | 450 | 1,000 | 7 | 3,565 |
| Hospital Estate Development Fund | 32,499 | | | 4,687 | 3,800 | 120 | 33,266 |
| Manx Currency Account - Notes | 33,563 | | | 4,841 | 450 | 70 | 37,884 |
| Media Development Fund | 3,380 | | | 487 | 1,000 | 34 | 2,833 |
| MUA Bond Repayment Fund | 63,912 | | 1,500 | 9,218 | | 160 | 74,470 |
| National Insurance Investment Account | 814,641 | | 18,500 | 27,200 | | 1,900 | 858,441 |
| Public Service Employees' Pension | 98,573 | (33,500) | | 14,217 | | 260 | 79,030 |
| Reserve Fund | 351,524 | | | 11,900 | 6,000 | 935 | 356,489 |
| Total - External Funds | 1,401,214 | (33,500) | 21,000 | 73,000 | 12,250 | 3,486 | 1,445,978 |
| Invested Funds: | | | | | | | |
| Academic Business Planning Fund | 1,205 | | | 20 | 1,000 | | 225 |
| Agricultural & Forestry Fund | 1,372 | 850 | | 22 | 1,000 | | 1,244 |
| BREXIT Fund | 1,909 | 1,000 | | 32 | 250 | | 2,691 |
| Contingency Fund | 7,235 | | | 120 | 1,000 | | 6,355 |
| Digital Strategy Fund | 5,318 | | | 87 | 2,000 | | 3,405 |
| Economic Development Fund | 9,966 | | | 165 | 1,500 | | 8,631 |
| Healthcare Transformation Fund | 10,328 | | | 171 | 1,000 | | 9,499 |
| Invest to Save Fund | 3,831 | | | 63 | 250 | | 3,644 |
| Legal Costs Reserve | 2,330 | 1,500 | | 39 | 1,000 | | 2,869 |
| Marketing Initiatives Fund | 3,602 | | | 60 | 2,000 | | 1,662 |
| Medical Indemnity Fund | 4,407 | 3,000 | | 73 | 4,000 | | 3,480 |
| Seized Assets Fund | 1,537 | | 1,000 | 25 | 1,000 | | 1,562 |
| Town & Village Centre Regeneration | 1,252 | 250 | | 21 | 500 | | 1,023 |
| Sub-total: Funds for Revenue reimbursement | 54,292 | 6,600 | 1,000 | 898 | 16,500 | | 46,290 |
| Internal element of external Funds: | | | | | | | |
| Manx Currency Account - Other | 53,051 | | | 530 | | | 53,581 |
| Media Development Fund | 14,742 | | | | | | 14,742 |
| Public Service Employees' Pension | 10,845 | 33,500 | | | 33,500 | | 10,845 |
| Enterprise Development Fund | 7,033 | | | | 1,000 | | 6,033 |
| Sub-total: Internal element of external Funds | 85,671 | 33,500 | | 530 | 34,500 | | 85,201 |
| Funds used for capital reimbursement: | | | | | | | |
| Housing Reserve Fund | 4,946 | | 1,892 | 82 | 2,000 | | 4,920 |
| Land & Property Acquisition Reserve | 7,181 | | | 119 | 300 | | 7,000 |
| Sub-total: Funds for capital reimbursement | 12,127 | | 1,892 | 201 | 2,300 | | 11,920 |
| Total - Internal Funds | 152,090 | 40,100 | 2,892 | 1,629 | 53,300 | | 143,411 |
| TOTAL | 1,553,304 | 6,600 | 23,892 | 74,629 | 65,550 | 3,486 | 1,589,389 |



8.4. Reserves 2020-21 Projected Income & Expenditure

The Projected Income and Expenditure for 2020-21 in respect of each of the internal and externally managed funds is presented in the table below.

TABLE 23 - Projected Income & Expenditure 2020-21

| THE RESERVES - PROJECTED INCOME & EXPENDITURE 2020-21 | | | | | | | |
|---|--|---|---|---------------------------------------|--|------------------------|--|
| | 1 Balances brought forward at 01/04/20 | Projected Income & Expenditure 2020-21 | | | | | 7 Balances carried forward at 31/03/2021 |
| | | 2 Transfers To/from the Operating Account | 3 Contributions Seizures & Other | 4 Realised Investment Income | 5 Transfer to Revenue & Capital Accounts | 6 Other Expenses | |
| £000 | | | | | | | |
| Managed External Invested Funds: | | | | | | | |
| Enterprise Development Scheme | 3,565 | | 1,000 | 247 | 1,000 | 3 | 3,809 |
| Hospital Estate Development Fund | 33,266 | | | 2,307 | 3,900 | 69 | 31,604 |
| Manx Currency Account - Notes | 37,884 | | | 2,627 | 450 | 83 | 39,978 |
| MUA Bond Repayment Fund | 74,470 | | 1,500 | 5,164 | | 168 | 80,966 |
| National Insurance Investment Account | 858,441 | | 20,500 | 28,500 | | 2,200 | 905,241 |
| Public Service Employees' Pension | 79,030 | (35,500) | | 5,481 | | 117 | 48,894 |
| Reserve Fund | 359,322 | | | 12,196 | 5,000 | 897 | 365,621 |
| Total - External Funds | 1,445,978 | (35,500) | 23,000 | 56,522 | 10,350 | 3,537 | 1,476,113 |
| Invested Funds: | | | | | | | |
| Academic Business Planning Fund | 225 | | 1,000 | 4 | 1,000 | | 229 |
| Agricultural & Forestry Fund | 1,244 | 1,700 | | 40 | 1,000 | | 1,984 |
| BREXIT Fund | 2,691 | | | 49 | 750 | | 1,990 |
| Contingency Fund | 6,355 | | | 115 | 1,000 | | 5,470 |
| Digital Strategy Fund | 3,405 | 1,000 | | 61 | 1,000 | | 3,466 |
| Economic Development Fund | 8,631 | | | 147 | 2,000 | | 6,778 |
| Environmental Protection Fund | | 5,000 | | 44 | 4,500 | | 544 |
| Healthcare Transformation Fund | 9,499 | 5,000 | | 172 | 5,000 | | 9,671 |
| Invest to Save Fund | 3,644 | | | 66 | 500 | | 3,210 |
| Legal Costs Reserve | 2,869 | 1,000 | | 52 | 1,000 | | 2,921 |
| Marketing Initiatives Fund | 1,662 | 1,000 | | 30 | 1,000 | | 1,692 |
| Medical Indemnity Fund | 3,480 | 3,000 | | 54 | 1,000 | | 5,534 |
| Seized Assets Fund | 1,562 | | 1,000 | 28 | 1,000 | | 1,590 |
| Town & Village Centre Regeneration | 1,023 | | | 18 | 500 | | 541 |
| Sub-total: Funds for Revenue reimbursement | 46,290 | 17,700 | 2,000 | 880 | 21,250 | | 45,620 |
| Internal element of external Funds: | | | | | | | |
| Manx Currency Account - Other | 53,581 | | | 536 | | | 54,117 |
| Reserve Fund (formerly MDF) | 14,742 | | | | | | 14,742 |
| Public Service Employees' Pension | 10,845 | 35,500 | | | 35,500 | | 10,845 |
| Enterprise Development Fund | 6,033 | | | | 1,000 | | 5,033 |
| Sub-total: Internal element of external Funds | 85,201 | 35,500 | | 536 | 36,500 | | 84,737 |
| Funds used for capital reimbursement: | | | | | | | |
| Housing Reserve Fund | 4,920 | | 1,900 | 89 | 2,000 | | 4,909 |
| Land & Property Acquisition Reserve | 7,000 | | | 127 | 500 | | 6,627 |
| Sub-total: Funds for capital reimbursement | 11,920 | | 1,900 | 216 | 2,500 | | 11,536 |
| Total - Internal Funds | 143,411 | 53,200 | 3,900 | 1,632 | 60,250 | | 141,893 |
| TOTAL | 1,589,389 | 17,700 | 26,900 | 58,154 | 70,600 | 3,537 | 1,618,006 |

Notes:

- 1) The balances of the externally managed invested funds are shown at book rather than market value.
- 2) The Media Development Fund has been moved to the General Reserve Fund as there is now no need for a dedicated fund. The Treasury will consider future applications for media related projects on a case by case basis and will look to fund these via an alternative fund (such as Economic Development Fund) as appropriate.



8.5. Reserves Projected Future Expenditure

The projected future expenditure of each fund for the duration of the Five Year Financial Plan is presented in the below table:

TABLE 24 - Probable Expenditure Future Years

| PROJECTED FUTURE EXPENDITURE FROM RESERVES | | | | |
|--|---------------|--------------------|---------------|---------------|
| £000 | Budget | Provisional Budget | | |
| | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| Managed External Invested Funds: | | | | |
| Enterprise Development Scheme | 1,003 | 1,500 | 1,500 | 1,500 |
| Hospital Estate Development Fund | 3,969 | 3,900 | 3,900 | 3,900 |
| Manx Currency Account - Notes | 533 | 550 | 550 | 550 |
| MUA Bond Repayment Fund | 168 | 150 | 150 | 150 |
| National Insurance Investment Account | 2,200 | 2,200 | 2,200 | 2,200 |
| Public Service Employees' Pension | 117 | 300 | 300 | 300 |
| Reserve Fund | 5,897 | 4,100 | 2,100 | 100 |
| Total - External Funds | 13,887 | 12,700 | 10,700 | 8,700 |
| Invested Funds: | | | | |
| Academic Business Planning Fund | 1,000 | 1,000 | 1,000 | 1,000 |
| Agricultural & Forestry Fund | 1,000 | 1,200 | 500 | 500 |
| BREXIT Fund | 750 | 750 | 750 | 530 |
| Contingency Fund | 1,000 | 1,000 | 1,000 | 1,000 |
| Digital Strategy Fund | 1,000 | 2,000 | 3,000 | 3,000 |
| Economic Development Fund | 2,000 | 2,000 | 2,000 | 2,000 |
| Environmental Protection Fund | 4,500 | 4,500 | 4,650 | 4,700 |
| Healthcare Transformation Fund | 5,000 | 3,000 | 3,000 | 3,000 |
| Invest to Save Fund | 500 | 500 | 500 | 500 |
| Legal Costs Reserve | 1,000 | 1,000 | 1,000 | 1,000 |
| Marketing Initiatives Fund | 1,000 | 750 | 750 | 750 |
| Medical Indemnity Fund | 1,000 | 2,500 | 2,500 | 2,500 |
| Seized Assets Fund | 1,000 | 1,000 | 1,000 | 1,000 |
| Town & Village Centre Regeneration | 500 | 250 | 100 | 50 |
| Sub-total: Funds for Revenue reimbursement | 21,250 | 21,450 | 21,750 | 21,530 |
| Internal element of external Funds: | | | | |
| Manx Currency Account - Other | 0 | 750 | 750 | 750 |
| Media Development Fund | 0 | 0 | 0 | 0 |
| Public Service Employees' Pension | 35,500 | 40,000 | 15,500 | 0 |
| Enterprise Development Fund | 1,000 | 1,000 | 1,000 | 1,000 |
| Sub-total: Internal element of external Funds | 36,500 | 41,750 | 17,250 | 1,750 |
| Funds used for capital reimbursement: | | | | |
| Housing Reserve Fund | 2,000 | 3,000 | 3,000 | 3,000 |
| Land & Property Acquisition Reserve | 500 | 500 | 500 | 500 |
| Sub-total: Funds for capital reimbursement | 2,500 | 3,500 | 3,500 | 3,500 |
| Total - Internal Funds | 60,250 | 66,700 | 42,500 | 26,780 |
| TOTAL | 74,137 | 79,400 | 53,200 | 35,480 |



APPENDIX 1 - ANALYSIS OF TREASURY INCOME

This table shows the estimated revenue to Government of the Treasury as provided by Customs & Excise, Income Tax and the Treasury Investment Team.

TABLE 25 - Analysis of Treasury Income

| Budget 2019-20 | Probable 2019-20 | ANALYSIS OF TREASURY INCOME £000 | Budget 2020-21 | Budget 2021-22 | Budget 2022-23 |
|-------------------|---------------------|-------------------------------------|-------------------|-------------------|-------------------|
| | | CUSTOMS & EXCISE | | | |
| | | <u>Shared Revenue</u> | | | |
| 287,219 | 287,362 | Value Added Tax | 296,635 | 306,093 | 315,704 |
| 76,800 | 76,600 | Excise Duty | 78,700 | 80,800 | 83,000 |
| 6,700 | 6,700 | Customs Duty | 7,000 | 7,300 | 7,600 |
| 300 | 300 | Soft Drinks Industry Levy | 200 | 100 | 100 |
| (1,300) | (1,500) | Cost of Collection Adjustment | (1,500) | (1,500) | (1,500) |
| | | <u>Non-Shared Revenue</u> | | | |
| 3,700 | 3,600 | Gambling Duty | 3,600 | 3,600 | 3,600 |
| 5,400 | 5,500 | Air Passenger Duty | 5,500 | 5,500 | 5,500 |
| 1,300 | 1,500 | Lottery Duty | 1,300 | 1,300 | 1,300 |
| 400 | 500 | Non-Revenue Receipts | 500 | 500 | 500 |
| 380,519 | 380,562 | TOTAL CUSTOMS & EXCISE | 391,935 | 403,693 | 415,804 |
| | | INCOME TAX | | | |
| 198,920 | 202,600 | Resident Income Tax | 207,935 | 214,904 | 221,639 |
| 12,300 | 14,420 | Company Tax | 14,600 | 14,400 | 14,200 |
| 19,300 | 23,040 | Non-Resident Tax | 23,600 | 24,600 | 25,600 |
| 230,520 | 240,060 | TOTAL INCOME TAX | 246,135 | 253,904 | 261,439 |
| 269,362 | 270,500 | NI OPERATING ACCOUNT | 271,800 | 278,950 | 286,136 |
| | | OTHER TREASURY INCOME | | | |
| 750 | 425 | Fines | 750 | 750 | 750 |
| 6,000 | 6,194 | Interest on Investments | 5,152 | 3,465 | 2,415 |
| 285 | 845 | Miscellaneous | 285 | 285 | 285 |
| 0 | 0 | IOMPO - Revenue Contribution | 0 | 0 | 0 |
| 7,035 | 7,464 | TOTAL OTHER TREASURY INCOME | 6,187 | 4,500 | 3,450 |
| 887,436 | 898,586 | TOTAL | 916,057 | 941,047 | 966,829 |



APPENDIX 2 - NATIONAL INSURANCE ACCOUNT

TABLE 26 - National Insurance Fund (NIF) Account

| NATIONAL INSURANCE ACCOUNT | | | | | | | |
|---|--------------|--------------|--------------|---------------------|--------------|----------------|----------------|
| £ million | Actual | Budget | Forecast | Provisional Budgets | | | |
| | 2018-19 | 2019-20 | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 |
| Income | | | | | | | |
| NI Contributions | 206.8 | 217.0 | 220.0 | 218.0 | 223.5 | 229.0 | 234.8 |
| Agency Income | 44.9 | 52.4 | 50.5 | 53.8 | 55.5 | 57.1 | 58.8 |
| | 251.7 | 269.4 | 270.5 | 271.8 | 279.0 | 286.1 | 293.6 |
| Expenditure | | | | | | | |
| NI Funded Welfare Payments | 207.2 | 215.0 | 205.3 | 216.1 | 221.5 | 227.1 | 232.7 |
| Administration Costs | 2.0 | 2.1 | 2.3 | 2.1 | 2.1 | 2.1 | 2.1 |
| NHS Allocation (DHSC) | 39.7 | 40.9 | 40.9 | 38.9 | 40.3 | 41.9 | 43.6 |
| | 248.9 | 258.0 | 248.5 | 257.1 | 263.9 | 271.1 | 278.4 |
| NI Operating Account Surplus/(Deficit) | 2.8 | 11.4 | 22.0 | 14.7 | 15.1 | 15.0 | 15.2 |
| NI Fund (est Value) B/F | 793.7 | 831.0 | 832.3 | 881.5 | 924.8 | 970.6 | 1,018.0 |
| Investment Income | 35.8 | 25.9 | 27.2 | 28.8 | 30.7 | 32.4 | 34.0 |
| NI Operating Account Surplus | 2.8 | 11.4 | 22.0 | 14.7 | 15.1 | 15.0 | 15.2 |
| NI Fund (est Value) C/F | 832.3 | 868.3 | 881.5 | 924.8 | 970.6 | 1,018.0 | 1,067.2 |

See Appendix 8 for more information on the National Insurance Account.



APPENDIX 3 - WELFARE BENEFIT PAYMENTS

TABLE 27 - Welfare Benefits Payments

| Benefit/Payment | Base Cost | Up-Rating % | Cost of Up-Rating | Uprated Cost |
|---|--------------------|-------------|-------------------|--------------------|
| National Insurance (NI) Benefits | £ | % | £ | £ |
| Retirement Pension (2) | 141,500,000 | 3.3% | 4,670,000 | 146,170,000 |
| Age Addition | 424,000 | 0.0% | 0 | 424,000 |
| Pension Supplement (RP) | 35,000,000 | 0.0% | 0 | 35,000,000 |
| Retirement Pension Premium | 1,250,000 | 1.7% | 21,000 | 1,271,000 |
| Old Person's Pension | 140,000 | 3.9% | 5,000 | 145,000 |
| Manx State Pension (3) | 5,000,000 | 3.6% | 180,000 | 5,180,000 |
| Pension Supplement (MSP) | 900,000 | 0.0% | 0 | 900,000 |
| Nursing Care Contribution Scheme | 3,280,000 | 3.6% | 118,000 | 3,398,000 |
| Long Term Incapacity Benefit | 9,300,000 | 1.7% | 158,000 | 9,458,000 |
| Short Term Incapacity Benefit | 2,500,000 | 1.7% | 43,000 | 2,543,000 |
| Incapacity Benefit Youth | 30,000 | 1.7% | 1,000 | 31,000 |
| Pension Supplement (Incap) | 400,000 | 0.0% | 0 | 400,000 |
| Bereavement Support Payment | 800,000 | 1.7% | 14,000 | 814,000 |
| Bereavement Allowances (Legacy) | 300,000 | 1.7% | 5,000 | 305,000 |
| Pension Supplement (Bereavement) | 65,000 | 0.0% | 0 | 65,000 |
| Widows Pension | 110,000 | 1.7% | 2,000 | 112,000 |
| Pension Supplement (Widows Pension) | 22,000 | 0.0% | 0 | 22,000 |
| Guardian's Allowance | 0 | | 0 | 0 |
| Funeral Payments | 100,000 | 0.0% | 0 | 100,000 |
| Maternity Allowance | 3,810,000 | 0.0% | 0 | 3,810,000 |
| Adoption Allowance | 10,000 | 0.0% | 0 | 10,000 |
| Paternity Allowance | 100,000 | 0.0% | 0 | 100,000 |
| Carer's Allowance | 3,000,000 | 1.7% | 51,000 | 3,051,000 |
| Industrial Disablement Benefit | 792,000 | 1.7% | 13,000 | 805,000 |
| Contribution Based Jobseeker's Allow'ce | 400,000 | 1.7% | 7,000 | 407,000 |
| Redundancy Payments/Rebates | 165,000 | 0.0% | 0 | 165,000 |
| Insolvency Payments | 400,000 | 0.0% | 0 | 400,000 |
| Christmas Bonus | 1,000,000 | 0.0% | 0 | 1,000,000 |
| NI Benefits - Total | 210,798,000 | | 5,288,000 | 216,086,000 |
| General Revenue (GR) Benefits | £ | % | £ | £ |
| Disability Living Allowance (4) | 11,000,000 | 2.0% | 220,000 | 11,220,000 |
| Attendance Allowance | 4,600,000 | 2.0% | 92,000 | 4,692,000 |
| Severe Disablement Allowance | 340,000 | 1.7% | 6,000 | 346,000 |
| Child Benefit | 10,380,000 | 2.0% | 208,000 | 10,588,000 |
| Income Support (5) | 34,500,000 | 1.1% | 600,000 | 35,100,000 |
| Winter Bonus | 800,000 | 0.0% | 0 | 800,000 |
| Exceptional Needs Grants | 100,000 | 0.0% | 0 | 100,000 |
| Maternity Payments | 60,000 | 0.0% | 0 | 60,000 |
| Employed Person's Allowance (6) | 9,150,000 | 1.6% | 450,000 | 9,600,000 |
| Income Based Jobseeker's Allow'ce (7) | 1,500,000 | 1.1% | 42,000 | 1,542,000 |
| T.V. Licences/Payments (8) | 365,000 | - | 458,000 | 823,000 |
| G R Benefits - Total | 72,795,000 | | 2,076,000 | 74,871,000 |
| Grand Total | 283,593,000 | | 7,364,000 | 290,957,000 |

Notes: on the next page



1. Based on projected caseloads for 2019-20 & anticipated spend in 2020-21 before uprating
2. Basic pension increased by 3.9%, additional pension increased by 1.7%. Assume 3.3% overall.
3. Amount up to full rate increased by 3.9%, protected amount increased by 1.7%. Assume 3.6% overall.
4. Higher rate mobility component to be uprated by 1.7%, same as UK
5. Cost of uprating includes £175k for increase for 1st child
6. Cost of uprating includes £300k for increase for 1st child
7. Cost of uprating includes £25k for increase for 1st child
8. Contribution from BBC for over 75s' licences anticipated to be £77k from 1 June 2020

Manx Radio



APPENDIX 4 - REVENUE EXPENDITURE IN DETAIL BY DEPARTMENT, OFFICE OR BOARD

Please note: Each Department, branch of Executive Government and Statutory Board has been responsible for providing the narrative that follows

4.1. Department for Enterprise (DfE)

The Department for Enterprise's mission is to create an environment, through innovation and collaboration, where the economy thrives.

This mission is directly aligned to the achievement of the Programme for Government's stated intention to be an Island of Enterprise and Opportunity and that supporting economic development is of the utmost strategic importance for the Island's future growth and prosperity.

The Isle of Man economy is strong and diverse and offers a wide variety of opportunities for growth as well as constant challenges to overcome.

To support this aim for growth and prosperity the Department introduced four Executive Agencies made up of a private/public sector partnership to promote and develop their sectors and deliver long term, sustainable economic growth for the Isle of Man:

- Finance Isle of Man
- Digital Isle of Man
- Business Isle of Man
- Visit Isle of Man

The Executive Agencies sit alongside the Department's central functions which are responsible for cross agency and cross industry initiatives – these encompass Strategy and Policy Development, Marketing and Business Intelligence, Enterprise Support, Legislation, and the Locate team.

For more information on the Department for Enterprise and the four executive agencies, go to <https://www.iomdfenterprise.im/>

Alongside the Executive Agencies and support functions, the Department is the lead agency for the promotion, organisation and delivery of the TT and Classic TT, and provides assistance to other motorsport events.

The Department is also responsible for supporting three distinct registry functions, two of which are safety regulators. All are highly regarded in their own right and are not only crucial to supporting day-to-day life in the Island, but also are key to the success of some of our most important economic sectors:

- Isle of Man Civil Aviation Administration and Aircraft Registry
- Isle of Man Ship Registry
- Isle of Man Central Registry

The Central Registry in turn incorporates the Civil, Companies, Deeds & Probate, and Land Registries. The Public Record Office, also part of the Central Registry, is the National Archive of the Isle of Man Government and other public bodies such as Tynwald, the courts and local authorities.

These areas in particular have invested heavily in technology and this investment in digital services must continue for them to remain at the forefront of a competitive global environment.

Collectively, the functions work hand in hand with the Executive Agencies and the broader private sector in growing real businesses, generating real jobs, and providing real opportunities for growth in the Island.

Consequently all areas of the Department contribute to **"an environment, through innovation and collaboration, where the economy thrives"**, and the Department predominantly raises revenue which is then invested in pursuit of this mission.

Appendix 4 – Net Revenue Expenditure by Department, Office and Board

Both the 2019-20 and 2020-21 budget periods have been challenging for the Department due to a combination of increasing costs and a reduction in income when compared with previous years and consequently the Department's expenditure has been temporarily increased for 2020-21 and some of the income targets have been temporarily reduced pending ongoing work across a number of areas.

Cost pressures have principally come from the Motorsports Division, recognising the increasing costs of the staging and supporting the TT and Classic TT / Manx Grand Prix, coupled with record levels of requests for financial assistance and grants compared to previous years, both adding to over £1m of additional costs.

Underlying income for the all three registries has reduced from a historic peak by over £1m,

coupled with work permit income which has continued to reduce following successful reform.





Department Key Successes in 2019/2020

The Executive Agencies produced detailed programmes outlining their successes as well as priorities for the coming period. Some of these are captured below:

Enterprise Isle of Man

- Enterprise Support trained 166 people through the Micro Business Grant Scheme, supported over 200 businesses, invested over £4.6m, and helped create 86 jobs through the Employee Relocation Incentive to an exchequer benefit of £1.7m

Finance Isle of Man

- International campaign in partnership with the Manx Insurance Association reaching over a million people around the world
- Finance and professional services sector celebrated at a number of awards with Finance Isle of Man and local businesses recognised for their professionalism and innovation
- Developed a new Family Office proposition and collateral for the Isle of Man
- Completed a full non-life insurance sector review

Business Isle of Man

- Supported and developed business views with input into the Strategic Sea Services Agreement
- Supporting businesses impacted by the Douglas Promenade Refurbishment Scheme
- Launched a branding project to promote the unique identities of the Island's towns and villages

Registries

- The Isle of Man Ship Registry placed first in the 2018 Paris Memorandum of Understanding league table on the Port State Control White List
- Land Registry fees were restructured, enabling a significant reduction of fees for first time buyers
- The Isle of Man Aircraft Registry won 'Best Global Aviation Registry 2020' with World Commerce

Locate Isle of Man

- Following unanimous Tynwald approval of the locate strategy, work began on 44 actions and six themes
- The Island experienced consistent quarters of growth in the economically active population, supported by increased work, this included:
- Hosting a successful and award nominated Graduate Employment Fair – the first of its kind in the Isle of Man, returning again in 2020
- Implementing National Insurance Holiday Scheme with refunds up to £4,000
- Generating targeted interest in key skill shortage areas such as accountancy, teachers, nurses and hospitality workers
- Completing full review of HNWI proposition and creating dedicated calling programme and

Visit Isle of Man

- Extraordinary Story national advertising and promotional campaign reached a potential audience of 25 million people around the UK
- Work continued on boosting shoulder seasons, growing calendar of out of season events by approximately 3,000 visitors, complemented by new seasonal marketing campaigns

TT and Motorsport

- 4% growth in visitor numbers recorded and important developments in the infrastructure at Noble's Park and the introduction of new safety features and GPS tracking of course vehicles
- This growth in visitors also reflected at the Classic TT and Manx Grand Prix where a 5.1% growth was recorded in 2019

Digital Isle of Man

- Commenced process to choose preferred supplier to deliver the Island's National Broadband Plan
- Blockchain Isle of Man was created to offer dedicated support to the Island's growing the Blockchain sector, with over 50 applications in the first 12 months

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department for Enterprise (DfE) – Financial Summary

TABLE 28 – DfE - Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|-------------------------------|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Chief Executive's Office | 1,890 | 1,468 | 1,603 | 5 | 1,598 |
| Strategy & Policy | 1,261 | 1,043 | 2,256 | 918 | 1,338 |
| Employment & Skills Group | 476 | | | | |
| Digital Agency | 1,074 | 807 | 958 | | 958 |
| Visit Agency | 1,390 | 1,534 | 1,591 | 26 | 1,565 |
| Finance Agency | 446 | 727 | 708 | | 708 |
| Motorsport | 5,448 | 5,607 | 8,613 | 3,163 | 5,450 |
| Financial Assistance Scheme | 3,500 | | | | |
| Ship Registry | (1,151) | (410) | 3,339 | 3,700 | (361) |
| Aircraft Registry | (1,621) | (1,422) | 3,060 | 4,590 | (1,530) |
| Fund Reclaims | (20) | (260) | (260) | | (260) |
| Central Registry | (12,891) | (12,833) | 2,023 | 14,561 | (12,538) |
| Enterprise Support | 86 | 3,338 | 4,476 | 185 | 4,291 |
| Business Agency | 129 | 418 | 442 | | 442 |
| NET EXPENDITURE | 17 | 17 | 28,809 | 27,148 | 1,661 |

TABLE 29 - DfE - Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|---------------|
| £000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Taxation Income | 36 | 25 | 25 | 26 | 27 |
| Third Party Contributions | | 3 | 3 | 3 | 3 |
| Operating Income | 27,373 | 26,391 | 27,028 | 28,080 | 28,641 |
| Other Non-Trading Income | 179 | 90 | 92 | 94 | 96 |
| TOTAL INCOME | 27,588 | 26,509 | 27,148 | 28,203 | 28,767 |
| EXPENDITURE | | | | | |
| Employee Costs | 9,135 | 9,999 | 10,450 | 10,641 | 10,834 |
| Infrastructure Costs | 1,221 | 748 | 748 | 748 | 748 |
| Transport Costs | 32 | | | | |
| Supplies & Services | 13,030 | 12,000 | 12,990 | 12,490 | 12,490 |
| Loan Charges | 1,042 | 1,063 | 905 | 983 | 1,068 |
| Other | 3,145 | 2,716 | 3,716 | 3,716 | 3,716 |
| TOTAL EXPENDITURE | 27,605 | 26,526 | 28,809 | 28,578 | 28,856 |
| NET EXPENDITURE | 17 | 17 | 1,661 | 375 | 89 |

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department for Enterprise – Financial Summary (continued)

TABLE 30 – DfE - Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|---------------|---------------|-----------------|--------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 9,647 | 17,011 | (26,641) | 17 |
| <u>Transfer of budget between Departments</u> | | | | |
| Charities Registry to AGC | (37) | | | (37) |
| Net GTS Transfer | | 22 | | 22 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 187 | | | 187 |
| Fee increase | | | (257) | (257) |
| Income Target Reduction | | | 550 | 550 |
| Employee Costs Uplift | 450 | | | 450 |
| Motorsport realignment | | 887 | | 887 |
| Aircraft registry uplift | | 461 | (461) | |
| <u>Other</u> | | | | |
| Internal adjustment | 203 | 136 | (339) | |
| Loan Charge Adjustment | | (158) | | (158) |
| 2020-21 BUDGET | 10,450 | 18,359 | (27,148) | 1,661 |



Appendix 4 – Net Revenue Expenditure by Department, Office and Board

4.2. Department of Education, Sport and Culture (DESC)

The Department has committed its funding in order to achieve specific outcomes effectively contributing towards the Programme for Government and so ensuring the Island's future vision is achieved.

One of the three strategic objectives is enterprise and opportunity which includes the delivery of an education system which matches the Islands skills requirement now and in the future. DESC is progressing with this by implementing a new higher education provision.

A new student awards scheme has also been implemented, from September 2019, enabling an increase in student maintenance grants to £7,500 per annum and increasing the maximum allowable income for a grant from £36,000 to over £60,000 per annum. Also, DESC is now responsible for the provision of apprenticeships and it is hoped that the Department will secure increased funding to expand the development of this division and match the Island's demand.

The second strategy is based on being an inclusive and caring Island. DESC is tackling inequalities by giving extra support to parents by the introduction of addition funding for the Pre-School Credit Award. The additional funding has doubled the number of hours awarded which is an average of 20 per week and from September 2019 eligible childminders are now included within the scheme.

The third strategy is that of financial responsibility. Again DESC has employed a number of initiatives, exploring priority based budgeting, rolling out financial training to all officers and supporting the Government's Digital Strategy by implementing ParentPay for primary schools, to name but a few.

The Department's net revenue budget has increased by £4.5 million, this includes a £1.5m increase in funds for the student awards provision and £3m for pay awards in 2020.

The Department's employee cost budget was increased to provide 2% for the 2019 pay awards. As per the previous year the actual awards were higher, which has led to cost cutting within a number of divisions. The Department is moving closer to implementing a more developed method of budgeting, in alliance with the Treasury, which will prioritise and protect the Department's front line services ensuring Government's policies are realised.

During the third year of the Academic Business Planning Fund £0.8 million was utilised for a number of projects in twenty-four schools and divisions. The projects vary in scale and purpose giving individual schools and other areas of the Department, opportunity to create stimulating environments for learning.



Castle Rushen High School – Cycle workshop



Castle Rushen High School – Innovative Furniture



With regards to the Department's capital budget, a significant transformation has taken place at St Mary's RC Primary school, during 2019.

The complete recladding, provision of new windows and doors, re-roofing of the school building, provides a highly insulated envelope, increasing energy efficiency and reducing carbon emissions. Improved disability access and the extension and enhancement of the learning environment means that the children and staff are enjoying their much improved, enlarged and fully refurbished facilities.

Manx Radio

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department for Education Sport and Culture – Financial Summary

TABLE 31 – DESC - Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|--|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £'000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Primary Education | 22,959 | 24,873 | 23,816 | 37 | 23,779 |
| Secondary Education | 28,058 | 29,704 | 31,584 | 2,104 | 29,480 |
| University College IOM | 9,705 | 10,919 | 13,345 | 1,638 | 11,707 |
| Student Grants | 9,038 | 9,358 | 11,214 | 193 | 11,021 |
| Education Meals | (17) | 625 | 2,356 | 1,765 | 591 |
| Youth & Community | 882 | 934 | 997 | 62 | 935 |
| Education Improvement | 2,479 | 2,619 | 2,825 | 99 | 2,726 |
| Corporate Services | 12,576 | 13,782 | 12,915 | 227 | 12,688 |
| Special Education Needs | 9,908 | 8,141 | 10,607 | | 10,607 |
| Villa Gaiety | 805 | 887 | 4,254 | 3,602 | 652 |
| Sports & Arts | 3,874 | 4,213 | 5,345 | 1,560 | 3,785 |
| Arts Council | 23 | 22 | 22 | | 22 |
| Apprenticeships & Vocational Training | 2,012 | 1,696 | 2,094 | | 2,094 |
| NET EXPENDITURE | 102,302 | 107,773 | 121,374 | 11,287 | 110,087 |

TABLE 32 – DESC - Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|----------------|
| £'000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Third Party Contributions | 119 | 161 | 165 | 168 | 171 |
| Operating Income | 8,788 | 9,865 | 10,486 | 10,696 | 10,910 |
| Other Non-Trading Income | 531 | 590 | 636 | 649 | 662 |
| TOTAL INCOME | 9,438 | 10,616 | 11,287 | 11,513 | 11,743 |
| EXPENDITURE | | | | | |
| Employee Costs | 74,033 | 80,421 | 81,772 | 83,382 | 85,026 |
| Infrastructure Costs | 4,107 | 4,582 | 4,510 | 4,510 | 4,510 |
| Transport Costs | 175 | 345 | 345 | 345 | 345 |
| Supplies & Services | 9,567 | 9,454 | 9,998 | 9,998 | 9,998 |
| Loan Charges | 7,633 | 7,713 | 6,479 | 5,887 | 6,016 |
| Other | 16,225 | 15,874 | 18,270 | 18,270 | 18,171 |
| TOTAL EXPENDITURE | 111,740 | 118,389 | 121,374 | 122,392 | 124,065 |
| NET EXPENDITURE | 102,302 | 107,773 | 110,087 | 110,879 | 112,322 |



Department for Education, Sport and Culture – Financial Summary (continued)

TABLE 33 – DESC - Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|--|---------------|---------------|-----------------|----------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 80,085 | 38,753 | (11,066) | 107,773 |
| <u>Transfer of budget between Departments</u> | | | | |
| GTS Transfer | | (14) | | (14) |
| Transfer of Student Award Scheme from Treasury | | 1,497 | | 1,497 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 1,568 | | | 1,568 |
| Fee increase | | | (221) | (221) |
| Industrial JEGS Allowance | 119 | | | 119 |
| Regional Pool Subvention | | 100 | | 100 |
| Apprenticeships Funding | | 500 | | 500 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | (1,234) | | (1,234) |
| 2020-21 BUDGET | 81,772 | 39,602 | (11,287) | 110,087 |



4.3. Department of Environment, Food and Agriculture (DEFA)

Our vision is a clean, safe, healthy, attractive and vibrant natural and built environment which will be enjoyed by present and future generations alike. This is the essence of our UNESCO Biosphere status.

We will protect and enhance our natural and built environment, guided by the core principles of environmental, economic and social sustainability whilst optimising quality of life, international reputation, food security, energy security and outdoor amenity, and enhancing the health and safety of the public and those at work. All of this will be set against the backdrop of our commitment to address climate change.



Departmental Priorities

In line with the overarching Government priorities, the Department's specific priority areas are to:

- deliver better outcomes and value through a modified Agricultural Development Scheme with an increased emphasis on ensuring that the sector contributes to the environmental priorities and wider public good; alongside sustainable food production and increased investment in modern infrastructure
- deliver the Future Fisheries Strategy to achieve the sustainable development of the

Isle of Man's sea fisheries and marine environment, including a common approach with our neighbours to sustainable fisheries management in the Irish Sea;

- deliver the *Food Matters Strategy* to add value to the food chain and achieve alignment of production to consumer demand;
- maximise the benefits of UNESCO Biosphere accreditation for the Isle of Man;
- develop and deliver further strategies to address climate change mitigation; including enhanced targets which ensure that the Island contributes proportionately to the global efforts to address climate change;
- consider the future of our environment and its biodiversity through the successful delivery of the Isle of Man's Biodiversity Strategy '*Managing our Natural Wealth*'.
- contribute to the implementation of strategies to address the effects of climate change, in terms of coastal and inland flooding;
- facilitate economic development through enabling appropriate development of the built environment while protecting quality and finite resources;
- deliver on the reformation of the planning system as outlined in the Planning Action Plan, which includes a review of the Town and Country Planning Act and undertaking a full audit of the Island's built heritage;
- assess and negotiate with developers on development proposals to achieve Government's wider aims of improving design whilst delivering sustainable economic development;
- respect, manage and advise on our built heritage including enhanced protection of important buildings;
- effectively enforce against breaches of planning and building control;

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



- update our building regulations to ensure that new buildings have reduced emissions, are adequately protected from fire and meet other up to date requirements;
- deliver the Our Landscape Our Legacy Strategy;
- achieve high standards of animal health and welfare in the industry within modern husbandry systems, balancing the needs of the animal with the promotion of the food industry and facilitation of trade in agricultural produce;
- ensure that the Island remains a safe place through our roles in environmental health, environmental protection and health and safety;
- ensure that Isle of Man residents have access to a decent home and provide services to create an environment free from the risk of disease and nuisance;
- ensure that within its areas of responsibility the Island is prepared to minimise the negative impacts and maximise the opportunities arising from Brexit.

Financial Performance

The Department is again on course to remain within budget for the financial year 2019-20 and as usual, has aligned expenditure to match priorities wherever possible. However, unlike previous years it is unlikely there will be sufficient underspend to allow for the meat plant to be supported from the revenue budget and consequently a full draw down from the Agricultural and Forestry Fund will be required.

For 2019-20, budgets again include the Office of Fair Trading and the Road Transport Licensing Committee. Whilst these bodies remain independent from the Department, since 2016 the Department is providing the administrative support necessary for their respective statutory functions.

The operation and cost of the meat plant poses significant challenges and the Department continues to work with the agricultural sector and the meat

plant. Whilst good progress has been made so far, it remains "work in progress". The evolving solution is fundamental to the long term stability of the whole livestock sector.

Road Transport Licensing Committee (RTLCL)

Since 2016, officers of the RTLCL have been 'stationed employees' of DEFA, the RTLCL remains an independent body of Government with responsibility for regulating the transport of passengers by road.

From January 1 2019 the RTLCL has regulated goods vehicles over 3,500 kgs and their operators – although existing operators will have a 1 year period of grace in which to register. DEFA provides the necessary support to enable the RTLCL to fulfil its regulatory functions and RTLCL budget reporting can be found within the DEFA section. During 2019/20 the RTLCL has been organising safeguarding and customer service training for taxi and private hire drivers. Such courses were successfully piloted last year.

Office of Fair Trading (OFT)

The OFT continues to operate as a separate and distinct entity. DEFA now provides the necessary support to enable the OFT to fulfil its wide range of regulatory and consumer protection functions. OFT budget reporting can be found within the DEFA section. The OFT's top priority remains to update the Island's consumer protection and competition legislation to achieve an effective legal framework to deal with a changing world whilst avoiding unnecessary obstacles to legitimate businesses which wish to trade fairly.



Appendix 4 – Net Revenue Expenditure by Department, Office and Board

Department of Environment Food and Agriculture – Financial Summary

TABLE 34 – DEFA - Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|-------------------------------|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Corporate Services | 4,818 | 1,914 | 1,813 | 150 | 1,663 |
| Agriculture | 4,700 | 7,788 | | | |
| Animal Health | 698 | 714 | | | |
| Fisheries | 783 | 941 | | | |
| Forestry, Amenity & Lands | 1,395 | 1,290 | | | |
| Environment | 1,335 | 1,402 | | | |
| Gov Laboratory | 773 | 768 | | | |
| Wildlife Park | 521 | 488 | | | |
| Planning & Building Control | (179) | 220 | 1,565 | 1,382 | 183 |
| Office of Fair Trading | 680 | 624 | | | |
| RTLC | 77 | 109 | | | |
| Eco Systems Policy Unit | 441 | 408 | | | |
| Energy Policy Unit | | 5 | | | |
| Initiatives | | | | | |
| Agriculture & Lands | | | 11,526 | 1,373 | 10,153 |
| Regulation | | | 3,892 | 600 | 3,292 |
| Environment Policy | | | 2,329 | 490 | 1,839 |
| NET EXPENDITURE | 16,042 | 16,671 | 21,125 | 3,995 | 17,130 |

TABLE 35 – DEFA – Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|---------------|
| £'000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Taxation Income | 95 | 110 | 103 | 104 | 107 |
| Third Party Contributions | 280 | 310 | 327 | 334 | 340 |
| Operating Income | 3,394 | 3,482 | 3,490 | 3,562 | 3,636 |
| Other Non-Trading Income | 71 | 74 | 75 | 77 | 78 |
| TOTAL INCOME | 3,840 | 3,976 | 3,995 | 4,077 | 4,161 |
| EXPENDITURE | | | | | |
| Employee Costs | 8,585 | 8,939 | 9,355 | 9,531 | 9,711 |
| Infrastructure Costs | 747 | 785 | 762 | 762 | 762 |
| Transport Costs | 48 | 99 | 45 | 45 | 45 |
| Supplies & Services | 3,942 | 2,283 | 2,143 | 2,143 | 2,143 |
| Agency & Contracted Services | | | 1 | 1 | 1 |
| Loan Charges | 901 | 906 | 752 | 708 | 699 |
| Other | 5,659 | 7,635 | 8,067 | 8,360 | 8,363 |
| TOTAL EXPENDITURE | 19,882 | 20,647 | 21,125 | 21,550 | 21,723 |
| NET EXPENDITURE | 16,042 | 16,671 | 17,130 | 17,473 | 17,562 |



Appendix 4 – Net Revenue Expenditure by Department, Office and Board

Department of Environment Food and Agriculture – Financial Summary (continued)

TABLE 36 – DEFA - Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|--------------|---------------|----------------|---------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 9,121 | 11,494 | (3,872) | 16,743 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 175 | | | 175 |
| Fee increase | | | (123) | (123) |
| Industrial JEGS Allowance | 59 | | | 59 |
| Manx Birdlife Point of Ayre Reserve | | 80 | | 80 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | (154) | | (154) |
| Grants & Subsidiaries Uplift | | 350 | | 350 |
| 2020-21 BUDGET | 9,355 | 11,770 | (3,995) | 17,130 |



4.4. Department of Health and Social Care (DHSC)

In May 2019 an independent review of health and social care services, undertaken by Sir Jonathan Michael, was concluded with the publication of a final report. The report contained 26 recommendations to be implemented to achieve a high quality health and care system with the service user at the centre of service provision whilst also being financially sustainable. These recommendations were all unanimously approved by Tynwald and a Health and Care Transformation Programme created to ensure implementation. The transformation project is being delivered by the Cabinet Office in conjunction with the Department.

Overall there are 14 projects to deliver the recommendations and during this time the Department will be in a period of transition. One of the recommendations is to establish an arms-length provider of health and care services by April 2021 and this is expected to be running in a shadow form from September 2020.

Another of the aims of the transformation project is to address financial sustainability and the funding allocation for services. In the interim a number of financial pressures remain which the Department will continue to review and manage:

- Increase in the demand for services which are linked to demographic changes, with people living longer and often with more complex health and social care needs
- Increasing healthcare costs which are rising more than general inflation
- Reliance on temporary agency staff to maintain essential services with the recruitment and retention of both health and social care professionals continuing to be challenging.

As part of the 2020-21 budget process the Department bid to receive additional funding for:

- Endoscopy Services Development

- An uplift to tertiary care budgets to cover an increase in the number of referrals and price increases as well as accessing a specialist service for the treatment of Hepatitis C
- Air Ambulance upgrade
- Abortion Services (as required by the Isle of Man Abortion Reform Act 2019)

It is also expected that private patient activity will recommence during 2020-21.

The independent review of health and social care Services also supported the Department's strategy of implementing integrated care. During 2019-20 significant progress was made in relation to this with a project to identify and develop a model of integrated care for the West of the Island having moved to the implementation phase. A two year action plan has been initiated with the first phase of evaluation scheduled to be completed after the first twelve months of operation. This will include qualitative and quantitative measures being made against recommended indicators for integrated care.

Another notable achievement during 2019-20 was the opening of Tall Trees, a new facility for adults with learning disabilities. This is on Greenfield Park which is part of the Noble's Hospital estate with other adult day service facilities.

Capital projects for 2020-21 include:

- Extending Peel Medical Centre to create five additional consulting rooms
- Building works to the Radiology Department at Noble's Hospital ready for the new MRI and CT scanner which are being paid for from charitable funding
- Subject to Tynwald approval, commencement of the development of an older persons' residential and resource centre for the East of the Island (Summerhill View)

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department of Health and Social Care – Financial Summary

TABLE 37 – DHSC - Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|----------------------------------|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £'000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Adult Services | 28,480 | 21,888 | 28,089 | 5,816 | 22,273 |
| Child & Families | 14,577 | 14,738 | 15,768 | | 15,768 |
| Mental Health Service | 22,249 | 19,703 | 18,063 | 18 | 18,045 |
| Chief Operating Officer | 762 | 427 | 704 | 102 | 602 |
| DHSC Corporate Services | 10,895 | 9,595 | 14,210 | 187 | 14,023 |
| Social Security Admin Act 1992 | (39,665) | (40,855) | | 38,900 | (38,900) |
| Public Health Directorate | 1,360 | 1,593 | | | |
| Nobles Hospital | 108,501 | 116,323 | 113,573 | 4,243 | 109,350 |
| UK Referrals & Patient Transport | 20,961 | 23,787 | 20,472 | | 20,472 |
| Government Catering Services | 2,345 | | | 4,049 | |
| Primary Healthcare Services | 49,682 | 63,001 | 69,226 | 53,315 | 65,177 |
| NET EXPENDITURE | 220,147 | 230,200 | 280,105 | 5,816 | 226,810 |

TABLE 38 – DHSC - Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|----------------|
| £'000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Taxation Income | 39,762 | 40,939 | 38,986 | 40,388 | 41,990 |
| Third Party Contributions | 1,183 | 1,055 | 1,076 | 1,101 | 1,126 |
| Operating Income | 15,789 | 12,834 | 13,248 | 13,490 | 13,756 |
| Other Non-Trading Income | 9 | 6 | 4 | 4 | 4 |
| TOTAL INCOME | 56,742 | 54,834 | 53,315 | 54,983 | 56,876 |
| EXPENDITURE | | | | | |
| Employee Costs | 158,263 | 163,822 | 160,939 | 163,762 | 166,532 |
| Infrastructure Costs | 1,581 | 1,607 | 1,536 | 1,536 | 1,536 |
| Transport Costs | 4,868 | 4,890 | 4,922 | 4,922 | 4,333 |
| Supplies & Services | 25,317 | 24,534 | 27,907 | 27,627 | 27,645 |
| Agency & Contracted Service | 80,363 | 83,025 | 78,161 | 78,161 | 78,161 |
| Loan Charges | 9,892 | 9,350 | 8,400 | 8,367 | 8,498 |
| Other | (3,395) | (2,194) | (1,760) | (1,715) | (1,670) |
| TOTAL EXPENDITURE | 276,889 | 285,034 | 280,105 | 282,660 | 285,035 |
| NET EXPENDITURE | 220,147 | 230,200 | 226,790 | 227,677 | 228,159 |

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department of Health and Social Care – Financial Summary (continued)

TABLE 39 – DHSC - Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|----------------|----------------|-----------------|----------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 157,465 | 119,207 | (53,552) | 223,120 |
| <u>Transfer of budget between Departments</u> | | | | |
| Public Health Directorate to Cabinet Office | (1,642) | (399) | | (2,041) |
| Patient Transfer to DOI | | (125) | | (125) |
| Net transfer to GTS | | 16 | | 16 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 2,855 | | | 2,855 |
| Fee increase | | | (326) | (326) |
| Industrial JEGS Allowance | 151 | | | 151 |
| Mental Health Professionals | 108 | | | 108 |
| Abortion Services | 144 | | | 144 |
| Endoscopy Services | 517 | 48 | | 565 |
| Hepatitis C | | 126 | | 126 |
| Air Ambulance | | 590 | | 590 |
| Tertiary Care Uplift | | 532 | | 532 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | (997) | | (997) |
| Fund movement | | 96 | | 96 |
| Re-establishment of PPU | 1,341 | | (1,377) | (36) |
| Adjustment to National Insurance allocation | | | 1,940 | 1,940 |
| Movement in Supplies & Services | | 72 | | 72 |
| 2020-21 BUDGET | 160,939 | 119,166 | (53,315) | 226,790 |



4.5. Department of Home Affairs (DHA)

The Department's primary purpose is keeping the people of the Isle of Man safe. We do this by working together with our partners to ensure the right intervention at the right time. We will support safe communities with services that are responsive to the needs of communities, protecting vulnerable people and respecting the rights and responsibilities of citizens.

The Department consists of the Isle of Man Constabulary, the Fire and Rescue Service, the Prison and Probation Service and the Communications Division, including the Emergency Services Joint Control Room. In addition, the Department maintains responsibility for emergency planning and the Civil Defence Unit. These agencies within the Department operate 24 hours a day, 365 days a year.

The Department's primary responsibility in the Programme for Government is to ensure we live our lives free from crime and danger. Areas of focus include supporting the road safety strategy, maintaining low levels of crime against people and property and maintaining high standards of fire safety. The Department is also committed to reducing reoffending.

Financial Performance 2019/20

Whilst 2019/20 has not been as financially challenging as the previous year, the Department has been required to carefully monitor its position. The Department was well supported in 19/20 by the Treasury which has enabled the Department to address the structural deficit that has been increasing over time. Elements of the budget uplift have not been fully utilised in 2019/20 and this has covered shortfalls in other areas which still require resourcing.

Looking Forward to 2020/21

It is anticipated 2020/21 will be a very challenging year and there is much work to do. The Department remains in the process of

undertaking a strategic review of its functions alongside a priority based budgeting exercise.

We have received an uplift of investment directly into our key frontline services which will provide vital additional resources for every area of our remit. This includes:

- Additional revenue funding to meet existing commitments
- Resources for the Economic Crime Unit
- Additional budget for front-line policing and their professional development
- Funding for training to ensure our high standards of safety are maintained
- Resources for the Community Services Team

However, substantial challenges still remain and part of one of our bids was balanced by the need to find internal savings through streamlining our estate and reviewing our working practises. Other risks and challenges include:

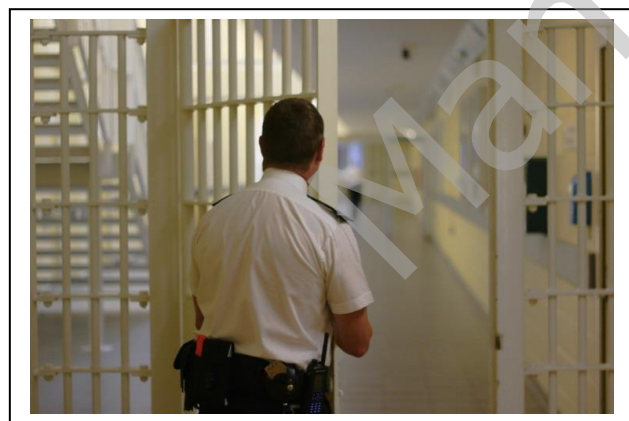
- Moving to pro-active rather than reactive spend, investing in early interventions to deliver long term solutions to multiple stakeholders
- Promoting digital transformation wherever possible and introducing effective, modern working practises.
- Managing realistic pay negotiations that reflect the current economic environment but acknowledge the hard work that our staff provide
- Growing demands of financial and cyber-crime – cases are increasingly complex and require investment in training and officer resources to cope with a changing mandate
- Succession planning and resilience particularly in key senior roles across the Department



Planned Capital Projects for 2020/21

The Department has several ongoing projects to continue in 2020/2021. Most notably the continuation of feasibility work for the replacement of Douglas Fire Station and Police HQ, as well as ongoing input into the specialist vehicle replacement budget for vehicles which is managed by the Department of Infrastructure.

The Department was successful in obtaining additional budget for hi-tech equipment for the Police for 2020-21 and a program of procurement is underway to ensure best value is achieved.



Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department of Home Affairs – Financial Summary

TABLE 40 - DHA - Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|-------------------------------|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Chief Executives Office | 5,271 | 5,055 | 4,861 | 149 | 4,712 |
| Civil Defence | 177 | 159 | 161 | 7 | 154 |
| Fire & Rescue Service | 4,938 | 5,145 | 5,232 | 46 | 5,186 |
| Communications Division | 1,356 | 1,398 | 1,995 | 616 | 1,379 |
| IOM Constabulary | 15,046 | 17,063 | 17,737 | 377 | 17,360 |
| Prison & Probation Service | 8,321 | 8,666 | 8,959 | 117 | 8,842 |
| NET EXPENDITURE | 35,109 | 37,486 | 38,945 | 1,312 | 37,633 |

TABLE 41 – DHA - Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|---------------|
| £000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Third Party Contributions | 110 | 110 | 112 | 114 | 117 |
| Operating Income | 835 | 956 | 868 | 886 | 904 |
| Other Non-Trading Income | 341 | 204 | 332 | 338 | 345 |
| TOTAL INCOME | 1,286 | 1,270 | 1,312 | 1,338 | 1,366 |
| EXPENDITURE | | | | | |
| Employee Costs | 27,718 | 30,152 | 31,083 | 31,632 | 32,178 |
| Infrastructure Costs | 1,023 | 1,074 | 1,017 | 1,017 | 1,017 |
| Transport Costs | 10 | | | | |
| Supplies & Services | 4,241 | 4,015 | 3,598 | 3,597 | 3,597 |
| Loan Charges | 4,063 | 3,773 | 3,615 | 3,323 | 3,328 |
| Other | (660) | (258) | (368) | (368) | (368) |
| TOTAL EXPENDITURE | 36,395 | 38,756 | 38,945 | 39,201 | 39,752 |
| NET EXPENDITURE | 35,109 | 37,486 | 37,633 | 37,863 | 38,386 |

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department of Home Affairs – Financial Summary (continued)

TABLE 42 – DHA Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|---------------|---------------|----------------|---------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 30,282 | 8,387 | (1,183) | 37,486 |
| <u>Transfer of budget between Departments</u> | | | | |
| Cleaning budget to DOI | | 9 | | 9 |
| Net transfer from GTS | | 18 | | 18 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 539 | | | 539 |
| Fee increase | | | (110) | (110) |
| Industrial JEGS Allowance | 12 | | | 12 |
| GPS Tagging | 85 | | | 85 |
| Probation Service Uplift | 120 | | | 120 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | (158) | | (158) |
| Fund Uplift | | (368) | | (368) |
| Approved Adjustments | 45 | (26) | (19) | |
| 2020-21 BUDGET | 31,083 | 7,862 | (1,312) | 37,633 |



4.6. Department of Infrastructure (DOI)

The Department provides the infrastructure that the Island and its people need to build social and economic success. This infrastructure provides the foundation for the delivery of many of the key items in the Programme for Government.

1500 colleagues work together to deliver taxpayer funded services in a timely and professional manner.

Together, these people enable us all to:

- travel safely and efficiently around the Island;
- move residents, visitors and goods between the Island and neighbouring jurisdictions;
- rely on properly maintained Government assets, such as buildings, bridges, ports and vehicles;
- access affordable housing;
- dispose of our waste properly.



The Department has set a number of key priorities to ensure that its resources are properly targeted.

These are:

- maintaining existing assets appropriately to make best use of resources;
- planning for the infrastructure that the Island will need in the future;
- securing off-Island transport links that meet the Island's social and economic needs;
- providing on-Island transport that meets the needs and requirements of our customers;
- ensuring that affordable and accessible housing is provided for our people.

The Department is therefore allocating the resources provided for in this budget as summarised in the tables overleaf.

Financial Performance

In spite of continued increased demands on the services provided across the divisions, the Department is working hard to ensure that it ends 2019-20 within its pre-agreed budget, which included the bus and rail budget reduction of £333,000 that was agreed as part of the SAVE programme. The Department worked to secure efficiencies so that it could protect service levels.

As in previous years, difficulties with recruiting skilled workers have led to delays in progressing some works. Whilst this has eased the budget pressure in the 2019-20 financial year, this will put extra pressure on the 2020-21 budget to carry out all planned works as well as any works from the current year that are incomplete.

Achievements in 2019-20

During 2019-20 the Department

- continued work on the Douglas Promenade Refurbishment project
- started work on the new Isle of Man Ferry Terminal in Liverpool
- replaced the x-ray machines at the airport
- completed the refurbishment of the central search area at the Isle of Man airport
- completed the reconstruction of the Strathallan Horse Depot
- increased maintenance and surfacing work on improving highways
- gained planning approval and secured financing for phase one of dredging Peel Marina
- completed the Clagh Vane Housing Scheme.

**Our aims for 2020-21**

The Department is responsible for a wide range of valuable infrastructure assets and has a continual focus on maintenance. Funding constraints mean that difficult choices have to be made; reduced maintenance spend helps achieve short-term savings but at the risk of long-term asset viability. The Department continues to improve its asset management techniques and is concentrating on maintaining existing assets other than in cases where replacement offers better value.

The Department will face many challenges in 2020-21 as it ensures the Island's infrastructure continues to support its social and economic needs. The steps necessary to address the climate challenge may have a significant impact on the way the Department delivers its services.

Capital Project Schemes

The Department delivered a large number of capital schemes and minor capital works during 2019-20 and is on target to spend 80% of the capital budget that it was allocated by Tynwald. Although the Douglas Promenade Refurbishment Scheme has faced challenges and caused disruption, the Department remains confident that the refurbished Douglas Promenade will be an asset for the Island as a whole.

The final contract for the Isle of Man Ferry Terminal in Liverpool was signed in November 2019 with work commencing soon afterwards.

Douglas town centre regeneration is reaching its conclusion with work on Lord Street and Market Hill. The entire Lower Douglas Regeneration Scheme, from Castle Street to Market Hill, should be complete by Summer 2020.

Projects to be progressed for 2020-21 will include:

- Construction of the Isle of Man Ferry Terminal in Liverpool
- Development and improvement in Jurby
- Further improvements to the Heritage Trail
- Relocation of the Vehicle Test Centre
- Completion of the apron paving works at the airport
- Implementation of an updated Instrument Landing System at the airport

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department of Infrastructure – Financial Summary

TABLE 43 – DOI - Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|--------------------------------|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Minister & CEO Office | 203 | | | | |
| Strategy, Policy & Performance | 762 | | | | |
| Corporate Support & Compliance | 6,820 | 7,453 | 17,407 | 9,474 | 7,933 |
| Ports Division | 5,444 | 7,773 | 21,949 | 12,267 | 9,682 |
| Highway Services Division | 449 | 1,763 | 16,905 | 16,011 | 894 |
| Public Estates & Housing | 32,288 | 33,660 | 48,969 | 12,718 | 36,251 |
| Transport Services Division | 17,604 | 17,398 | 26,174 | 7,382 | 18,792 |
| Housing Division | 8 | | | | |
| NET EXPENDITURE | 63,578 | 68,047 | 131,404 | 57,852 | 73,552 |

TABLE 44 – DOI - Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|----------------|
| £000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Taxation Income | 13,329 | 13,302 | 13,569 | 13,840 | 14,117 |
| Third Party Contributions | 3,214 | 3,344 | 3,410 | 3,479 | 3,548 |
| Operating Income | 36,249 | 37,428 | 37,271 | 38,026 | 38,797 |
| Other Non-Trading Income | 3,919 | 3,532 | 3,602 | 3,675 | 3,748 |
| TOTAL INCOME | 56,711 | 57,606 | 57,852 | 59,019 | 60,210 |
| EXPENDITURE | | | | | |
| Employee Costs | 44,012 | 46,315 | 46,402 | 47,208 | 48,037 |
| Infrastructure Costs | 35,296 | 32,787 | 32,787 | 32,787 | 32,787 |
| Transport Costs | 4,853 | 5,057 | 5,496 | 5,496 | 5,496 |
| Supplies & Services | 11,379 | 13,814 | 15,275 | 14,689 | 13,845 |
| Agency & Contracted Services | 2,147 | 3,485 | 3,485 | 3,485 | 3,485 |
| Loan Charges | 20,159 | 21,841 | 24,398 | 24,759 | 24,997 |
| Other | 2,443 | 2,354 | 3,561 | 3,561 | 3,561 |
| TOTAL EXPENDITURE | 120,289 | 125,653 | 131,404 | 131,985 | 132,208 |
| NET EXPENDITURE | 63,578 | 68,047 | 73,552 | 72,966 | 71,998 |

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Department of Infrastructure - Financial Summary (continued)

TABLE 45 – DOI Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|--|---------------|---------------|-----------------|---------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 45,181 | 79,453 | (56,588) | 68,047 |
| <u>Transfer of budget between Departments</u> | | | | |
| Legislation team to AGC | (253) | | | (253) |
| Patient Transfers from DHSC | | 125 | | 125 |
| GTS Net Transfer | | 38 | | 38 |
| DHA cleaning budget | | (9) | | (9) |
| Cabinet Office Fuel Transfer | | (9) | | (9) |
| FSA Cleaning Budget | | 26 | | 26 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 806 | | | 806 |
| Fee increase | | | (1,446) | (1,446) |
| Industrial JEGS Allowance | 443 | | | 443 |
| Air traffic controller | 105 | | | 105 |
| Income Target Reduction | | | 500 | 500 |
| Aviation Security Contract Uplift | | 250 | | 250 |
| Hydrography of Manx Waters | | 100 | | 100 |
| Peel Silt (continuation & uplift of 19/20 bid) | | 17 | | 17 |
| Increased rates cost | | 245 | | 245 |
| Cleaning contracts uplift | | 887 | | 887 |
| Housing Deficiency | | 1,206 | | 1,206 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | 2,557 | | 2,557 |
| Budget Re-Alignment | 120 | 198 | (318) | |
| SAVE savings | | (330) | | (330) |
| Removal of Wildlife Park Electrics LTA Bid | | (50) | | (50) |
| Removal of Landfill Costs LTA Bid | | (26) | | (26) |
| Continuation of EFW 19/20 Bid | | 323 | | 323 |
| 2020-21 BUDGET | 46,402 | 85,001 | (57,852) | 73,552 |



4.7. The Treasury

The Treasury's core purpose and strategic direction is underpinned by the Programme for Government outcomes: to be a financially responsible government while providing services that meet the needs of the community through inclusivity and by creating enterprise and opportunity.

The Treasury's strategic direction is further influenced by the key outcome within the Programme of providing fit for purpose modern services at the right time. The Treasury delivers a wide range of services to high standards across various parts of the public sector to the community and internationally."

The quality of our services must be maintained in accordance with statutory requirements and in line with international regulations and expectation in order to ensure compliance and maintain our reputation on the world stage.

The functions of the Treasury for 2020/21 include:

- Collection of revenue for the funding of public services
- Distribution of payments such as benefits
- Financial governance through financial oversight
- Financial Advisory Service across all departments
- International engagement
- Financial reporting
- Asset management
- Management of Government's investment and banking arrangements
- Issue and promotion of Manx Currency.

The Treasury made a total of five revenue bids as part of this year's budget process which totalled £274k.

Within the Income Tax Division, additional funding has been provided for resources to ensure that the Island's tax system addresses EU and international requirements in relation to substance. A project was approved by the National Strategy Group in 2018 and new primary legislation introduced in December 2018. A redesigned online corporate tax return was released and available from 1 January 2020. The Division has been working on new

processes and additional staff will continue to be recruited to ensure the Income Tax Division is fully equipped to implement, monitor and enforce the new requirements.

Following the publication of the so called "Paradise Papers" in November 2017, the Treasury invited HM Treasury to review the Isle of Man's application of EU VAT law in relation to aircraft and yachts. This review has now been completed and published. It confirms that the Isle of Man Government has applied the VAT regulations correctly and there is no abuse of VAT principles in the Isle of Man as had been suggested. The review provided recommendations in respect of post-registration assurance activity which have been taken on board and are being addressed.

Customs and Excise will also continue its preparations for Brexit.

Within Financial Governance Division, a bid was approved for additional funds relating to the licencing costs for the Government Accounting System. In addition to this, the Treasury is taking steps to promote a Government finance profession and become a "centre of excellence" with a clear structure and career progression for training and development within the Isle of Man Government.

As part of a wider strategy, the Treasury has consolidated all finance related functions into this "centre of excellence", the result of which is a new Financial Advisory Service. This service will be made up of existing finance officers transferred from the other Government departments to the Treasury and will take form during the 2020-21 financial year. The purpose of the Financial Advisory Service is to ensure consistency across Government departments with regards to financial reporting, training and career development.

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



The Treasury – Financial Summary

TABLE 46 - The Treasury Net Expenditure by Division

| EXPENDITURE - BY DIVISION | | | | | |
|--------------------------------------|-------------------------|---------------------------|------------------------|-------------------------|------------------|
| £'000 | Actual Spend 2018-19 | Probable Spend 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Financial Governance Division | 10,609 | 11,031 | 11,815 | 5,905 | 5,910 |
| Customs & Excise Division | 2,437 | 2,609 | 2,788 | 391,935 | (389,147) |
| Income Tax Division | 5,144 | 5,043 | 5,701 | 246,135 | (240,434) |
| Assurance Advisory Division | 657 | 675 | 767 | 82 | 685 |
| Manx Radio Subvention | 955 | 980 | 1,079 | | 1,079 |
| Treasury Grants | 4,418 | 3,950 | 8,885 | | 8,885 |
| Government Contingency | | 3,300 | 3,675 | 982 | 2,693 |
| Lottery Duty Distribution | 1,310 | 1,400 | 1,400 | | 1,400 |
| Non-Contributory Benefits | 71,982 | 71,909 | 74,871 | | 74,871 |
| National Insurance Operating Account | 210,886 | 229,645 | 271,800 | 271,800 | |
| Social Security Administration | 4,466 | 4,431 | 4,173 | 200 | 3,973 |
| NET EXPENDITURE | 312,864 | 334,973 | 386,954 | 917,039 | (530,085) |

Note

The Contingency Budget includes £3 million of General Contingency which will be reallocated on the provision and scrutiny of any viable business case from Departments and £675k non-pay contingency provision which will be reallocated on the provision and scrutiny of any viable business case from Departments.

The Government Contingency Account also receives income of £982k which relates to loan charge receipts paid by Manx Museum & National Trust.

Treasury Grants includes £4.6m for Manx Museum & National Trust & £3.5m for the Isle of Man Financial Services Authority.

TABLE 47 - The Treasury Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|------------------|
| £'000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Customs & Excise | 369,703 | 380,562 | 391,935 | 403,693 | 415,804 |
| Income Tax | 237,742 | 240,060 | 246,135 | 253,904 | 261,439 |
| Other Treasury Income | 10,503 | 7,464 | 6,187 | 4,500 | 3,450 |
| Other Income | | | 982 | 894 | 888 |
| NI Operating Account | 251,706 | 270,500 | 271,800 | 278,950 | 286,136 |
| TOTAL INCOME | 869,654 | 898,586 | 917,039 | 941,941 | 967,717 |
| EXPENDITURE | | | | | |
| Employee Costs | 14,236 | 15,044 | 15,985 | 16,951 | 18,120 |
| Infrastructure Costs | 11 | 14 | 94 | 94 | 94 |
| Transport Costs | | | | | |
| Supplies & Services | 2,197 | 1,119 | 2,094 | 3,957 | 7,176 |
| Agency & Contracted Services | 3,529 | 3,518 | 3,518 | 3,518 | 3,518 |
| Loan Charges | 481 | 531 | 906 | 1,377 | 1,730 |
| Social Security Clients | 321,511 | 342,409 | 332,005 | 340,305 | 348,971 |
| Other | 10,564 | 13,193 | 32,352 | 32,932 | 32,433 |
| Unallocated Savings | | | | (3,000) | (4,000) |
| TOTAL EXPENDITURE | 352,529 | 375,828 | 386,954 | 399,134 | 412,042 |
| NET EXPENDITURE | (517,125) | (522,758) | (530,085) | (542,807) | (555,675) |

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



The Treasury – Financial Summary (continued)

TABLE 48 - The Treasury - Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|---------------|----------------|------------------|------------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 15,261 | 365,490 | (887,436) | (506,685) |
| <u>Transfer of budget between Departments</u> | | | | |
| Transfer of Student Award Scheme to DESC | | (1,497) | | (1,497) |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 296 | | | 296 |
| Income Adjustment | | | (29,603) | (29,603) |
| Financial Advisory Training Budget | 15 | | | 15 |
| Information Governance Officer | 61 | | | 61 |
| Customs DSA | 21 | | | 21 |
| FGD AX Systems Bid | | 156 | | 156 |
| Customs Supplies & Services | | 7 | | 7 |
| Manx Radio Grant Uplift | | 99 | | 99 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | 375 | | 375 |
| AAD Adjustment | (44) | 29 | | (15) |
| SSD Budget Re-Alignment | 375 | (375) | | |
| Contributory Benefits Decrease | | (858) | | (858) |
| Non-Contributory Benefits Increase | | 1,468 | | 1,468 |
| NI Fund Transfer Increase | | 3,296 | | 3,296 |
| Movement of MNH Funding to Treasury Grant | | 4,638 | | 4,638 |
| Movement in Supplies & Services | | (2,311) | | (2,311) |
| Increase to FSA Grant | | 472 | | 472 |
| Other adjustments | | (20) | | (20) |
| 2020-21 BUDGET | 15,985 | 370,969 | (917,039) | (530,085) |



4.8. Cabinet Office



The purpose of the Cabinet Office is to support the Chief Minister, the Minister for Policy and Reform, His Excellency the Lieutenant Governor, and the Chief Secretary in ensuring the future sustainability of the Isle of Man in the short, medium and long term, so that its public services represent value for money and the Island is able to respond to external challenges.

The Cabinet Office plays a pivotal role at the heart of the Isle of Man Government. The Department is responsible for:

- supporting regular and targeted engagement with the UK Government, UK Parliament and other influential and relevant international partners to defend and protect the interests of the Island;
- leading the development, co-ordination and application of policies that will affect more than one department;
- acting as the corporate central hub – providing Government's human resources, technology, corporate communications services, planning policy and economic advice and statistics; and
- ensuring that we work better – by promoting reform, striving to improve the way we provide our services, building business plans, and delivering change by taking the lead or having oversight for certain key strategic projects and policy areas.

Department Key Challenges in 2020/2021:

Health and Care Transformation

Leading the transformation of the provision of health and care in the Isle of Man to be focused on the delivery of an integrated, high quality, clinically and financially sustainable service focused on the service user.

Public Sector Reform

The Programme for Government is based on a national outcomes framework. It introduces the concept of shared contribution towards shared objectives that deliver services and strategies that focus on the national interest and place greater emphasis on the citizen at the centre of decision making and activity. As such the organisation must prepare for the future by ensuring the public sector develops the organisation to deliver the next generation of public services and look to identify options to identify alternative means of delivering these services and ensuring their sustainability and cost effectiveness into the future.

Climate Change

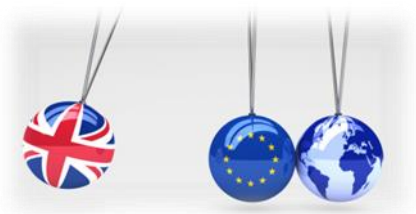
To support the development of the Isle of Man change action plan and target options the delivery of the Government's commitment to reach net-zero carbon emissions by 2050.





BREXIT

Securing the Isle of Man's position in respect of the UK's withdrawal from the European Union which represents a paradigm shift/sea change in terms of the Isle of Man's relationship with the international trade environment.



Digital Strategy

The Isle of Man Government Digital Strategy is entering its fifth year and was launched with the key objective to use digital technology to improve how the Government works.

Resourcing Challenge

Delivering a balanced approach to service provision, managing within budgets allocated whilst continuing to rise to the challenge of increasing public services at the centre.

Key Priorities for the Cabinet Office are:

Climate Change

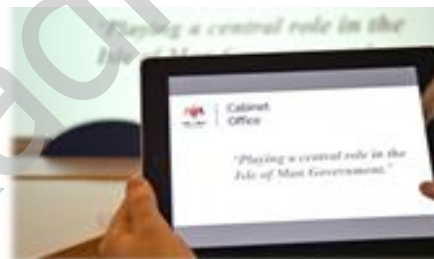
- in reconfirming the Government's commitment to achieving the target of net-zero emissions by 2050, further work to develop a long term climate action plan for Government is required, fully understanding the impacts upon our environment, our communities, and our economy of any actions taken;
- support the commitment to bring a Climate Bill into the branches of Tynwald by June 2020;
- support the Council of Ministers commitment to Government Leading by Example, with actions that reduce emissions;

Health and Care Transformation

- establish a public sector, arm's length body responsible for the delivery of health and care services;
- create a process whereby each condition and service within health and care is reviewed and improved in light of best practices;

Programme for Government

- lead on the performance management for the Programme for Government across the Isle of Man Government;
- support the Council of Ministers' policy and reform agenda;
- deliver constant and effective transformational change programmes, including key technology initiatives;



- TT Timing and Race Management
- Land and Deeds
- Windows 10 upgrade programme
- Courts Audio Visual Refresh
- Census
- Social Security
- Indirect Taxation
- Electoral Registration

- put in place updated electoral legislation ahead of the 2021 House of Keys General Election;
- ensure the successful implementation of the Equality Act, supporting an inclusive and caring society;
- Delivery of the Government's legislative programme;



UK's withdrawal from the EU

- identify, assess and lead the management of the implications, for the Isle of Man arising from the UK's withdrawal from the EU, including contingency planning, emergency response and readiness issues co-ordinating and supporting work across Government;
- assess the emerging trade relationships with the UK, the EU and the rest of the world, and advise the Chief Minister and Chief Secretary on the Isle of Man's participation;

Digital Strategy

The Digital Strategy is a wide ranging and ambitious programme of change and reform. This approach is enabling cultural change across Government and challenging how we think about operating our services. Delivering smarter, joined up services, will form the core of our digital front door. This innovative and forward thinking digital strategy reaches across all of our Government departments. Key initiatives in 2020/21 include;

- Enabling Smart Services;
- Electronic Prescriptions & Medicines Administration;
- Police Core System – second phase;
- ICT Platform for Public Sector Housing;

Anti-Money Laundering/Combating the Financing of Terrorism

- develop a new Financial Crime Strategy for 2020-2023;
- publish the revised and updated National Risk Assessment for Money Laundering/Terrorist Financing;
- submit a third 'enhanced follow-up' report to MONEYVAL, compile and publish a summary of the Isle of Man response to the MONEYVAL recommendations;
- ensure the Isle of Man compliance with obligations under international conventions and other recognised

international standards, in particular those with, economic or reputational challenges or opportunities;

Cyber Security

- ensure that the Island's Critical National Infrastructure is robust, resilient and is able to respond/ recover from a cyber-threat accordingly;
- support Government, business and public awareness of cyber threats and how to defend, respond and recover;

Planning

- implement the final version of the local area plan for the east and prepare the local area plan for the north and the west of the Isle of Man;
- prepare for a complete review of the strategic section of the Isle of Man Development Plan by 2021;
- the preparatory stages for a complete review of the Isle of Man Strategic Plan taking into account of the 2021 Census;
- production of a register of unoccupied urban sites in liaison with other Departments followed by the completion of a scoping study;

Other Department specific priorities

- support and implement the People Strategy across Government to recruit, retain, develop and keep our people healthy and well;
- review economic and social statistics produced by Cabinet Office, investigating the additional data required by Government, and how best it can be obtained;
- planning and undertaking the 2021 Census, reviewing the Isle of Man Living Wage and producing further data from the Household Income and Expenditure survey such as fuel poverty;

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



- maintain Isle of Man Government's commitment to International Development delivering £2.5m of funding annually; and
- coordinate steps to delivering public registers of beneficial ownership of companies;

Financial Performance

Cabinet Office continues to manage its financial resources prudently, driving sustainable savings from its contracts portfolio to ensure it ends the 2019/20 financial year within its agreed budget. This is despite significant increasing demands for the services the Department provides.

Key headline changes to the Cabinet Office budget in 2019/20 include:

1. Additional funding for the Office of Cyber Security and Information Assurance for the National Cyber Security and Information Assurance Programme;
2. Continued commitment to equality post legislative implementation;
3. Employment/fees and costs of non-executive board members of Manx Care from appointment to end of Manx Care's shadow period;
4. The transfer of the Public Health Directorate into Cabinet Office; and
5. Continuation of commitment to a £250k minor capital works programme to deliver more efficient IT systems within Government.

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Cabinet Office – Financial Summary

TABLE 49 - Cabinet Office Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|--------------------------------|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £'000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Office of Human Resources | 6,247 | 5,120 | 5,263 | | 5,263 |
| Chief Secretary's Office | 1,659 | 2,518 | 5,148 | | 5,148 |
| Crown & External Relations | 1,571 | 1,644 | 2,861 | 1,098 | 1,763 |
| Government Reform Team | 688 | 780 | 886 | 94 | 792 |
| Government Technology Services | 19,843 | 19,656 | 20,216 | 386 | 19,830 |
| Policy & Strategy | 448 | 380 | 705 | | 705 |
| OCSIA | 258 | 344 | 583 | | 583 |
| NET EXPENDITURE | 30,714 | 30,442 | 35,662 | 1,578 | 34,084 |

TABLE 50 - Cabinet Office Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|---------------|
| £'000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Taxation Income | (1) | 4 | | | |
| Third Party Contributions | 215 | 58 | 448 | 456 | 465 |
| Operating Income | 1,365 | 1,308 | 1,130 | 1,153 | 1,176 |
| Other Non-Trading Income | 12 | (6) | | | |
| TOTAL INCOME | 1,591 | 1,364 | 1,578 | 1,609 | 1,641 |
| EXPENDITURE | | | | | |
| Employee Costs | 18,327 | 18,390 | 20,440 | 20,800 | 21,013 |
| Infrastructure Costs | 242 | 85 | 81 | 81 | 81 |
| Transport Costs | 9 | 9 | 9 | 9 | 9 |
| Supplies & Services | 17,210 | 16,785 | 14,668 | 15,095 | 14,667 |
| Loan Charges | 88 | 195 | 725 | 836 | 846 |
| Other | (3,571) | (3,658) | (261) | (216) | (216) |
| TOTAL EXPENDITURE | 32,305 | 31,806 | 35,662 | 36,605 | 36,400 |
| NET EXPENDITURE | 30,714 | 30,442 | 34,084 | 34,996 | 34,759 |

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Cabinet Office – Financial Summary (continued)

TABLE 51 - Cabinet Office - Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|---------------|---------------|----------------|---------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 17,875 | 14,120 | (1,547) | 30,449 |
| <u>Transfer of budget between Departments</u> | | | | |
| Public Health Directorate from DHSC | 1,642 | 399 | | 2,041 |
| GTS budget to DfE | | (22) | | (22) |
| GTS budget from DESC | | 14 | | 14 |
| GTS budget to DHSC | | (16) | | (16) |
| GTS budget to DHA | | (18) | | (18) |
| GTS budget to DOI | | (38) | | (38) |
| GTS budget from General Registry | | 33 | | 33 |
| Fuel transfer from DOI | | 9 | | 9 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 337 | | | 337 |
| Fee increase | | | (31) | (31) |
| Census bid approved 2019 budget | 160 | | | 160 |
| Industrial JEGS | 2 | | | 2 |
| Equality Advisor | 65 | | | 65 |
| Manx Care Non-Executive Directors | 101 | | | 101 |
| OCSIA Budget | 258 | 68 | | 326 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | 530 | | 530 |
| Digital strategy adjustments | | 142 | | 142 |
| 2020-21 BUDGET | 20,440 | 15,221 | (1,578) | 34,084 |



4.9. Executive Government

MANX INDUSTRIAL RELATIONS SERVICE

The Manx Industrial Relations Service (MIRS) provides a free and impartial industrial and employment relations service, which although funded by Government is an independent organisation. The service helps employers, employees and trade unions to work together for the prosperity of Isle of Man business and the benefit of employers and employees.

VETERANS WELFARE SERVICE

The Veterans Welfare Service provides one to one assistance, support and advice to ex-service personnel and their dependants in association with Veterans UK, part of the UK's Ministry of Defence.

The Veterans Welfare Service is committed to enhancing the quality of life for veterans and beneficiaries of Veterans UK pensions and compensation schemes, and their dependants.

It provides support for bereaved families, respond to life events that present welfare needs, and facilitate access to all appropriate services, pensions and benefits.

The Veterans Welfare Service also works closely with local authorities, voluntary organisations service charities and Government agencies to access appropriate services and benefits.

INFORMATION COMMISSIONER

The Information Commissioner is the independent supervisory body for the Data Protection Act 2018 and associated orders and regulations, the Freedom of Information Act 2015, the Unsolicited Communications Regulations 2005 and the Code of Practice on Access to Government Information.

The new data protection legislation has placed considered resource pressures on the Office.

An initial request for additional resources together with medium term resource requirement with funding model has been made. Additional resources have been agreed, but the funding model remains to be determined.

GENERAL REGISTRY

What we stand for

Our **vision** is to improve access to justice through a courts and tribunals administration which works better for everyone.

Our **mission** is to provide seamless and effective support to the administration of justice and the rule of law in the Isle of Man for the benefit of the Island's residents, economy and international reputation.

We are proud to play our part in ensuring that there is an effective, independent (both in practice and in perception) courts and tribunals service.

Priorities

The General Registry is currently enjoying a period of change that has witnessed both significant judicial turnover and changes to senior management over the past 18 months which are yet to fully run their course.

Against this backdrop a capital bid has been submitted which, subject to Tynwald approval, will enable us to embark upon a three year phased digital modernisation programme. As we are nearing the end of life of the case management system in the summary courts, the initial focus of modernisation will be in this area to maximise both internal efficiencies and the benefits of digital investment by our justice partners.

There is a strong appetite for modernisation within the General Registry with an appreciation that change will have to be proportionate to our business need, be cost effective and bring real benefits to our customers, stakeholders and people.

Challenges

The key challenges facing us include:-

- allocating appropriate resources in a timely manner to support our digital modernisation



Appendix 4 – Net Revenue Expenditure by Department, Office and Board

whilst maintaining core business requirements;

- increasing demands on our services, including more complex civil and other proceedings coming before the courts and tribunals;
- allocating appropriate resources in a timely manner to minimise the risk of limiting access to justice; and
- the impact on factors outside of our control affecting our ability to provide the necessary services.

Financial Performance

There is little indication that 2020/21 will be any different to recent years with continuing pressure on expenditure and no tangible reduction in the workload within the courts and tribunals. We will continue to act with prudence when spending public money but exceptional expenditure to enable the justice system to function properly is likely to continue to be reliant, in part, on drawdowns from the Large Legal Cost Reserve.

ATTORNEY GENERAL'S CHAMBERS (AGC)

The Attorney General's Chambers (AGC) aims to be a centre of excellence for legal services provided to Government for the benefit of the Isle of Man community. AGC is committed to an ongoing programme of change as detailed in its published business plan.

Her Majesty's Attorney General (HMAG), as the Accountable Officer in relation to AGC's budget, anticipates being able to contain the current year spending within the agreed budget parameters and within previously agreed drawdown limits from other funding sources for 2019/2020 financial year.

AGC is also supporting Government's plans to deliver its reform programme such as, for example, the Manx Care project. As part of that work and as a drive to improve the quality of all legislation brought before Tynwald, AGC will bring together a centralised team of legislation officers, who will support departments by providing a professional service for the development of secondary

legislation and helping to implement agreed policy reforms. The existing Department of Health and Social Care and Department of Infrastructure teams have already moved to AGC to join the primary legislative drafters. As this team develops it will see further pre-existing teams move into the AGC from other departments with the aim of creating a centre of excellence, to provide a vital service to departments in terms of shaping policy into subordinate and primary legislation.

HMAG published his third Annual Operating Report of AGC in September 2019, in order to demonstrate in a transparent manner how its legal resources were utilised by Government and explain the statutory responsibilities for which he is responsible. His report also included a progress update against the AGC business plan. It is hoped that publishing a refreshed Business Plan and an operating report annually will support a culture of continuous improvement in AGC and will be of value to the public and other stakeholders.

HMAG continues to ensure that no external legal advice is commissioned without his express approval, thereby minimising the need for legal expenditure within departments, boards and offices.

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Executive Government – Financial Summary

TABLE 52 - Executive Government Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|-------------------------------|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £'000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Industrial Relations | 236 | 273 | 335 | | 335 |
| Veterans Welfare Society | 87 | 104 | 106 | | 106 |
| Information Commissioner | 147 | 150 | 427 | 275 | 152 |
| General Registry | 2,436 | 2,807 | 4,970 | 2,485 | 2,485 |
| Attorney General | 4,810 | 5,362 | 5,814 | 66 | 5,748 |
| International Development | 2,500 | 2,500 | 2,500 | | 2,500 |
| NET EXPENDITURE | 10,216 | 11,196 | 14,151 | 2,826 | 11,325 |

TABLE 53 - Executive Government Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|---------------|
| £'000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Taxation Income | 116 | 270 | 275 | 281 | 286 |
| Third Party Contributions | 134 | 65 | 66 | 68 | 69 |
| Operating Income | 2,278 | 2,096 | 2,478 | 2,180 | 2,225 |
| Other Non-Trading Income | 9 | 4 | 7 | 7 | 7 |
| TOTAL INCOME | 2,537 | 2,435 | 2,826 | 2,536 | 2,587 |
| EXPENDITURE | | | | | |
| Employee Costs | 9,263 | 9,433 | 9,969 | 10,087 | 10,276 |
| Infrastructure Costs | 36 | 80 | 80 | 80 | 80 |
| Transport Costs | | | | | |
| Supplies & Services | 1,275 | 1,594 | 1,586 | 1,586 | 1,586 |
| Loan Charges | | | 16 | 53 | 86 |
| Other | 2,858 | 2,524 | 2,500 | 2,500 | 2,500 |
| TOTAL EXPENDITURE | 13,432 | 13,631 | 14,151 | 14,305 | 14,528 |
| NET EXPENDITURE | 10,895 | 11,196 | 11,325 | 11,769 | 11,941 |

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Executive Government – Financial Summary (cont'd)

TABLE 54 - Executive Government Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|--------------|---------------|----------------|---------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 9,433 | 4,199 | (2,435) | 11,197 |
| <u>Transfer of budget between Departments</u> | | | | |
| Gen Reg Transfer to GTS | | (33) | | (33) |
| Legislation Team - DOI to AGC | 253 | | | 253 |
| Charities Registry - DfE to AGC | 37 | | | 37 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 184 | | | 184 |
| Fee increase | | | (105) | (105) |
| MIRS Officer | 105 | | | 105 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | 16 | | 16 |
| MIRS Budget Re-Alignment | 26 | | | 26 |
| Gen Reg income adjustment | | | (286) | (286) |
| MIRS Reduction LTA bid | (69) | | | (69) |
| 2020-21 BUDGET | 9,969 | 4,182 | (2,826) | 11,305 |



4.10. Legislature (Parliament)

2020-21 Budget Commentary – Expenses of the Legislature

Expenses of the legislature are split between Members Emoluments, Employee Costs, Supplies and Services and Loan Charges.

Within Supplies and Services overall spending has decreased year on year from a high of £571,000 in 2009-10 to £371,000 in 2014-15, see Figure 1. In 2016-17 the expenditure was £415,179. It has reduced to under £400,000 again in both 2017-18 and 2018-19. Spending is also predicted to be within budget for 2019-20. The annual budget has been fixed since 2015-16 and no increase is expected so, as stated previously, the challenge will continue to be to maintain services while containing costs.

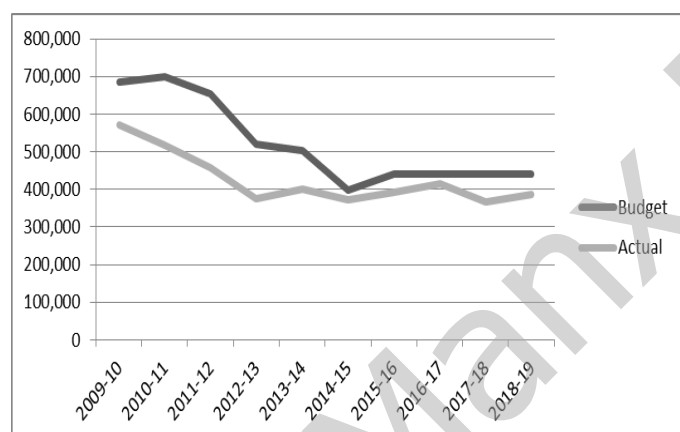


Figure 1- Supplies and Services: Budget v Spending 2009-19

Information regarding Members Emoluments, which have risen in line with annual pay awards, and Employee Costs is shown in Figure 2.

Employee costs have been controlled by a headcount reduction although during 2019-20 the number of full time equivalent employees will increase as an additional administration officer post has been added, due to workload for the Hansard team, and a second intern post has been offered for this year. However, this increase and salary increases are being managed within budgets provided. Note that the 2016-17 increase relates to the newly delegated employer pension contribution of @ 11%.

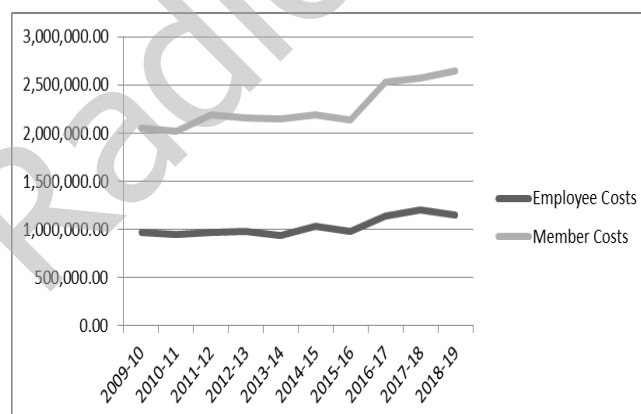


Figure 2 – Member and Staff Costs 2009-19

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



Legislature (Parliament) - Financial Summary

TABLE 55 - Legislature Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|--|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Legislature | 4,569 | 4,916 | 4,921 | 9 | 4,912 |
| Tynwald Commissioner Administration | | | 32 | | 32 |
| NET EXPENDITURE | 4,569 | 4,916 | 4,953 | 9 | 4,944 |

TABLE 56 - Legislature Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|--------------|
| £000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Fees & Charges | 3 | 9 | 9 | 10 | 10 |
| Other Non-Trading Income | 53 | | | | |
| TOTAL INCOME | 56 | 9 | 9 | 10 | 10 |
| EXPENDITURE | | | | | |
| Employee Costs | 3,795 | 4,047 | 4,158 | 4,239 | 4,321 |
| Supplies & Services | 387 | 441 | 441 | 441 | 441 |
| Loan Charges | 443 | 437 | 354 | 316 | 302 |
| TOTAL EXPENDITURE | 4,625 | 4,925 | 4,953 | 4,996 | 5,064 |
| NET EXPENDITURE | 4,569 | 4,916 | 4,944 | 4,986 | 5,054 |

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



TABLE 57 - Legislature Reconciliation from 2019-20

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|--------------|---------------|--------------|--------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 4,048 | 878 | (9) | 4,916 |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 78 | | | 79 |
| Fee increase (less than 1k) | | | | |
| Tynwald Administrator | 32 | | | 32 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | (83) | | (83) |
| 2020-21 BUDGET | 4,158 | 795 | (9) | 4,944 |

TABLE 58 – Breakdown of Employee Costs

| BREAKDOWN OF EMPLOYEE COSTS | | | | | |
|-----------------------------|--------------|--------------|--------------|--------------|--------------|
| | Actual | Budgeted | | | |
| | 2018-19 | 2019-20 | 2020-21 | 2021-22 | 2022-23 |
| Staff | 1,153 | 1,284 | 1,344 | 1,371 | 1,398 |
| Member's Emoluments | 2,642 | 2,763 | 2,814 | 2,868 | 2,923 |
| NET EXPENDITURE | 3,795 | 4,047 | 4,158 | 4,239 | 4,321 |



4.11. Statutory Boards and Bodies (Revenue Funded)

COMMUNICATIONS COMMISSION

The Commission was established in 1989 and has responsibility for licensing and regulating telecommunications and broadcasting in the Isle of Man under the Telecommunications Act 1984, the Radio Masts Regulation Act 1988 and the Broadcasting Act 1993. The Commission returns a surplus to Government and is essentially self-funding.

Its activities are a key support to the Government's National Telecommunications Strategy. The Programme for Government and the National Telecommunications Strategy both recognise that the Commission needs to be adequately resourced in order to help achieve the ambitious targets approved by Tynwald. The Commission's role as an economic regulator is unique on the Island and calls for a range of very specific skill sets from staff and external experts. The strategy states that "modern, adaptive and responsive regulation are seen as key in encouraging market confidence, innovation and investment". The National Telecommunications Strategy also emphasises the importance of evolving telecoms regulation on the Island to meet industry needs. There are likely to be additional demands on the Commission's resources as a result of the National Telecommunications Strategy but the Commission notes that Government has pledged its support in this regard.

The Commission is continuing to bring forward new communications legislation to support its work initially in the form of the Communications Bill to be followed by further secondary legislation. It has also recently conducted a review of the fixed telecoms markets and is now progressing with a mobile markets review, both of which will shape the regulatory framework on Island for the next three to five years. The work of monitoring compliance with the regulatory regimes continues.

The Commission's income is dependent to a large extent on the success of its licensees to generate revenue from its regulated activities. This can be difficult to predict but it should be noted there has been a reduction in fixed line services as well as mobile and SMS traffic with increasing usage of over the top services such as Skype, Messenger, WhatsApp, as well as social media such as Facebook and Twitter. This downward trend in the use of traditional telephony services may have an effect on revenue generated through licensing telecoms operators in the long term, though new services may be developed by industry that could counterbalance this.

FINANCIAL SERVICES AUTHORITY

The Financial Services Authority is an independent statutory board which was established in November 2015. The regulatory objectives of the Authority are:

- Securing an appropriate degree of protection for policyholders, members of retirement benefits schemes and the customers of persons carrying out a regulated activity;
- The reduction of financial crime; and
- The maintenance of confidence in the Island's financial services, insurance and pensions industries through effective regulation, thereby supporting the Island's economy and its development as an international financial centre.

The Authority operates in accordance with the Isle of Man Government's financial regulations. The Authority is efficient in the discharge of its responsibilities, ensuring its expenditure meets its agreed annual budget.

The Authority's first strategic plan, published in November 2018, communicates the Authority's long term goals and strategic objectives and the projects it is pursuing in their pursuit. The plan also articulates the values and principles that guide the work of the Authority.

During 2019/20 the Authority continued to advance work on a number of key projects including:



- the ongoing modernisation of the insurance framework in line with international standards;
- working with the Gambling Supervision Commission to develop and implement the first phase of its new regulatory data system Atlas/Cascade;
- working in conjunction with the Treasury, to develop and begin to implement a resolution framework for the banking industry;
- engaging with key stakeholders on plans to reform the Retirement Benefits Scheme regulatory framework; and
- further development of a revised supervisory approach, which supports a better allocation of resources based on assessed risk.

These initiatives run into 2020/21, with a number due to conclude during the period.

Also during 2019/20 the Authority introduced a new enforcement decision making process, with presentations to industry on its application.

The Authority is maintaining its focus on protecting consumers. During 2019/20 the Authority once again organised an event to support World Investor Week, an international initiative led by the International Organisation of Securities (IOSCO). Also during the period the Authority has updated the consumer area of its website to ensure a user friendly, consistent format incorporating easy to follow guidance.

The Authority engages with other key stakeholders locally and internationally on the application of technology in the provision of financial services. This includes working with the Department for Enterprise's Digital Agency to help avoid unreasonable impediments to the advancement of FinTech opportunities in the Isle of Man. The Authority is also a member of the Global Financial Innovation Network, a network of organisations

committed to supporting innovation in financial markets and products in the interests of consumers.

As well as progressing its priority initiatives, the Authority has continued to undertake a robust supervisory program with on-site visits to regulated entities, complemented by annual business meetings, thematic reviews and attendance at supervisory colleges. In addition the Authority continues to support Isle of Man Government wide initiatives including readiness for the UK's exit from the EU, the EU substance work led by the Treasury's Income Tax Division and some of the priority work streams arising from MONEYVAL's Mutual Evaluation Report. Linked to the latter, during 2019/20, the Authority issued a comprehensive update to anti-money laundering / countering the financing of terrorism (AML/CFT) guidance, covering all industry sectors, to take into account recent amendments to the AML/CFT legislative framework

Looking further ahead, in order to continue to enhance its oversight of AML/CFT risks, the Authority will create a dedicated AML/CFT unit formed partly by existing, experienced AML/CFT practitioners within the Authority but enhanced with a number of new dedicated roles. This new unit, whilst continuing the good work carried out in this area historically, will undertake increased onsite inspections and will enhance the use of AML /CFT related data it collects from entities to more efficiently assess risk and direct its resources. This development will contribute to satisfying one of the priority outcomes highlighted by MONEYVAL's Mutual Evaluation Report, around "demonstrating efficiency through supervision and the use of other tools".

Also, in light of regulatory developments, an expanded scope of responsibilities for the Authority and an increased risk appetite and more litigious approach adopted in some areas of the industry over recent years, the Authority will from 2020/21 be increasing its headcount across both its



supervision and enforcement divisions. The increased headcount will be a mix of permanent and term appointments. An additional permanent member of staff will join both the banking and the fiduciary services supervision teams to ensure the number of the supervisory staff remains sufficient to deal with the risks posed by the respective sectors. The term appointments, within which increases in the enforcement headcount will be covered, will assist the Authority to complete a number of key initiatives in a timely fashion and allow some anticipated short term projects to be adequately managed, ensuring at the end of these term appointments that the Authority's permanent resources can both efficiently and effectively focus on the oversight of the key risks presented by the finance industry on the Island.

Over the coming years the Authority will continue with its proactive outreach programme to both industry and consumers. This outreach will include publishing enhanced data on the Authority's overall performance and the range of its activities.

PUBLIC SECTOR PENSIONS AUTHORITY (PSPA)

The PSPA is responsible for the management and administration of the majority of public sector pension schemes in accordance with its statutory responsibilities set out in the Public Sector Pensions Act 2011.

Over the last twelve months the PSPA has continued to progress its programme of public sector pensions reform. Key activities have included ongoing discussions with scheme members in relation to reform of the Judicial Pension Scheme and the further development of cost sharing provisions for all schemes.

Following the Submission of the Cabinet Office report entitled "Public Sector Pensions - Legacy Funding" the PSPA has been working with the Treasury, supported by the PSPA's actuaries, exploring a number of options to manage the legacy position and overall costs of public sector

pension Schemes in line with the motion approved by Tynwald at its March 2019 sitting.

A consultation process in relation to the principles of cost sharing was conducted in May 2019. Consultation on the mechanism for cost sharing commenced on 2 December 2019 and in the coming year the PSPA will continue with its programme of reform to schemes and the finalisation and implementation of the cost sharing basis for all schemes to be effective from 2020. This will include a further actuarial valuation as at 31 March 2019.

In relation to public sector pension scheme expenditure, in 2018/19 total income from all Schemes was just under £66.8m whilst expenditure across all schemes was just under £100.1m. The forecast outturn for 2019/20 is income of nearly £68.2m and expenditure to be approaching £106.3m but this is very much dependent upon the number of members who decide to retire in the year.

Finally, a key risk to the delivery of the PSPA's key objectives remains the quality of the data upon which many of the functions of the PSPA rely, functions which include member benefit calculations, annual audits, valuations and cash flow estimates. The PSPA will therefore continue to work closely with colleagues in all employing authorities on improving the data upon which it relies.

FINANCIAL INTELLIGENCE UNIT

The Financial Intelligence Unit (FIU) is a statutory body established in April 2016. The FIU plays a key role in the global fight against terrorism and financial crime with the FIU's functions being –

- Receiving, gathering, analysing, storing and sharing information about financial crime (whether in the Island or elsewhere);
- Assisting with the prevention and detection of crime, and in particular, financial crime (whether in the Island or elsewhere);
- Cooperating with law enforcement agencies;

Appendix 4 – Net Revenue Expenditure by Department, Office and Board



- Contributing to the reduction of crime, and in particular, financial crime and to the mitigation of its consequences.

The FIU's budget is funded from the general revenue. As a stand-alone entity, the resources of the FIU (both in terms of staff and technology) must be maintained to continue to improve the effectiveness of the FIU and also to act as a deterrent against financial crime and thereby enhance the Island's international reputation.

The FIU have recently made a successful capital bid for further improvements to their online reporting capabilities and are considering making a Seized Assets Fund bid in order to increase their analytical capacity, in line with priority actions identified in the 2016 MONEYVAL 5th Round Mutual Evaluation Report and the FIU's key priorities, below.

With the continued support of the Treasury, and the other agencies with which it deals on a regular basis, the FIU fully expects to meet its priorities during the forthcoming year.

For the forthcoming financial year, the FIU has identified its key priorities as:

- Ensuring that its staff continue to receive training from recognised experts, including in relation to anti-money laundering, terrorist financing and proliferation financing;
- Increasing the ability of its staff to carry out meaningful analysis of the information received by the FIU;
- Continuing with its programme for increased liaison with industry, including speaking at forums/conferences and meeting with the regulators, industry bodies and industry members, producing relevant statistics and analyses for these bodies;
- Increasing the dissemination of actionable intelligence to law enforcement agencies and regulatory bodies;
- Continuing to represent the Island at international money laundering and terrorist financing forums such as the Egmont Group of

Financial Intelligence Units, increasing its participation in and contribution to the stated aims of the forums.

The overall objective of the FIU is to help the Island achieve excellence in the gathering, analysis and dissemination of intelligence in order to assist in the global fight against financial crime and the funding of terrorism.

SAFEGUARDING BOARD

The Safeguarding Act 2018 received Royal Assent in April 2018 and came into effect, along with the underpinning regulations and the Safeguarding Together Guidance, in March 2019 and collectively represent the overarching legislative framework which reinforces the arrangements to safeguard and promote the welfare of children and safeguard and protect vulnerable adults in the Isle of Man.

The Act established a single statutory Safeguarding Board which will strengthen and improve safeguarding arrangements in the Isle of Man by ensuring policies, protocols and practices are in place, up to date, effective and understood.

Safeguarding is everybody's business and everyone in the community has a role to play. The Safeguarding Board will engage with service users, professionals, and service providers, all of which will influence the planning, delivery and evaluation of how safeguarding is carried out on the Island.

The budget for the Safeguarding Board is currently held by Cabinet Office.

Appendix 4 – Net Revenue Expenditure By Department, Office or Board



Statutory Boards and Bodies (Revenue Funded) - Financial Summary

TABLE 59 - Statutory Boards and Bodies - Net Expenditure by Division

| NET EXPENDITURE - BY DIVISION | | | | | |
|---------------------------------|-----------------------|----------------------------|------------------------|----------------------------|----------------|
| £000 | Net Actual 2018-19 | Net Probable 2019-20 | Gross Spend 2020-21 | Gross Income 2020-21 | Net 2020-21 |
| DIVISION | | | | | |
| Communications Commission | (895) | (211) | 762 | 1,320 | (558) |
| Financial Services Authority | 215 | | 6,781 | 6,781 | |
| Gambling Supervision Commission | (702) | (361) | 1,637 | 2,050 | (413) |
| Public Sector Pension Authority | | | | | |
| Financial Intelligence Unit | 679 | 826 | 888 | | 888 |
| NET EXPENDITURE | (703) | 254 | 10,068 | 10,151 | (83) |

Notes:

- 1) FSA deficit (£3.543m in 2020-21) is met by Treasury grant.
- 2) Gross cost of PSPA (£1.461m in 2020-21) is met by a transfer from the PSEPR.

TABLE 60 - Statutory Boards and Bodies - Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|---------------|
| £000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Taxation Income | 4,855 | 4,622 | 5,150 | 5,567 | 6,319 |
| Third Party Contributions | 1,479 | | | | |
| Operating Income | 2,854 | 924 | 1,457 | 1,675 | 1,695 |
| Other Non-Trading Income | 3 | 1 | 1 | 1 | 1 |
| Grant Income | | 3,059 | 3,543 | 3,854 | 3,306 |
| TOTAL INCOME | 9,191 | 8,606 | 10,151 | 11,097 | 11,321 |
| EXPENDITURE | | | | | |
| Employee Costs | 7,778 | 8,372 | 9,204 | 9,974 | 10,223 |
| Infrastructure Costs | 320 | 335 | 335 | 335 | 335 |
| Transport Costs | 1,613 | | | | |
| Supplies & Services | 127 | 1,730 | 1,924 | 1,930 | 1,937 |
| Loan Charges | | 74 | 109 | 140 | 144 |
| Other | (1,350) | (1,651) | (1,504) | (1,522) | (1,543) |
| TOTAL EXPENDITURE | 8,488 | 8,860 | 10,068 | 10,857 | 11,096 |
| NET EXPENDITURE | (703) | 254 | (83) | (240) | (225) |

Appendix 4 – Net Revenue Expenditure By Department, Office or Board**Statutory Boards (Revenue Funded) - Financial Summary (cont'd)****TABLE 61 - Statutory Boards and Bodies - Reconciliation from 2019-20**

| Budget Movement from 2019-20 to 2020-21 | | | | |
|---|--------------|---------------|-----------------|-------------|
| £000 | Gross Pay | Gross Non-Pay | Gross Income | Net Budget |
| 2019-20 BUDGET | 8,323 | 654 | (8,722) | 255 |
| <u>Transfer of budget between Departments</u> | | | | |
| Cleaning budget transfer FSA to DOI | | (26) | | (26) |
| <u>Growth Items</u> | | | | |
| Pay award allowance | 159 | | | 158 |
| Fee increase | | | (131) | (131) |
| Communications Commission Growth Bid | 105 | 45 | (500) | (350) |
| FSA Growth Bid | 417 | | 62 | 480 |
| GSC Growth Bid | 200 | 132 | (395) | (63) |
| FIU Systems Bid | | 32 | | 32 |
| <u>Other</u> | | | | |
| Loan Charge Adjustment | | 20 | | 20 |
| FSA Grant Uplift | | | (465) | (465) |
| Other adjustments | | 7 | | 7 |
| 2020-21 BUDGET | 9,204 | 864 | (10,151) | (83) |



4.12. Inter-Departmental Transfers

To enable greater clarity of departmental transfers, detailed below is a table which consolidates all of the transfers along with a description of what they relate to:

TABLE 62 – Inter-Departmental Transfers

| Inter-Departmental Transfers | | | | | | | | | | |
|-------------------------------------|------|---------|---------|-----|-------|-------|------|-----------|-----|------|
| £'000 | | | | | | | | | | |
| Description | DfE | DESC | DHSC | DHA | DOI | CO | GR | TR Con | AGC | FSA |
| Printing Consumables/Software (net) | 22 | | | | | (22) | | | | |
| Charities Registry to AGC | (37) | | | | | | | | 37 | |
| Software Licences (net) | | (14) | | | | 14 | | | | |
| Student Awards Budget | | 1,497 | | | | | | 1,497 | | |
| Public Health Directorate | | | (2,041) | | | 2,041 | | | | |
| Software Licences/Consumables | | | 16 | | | (16) | | | | |
| Software Licences (net) | | | | 18 | | (18) | | | | |
| Cleaning Budget | | | | 9 | (9) | | | | | |
| Fuel Costs | | | | | (9) | 9 | | | | |
| Attorney General Legislation Team | | | | | (253) | | | | 253 | |
| Software Licences/Consumables | | | | | 38 | (38) | | | | |
| Patient Transfers | | | (125) | | 125 | | | | | |
| Software Licences | | | | | | 32 | (32) | | | |
| Employee Transfers | | | | | | | | | | |
| Cleaning Budget | | | | | 26 | | | | | (26) |
| | (15) | (1,483) | (2,150) | 27 | (82) | 2,002 | (33) | 1,497 | 290 | (26) |



Appendix 4 – Net Revenue Expenditure By Department, Office or Board

4.13. Statutory Boards (Non-Revenue Funded)

Manx Utilities Authority²

Manx Utilities is committed to delivering quality utilities services for the benefit of the Isle of Man in a financially sustainable manner. Its vision is 'one team, delivering life's essential services for our Island'.

Manx Utilities continues to focus on the delivery of its long term financial plan. It has been reducing its operating losses and improving efficiency and has begun to deliver on its operating profitability targets. The budget for the coming year includes the inflation increases as per the five year pricing strategy agreed by Tynwald in October 2018. This provides certainty about pricing for customers whilst maintaining agreed financial metrics.

The key challenges for Manx Utilities include declining energy demand, the adoption and integration of low emission and renewable energy generation, management of water resources and the cost of maintaining key infrastructure assets and managing strategic risks.

As with many utility providers, Manx Utilities has a high fixed-cost base and this means many costs do not rise and fall as demand changes. The majority of costs for water provision and sewage treatment relate to the provision of the infrastructure and are not affected by the volumes supplied or processed. The declining energy volumes also mean a smaller amount of sales needs to cover the fixed costs of generation and distribution. The electricity business is also exposed to significant natural gas price changes and foreign currency exchange volatility. Appropriate strategies are in place to mitigate these risks in the short-term, although medium-term exposures remain.

The budget forecasts that the rebalanced water and sewerage charges and electricity charges increase with inflation.

During 2020/21 routine planned maintenance of the combined cycle gas turbine plant at Pulrose Power Station causes a spike in costs and is the primary driver behind the budgeted deficit for the year.

An asset management approach is used to determine repair and maintenance programmes and, therefore, costs to ensure best value is achieved from Manx Utilities' significant asset base. In addition, fuel and other operating costs are incurred to provide utility services for customers. Customers continue to benefit from the reduction in loan charges due to debt reduction agreed by Tynwald in October 2017.

Manx Utilities' capital programme comprises a combination of the ongoing regional sewage treatment strategy together with a number of long term infrastructure upgrade and essential replacement schemes. Preparatory work is progressing for flood mitigation schemes for the Douglas and Laxey catchments and Manx Utilities hopes to bring these schemes to Tynwald during 2020/21.



² The detailed accounts for the MUA can be accessed at:
<https://www.manxutilities.im/about-us/corporate/functions-and-responsibilities/>

TABLE 63 - Manx Utilities Authority - Income & Expenditure by Category

| INCOME & EXPENDITURE – BY CATEGORY | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|----------------|
| £000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | |
| | | | | 2021-22 | 2022-23 |
| INCOME | | | | | |
| Operating Income | 104,790 | 104,154 | 104,934 | 106,683 | 108,432 |
| TOTAL INCOME | 104,790 | 104,154 | 104,934 | 106,683 | 108,432 |
| EXPENDITURE | | | | | |
| Employee Costs | 19,166 | 19,846 | 20,453 | 20,831 | 21,210 |
| Infrastructure Costs | 11,409 | 10,572 | 11,852 | 11,301 | 10,750 |
| Transport Costs | 1,338 | 1,125 | 1,231 | 1,289 | 1,348 |
| Supplies & Services | 41,098 | 36,196 | 37,376 | 39,636 | 41,896 |
| Loan Charges | 11,897 | 15,403 | 15,257 | 15,177 | 15,097 |
| Other | 17,166 | 21,519 | 19,025 | 19,422 | 19,708 |
| TOTAL EXPENDITURE | 102,074 | 104,661 | 105,194 | 107,656 | 110,009 |
| NET (SURPLUS)/DEFICIT | (2,716) | 507 | 260 | 973 | 1,577 |



Isle of Man Post Office

The 2018/19 financial year was another challenging one for Isle of Man Post Office which saw us report a loss of £662k, albeit an improvement on the £1.2m loss for the previous year. Turnover decreased from £27.4m to £27.1m and net asset value at 31 March 2019 was £14.7m (2018: £14.8m). After adjusting for prior year exceptional costs, such as property disposals and revaluations, and other costs outside the Board's control such as pension charges, our trading result was broadly consistent with the prior year. Due to our high fixed costs, it does not always follow that the impact of reduced revenue is mitigated by reduced direct costs. To that end, we have achieved trading result parity by acknowledging the challenges the business faces, and in embracing the Isle of Man Government SAVE initiative, have identified, implemented and measured efficiency savings.

In addition to our loss for the year, we have provided for a levy to the Treasury of £0.5m, reduced from the prior year amount of £1.5m. The Treasury have acknowledged our challenging circumstances, and the Board's strategy to return the business to profit, and in recognition of the time and necessary investment it will take to achieve this, have agreed that no levy will be payable for 2019/20.

Our forecasts highlight our expectation that revenues from key markets will continue to fall, and whilst the business will seek to mitigate these global postal industry trends and find new revenues, the Board will be necessarily focussed on reducing costs whilst maintaining an acceptable level of public service. To that end, and following a public consultation, during 2019/20 we have implemented a 'five day week' for letter delivery, whilst maintaining a six day service for priority items and parcels. Initial indications suggest that this strategy has been successful, both in terms of practical implementation and customer feedback. From a financial perspective this initiative will save over £500,000 per annum.

In light of falling transaction volumes, the maintenance of our retail network of independent sub-post offices is an increasingly onerous cost which the business can no longer subsidise from its other activities. In recognition of this, in October 2019 the Board's 'Retail Network Modernisation Strategy' was approved by Tynwald. This approval will not materially change the nature of the network, or transform its financial position in the short term, but the establishment of the agreed principles will allow the Board to ensure that provision of postal services in our communities is responsive and proportionate to demand. The forecast figures for the period to 2023/24 are based on current operating assumptions regarding the intentions of our Government and commercial agency partners whose business represents the significant majority of retail network revenues.

The final key strand of the Isle of Man Post Office strategy that the Board expects to progress in the current financial year is the reform of our pension arrangements. We intend to close access to the existing benefits of our 'defined benefit' scheme, and to put in place alternative arrangements that are more affordable and mitigate risk, but ensuring they are competitive, socially responsible and benchmarked. Savings from these important reforms have been factored into our forecasts, and will become increasingly material over the medium to long term.

Our aim to return to profit by 2023/24 is dependent on multiple variables including global mail volume trends, the impact of the burgeoning gig economy in the absence of regulation, the pace of continued digitisation, Royal Mail dominant partner behaviour, and the intentions of our agency partners. Isle of Man Post Office will do all it can to deliver on the service level obligations conferred by the Post Office Act, by protecting existing revenues and identifying new markets, whilst striving to control and reduce costs.



Isle of Man Post Office – Financial Summary

TABLE 64 - Isle of Man Post Office - Income & Expenditure by Category

| INCOME & EXPENDITURE - BY CATEGORY | | | | | | |
|------------------------------------|-------------------|---------------------|-------------------|---------------------|---------------|---------------|
| £000 | Actual 2018-19 | Probable 2019-20 | Budget 2020-21 | Provisional Budgets | | |
| | | | | 2021-22 | 2022-23 | 2023-24 |
| INCOME | | | | | | |
| Operating Income | 27,099 | 27,700 | 26,002 | 24,442 | 23,347 | 22,515 |
| Non-Trading Income | 53 | 63 | 63 | 65 | 68 | 70 |
| TOTAL INCOME | 27,152 | 27,763 | 26,065 | 24,507 | 23,415 | 22,585 |
| EXPENDITURE | | | | | | |
| Employee Costs | 13,679 | 13,521 | 12,535 | 11,973 | 11,777 | 11,379 |
| Infrastructure Costs | 707 | 676 | 651 | 600 | 619 | 603 |
| Transport Costs | 1,368 | 1,484 | 1,422 | 1,464 | 1,535 | 1,576 |
| Supplies & Services | 11,901 | 12,421 | 11,365 | 10,515 | 10,051 | 8,961 |
| TOTAL EXPENDITURE | 27,655 | 28,102 | 25,973 | 24,552 | 23,982 | 22,519 |
| Exceptional Costs | 159 | 913 | 629 | 562 | 350 | |
| NET SURPLUS/(DEFICIT) | (662) | (1,252) | (537) | (607) | (917) | 66 |



APPENDIX 5 – FULL CAPITAL PROGRAMME INCLUDING 2020-21

(showing "committed" expenditure only – for a breakdown of future schemes names please see Appendix 6)

Table 65

| | | SUMMARISED TOTALS BY DEPARTMENT/BOARD - CLF FUNDED | | | | | | | |
|---|--------------------|--|------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | | |
| | | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| CABINET OFFICE ("CO") | CO | 759 | 1,642 | 4,048 | 573 | 250 | 250 | 250 | 250 |
| COURTS ("COURTS") | COURTS | | | 245 | 380 | 215 | | | |
| DEPARTMENT FOR ENTERPRISE ("DFE") | DFE | | 574 | 3,946 | | | | | |
| EDUCATION SPORTS & CULTURE ("DESC") | DESC | 12,143 | 2,667 | 4,750 | 1,576 | 1,700 | 800 | 300 | |
| ENVIRONMENT, FOOD & AGRICULTURE ("DEFA") | DEFA | 591 | 889 | 962 | 565 | 400 | 400 | | |
| FINANCIAL INTELLIGENCE BOARD ("STAT-FIU") | STAT-FIU | | | 228 | | | | | |
| FINANCIAL SUPERVISION COMMISSION ("STAT-FSA") | STAT-FSA | 103 | 207 | 157 | 82 | | | | |
| GAMBLING SUPERVISION COMMISSION ("STAT-GSC") | STAT-GSC | 89 | 171 | 157 | 82 | | | | |
| HEALTH AND SOCIAL CARE ("DHSC") | DHSC | 2,986 | 5,487 | 10,676 | 11,062 | 2,726 | 1,250 | 1,250 | 1,250 |
| HOME AFFAIRS ("DHA") | DHA | 542 | 1,262 | 2,304 | 992 | 1,014 | 994 | 789 | 363 |
| INFRASTRUCTURE ("DOI") | DOI | 28,095 | 57,175 | 82,362 | 48,067 | 25,487 | 25,251 | 20,230 | 46,623 |
| MANX MUSEUM & NATIONAL TRUST ("MNH") | MNH | 435 | 295 | 495 | 460 | 330 | 310 | 200 | 680 |
| MANX RADIO ("MANX RADIO") | MANX RADIO | 150 | 150 | 1,119 | 150 | 150 | 150 | | |
| MANX UTILITIES AUTHORITY ("MUA") | MUA | 6,785 | 10,880 | 30,163 | 6,370 | 2,200 | 2,150 | 900 | 6,950 |
| SCHEMES FUNDED FROM HOUSING RESERVE ("DOI-HR") | DOI-HR | 2,061 | 1,892 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 |
| TREASURY ("TSY") | TSY | 5,339 | 9,309 | 15,504 | 12,019 | 11,417 | 9,250 | 9,250 | 9,250 |
| FUTURE SCHEMES | FUTURE SCHEMES | | | | 27,269 | 46,772 | 40,360 | 19,395 | 98,911 |
| | TOTAL | 60,078 | 92,600 | 159,016 | 111,547 | 94,561 | 83,065 | 54,464 | 166,177 |
| | | SUMMARISED TOTALS BY BOARD - NON CLF FUNDED | | | | | | | |
| | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | | |
| | | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| MANX UTILITIES AUTHORITY ("MUA-WA") | MUA-WA | 425 | 4,203 | 6,115 | 4,973 | 5,004 | 4,288 | 5,062 | 41,888 |
| ISLE OF MAN POST OFFICE ("IOMPO") | IOMPO | 714 | 695 | 1,135 | 1,325 | 875 | 625 | 625 | |
| LOCAL AUTHORITY HOUSING ("LAH") | LAH | 11,007 | 21,448 | 22,466 | 19,572 | 13,959 | 11,654 | | 35,838 |
| | TOTAL | 12,146 | 26,346 | 29,716 | 25,870 | 19,838 | 16,567 | 5,687 | 77,726 |
| | GRAND TOTAL | 72,224 | 118,946 | 188,732 | 137,417 | 114,399 | 99,632 | 60,151 | 243,903 |



Table 66 – Detailed Summary

| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|---------------------|---|----------------------------|----------------------------------|----------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| COURTS | "COURTS" Technology - Courts Case Management System | 840 | | | | 245 | 380 | 215 | | | |
| COURTS Total | COURTS Total | 840 | | | | 245 | 380 | 215 | | | |
| CO | "CABINET OFFICE" Technology - Airport Management System (CPCB) | 120 | 120 | | 57 | 63 | | | | | |
| CO | DOI CCTV | | | | | | | | | | |
| CO | Technology - DOI Network Migration | 895 | 535 | | 116 | 779 | | | | | |
| CO | Technology - Immigration System | | | | | | | | | | |
| CO | Technology - Land & Deeds Registry IT System | 1,809 | 1,950 | 509 | 370 | 650 | | | | | |
| CO | Technology - NUIX Solution | 707 | 707 | | 650 | 57 | | | | | |
| CO | Technology - Passports & Immigration System | 1,101 | 400 | | 69 | 1,032 | | | | | |
| CO | Technology - Smart Services | 681 | | | | 358 | 323 | | | | |
| CO | Technology - TT Race Timing System | 989 | 130 | | 130 | 859 | | | | | |
| | | 6,302 | | | | | | | | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| CO | MCW - Technology | 2,000 | 500 | 250 | 250 | 250 | 250 | 250 | 250 | 250 | 250 |
| CO Total | | 8,302 | 4,342 | 759 | 1,642 | 4,048 | 573 | 250 | 250 | 250 | 250 |
| | "DEPARTMENT OF EDUCATION, SPORTS, AND CULTURE" SECONDARY EDUCATION | | | | | | | | | | |
| DESC | Castle Rushen High School | 3,656 | 600 | 320 | 200 | 3,000 | 100 | | | | |
| DESC | QEII Science and Technology | 450 | 450 | 50 | 100 | 200 | 100 | | | | |
| DESC | St Ninian's Lower School, Bemahague | 33,844 | 33,845 | 210 | | | | | | | |
| | | 37,950 | 34,895 | 580 | 300 | 3,200 | 200 | | | | |
| | PRIMARY EDUCATION | | | | | | | | | | |
| DESC | St Mary's Extension Scheme | 6,330 | 3,803 | 5,409 | 500 | 100 | | | | | |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|-------------------|---|----------------------------|----------------------------------|----------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| | | 6,330 | 3,803 | 5,409 | 500 | 100 | | | | | |
| | FURTHER EDUCATION | | | | | | | | | | |
| DESC | UCM - Construction Craft & Engineering | 4,897 | 4,914 | 98 | | | | | | | |
| DESC | UCM - Nunnery Relocation | 500 | 500 | | | | | 500 | | | |
| | | 5,397 | 5,414 | 98 | | | | 500 | | | |
| | SPORT AND RECREATION | | | | | | | | | | |
| DESC | National Sports Centre - Pool Hall | 6,339 | 3,669 | 5,343 | 650 | 200 | | | | | |
| DESC | Villa - Gaiety - Light and Sound | 800 | 800 | | 800 | | | | | | |
| | | 7,139 | 4,469 | 5,343 | 1,450 | 200 | | | | | |
| | WORKS | | | | | | | | | | |
| DESC | Covered Play and Teaching Areas | 253 | 260 | 52 | 100 | 100 | | | | | |
| DESC | DDA Works to Department Sites | 2,570 | 1,067 | 103 | 67 | 500 | 700 | 700 | 500 | | |
| DESC | Management of Hazardous Materials | 1,047 | 1,103 | 161 | | | | | | | |
| DESC | School Security | 848 | 848 | 50 | 50 | 250 | 276 | 200 | | | |
| | | 4,718 | 3,278 | 366 | 217 | 850 | 976 | 900 | 500 | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| DESC | MCW - National Sports Centre | 2,193 | 1,443 | 249 | 100 | 150 | 150 | 150 | 150 | 150 | |
| DESC | MCW - Regional Pools | 1,374 | 624 | 98 | 100 | 250 | 250 | 150 | 150 | 150 | |
| | | 3,567 | 2,067 | 347 | 200 | 400 | 400 | 300 | 300 | 300 | |
| DESC Total | | 65,101 | 53,926 | 12,143 | 2,667 | 4,750 | 1,576 | 1,700 | 800 | 300 | |
| | "DEPARTMENT FOR ENTERPRISE" | | | | | | | | | | |
| DfE | Company Registry System | 500 | | | | 500 | | | | | |
| DfE | Fibre Optic Network | 3,500 | 2,000 | | 494 | 3,006 | | | | | |
| DfE | National Archive & Library | | | | | | | | | | |
| DfE | PRO - Archive Capability | 170 | | | | 170 | | | | | |
| DfE | Public Records Office – Digital Archive | 100 | | | | 100 | | | | | |
| DfE | TT Grandstand Development | 250 | 250 | | 80 | 170 | | | | | |
| DfE Total | | 4,520 | 2,250 | | 574 | 3,946 | | | | | |
| | "DEPARTMENT OF ENVIRONMENT, FOOD, AND AGRICULTURE" | | | | | | | | | | |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|-------------------|---|-------------------------------------|---|----------------------------|--|------------------|------------------|------------------|------------------|------------------|------------------|
| | | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| Department | Scheme Name | | | | | | | | | | |
| DEFA | Ballure Slope Periodic Maintenance | 101 | 100 | 75 | 2 | 20 | | | | | |
| DEFA | Mill Road Yard Development | 2,960 | 3,031 | 11 | 10 | 80 | 15 | | | | |
| DEFA | Public Analyst Lab - Equipment | | | | | | | | | | |
| DEFA | Replacement | 378 | 257 | 104 | 66 | 70 | | | | | |
| DEFA | Wildlife Park - Redevelopment | 549 | 500 | 4 | 103 | 342 | 100 | | | | |
| | | 3,988 | | | | | | | | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| DEFA | Essential Building Maintenance | 3,028 | 2,102 | 186 | 358 | 250 | 250 | 250 | 250 | | |
| DEFA | MCW - National Glens & Footpaths | 1,261 | 500 | 211 | 350 | 200 | 200 | 150 | 150 | | |
| DEFA Total | | 8,277 | 6,490 | 591 | 889 | 962 | 565 | 400 | 400 | | |
| | "DEPARTMENT OF HOME AFFAIRS" | | | | | | | | | | |
| DHA | Communications Development Programme | 7,441 | 4,606 | 262 | 479 | 1,038 | 500 | 500 | 504 | 285 | |
| DHA | FCU Accommodation Tromode | (64) | 350 | (64) | | | | | | | |
| DHA | Fire Station - Port Erin | 50 | 50 | 31 | 10 | | | | | | |
| DHA | LED Lighting System | | | | | | | | | | |
| DHA | Malew Fire & Ambulance Station | 1,595 | 1,648 | 68 | 60 | | | | | | |
| DHA | New Emergency Services HQ | 508 | 975 | 8 | 50 | 425 | | | | | |
| DHA | Police HQ Custody Block | 2,950 | 2,951 | | | | | | | | |
| DHA | Police HQ Redevelopment | 50 | 50 | | 50 | | | | | | |
| DHA | Rehabilitation and Resettlement Unit | 57 | 200 | | | | | | | | |
| DHA | Sexual Assault Referral Center | 250 | | | | 250 | | | | | |
| DHA | TETRA | 5,008 | 4,953 | 77 | 148 | 74 | | | | | |
| | | 17,845 | | | | | | | | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| DHA | Equipment Replacement - Fire & Rescue | 1,184 | 523 | 69 | 147 | 100 | 140 | 140 | 140 | 140 | |
| DHA | Equipment Replacement - Police | 1,756 | 655 | 91 | 108 | 145 | 142 | 164 | 140 | 154 | 363 |
| DHA | Prison Minor Capital Works | 1,322 | 210 | | 210 | 272 | 210 | 210 | 210 | 210 | |
| DHA Total | | 22,107 | 17,171 | 542 | 1,262 | 2,304 | 992 | 1,014 | 994 | 789 | 363 |
| | "DEPARTMENT OF HEALTH AND SOCIAL CARE" | | | | | | | | | | |
| | PRIMARY CARE | | | | | | | | | | |
| DHSC | GP Surgery Development - North West | | | | | | | | | | |
| DHSC | GP Surgery Development - Palatine | 581 | 636 | 8 | (63) | | | | | | |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|------------|---|----------------------------|----------------------------------|----------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| DHSC | GP Surgery Development - Peel | 872 | 400 | | 132 | 740 | | | | | |
| | | 1,453 | 1,036 | 8 | 69 | 740 | | | | | |
| | SECONDARY CARE | | | | | | | | | | |
| DHSC | Endoscopy | | | | | | | | | | |
| DHSC | Medical Staff - Residential Accommodation | 2,197 | 2,511 | 34 | 10 | | | | | | |
| DHSC | Redevelopment of Emergency Department, Noble's Hospital | 300 | | | | 300 | | | | | |
| DHSC | Upgrade to Ward 20 Isolation Unit, Noble's Hospital | 250 | 250 | | 175 | 75 | | | | | |
| | | 2,747 | 2,761 | 34 | 185 | 375 | | | | | |
| | MENTAL HEALTH | | | | | | | | | | |
| DHSC | Acute Adult Psychiatric In-Patient Facility (Geddyn Reesht) | 8,874 | 10,365 | 101 | 250 | 1,000 | 645 | | | | |
| DHSC | Redevelopment of Grianagh Court | 1,500 | 1,500 | | 30 | 150 | 1,320 | | | | |
| | | 10,374 | 11,865 | 101 | 280 | 1,150 | 1,965 | | | | |
| | ADULT SERVICES | | | | | | | | | | |
| DHSC | Day Care Services - Eastcliffe | 5,750 | 5,486 | 1,914 | 1,500 | 471 | | | | | |
| DHSC | Learning Disabilities - Purchase of Residential Facility | 630 | 200 | | | 630 | | | | | |
| DHSC | Learning Disabilities - Radcliffe Villas | 1,750 | 800 | | 21 | 500 | 1,205 | | | | |
| DHSC | Learning Disabilities - Residential Unit | 1,437 | 1,438 | 21 | 34 | | | | | | |
| DHSC | Older Persons RRU - North | 496 | 251 | | | 350 | 142 | | | | |
| DHSC | Older Persons RRU - Summerhill | 12,043 | 548 | 77 | 376 | 4,000 | 6,000 | 1,076 | | | |
| | | 22,106 | 8,723 | 2,012 | 1,931 | 5,951 | 7,347 | 1,076 | | | |
| | CORPORATE SERVICES | | | | | | | | | | |
| DHSC | Purchase of Salisbury Street Nursing Home | 7,918 | 8,100 | 197 | 10 | | | | | | |
| | | 7,918 | 8,100 | 197 | 10 | | | | | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| DHSC | DHSC Strategic Development Fund | 1,893 | 500 | 126 | 250 | 250 | 250 | 250 | 250 | 250 | 250 |
| DHSC | MCW - Asset Replacement Scheme | 15,109 | 9,101 | 508 | 1,644 | 1,500 | 1,000 | 1,000 | 1,000 | 1,000 | 1,000 |
| DHSC | Radiology Equipment Replacement | 4,122 | 2,750 | | 1,118 | 710 | 500 | 400 | | | |
| | | 21,124 | 12,351 | 634 | 3,012 | 2,460 | 1,750 | 1,650 | 1,250 | 1,250 | 1,250 |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|--------------|---|-------------------------------------|---|----------------------------|--|------------------|------------------|------------------|------------------|------------------|------------------|
| | | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| Department | Scheme Name | | | | | | | | | | |
| DHSC | | 65,722 | 44,836 | 2,986 | 5,487 | 10,676 | 11,062 | 2,726 | 1,250 | 1,250 | 1,250 |
| Total | | | | | | | | | | | |
| | "DEPARTMENT OF INFRASTRUCTURE" | | | | | | | | | | |
| | FINANCE & GOVERNANCE | | | | | | | | | | |
| DOI | EFW Control Emissions Monitoring | 385 | 385 | 331 | | 54 | | | | | |
| DOI | Integrated Communication Control System | 350 | | | | 350 | | | | | |
| DOI | Raggatt Landfill | 541 | 300 | | | 541 | | | | | |
| DOI | Special Waste Landfill Facility | 1,711 | 1,711 | | 10 | 1,701 | | | | | |
| DOI | Wrights Pit | 307 | | | | 307 | | | | | |
| | | 3,294 | 2,396 | 331 | 10 | 2,953 | | | | | |
| | PORTS | | | | | | | | | | |
| DOI | Airfield Drainage | 584 | | | | | | | 584 | | |
| DOI | Airport Ground Services Refurbishment | 9,000 | 2,250 | | 1,500 | 7,500 | | | | | |
| DOI | Airport X-Ray Machines Upgrade | 3,200 | 3,420 | 1,348 | 1,852 | | | | | | |
| DOI | Douglas & Peel Cofferdam | 351 | 351 | 57 | | | | | | | |
| DOI | Douglas Harbour Strategy - A Cruise Berth | | | | | | | | | | |
| DOI | Victoria Pier | 988 | 494 | | 250 | 738 | | | | | |
| DOI | Douglas Harbour Strategy - E Pleasure | | | | | | | | | | |
| DOI | Craft Slip & Holding Area | 493 | | | | | | 493 | | | |
| DOI | IOM Ferry Terminal - Liverpool | 38,054 | 38,054 | 1,463 | 6,500 | 16,250 | 12,561 | | | | |
| DOI | Non-Tidal Marina Development | | 250 | | | | | | | | |
| DOI | Peel Marina Works | 1,393 | 909 | 23 | 500 | 396 | 434 | 40 | | | |
| DOI | Port St Mary Alfred Pier | 403 | 400 | 116 | 21 | | | | | | |
| DOI | Replacement of Airport Major Foam/Crash | | | | | | | | | | |
| DOI | Tenders | 2,290 | | | | 750 | 750 | 790 | | | |
| DOI | Runway Instrument Landing System | 1,500 | 1,500 | 1 | 20 | 1,479 | | | | | |
| DOI | Runway Visual Range Measurement | 100 | 100 | | 100 | | | | | | |
| | | 58,356 | 47,728 | 3,008 | 10,743 | 27,113 | 13,745 | 1,323 | 584 | | |
| | ESTATES AND PUBLIC HOUSING | | | | | | | | | | |
| DOI | Ballacubbon Housing Development | 14 | 180 | | | | | | | | |
| DOI | Clagh Vane Redevelopment 7/8 | 8,734 | 10,418 | 3,972 | 1,645 | 530 | | | | | |
| DOI | DDA - Public Buildings | 750 | 750 | | 237 | 30 | | | | | |
| DOI | House Purchase Assistance Scheme | 4,000 | 3,000 | (973) | 2,473 | 500 | 500 | 500 | 500 | 500 | 500 |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|------------|---|-------------------------------------|---|----------------------------|--|------------------|------------------|------------------|------------------|------------------|------------------|
| | | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| Department | Scheme Name | | | | | | | | | | |
| DOI | Jurby Development Initiative | 1,754 | 813 | | 83 | 871 | 800 | | | | |
| DOI | Retail Premises Refurbishment - Chester Street, Douglas | | | | | | | | | | |
| DOI | Vehicle Test Centre Relocation | 3,047 | 2,000 | 12 | 500 | 2,535 | | | | | |
| | | 18,299 | 17,161 | 3,011 | 4,938 | 4,466 | 1,300 | 500 | 500 | 500 | 500 |
| | TRANSPORT - BUSES | | | | | | | | | | |
| DOI | Public Transport - Banks Circus Road Renewal | 690 | 690 | 548 | 142 | | | | | | |
| DOI | Public Transport - Bus Fleet Replacement | 25,206 | 14,897 | 2,251 | 1,906 | 1,396 | 934 | 934 | 1,437 | | 4,606 |
| DOI | Ramsey-Station | 1,039 | 1,050 | | 200 | | | | | | |
| | | 26,935 | 16,637 | 2,799 | 2,248 | 1,396 | 934 | 934 | 1,437 | | 4,606 |
| | TRANSPORT - HERITAGE RAIL | | | | | | | | | | |
| DOI | Heritage Rail Budget | 28,582 | 6,082 | | 6,082 | 4,500 | 4,500 | 4,500 | 4,500 | 4,500 | |
| | | 28,582 | 6,082 | | 6,082 | 4,500 | 4,500 | 4,500 | 4,500 | 4,500 | |
| | HIGHWAYS | | | | | | | | | | |
| DOI | A5 Road Reconstruction | 986 | 52 | | 52 | 934 | | | | | |
| DOI | Active Travel | 2,971 | 2,015 | 134 | 250 | 2,098 | 489 | | | | |
| DOI | Ballasalla Relief Road | 37 | 50 | 17 | 20 | | | | | | |
| DOI | Climate Change Adaption | 25,300 | 6,200 | 998 | 200 | 6,452 | 3,000 | 3,000 | 3,000 | | 6,800 |
| DOI | Douglas Promenade | 24,701 | 24,980 | 1,649 | 6,192 | 8,000 | 5,319 | | | | |
| DOI | Douglas Promenade Walkway | 1,935 | 138 | | | 1,935 | | | | | |
| DOI | East Quay Peel | 2,520 | 2,405 | 6 | 30 | 2,484 | | | | | |
| DOI | Glencrutchery Road Reconstruction | 288 | 288 | 14 | 77 | 60 | | | | | |
| DOI | Heritage Trail Improvements | 2,078 | 845 | 130 | 715 | 288 | 945 | | | | |
| DOI | Lezayre Road | 356 | 475 | 356 | | | | | | | |
| DOI | Peel Harbour Bridge Replacement | 387 | 410 | 366 | 15 | | | | | | |
| DOI | Peel Promenade Link Roads | | | | | | | | | | |
| DOI | Pulrose River Bridge | 1,693 | 1,700 | | 76 | | 1,605 | | | | |
| DOI | Quarry Plant Replacement | 5,030 | 5,030 | 874 | 1,512 | 500 | | | | | |
| DOI | Refurbishment of Michael Street Peel | 685 | 49 | | 49 | 636 | | | | | |
| DOI | Regeneration - Douglas (Castle/Duke St) | 4,380 | 3,000 | 1,019 | 938 | 1,020 | 1,000 | | | | |
| DOI | Residential Road Refurbishment | 5,475 | 1,475 | 896 | 503 | 500 | 500 | 500 | 500 | 500 | 1,500 |
| DOI | Technology - Asset Management System | 121 | 121 | 48 | 23 | | | | | | |
| DOI | West Quay Ramsey | 340 | 190 | | 25 | 315 | | | | | |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|---------------------|---|-------------------------------------|---|----------------------------|--|------------------|------------------|------------------|------------------|------------------|------------------|
| | | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| Department | Scheme Name | | | | | | | | | | |
| | | 79,283 | 49,423 | 6,507 | 10,677 | 25,222 | 12,858 | 3,500 | 3,500 | 500 | 8,300 |
| | ONGOING SCHEMES | | | | | | | | | | |
| DOI | Ambulance Fleet Replacement | 4,859 | 781 | 236 | 503 | 370 | 370 | 370 | 370 | 370 | 1,175 |
| DOI | DHA Vehicle Acquisition | 10,251 | 2,451 | 390 | 2,061 | 1,300 | 1,300 | 1,300 | 1,300 | 1,300 | 1,300 |
| DOI | MCW – DfE | 840 | 240 | 120 | 100 | 140 | 120 | 120 | 120 | 120 | |
| DOI | MCW – DHA | 1,400 | 400 | 198 | 142 | 260 | 200 | 200 | 200 | 200 | |
| DOI | MCW - DHSC | 7,799 | 4,799 | 647 | 796 | 800 | 500 | 500 | 500 | 500 | 500 |
| DOI | MCW - Education and Children | 36,610 | 24,610 | 1,538 | 3,200 | 2,179 | 2,000 | 2,000 | 2,000 | 2,000 | 2,000 |
| DOI | MCW - Government Estate | 9,115 | 6,115 | 794 | 1,695 | 500 | 500 | 500 | 500 | 500 | 500 |
| DOI | MCW - Nobles Hospital (Compliance) | 556 | 556 | 8 | 112 | 400 | | | | | |
| DOI | MCW - Nobles Hospital (Plant & Machinery) | 3,126 | 2,631 | 499 | 600 | 1,209 | | | | | |
| DOI | MCW - Public Transport | 22,822 | 15,922 | 1,316 | 1,069 | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 |
| DOI | MCW - Villa/Gaiety | 1,400 | 400 | 77 | 273 | 250 | 200 | 200 | 200 | 200 | |
| DOI | MCW - Wildlife Park | 825 | 313 | 73 | 177 | 175 | 100 | 100 | 100 | 100 | |
| DOI | Plant & Vehicle Replacement | 38,098 | 18,802 | 2,636 | 4,689 | 3,200 | 3,200 | 3,200 | 3,200 | 3,200 | 3,200 |
| DOI | Site Feasibility Studies | 584 | 284 | 77 | 58 | 50 | 50 | 50 | 50 | 50 | 50 |
| DOI | Strategic Highway Refurbishment | 64,507 | 29,593 | 1,929 | 4,900 | 3,189 | 3,500 | 3,500 | 3,500 | 3,500 | 17,414 |
| DOI | Strategic Structural Maintenance | 22,818 | 8,255 | 1,901 | 2,102 | 1,540 | 1,540 | 1,540 | 1,540 | 1,540 | 5,928 |
| | | 225,610 | 116,152 | 12,439 | 22,477 | 16,712 | 14,730 | 14,730 | 14,730 | 14,730 | 33,217 |
| DOI Total | | 440,359 | 255,579 | 28,095 | 57,175 | 82,362 | 48,067 | 25,487 | 25,251 | 20,230 | 46,623 |
| | "DOI SCHEMES FUNDED FROM THE HOUSING RESERVE FUND" | | | | | | | | | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| DOI-HR | MCW - Housing Planned Works | 38,802 | 25,741 | 2,061 | 1,892 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 |
| DOI-HR Total | | 38,802 | 25,741 | 2,061 | 1,892 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 |
| | "MANX MUSEUM AND NATIONAL TRUST" | | | | | | | | | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| MNH | MCW - Gallery Redisplay | 2,444 | 1,584 | 220 | 90 | 210 | 260 | 130 | 110 | | 310 |
| MNH | MCW - MNH | 3,824 | 2,589 | 215 | 205 | 285 | 200 | 200 | 200 | 200 | 370 |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|-----------------------|--|-------------------------------------|---|----------------------------|--|------------------|------------------|------------------|------------------|------------------|------------------|
| | | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| Department | Scheme Name | | | | | | | | | | |
| MNH Total | | 6,268 | 4,173 | 435 | 295 | 495 | 460 | 330 | 310 | 200 | 680 |
| | "MANX UTILITIES AUTHORITY" | | | | | | | | | | |
| | ELECTRICITY | | | | | | | | | | |
| MUA | Advanced Metering Conversion | 6,725 | 4,214 | | 1,414 | 5,311 | | | | | |
| MUA | Combined Cycle Gas Turbine | 17,181 | 13,926 | 1,443 | 4,831 | 3,281 | | | | | |
| MUA | Electricity Network Refurbishment | 8,861 | 4,881 | 1,199 | 1,200 | 1,600 | | | | | |
| | | 32,767 | 23,021 | 2,642 | 7,445 | 10,192 | | | | | |
| | SEWERS | | | | | | | | | | |
| MUA | Refurbishment of Local Sewage Treatment Works | 5,155 | 5,646 | 1,129 | 581 | 2,504 | | | | | |
| MUA | Regional Sewage Treatment Works for Peel, Laxey and Baldrine | 19,264 | 26,450 | 791 | 207 | 13,243 | 3,800 | 200 | | | |
| MUA | Regional Sewerage Strategy 1 | 29,014 | 39,984 | | | | | | | | |
| MUA | Sewer Flood Alleviation | 1,997 | 2,367 | 580 | 400 | 500 | | | | | |
| MUA | Sewers Network Refurbishment | 30,405 | 22,744 | 1,372 | 515 | 1,435 | 1,000 | 1,000 | 1,000 | | |
| | | 85,835 | 97,191 | 3,872 | 1,703 | 17,682 | 4,800 | 1,200 | 1,000 | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| MUA | MCW - MUA | 18,737 | 6,744 | 271 | 1,732 | 2,289 | 1,570 | 1,000 | 1,150 | 900 | 6,950 |
| MUA Total | | 137,339 | 126,956 | 6,785 | 10,880 | 30,163 | 6,370 | 2,200 | 2,150 | 900 | 6,950 |
| | "FINANCIAL SERVICES AUTHORITY" | | | | | | | | | | |
| STAT-FSA | FSA Infrastructure Costs | 50 | 50 | 14 | 36 | | | | | | |
| STAT-FSA | Technology - FSA New System | 499 | 500 | 89 | 171 | 157 | 82 | | | | |
| STAT-FSA Total | | 549 | 550 | 103 | 207 | 157 | 82 | | | | |
| | "GAMBLING SUPERVISION COMMISSION" | | | | | | | | | | |
| STAT-GSC | Technology - GSC New System | 499 | 500 | 89 | 171 | 157 | 82 | | | | |
| STAT-GSC Total | | 499 | 500 | 89 | 171 | 157 | 82 | | | | |
| | "FINANCIAL INTELLIGENCE UNIT" | | | | | | | | | | |
| STAT-FIU | Computer System | 228 | | | | 228 | | | | | |
| STAT-FIU Total | | 228 | | | | 228 | | | | | |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|-------------------------|---|----------------------------|----------------------------------|----------------------|--|----------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| MANX RADIO | "MANX RADIO" | | | | | | | | | | |
| | Broadcasting House Refurbishment | 969 | | | | 969 | | | | | |
| | | 969 | | | | | | | | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| MANX RADIO | MCW - Broadcasting House Maintenance | 950 | 350 | 150 | 150 | 150 | 150 | 150 | 150 | | |
| MANX RADIO Total | | 1,919 | 350 | 150 | 150 | 1,119 | 150 | 150 | 150 | | |
| DfE | "THE TREASURY" | | | | | | | | | | |
| TSY | Development Agency Establishment | 1,250 | | | | | 250 | 250 | 250 | 250 | 250 |
| | Technology - Operational Change Programme | 16,121 | 4,681 | 339 | 4,309 | 6,504 | 2,769 | 2,167 | | | |
| | | 17,371 | | | | | | | | | |
| | ONGOING SCHEMES | | | | | | | | | | |
| TSY | Climate Change Mitigation Initiatives | 30,000 | | | | 5,000 | 5,000 | 5,000 | 5,000 | 5,000 | 5,000 |
| TSY | Capital Projects Contingency Fund | 43,928 | 5,000 | 5,000 | 5,000 | 4,000 | 4,000 | 4,000 | 4,000 | 4,000 | 4,000 |
| TSY Total | | 91,299 | 9,681 | 5,339 | 9,309 | 15,504 | 12,019 | 11,417 | 9,250 | 9,250 | 9,250 |
| Grand Total | | 892,131 | 552,545 | 60,078 | 92,600 | 159,016 | 84,278 | 47,789 | 42,705 | 35,069 | 67,266 |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|------------------------|---|----------------------------|----------------------------------|----------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| MUA-WA | MANX UTILITIES AUTHORITY (SELF-FUNDED) | | | | | | | | | | |
| | Treated Water Transfer Schemes | 73,633 | | 405 | 2,243 | 3,213 | 2,500 | 2,500 | 2,500 | 2,500 | 25,000 |
| | Raw Water Maintenance Schemes | 5,800 | | | | 800 | 1,000 | 1,000 | 500 | 500 | 2,000 |
| | | 79,433 | | | | | | | | | |
| ONGOING SCHEMES | | | | | | | | | | | |
| MUA-WA | Minor Capital Works (non-CLF) | 29,090 | | 20 | 1,960 | 1,473 | 2,102 | 1,504 | 1,288 | 2,062 | 14,888 |
| MUA-WA | Total | 108,523 | | 425 | 4,203 | 6,115 | 4,973 | 5,004 | 4,288 | 5,062 | 41,888 |

| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|------------|---|----------------------------|----------------------------------|----------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| LAH | LOCAL AUTHORITY HOUSING SCHEMES | | | | | | | | | | |
| | BRADDAN | | | | | | | | | | |
| | Snugborough Farm New Housing | 4,976 | | 682 | 2,643 | 944 | 73 | | | | |
| | Planned Maintenance - Braddan | 1,914 | | | | | | | | | 1,429 |
| | CASTLETOWN | | | | | | | | | | |
| | Planned Maintenance - Castletown | 2,094 | | | 136 | 151 | 38 | 36 | | | 1,733 |
| | School Hill/West Hill Redevelopment | 18,996 | | 250 | 500 | 3,250 | 3,800 | 3,913 | 3,913 | | 3,000 |
| | CASTLETOWN & MALEW EPHC | | | | | | | | | | |
| | Planned Maintenance - Castletown & Malew EPHC | 859 | | | 133 | 133 | 125 | 22 | | | 380 |
| | MALEW | | | | | | | | | | |
| | Planned Maintenance - Malew | 134 | | 38 | | | | | | | 96 |
| | DOUGLAS | | | | | | | | | | |
| | Planned Maintenance - Douglas | 19,645 | | 2,200 | 2,800 | 2,321 | 3,900 | 2,200 | 235 | | 159 |
| | Willaston External Refurbishment | 37,319 | | 3,200 | 3,275 | 3,275 | 3,275 | 3,275 | 3,275 | | 6,756 |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|-----------------------------------|--|----------------------------|----------------------------------|----------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| LAH | Willaston Sheltered Housing Complex | 6,400 | | 100 | 100 | 2,800 | 2,800 | | | | |
| LAH | Willaston Garden Boundary Improvement | 4,450 | | 200 | 600 | 800 | 800 | 800 | 800 | | 450 |
| ONCHAN | | | | | | | | | | | |
| LAH | Planned Maintenance - Onchan | 9,542 | | 91 | 350 | 570 | 780 | 395 | | | 6,940 |
| PEEL & WESTERN EPHC | | | | | | | | | | | |
| LAH | Planned Maintenance - Peel & Western EPHC | 326 | | | | | | | | | 326 |
| LAH | Planned Maintenance - Peel | 3,896 | | | 250 | 300 | 100 | 150 | 278 | | 2,622 |
| LAH | Westlands Ph A | 10,964 | | 90 | | | | | | | |
| LAH | Westlands Ph B | 5,305 | | 3,200 | 450 | 85 | 15 | | | | |
| LAH | Westlands Ph C & Bungalow Conversion | 5,511 | | 150 | 2,500 | 2,421 | 85 | 15 | | | |
| PORT ERIN | | | | | | | | | | | |
| LAH | Planned Maintenance - Port Erin | 2,116 | | | 600 | 441 | 50 | | | | 1,025 |
| PORT ST MARY | | | | | | | | | | | |
| LAH | Planned Maintenance - Port St Mary | 2,045 | | 146 | 380 | | | | | | 1,294 |
| RAMSEY | | | | | | | | | | | |
| LAH | Planned Maintenance - Ramsey | 9,497 | | | 876 | 1,175 | 1,260 | | | | 6,186 |
| LAH | Clifton Park/Drive New Units | 1,650 | | | 600 | 1,050 | | | | | |
| LAH | Close Woirrey Demolition | 100 | | | | 100 | | | | | |
| LAH | Close Woirrey Apartments | 1,475 | | 60 | 60 | 300 | 830 | | | | |
| RAMSEY & NORTHERN EPHC | | | | | | | | | | | |
| LAH | Planned Maintenance - Ramsey & Northern EPHC | 1,035 | | | | 130 | 25 | | | | 600 |
| LAH | Mayfield Sheltered Housing | 6,440 | | 600 | 3,800 | 860 | | | | | |
| LAH | Cooil ny Marrey Redevelopment | 4,456 | | | | | 350 | 2,053 | 2,053 | | |
| COOIL ROI EPHC | | | | | | | | | | | |
| LAH | Planned Maintenance - Cooil Roi EPHC | 513 | | | 77 | 110 | 102 | | | | 159 |
| MARASHEN CRESCENT EPHC | | | | | | | | | | | |
| LAH | Planned Maintenance - Marashen Crescent EPHC | 1,495 | | | 218 | 150 | 64 | | | | 583 |
| ADAPTATIONS | | | | | | | | | | | |
| LAH | Planned Maintenance - Adaptations | 600 | | | 100 | 100 | 100 | 100 | 100 | | 100 |

Appendix 5 – Full Capital Programme including 2020-21 Approvals



| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|------------|--|----------------------------|----------------------------------|----------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| LAH | LA SCHEMES New Units (To Be Allocated) | 7,000 | | | 1,000 | 1,000 | 1,000 | 1,000 | 1,000 | | 2,000 |
| LAH Total | | 170,753 | | 11,007 | 21,448 | 22,466 | 19,572 | 13,959 | 11,654 | | 35,838 |

| BY SCHEME | | | | | ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2019) | | | | | | |
|-------------|--|----------------------------|----------------------------------|----------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Department | Scheme Name | Total Estimated Cost £'000 | Amount Approved by Tynwald £'000 | ACTUAL 2018-19 £'000 | PROBABLE 2019-20 £'000 | 2020-21 £'000 | 2021-22 £'000 | 2022-23 £'000 | 2023-24 £'000 | 2024-25 £'000 | FURTHER £'000 |
| IOMPO | ISLE OF MAN POST OFFICE (SELF-FUNDED) | | | | | | | | | | |
| IOMPO | Refurbishment of POs/New safes | 93 | | 93 | | | | | | | |
| IOMPO | Parcel Hall Extension | 120 | | | 120 | | | | | | |
| IOMPO | Website | 150 | | | | 150 | | | | | |
| IOMPO | Retail Development/Strategy | 550 | | | | 100 | 200 | 250 | | | |
| IOMPO | Navision Replacement | 500 | | | | | 500 | | | | |
| IOMPO | Sorting Machine enhancements | 274 | | 274 | | | | | | | |
| | | 1,687 | | | | | | | | | |
| IOMPO | ONGOING SCHEMES | | | | | | | | | | |
| IOMPO | Other Machinery/Equipment | 2,668 | | 192 | 175 | 485 | 225 | 225 | 225 | 225 | |
| IOMPO | Vehicle Replacement Programme | 3,628 | | 155 | 400 | 400 | 400 | 400 | 400 | 400 | |
| IOMPO Total | | 7,983 | | 714 | 695 | 1,135 | 1,325 | 875 | 625 | 625 | |



APPENDIX 6 – CAPITAL PROGRAMME FUTURE SCHEMES

Table 67

| PHASING OF CAPITAL SCHEMES FROM 2020-21 | | | | | |
|--|---------|---------|---------|---------|------------------|
| | 2021-22 | 2022-23 | 2023-24 | 2024-25 | Further Payments |
| SCHEME NAME | £000 | £000 | £000 | £000 | £000 |
| ENVIRONMENT, FOOD & AGRICULTURE | | | | | |
| Ballure Slope Periodic Maintenance | | | | | |
| EDUCATION, SPORT AND CULTURE | | | | | |
| Ballakermeen Special Needs and Science | | | | | |
| QEII Science and Technology | | | | | |
| Ramsey Grammar Arts/Performance | | | | | |
| St Ninians Key Stage 4 | | | | | |
| Scoill Yn Jubilee | | | | | |
| UCM - Higher Education Expansion | | | | | |
| National Sports Centre - Floodlight Stands | | | | | |
| Fire Certification Work to Schools | | | | | |
| Southern Swimming Pool | | | | | |
| Castletown Youth and Community Centre | | | | | |
| Onchan Primary School | | | | | |
| Castle Rushen High School | | | | | |
| Willaston School Extension | | | | | |
| UCM Hub | | | | | |
| ENTERPRISE | | | | | |
| Fibre Optic Network | | | | | |
| TT Grandstand Development | | | | | |
| Public Records Office – Digital Archive | | | | | |
| HOME AFFAIRS | | | | | |
| Fire Station - Ramsey | | | | | |
| New Emergency Services HQ | | | | | |
| HEALTH AND SOCIAL CARE | | | | | |
| Day Care Services - Eastcliffe | | | | | |
| Older Persons RRU - North | | | | | |
| INFRASTRUCTURE | | | | | |
| Climate Change Adaption | | | | | |
| New Housing Stock | | | | | |
| Pulrose River Bridge | | | | | |
| West Quay Ramsey | | | | | |
| Glencrutchery Road Reconstruction | | | | | |
| Airfield Drainage | | | | | |
| Douglas Harbour Strategy - A Cruise Berth | | | | | |
| Victoria Pier | | | | | |
| Douglas Harbour Strategy - E Pleasure | | | | | |
| Craft Slip & Holding Area | | | | | |
| Douglas Harbour Strategy - F Pontoon, Breakwater & Revetment | | | | | |
| Douglas Harbour Strategy - D King Edward VIII Pier Upgrade | | | | | |
| Douglas Harbour Strategy - G Tanker/Oil/Cement Berth Upgrade | | | | | |
| Douglas Harbour Strategy - B Upgrade to | | | | | |

Appendix 6 – Capital Programme Future Schemes



| PHASING OF CAPITAL SCHEMES FROM 2020-21 | | | | | |
|--|------------|------------|------------|------------|------------------|
| | 2021-22 | 2022-23 | 2023-24 | 2024-25 | Further Payments |
| SCHEME NAME | £000 | £000 | £000 | £000 | £000 |
| Victoria Pier | | | | | |
| Douglas Harbour Strategy - C Cruise Tender Berth | | | | | |
| | | | | | |
| | | | | | |
| MANX UTILITIES | | | | | |
| Combined Cycle Gas Turbine | | | | | |
| Sewer Flood Alleviation | | | | | |
| Sewers Network Refurbishment | | | | | |
| Refurbishment of Local Sewage Treatment Works | | | | | |
| Regional Sewage Treatment Works for Peel, Laxey and Baldrine | | | | | |
| Electricity Network Refurbishment | | | | | |
| Advanced Metering Conversion | | | | | |
| | 27,269,000 | 46,772,000 | 40,360,000 | 19,395,000 | 98,911,000 |



APPENDIX 7 – EXPLANATION OF COLUMN 2 CAPITAL SCHEMES

Table 68 – Column 2 Capital Schemes

| DEPARTMENT | SCHEME | Tynwald request to Approve Column 2 (C2 value £000) | DESCRIPTION OF COLUMN 2 SCHEME |
|------------|---|---|--|
| CO | MCW - Technology | 250 | A minor capital works budget created from 2018-19 for technology related schemes of less than £250k. No revenue budget in place. Will allow replacement of small scheme ICT systems across Government. |
| CO | Technology - DOI Network Migration | 360 | Movement of standalone network to the main corporate network. |
| CO | Technology - Passports & Immigration System | 701 | Development of future passport system. |
| CO | Technology - Smart Services | 358 | Enabling digital programme to oversee/co-ordinate implementation of inter-related projects and to deliver Tynwald resolution to develop smart services framework (single individual record). |
| CO | Technology - TT Race Timing System | 859 | Initiation stage for the replacement of the current event management and timing solution which is approaching end of life |
| COURTS | Technology - Courts Case Management System | 245 | Replacement of AXIOM case management system which is approaching end of life. Links to Criminal Justice Strategy and SAVE to align solutions with relevant agencies. |
| DESC | MCW - National Sports Centre | 150 | Minor capital improvement/maintenance works on the National Sports Centre Site and not included in the pool hall refurbishment scheme. |
| DESC | MCW - Regional Pools | 50 | Minor capital improvement/maintenance works to the Island's 3 Public Swimming Pools. This does not include the swimming pool at the NSC. |
| DESC | National Sports Centre - Pool Hall | 200 | An amalgamation of the pool floor replacement, replacement flumes (both of which have Tynwald approval), and additional funding for the upgrade to rest of the Pool Hall – all now incorporated into one scheme. |
| DESC | St Mary's Extension Scheme | 100 | A scheme to resolve disabled access, inadequate hall facilities and unsatisfactory mobile classroom provision. |
| DfE | Company Registry System | 500 | To meet the main changes in response to the 5th Directive for anti-money laundering ensuring that National registers are interconnected at EU level with strengthened beneficial ownership verification. |
| DfE | Fibre Optic Network | 1,500 | Provisional sum in relation to a C3 scheme yet to Move in Tynwald. |
| DfE | PRO - Archive Capability | 170 | Additional storage capacity. |
| DfE | Public Records Office – Digital Archive | 100 | To investigate and establish a Digital Archive at the Public Record Office capable of accepting and preserving digital records as part of the Island's National Archive collections, and to make these digital objects available to the public |

Appendix 7– Capital Column 2 Schemes



| DEPARTMENT | SCHEME | Tynwald request to Approve Column 2 (C2 value £000) | DESCRIPTION OF COLUMN 2 SCHEME |
|------------|--|---|---|
| DEFA | Ballure Slope Periodic Maintenance | 18 | Periodic maintenance. |
| DEFA | Essential Building Maintenance | 176 | Ongoing maintenance of DEFA estate as necessary. This includes a new substation at Peel Food Park (Mill Road Yard) to increase the freezing capacity required by tenants. |
| DEFA | MCW - National Glens & Footpaths | 200 | Programme of work in the Island's National Glens to include compliance with DDA legislation, improvements to pathways, play areas and car parks. |
| DEFA | Public Analyst Lab - Equipment Replacement | 70 | Planned replacement of Government Laboratory equipment, the use of which includes MUA water sampling. |
| DEFA | Wildlife Park - Redevelopment | 285 | Development of a gateway to the Curraghs Wildlife park to include a café to replace the failing existing facility. |
| DHA | Communications Development Programme | 1,038 | The supporting capital budget for the ongoing maintenance and support of the TETRA radio system. TETRA is used across Government including all emergency services and is an integral element of any response required to a significant incident. This also includes a sub-project for the replacement of hardware including a new ESJCR Telephony System. |
| DHA | Equipment Replacement - Fire & Rescue | 100 | Ongoing scheme for the replacement of equipment for the Fire and Rescue Service. This includes a wide variety of items including (but not limited to) kit, helmets, foam, hose etc. |
| DHA | Equipment Replacement - Police | 138 | Ongoing scheme for the replacement of equipment for the Police. This includes a wide variety of items including (but not limited to) uniform, body armour, forensic kit, defensive equipment etc. |
| DHA | Prison Minor Capital Works | 272 | A new scheme for the replacement of life expired and minor capital items at the Isle of Man Prison, Jurby. |
| DHA | Sexual Assault Referral Center | 250 | To facilitate a multi-agency approach to provide a service for victims and forensically sound evidence collection. |
| DHA | TETRA | 55 | Mast Rental. |
| DHSC | Day Care Services - Eastcliffe | 264 | Additional funding provision for construction. |
| DHSC | DHSC Strategic Development Fund | 143 | An annual provision (non-carry forward) to give the Department capability and resources to react to service change requirements to develop reactive schemes for the alteration to properties. |
| DHSC | GP Surgery Development - Peel | 472 | Expansion of Peel GP Surgery. |
| DHSC | Learning Disabilities - Purchase of Residential Facility | 430 | Proposed property acquisition and conversion to support service delivery. |
| DHSC | Learning Disabilities - Radcliffe Villas | 500 | Investigation for replacement facility. |

Appendix 7– Capital Column 2 Schemes



| DEPARTMENT | SCHEME | Tynwald request to Approve Column 2 (C2 value £000) | DESCRIPTION OF COLUMN 2 SCHEME |
|------------|---|---|--|
| DHSC | MCW - Asset Replacement Scheme | 1008 | Ongoing scheme for the replacement of smaller items across the Department. |
| DHSC | Older Persons RRU – North (Cummal Mooar) | 103 | Design fees for a C3 scheme. |
| DHSC | Radiology Equipment Replacement | 472 | New equipment purchase and building alterations to facilitate new equipment. |
| DHSC | Redevelopment of Emergency Department, Noble's Hospital | 300 | Building alteration to support improved patient facility. |
| DHSC | Redevelopment of Grianagh Court | 150 | Grianagh Court is released for redevelopment following the completion of the new Mannanan Court and its development will allow the move to larger, up to date and refurbished premises for CAMHS and the older persons mental health services. |
| DOI | A5 Road Reconstruction | 934 | Identified as having failing foundations and surface with additional safety “pinch points” it is proposed to re-surface the carriageway of this primary route linking the Airport and Douglas. |
| DOI | Active Travel | 467 | A scheme to enable the delivery of the Active Travel Strategy by promoting walking or cycling as an alternative to motorised travel. Year 3 of a 4 year programme. |
| DOI | Airport Ground Services Refurbishment | 6,750 | Carry forward of remaining Tynwald approval in relation to pre-contract design fees for a scheme to refurbish the cross runway, taxiway A and stands 7 and 8 at IOM Airport. |
| DOI | Ambulance Fleet Replacement | 370 | Ongoing scheme for replacement vehicles. |
| DOI | Climate Change Adaption | 6,252 | A 25 year programme of a number of schemes to deliver climate change adaptations across the Island. Each business case is presented and approved by Treasury as it is ready to be delivered. |
| DOI | DHA Vehicle Acquisition | 1,300 | Ongoing scheme for the replacement of vehicles on behalf of the Department of Home Affairs (including Fire and Police). |
| DOI | Douglas Harbour Strategy - A Cruise Berth Victoria Pier | 494 | Design Fees for a C3 scheme. |
| DOI | Douglas Promenade Walkway | 1,797 | The surface structure is starting to fail and is causing a safety hazard for pedestrians. The surface and finish will be improved. |
| DOI | East Quay Peel | 115 | Scheme to address structural failure of the highway and enhance the area around the harbour. |
| DOI | EFW Control Emissions Monitoring | 54 | Monitoring equipment. |
| DOI | Heritage Rail Budget | 4,500 | New overall annual budget allowance to replace several individual Heritage Rail schemes to renew life-expired sections of rail and structures across all 4 railways – to be managed by DOI. |
| DOI | Heritage Trail Improvements | 288 | Improvements to the Douglas to Peel Heritage Trail that follows the old railway track |

Appendix 7– Capital Column 2 Schemes



| DEPARTMENT | SCHEME | Tynwald request to Approve Column 2 (C2 value £000) | DESCRIPTION OF COLUMN 2 SCHEME |
|------------|---|---|--|
| | | | in line with the Active Travel Strategy. |
| DOI | Integrated Communication Control System | 350 | Replacement of life and support expired equipment to ensure compliance with IMOIII responsibilities to improve safety and audit compliance. |
| DOI | Jurby Development Initiative | 141 | Development to enhance Jurby as a sustainable village, creating new build residential accommodation opportunities and small industrial units to let/build, community facilities and landscaping. |
| DOI | MCW - DfE | 120 | A minor capital works budget for properties owned by the Department for Enterprise. DOI maintain and uphold the properties on behalf of the Department under a Service Level Agreement. |
| DOI | MCW - DHA | 200 | A minor capital works budget for properties owned by the Department for Home Affairs. DOI maintain and uphold the properties on behalf of the Department under a Service Level Agreement. |
| DOI | MCW - DHSC | 500 | This rolling scheme includes expenditure for maintenance and replacement of building and property service related items ranging from £5,000 to £250,000. |
| DOI | MCW - Education and Children | 2,000 | This rolling scheme includes expenditure for maintenance and replacement of building and property service related items ranging from £5,000 to £250,000. |
| DOI | MCW - Government Estate | 500 | This rolling scheme includes expenditure for maintenance and replacement of building and property service related items ranging from £5,000 to £250,000. |
| DOI | MCW - Nobles Hospital (Plant & Machinery) | 495 | This rolling scheme is related to expenditure for replacement of hospital plant and machinery. |
| DOI | MCW - Public Transport | 1,150 | This rolling scheme includes expenditure for maintenance and replacement of building, equipment and property service related items for the Transport Services Division. |
| DOI | MCW - Villa/Gaiety | 200 | Minor capital works transfer from DESC for the upkeep and maintenance of the Villa Marina and Gaiety Theatre complex. |
| DOI | MCW - Wildlife Park | 112 | Minor capital works transfer from DEFA for the upkeep and maintenance of the Curragh's Wildlife Park. |
| DOI | Peel Marina Works | 10 | Planning and delivery works for a disposal solution for dredged, de-watered material from Peel Marina at Cross-Vein Mine. |
| DOI | Plant & Vehicle Replacement | 3,200 | Ongoing programme for the planned replacement of Government's plant and vehicles. |
| DOI | Public Transport - Bus Fleet Replacement | 1,396 | Ongoing scheme to allow for the strategic replacement of the Bus Vannin fleet to realise maximum asset value. |
| DOI | Raggatt Landfill | 241 | Project to tackle leachate from the Raggatt Landfill by linking to the planned new Peel |

Appendix 7– Capital Column 2 Schemes



| DEPARTMENT | SCHEME | Tynwald request to Approve Column 2 (C2 value £000) | DESCRIPTION OF COLUMN 2 SCHEME |
|------------|---|---|--|
| | | | STW |
| DOI | Refurbishment of Michael Street Peel | 636 | Refurbishment of carriageway and footways in the main shopping street in Peel. |
| DOI | Regeneration - Douglas (Castle/Duke St) | 380 | Regeneration of street and pavement surfaces. |
| DOI | Replacement of Airport Major Foam/Crash Tenders | 750 | Phased replacement of appliances to be able to maintain safety and compliance with CAA regulations. |
| DOI | Runway Instrument Landing System | 1,459 | Replacement of Instrument Landing System. |
| DOI | Residential Road Refurbishment | 500 | A 10 year scheme starting in 2017-18, to refurbish residential roads. Tackling small-scale neglect should prevent longer term problems for the network but, more importantly, encourage some pride in the roads outside our homes and directly result in a better place to live. |
| DOI | Site Feasibility Studies | 50 | To undertake land and property related studies for potential future schemes. |
| DOI | Strategic Highway Refurbishment | 3,189 | This year on year scheme includes work on highways resurfacing and reconstruction. The scope of the work ranges in value from £10,000 to £800,000, and includes major maintenance of minor or major roads, up to a complete replacement. From 2018-19 the scheme included £100k p.a. for traffic lights renewal and £500k p.a. for micro asphalt. |
| DOI | Strategic Structural Maintenance | 1,540 | This year on year scheme includes for work on both highways and harbours structures. The scope of the work ranges in value from £30,000 to £300,000, and includes major maintenance of a structure, up to complete replacement of a structure. |
| DOI | Vehicle Test Centre Relocation | 2,037 | Scheme to provide a facility for the relocation of the existing Centre at Tromode. |
| DOI | West Quay Ramsey | 150 | Design feeds for a scheme to address the structural failure of the highway and enhance the area around the quay. |
| DOI | Wrights Pit | 307 | Works to cap and complete site. |
| DOI-HR | MCW - Housing Planned Works | 1,900 | From 2018-19 this scheme has an annual capital budget of £1.9m increased from £1.6m for the past 5 or 6 years. This capital budget has been used to undertake essential works such as re-roofing, kitchen refurbishments, electrical upgrades, central heating, window/door replacements and estate improvements to the Department's public sector housing stock of over 1200 dwellings. |
| MNH | MCW - Gallery Redisplay | 120 | This programme is underpinned by the MNH Audience Development Plan. |
| MNH | MCW - MNH | 80 | A budget to undertake minor planned maintenance or development projects. |
| MUA | Advanced Metering Conversion | 2,511 | Routine replacement of electricity meters to ensure accurate charging, replacement |

Appendix 7– Capital Column 2 Schemes

| DEPARTMENT | SCHEME | Tynwald request to Approve Column 2 (C2 value £000) | DESCRIPTION OF COLUMN 2 SCHEME |
|------------|---|---|--|
| | | | of prepayment metering infrastructure and installation of communications infrastructure to improve customer service. |
| MUA | Combined Cycle Gas Turbine | 3,255 | Repairs and maintenance activities at Pulrose Power Station, including routine replacement of plant and equipment. |
| MUA | Electricity Network Refurbishment | 1,600 | Refurbishment of the existing electricity network infrastructure, including overhead line and underground cable reinforcement, substation refurbishment and switchgear replacement. |
| MUA | MCW - MUA | 423 | Minor Capital works, including small repairs, maintenance schemes and plant replacement (including vehicles). |
| MUA | Sewer Flood Alleviation | 100 | Schemes to reduce sewer flooding arising from surface (rain) water drainage. |
| MUA | Sewers Network Refurbishment | 1,435 | Refurbishment of the existing sewerage infrastructure, including lining of existing sewers and manhole repair and replacement. |
| FIU | Computer System | 228 | Modifications to Themis system to facilitate operational requirements. |
| TSY | Capital Projects Contingency Budget | 4,000 | £4m capital contingency account included in the Capital Programme. This is made available for any emergency or urgent Capital works which are not listed as part of the current capital programme. |
| TSY | Climate Change Mitigation Initiatives | 5,000 | Treasury budget to support climate change mitigation initiatives. |
| TSY | Technology - Operational Change Programme | 6,550 | A programme of work to deliver improvement and efficiencies to the existing framework of multiple Treasury systems. This is the second year of a 10 year programme. |
| MR | MCW - Broadcasting House Maintenance | 150 | Ongoing Minor Capital Works budget for the maintenance of Broadcasting House and any other sites held by Radio Manx Limited. |



APPENDIX 8 – EXPLANATION OF RESERVES

The External Reserves

Enterprise Development Scheme

As part of the 2016 Budget the Enterprise Development Fund was created with an initial £10m, supporting the £50m Enterprise Development Scheme. The scheme has not worked as expected with only £3m invested in the first two years and in 2018 the Department for Enterprise and the scheme managers agreed to part company. The Department has revised the scheme to open it up to a wider range of applicants, to focus on job creation and to strengthen the requirement for co-investment. Investment decisions will be taken by the Department, the Treasury and an external chair going forward requiring unanimous approval.

The Department will also use the revised Enterprise Development Scheme to invest in media productions where these create sustainable jobs.

It is difficult to predict what impact these changes will have on overall levels of investment in future years, but the Department and the Treasury are both committed to supporting businesses that will create jobs in the local economy through a range of financial support options.

Hospital Estates Development Fund

The purpose of this fund is to meet the cost of the loan charges arising from the initial capital expenditure incurred in respect of building Nobles Hospital after 1 April 1996 (the loan charges arising from capital expenditure prior to that date are charged to the budget of the Department of Health and Social Care). The interest earned on this fund is applied directly to the remaining balance of borrowing in relation to the hospital, reducing the impact on the revenue account. As at 31 March 2018 it was expected that the fund would be exhausted in 2030-31.

Manx Currency Account

The balance on the currency account is maintained to ensure that it more than matches the value of the total Manx currency in circulation (both notes and coins).

Media Development Fund

Tynwald agreed in 2012 that £25m would be placed into this fund and invested into film and other media projects, through Pinewood Film Advisors Ltd. The contract with Pinewood came to an end in October 2017 so the fund now receives receipts from legacy projects. As of the 2020-21 Budget year the Media Development Fund has been moved to the General Reserve Fund as there is now no need for a dedicated fund. Treasury will consider future applications for media related projects on a case by case basis and will look to fund these via an alternative fund (such as the Economic Development Fund) as appropriate.

MUA Bond Repayment Fund

Responsibility for the management of the Manx Utilities Authority bond issues transferred from the Authority to the Treasury on 1 April 2015. The MUA makes annual payments through its Long-Term Financial Plan into a sinking fund in order that the £260 million bond issues can be repaid upon their maturity in 2030 (£75m) and 2034 (£185m).



National Insurance (NI) Fund

The National Insurance Fund is comprised of both the National Insurance Investment Account which is invested by external investment managers on behalf of the Treasury and also the National Insurance Operating Account, which represents the operating balance managed by the Treasury's Social Security Division. The operating account is used to fund NI-funded welfare payments and also makes a significant contribution towards the cost of the Island's health service via the NHS allocation. It is expected that there will be a surplus over the Five Year Financial Plan, therefore the fund will increase.

Public Service Employees' Pension Reserve

The reserve was established in 1994 to provide a long term provision for the annual financing of:

- Transfer values payable to outgoing employees;
- Lump sums payable to retiring employees;
- Ongoing costs of administering and implementing the Government Pension Schemes; and
- the emerging pensions liability.

The reserve is made up of an externally invested fund and an internal reserve, which each year receives a drawdown from the invested fund in order to make an annual contribution towards the gross cost of public sector pensions. The reserve is estimated to deplete part way through 2022-23, leaving a funding gap shortfall in 2023-24, which will be required to be met from General Revenue, estimated at £50m.

Reserve Fund

The Reserve Fund represents the externally invested central reserve of the Isle of Man Government, designed to provide long term stability and protection to Government's finances. The objective of the Five Year Financial Plan is to grow the Reserve Fund through external management, with the investment income being retained within the fund rather than drawn upon to support revenue expenditure. From 2019-20, and for the period of the Five Year Financial Plan, the level of this drawdown in support of revenue is projected to reduce steadily year on year.

The Internal Reserves

Academic Business Planning Fund

This Fund was established as part of the 2017-18 budget on a one year trial basis. This reserve allowed the Department of Education, Sport and Culture to transfer year end underspends into the new financial year for specific identified drawdown needs for the first six months of the new financial year, as agreed with the Treasury. This provides the Department with flexibility in its business planning for operations where the financial year does not fit with the academic year. This initiative has proven very successful and therefore was extended on a permanent basis.

Agriculture and Forestry Fund

This Fund was originally established in 2007 to assist the Department of Environment, Food and Agriculture in providing funding for additional financial support to the agriculture sector, during its period of transition and adjustment following the loss of red meat derogation. The fund is utilised to support initiatives that are designed to provide sustainable benefits for the sector in the longer term and to provide support for the sector in the event of unexpected circumstances such as the drought in the summer of 2018. The Treasury has agreed to add £1m in 2020-21 to support the meat plant, together with £0.7 million as general support for the sector.

**Brexit Fund**

The Brexit Fund was established as part of the 2017-18 budget, with a balance of £1 million from the operating balance with a further £1m transfer in both 2018-19 and 2019-20. This fund is available for items of expenditure that help harness the economic opportunities arising from the UK's departure from the EU, as well as for putting measures in place to mitigate against the risks. No further transfers are anticipated as sufficient funds are available to ensure support until the Brexit process reaches its conclusion.

Contingency Fund

Established in 2016-17, with a £5 million injection from the Revenue Account's Operating Balance, this fund arose from a need to ensure that funding is provided to meet any unexpected, unavoidable or unplanned occurrences that are not included in the departmental revenue targets. Items granted funding from here must be of a temporary nature or self-sustainable from ongoing savings generated. Recurring expenditure is not eligible.

Digital Strategy Fund

Established 1 April 2016 the Digital Strategy Fund arose from a need to ensure that the delivery of the Digital Strategy is fully implemented and that savings arising as required by the Five Year Financial Plan are captured accordingly. The fund aims to secure a minimum financial saving of £5 million to be achieved within five years ensuring the programme is cost neutral across the period, with ongoing service and savings benefits after the five year period. Savings will be identified, captured and applied to departmental revenue targets to allow resources to be returned to the General Reserve or realigned to new priorities as defined by the Council of Ministers. Departments are able to retain 25% of the savings arising from successful bids. The Treasury has agreed to add £1 million in 2020-21 to further support delivery of the Programme for Government's Digital Strategy and to secure further financial savings.

Economic Development Fund

The fund was established in 1999 to provide financial assistance to organisations undertaking projects which are deemed to have a positive contribution to the local economy, but are not eligible for support under any other Government scheme.

Environmental Protection Fund

In May 2019 the Chief Minister announced that the Government is committed to act on the climate change emergency. Tynwald unanimously agreed that the Government establish a dedicated Climate Emergency Consultative Transformation Team. The Government's Action Plan for Achieving Net Zero Emissions by 2050 – phase 1, was unanimously approved by Tynwald in January 2020 and the ongoing funding strategy to implement any agreed actions will need to be developed and approved.

As an interim measure, the Treasury propose establishing a new fund from 1 April 2020 of £5 million to enable departments to implement initiatives that support the actions and objectives identified with the action plan until such time as the financing strategy has been agreed.



Healthcare Transformation Fund

This reserve is designed to provide financing for the implementation of healthcare project initiatives that are of a transformational nature. It is intended that any surplus National Insurance receipts due for allocation into the NHS are redirected into this fund to support future projects. Following completion of Sir Johnathan Michael's Independent Review of the Isle of Man Health and Social Care, delivered to Tynwald in 2019, this fund being utilised to provide support to the Health and Care Transformation Team with the move to Manx Care. The Treasury has approved a further transfer into the fund in 2020-21 of £5 million to ensure adequate resources.

Housing Reserve Fund

Established in 2002, the Housing Reserve Fund is designed to provide finance for housing related projects, in particular the delivery of the Government's social housing policy. Amounts from this fund are transferred into the Capital Fund to meet the cost of any housing projects that are approved by Tynwald.

Invest to Save Fund

This fund, previously known as the Restructuring Fund, was renamed and refocused to consider upfront proposals that generate savings. This fund arises from a need to ensure that funding is provided where it can be demonstrated that upfront investment generates short, medium or long-term revenue savings. Departments are able to retain 50% of the savings arising from successful bids. The fund also remains available for the funding of claims that fall under the previous remit for the Restructure Fund, such as staffing restructures and office refurbishments, with no requirement for a savings recoupment back into the fund.

Land and Property Acquisition Reserve

This reserve was established in 2000 to provide additional funding to meet the cost of acquiring land for land bank and other purposes. The reserve enables Government to react swiftly when land and buildings required for public services becomes available. Land bank transactions, both planned and unplanned, are made through the Capital Account. The expenditure on unplanned land and building transactions are met by transfers from the Land and Property Acquisition Reserve.

Legal Costs Reserve

The Isle of Man Government has historically been subject to several large and complex legal cases which have placed a strain on the resources of the departments involved. Given the ad hoc nature of these cases, this reserve provides funding to meet the costs of agreed and exceptional legal cases. Due to the high nature of these costs and the reducing balance of this reserve the Treasury has approved a transfer into the fund of £1 million in 2021-21.

Marketing Initiatives Fund

This fund is designed to provide financial support for marketing initiatives or projects that promote the Island to specific or general markets and encourage access to business development opportunities. The approved initiatives must be able to demonstrate the generation of clear and definable economic benefits to the Island, and must be time-specific. The fund will be utilised by the four Executive Agencies within the Department for Enterprise. The Treasury has approved a transfer into the fund in 2020-21 of £1m to support the agencies as they continue to promote the Island.

**Medical Indemnity Fund**

Established in 1994, this reserve acts as a cash-limited self-insurance fund to meet valid claims for damages on behalf of patients against health care staff working in the Island's hospitals. A transfer of £3 million is recommended into the fund in 2020-21 in order to be in position to meet future demands against it.

Seized Assets Fund

The purpose of this fund has been to enable the proceeds of drug seizures and other crimes to be applied to counter criminal activities as well as to promote and implement community safety initiatives including grant assistance to counter the undesirable effects of drugs and alcohol. Statutory responsibility for approvals is held by the board of the Financial Intelligence Unit Board subject to Treasury concurrence.

Town and Village Centre Regeneration Fund

Established in 2008, this reserve provides funding to revitalise the centres of the Isle of Man's towns and villages, through improvements to their retail environments. The reserve has been used to finance both construction schemes and also to provide grant assistance to agencies and bodies outside Government, thereby contributing towards wider economic development. Since 2016-17 funding for new construction projects approved has been through the Capital Programme but in November 2019 the Town and Village Regeneration Scheme was approved.



APPENDIX 9 – FEES AND CHARGES

Please note that some of the fees and charges represented in these tables are subject to Tynwald approval and may therefore be laid before Tynwald at a later date.

Department for Enterprise

| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| SHIP REGISTRY | | | |
| Cargo ships - ANNUAL REGISTRATION FEE | | | |
| Up to 3,000gt | 3850 | TBA | TBA |
| 3,001 to 10,000gt | 4400 | TBA | TBA |
| 10,001 to 50,000gt | 4950 | TBA | TBA |
| 50,001 to 100,000gt | 5500 | TBA | TBA |
| 100,001gt and over | 6050 | TBA | TBA |
| Demise out Annual Registration fee | 2040 | TBA | TBA |
| PRE-REGISTRATION SURVEY, INITIAL GENERAL INSPECTION AND ADDITIONAL INSPECTION FEE | | | |
| Waiting day fee (per day) | 530 | TBA | TBA |
| Surveyor travel - at cost | | TBA | TBA |
| Work undertaken in a port or shipyard in the Island (per hour) | 100 | TBA | TBA |
| Work undertaken anywhere other than a port or shipyard in the Island | 3400 | TBA | TBA |
| COMMERCIAL YACHTS | | | |
| Annual registration fee | 2040 | TBA | TBA |
| Waiting day fee (per day) | 530 | TBA | TBA |
| Commercial yacht fee scheme (per month) | 225 | TBA | TBA |
| Fixed fee for commercial yacht under 500gt | | | |
| Work undertaken in a port or shipyard in the United Kingdom, Channel Islands or Republic of Ireland | 7355 | TBA | TBA |
| Work undertaken in the European zone | 10300 | TBA | TBA |
| Work undertaken in the Middle Eastern and Africa zone | 11545 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|---------------------------|----------------------------|-------------------|
| Work undertaken in the Americas zone | 13320 | TBA | TBA |
| Work undertaken in the Asian zone | 16655 | TBA | TBA |
| Work undertaken in the Australasian zone | 19990 | TBA | TBA |
| Fixed fee for a commercial yacht 500gt or over | | | |
| Work undertaken in a port or shipyard in the United Kingdom, Channel Islands or Republic of Ireland | 9535 | TBA | TBA |
| Work undertaken in the European zone | 12495 | TBA | TBA |
| Work undertaken in the Middle Eastern and Africa zone | 13770 | TBA | TBA |
| Work undertaken in the Americas zone | 15555 | TBA | TBA |
| Work undertaken in the Asian zone | 18870 | TBA | TBA |
| Work undertaken in the Australasian zone | 22235 | TBA | TBA |
| Commercial yacht other inspections, verifications and surveys | | | |
| Surveyor travel - at cost | | | |
| Work undertaken in a port or shipyard in the Island (per hour) | 100 | TBA | TBA |
| Work undertaken anywhere other than a port or shipyard in the Island | 3400 | TBA | TBA |
| CERTIFICATES, MANUALS, PLANS AND OTHER DOCUMENTS | | | |
| 5 year safety management certificate | 600 | TBA | TBA |
| 5 year ship security certificate | 600 | TBA | TBA |
| 5 year safe manning certificate | 600 | TBA | TBA |
| 5 year MLC certificate (including DMLC) | 600 | TBA | TBA |
| Certificate of compliance for a large charter yacht | 600 | TBA | TBA |
| High speed craft safety certificate | 600 | TBA | TBA |
| Any other 5 year statutory certificate | 600 | TBA | TBA |
| Certificate with less than 5 years validity (fee per year of validity) | 123 | TBA | TBA |
| DMLC, amendment of DMLC and/or re-issue of DMLC | 300 | TBA | TBA |
| Assessment and issue of a temporary dispensation | 240 | TBA | TBA |
| Assessment and extension of any certificate | 240 | TBA | TBA |
| Assessment and issue of any waiver or letter of comfort | 240 | TBA | TBA |
| Amendment and/or re-issue of certificate (except DMLC) | 102 | TBA | TBA |
| Assessment and issue of an exemption, equivalent or alternative arrangement | 600 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| Assessment and approval of any ship security plan | 430 | TBA | TBA |
| Assessment and approval of any manual or plan (except ship security plan) | 240 | TBA | TBA |
| Re-approval of any manual or plan | 108 | TBA | TBA |
| PASSENGER SHIPS | | | |
| Annual Registration Fee | 2040 | TBA | TBA |
| Verifications, Surveys, Audits, Inspections, New Build Yard Visits or Pre-Registration Survey | | | |
| Travel day or waiting day (per day) | 530 | TBA | TBA |
| Surveyor travel and subsistence (including cost of visas) and the transfer of the surveyor from the port to the ship or the ship to port - charged at cost | | TBA | TBA |
| Work undertaken in a port or shipyard in the Island (per day) | 735 | TBA | TBA |
| Work undertaken anywhere other than a port or shipyard in the Island (per day) | 1385 | TBA | TBA |
| Fixed Fee for new build passenger ships (50% payable upfront, 50% on completion) | 0 | TBA | TBA |
| CERTIFICATES, MANUALS, PLANS AND OTHER DOCUMENTS | | | |
| 5 year safety management certificate | 600 | TBA | TBA |
| 5 year ship security certificate | 600 | TBA | TBA |
| 5 year safe manning certificate | 600 | TBA | TBA |
| 5 year MLC certificate (including DMLC) | 600 | TBA | TBA |
| High speed craft safety certificate | 600 | TBA | TBA |
| Any other 5 year statutory certificate | 600 | TBA | TBA |
| Certificate with less than 5 years validity (fee per year of validity) | 123 | TBA | TBA |
| DMLC, amendment of DMLC and/or re-issue of DMLC | 300 | TBA | TBA |
| Assessment and issue of a temporary dispensation | 240 | TBA | TBA |
| Assessment and extension of any certificate | 240 | TBA | TBA |
| Assessment and issue of any waiver or letter of comfort | 240 | TBA | TBA |
| Amendment and/or re-issue of certificate (except DMLC) | 102 | TBA | TBA |
| Assessment and issue of an exemption, equivalent or alternative arrangement in exercise of any power to grant an exemption, equivalent or alternative arrangement from any statutory provision | 600 | TBA | TBA |
| Assessment and approval of any ship security plan | 430 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|---------------------------|----------------------------|-------------------|
| Assessment and approval of any manual or plan (except ship security plan) | 240 | TBA | TBA |
| Re-approval of any manual or plan | 108 | TBA | TBA |
| FISHING VESSELS | | | |
| Fishing vessel surveys and inspections | | | |
| Work undertaken in a port or shipyard in the Island (per hour) | 46 | TBA | TBA |
| Work undertaken in the United Kingdom, Channel Islands, Republic of Ireland or the European zone (per hour) | 92 | TBA | TBA |
| Work undertaken anywhere other than – (a) a port or shipyard in the Island; or (b) the United Kingdom, Channel Islands, Republic of Ireland or the European zone (per hour) | 128 | TBA | TBA |
| Surveyor travel and subsistence outside of the Island - Charged at cost | | TBA | TBA |
| Travel day or waiting day outside of the Island (per day) | 530 | TBA | TBA |
| PLEASURE VESSELS - ANNUAL REGISTRATION FEE | | TBA | TBA |
| 12 metres and under | 250 | TBA | TBA |
| Over 12 metres to under 24 metres | 500 | TBA | TBA |
| 24 metres and over | 1000 | TBA | TBA |
| Company audit, certificate fees and recruitment and placement service inspections | | | |
| All surveyor travel (including cost of visas) - Charged at cost | | | |
| Work undertaken in the Island | 715 | TBA | TBA |
| Work undertaken in the United Kingdom, Channel Islands or Republic of Ireland | 1960 | TBA | TBA |
| Work undertaken in the European zone | 2855 | TBA | TBA |
| Work undertaken in the Middle Eastern and Africa zone | 3110 | TBA | TBA |
| Work undertaken in the Americas zone | 3775 | TBA | TBA |
| Work undertaken in the Asian zone | 4105 | TBA | TBA |
| Work undertaken in the Australasian zone | 4315 | TBA | TBA |
| MLC Title 1.4 private seafarer recruitment and placement services inspection (per hour) | 94 | TBA | TBA |
| 5 year MLC Title 1.4 certificate of compliance for private seafarer recruitment and placement services | 300 | TBA | TBA |
| 5 year Company ISM document of compliance | 600 | TBA | TBA |
| Liability certificates | | | |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|---------------------------|----------------------------|-------------------|
| Certificate of financial insurance or other financial security (CLC, Bunkers etc) for civil liability for oil pollution damage for a Manx ship | 120 | TBA | TBA |
| Wreck removal insurance certificate for a Manx ship | 120 | TBA | TBA |
| Certificate of financial insurance or other financial security (CLC, Bunkers etc) for civil liability for oil pollution damage for a ship not registered in the Island | 250 | TBA | TBA |
| Wreck removal insurance certificate for a ship not registered in the Island | 250 | TBA | TBA |
| Seafarers' certificates and documents | | | |
| Endorsement recognising a non-UK certificate of competency (including issue of a CRA) if application is made online | 200 | TBA | TBA |
| Express processing of an endorsement recognising a non-UK certificate of competency (including express issue of a CRA) | 31 | TBA | TBA |
| Replacement or amendment to an endorsement recognising a non-UK certificate of competency (due to application error) | 62 | TBA | TBA |
| Discharge book | 77 | TBA | TBA |
| British seaman's card | 51 | TBA | TBA |
| Record of sea service book | 50 | TBA | TBA |
| REGISTRY FEES | | | |
| Cargo ship, commercial yacht, passenger ship | | | |
| Granting permission for a Manx ship to register in a compatible registry other than in the Island (demise out registration) | 590 | TBA | TBA |
| Transfer of ownership by bill of sale or transmission | 240 | TBA | TBA |
| Register of mortgage | 240 | TBA | TBA |
| Transfer of mortgage | 240 | TBA | TBA |
| Discharge of mortgage | 240 | TBA | TBA |
| Recording/noting mortgage of intent | 41 | TBA | TBA |
| Vessel leaving the Register including closure documentation | 355 | TBA | TBA |
| Change to the registered particulars | 36 | TBA | TBA |
| Transfer of Registry | 745 | TBA | TBA |
| Issue of updated CSR and new certificate of registry, including change of particulars in Register | 240 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| Change to the registered particulars and new certificate of registry including renewal of demise in registration on Part IV of the Register | 92 | TBA | TBA |
| Replacement or duplicate certificate of registry or a certified copy of the certificate of registry | 92 | TBA | TBA |
| Issue of a transcript of the particulars recorded in the Register | 41 | TBA | TBA |
| Certified copy of a document | 41 | TBA | TBA |
| Letter from the Department (upon request) | 41 | TBA | TBA |
| Inspection of the particulars recorded on the Register | 21 | TBA | TBA |
| Pleasure vessel | | | |
| Transfer of ownership by bill of sale or transmission | 215 | TBA | TBA |
| Register of mortgage | 215 | TBA | TBA |
| Transfer of mortgage | 215 | TBA | TBA |
| Discharge of mortgage | 215 | TBA | TBA |
| Recording/noting mortgage of intent | 41 | TBA | TBA |
| Vessel leaving the Register including closure documentation | 62 | TBA | TBA |
| Change to the registered particulars | 36 | TBA | TBA |
| Issue of first full certificate of registry (including CSR if applicable) | 165 | TBA | TBA |
| Transfer of Registry | 165 | TBA | TBA |
| Change to the registered particulars and new certificate of registry including renewal of demise in registration on Part IV of the Register | 92 | TBA | TBA |
| Replacement or duplicate certificate of registry or a certified copy of the certificate of registry | 92 | TBA | TBA |
| Issue of a transcript of the particulars recorded in the Register | 41 | TBA | TBA |
| Certified copy of a document | 41 | TBA | TBA |
| Letter from the Department (upon request) | 41 | TBA | TBA |
| Inspection of the particulars recorded on the Register | 21 | TBA | TBA |
| Small Ship | | | |
| Transfer of ownership by bill of sale or transmission | 36 | TBA | TBA |
| Vessel leaving the Register including closure documentation | 41 | TBA | TBA |
| Change to the registered particulars | 36 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| Issue of first full certificate of registry (including CSR if applicable) | 36 | TBA | TBA |
| Change to the registered particulars and new certificate of registry including renewal of demise in registration on Part IV of the Register | 36 | TBA | TBA |
| Replacement or duplicate certificate of registry or a certified copy of the certificate of registry | 36 | TBA | TBA |
| Issue of a transcript of the particulars recorded in the Register | 41 | TBA | TBA |
| Certified copy of a document | 41 | TBA | TBA |
| Letter from the Department (upon request) | 41 | TBA | TBA |
| Inspection of the particulars recorded on the Register | 21 | TBA | TBA |
| Fishing vessel | | | |
| First simple registration including a certificate of registry or re-registration from simple to full registry | 57 | TBA | TBA |
| Transfer of ownership by bill of sale or transmission | 57 | TBA | TBA |
| Register of mortgage | 57 | TBA | TBA |
| Transfer of mortgage | 57 | TBA | TBA |
| Discharge of mortgage | 57 | TBA | TBA |
| Recording/noting mortgage of intent | 41 | TBA | TBA |
| Vessel leaving the Register including closure documentation | 41 | TBA | TBA |
| Change to the registered particulars | 36 | TBA | TBA |
| Issue of first full certificate of registry (including CSR if applicable) | 92 | TBA | TBA |
| Change to the registered particulars and new certificate of registry including renewal of demise in registration on Part IV of the Register | 36 | TBA | TBA |
| Replacement or duplicate certificate of registry or a certified copy of the certificate of registry | 36 | TBA | TBA |
| Issue of a transcript of the particulars recorded in the Register | 41 | TBA | TBA |
| Certified copy of a document | 41 | TBA | TBA |
| Letter from the Department (upon request) | 41 | TBA | TBA |
| Inspection of the particulars recorded on the Register | 21 | TBA | TBA |
| | | | |
| | | | |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| Aircraft Registry | | | |
| Civil Aviation (Charges) Scheme | | | |
| Part 1: Licensing | | | |
| Certificate of validation of flight crew licence*: Initial issue or renewal without restriction to a specific aircraft registration or aircraft operator/aircraft type or class (for 3 years)* | New Product | 400 | N/A |
| Certificate of validation of flight crew licence*: initial issue restricted to a specific aircraft registration (for 3 years)* | 160 | 160 | 0.00% |
| Certificate of validation of flight crew licence*: renewal restricted to a specific aircraft registration (for 3 years)* | 120 | 40 | 33.33% |
| Certificate of validation of flight crew licence*: initial issue for an aircraft operator and specific aircraft type or class rating (for 3 years)* | 400 | 400 | 0.00% |
| Certificate of validation of flight crew licence*: renewal for an aircraft operator and specific aircraft type or class rating (for 3 years)* | 300 | 300 | 0.00% |
| Certificate of validation of flight crew licence*: transfer from a specific aircraft registration validation or an aircraft operator and specific aircraft type or class rating to an aircraft operator and specific aircraft type or class rating validation* | 300 | 300 | 0.00% |
| Certificate of validation of flight crew licence*: variation during period of validity* | 40 | 60 | 50.00% |
| Certificate of validation of aircraft maintenance engineer's licence*: initial issue (for 3 years)* | 160 | 160 | 0.00% |
| Certificate of validation of aircraft maintenance engineer's licence*: renewal (for 3 years)* | 120 | 160 | 33.33% |
| Certificate of validation of aircraft maintenance engineer's licence*: variation during period of validity* | 40 | 60 | 50.00% |
| Part 2: Aircraft Registration | | | |
| Registration of aircraft and issue of registration certificate* | 450 | 450 | 0.00% |
| Reservation of out-of-sequence registration mark (for up to 1 year) | 150 | 150 | 0.00% |
| Change of registered owner* | 250 | 250 | 0.00% |
| Change of registration mark* | 300 | 300 | 0.00% |
| Certified copy of an entry in aircraft register | 75 | 75 | 0.00% |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| De-registration of aircraft* | 250 | 250 | 0.00% |
| Acceptance of a non-EASA, non-FAA or non-Transport Canada Type Certificate Data Sheet* | 155 | 155 | 0.00% |
| Withdrawal post-commencement of registration process* | 450 | 450 | 0.00% |
| Part 3: Aircraft Mortgages & IDERA | | | |
| Registration of priority notice in register of aircraft mortgages | 150 | 150 | 0.00% |
| Registration of mortgage in register of aircraft mortgages | 425 | 425 | 0.00% |
| Amendment of entry in register of aircraft mortgages | 100 | 100 | 0.00% |
| Inspection of entry in register of aircraft mortgages | 100 | 100 | 0.00% |
| Supply of certified copy of entry in register of aircraft mortgages | 100 | 100 | 0.00% |
| Notification of whether there are entries relating to an aircraft in register of aircraft mortgages | 100 | 100 | 0.00% |
| Discharge of a mortgage from the register of aircraft mortgages* | 300 | 300 | 0.00% |
| Recording an IDERA | 200 | 200 | 0.00% |
| Recording a Certified Designee for an IDERA | 60 | 60 | 0.00% |
| Removing a Certified Designee for an IDERA | 60 | 60 | 0.00% |
| Revoking an IDERA | 100 | 100 | 0.00% |
| IDERA De-registration Request (in addition to the de-registration of aircraft charge) | 100 | 100 | 0.00% |
| Part 4: Airworthiness | | | |
| Certificate of airworthiness for an aircraft with a MTOM not exceeding 2,730kg* initial issue, for each 500kg or part thereof of the maximum total mass authorised* | 100 | 100 | 0.00% |
| Certificate of airworthiness for an aircraft with a MTOM not exceeding 2,730kg* renewal (flat fee)* | 100 | 100 | 0.00% |
| Certificate of airworthiness for an aircraft with a MTOM exceeding 2,730kg up to 200,000kg (for aircraft greater than 200,000kg the fee is limited to that payable for an aircraft of 200,000kg)*: initial issue, for each 500kg or part thereof of the maximum total mass authorised* | 100 | 100 | 0.00% |
| Certificate of airworthiness for an aircraft with a MTOM exceeding 2,730kg up to 200,000kg (for aircraft greater than 200,000kg the fee is limited to that payable for an aircraft of 200,000kg)*: renewal, for each 500kg or part thereof of the maximum total | 60 | 60 | 0.00% |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|---------------------------|----------------------------|-------------------|
| mass authorised* | | | |
| Issue of national permit to fly* | 250 | 250 | 0.00% |
| Approval, repair of modification of aircraft of its equipment* | 150 | 150 | 0.00% |
| Certificate of airworthiness for the purpose of export* | 500 | 500 | 0.00% |
| Validation of maintenance organisation or repair station* | 250 | 250 | 0.00% |
| Part 5: Operation of Aircraft | | | |
| Grant or renewal (for 3 years) of All Weather Operations Approach and Landing approval* | 950 | 950 | 0.00% |
| Grant or renewal (for 3 years) of All Weather Operations Take-off approval* | 250 | 250 | 0.00% |
| Grant or renewal (for 3 years) of approval of equipment to fly in North Atlantic High Level Airspace (Minimum Navigation Performance Specification)* | 600 | 600 | 0.00% |
| Grant or renewal (for 3 years) of approval of equipment to fly in notified Reduced Vertical Separation Minimum airspace* | 600 | 600 | 0.00% |
| Grant or renewal (for 3 years) of each Performance Based Navigation approval, excluding RNP AR APCH* | 600 | 600 | 0.00% |
| Grant or renewal (for 3 years) of RNP AR APCH approval (including one approach designator)* | 2000 | 2000 | 0.00% |
| Grant or renewal (for 3 years) of RNP AR APCH approval for each additional approach designator* | 1000 | 1000 | 0.00% |
| Grant of Steep Approach approval* | 200 | 200 | 0.00% |
| Grant or renewal (for 3 years) for Carriage of Dangerous Goods by Air approval* | 600 | 600 | 0.00% |
| Grant of Minimum Equipment List Approval* | 150 | 150 | 0.00% |
| Grant of Electronic Flight Bag Operational Approval* | 150 | 150 | 0.00% |
| Part 6: Miscellaneous | | | |
| Change of operator | 250 | 300 | 20.00% |
| Grant, issue or renewal of any other certificate, letter, permission, approval, validation, authorisation, variation or exemption* | 150 | 150 | 0.00% |
| Issue of an aircraft noise certificate for single MTOM/MLM* | 150 | 150 | 0.00% |
| Issue of, or transfer to, an aircraft noise certificate for multiple MTOM/MLMs* | 300 | 300 | 0.00% |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| Issue of a copy of any certificate or other document | 60 | 60 | 0.00% |
| Amendment of any certificate or other document | 60 | 60 | 0.00% |
| Costs incurred of sending documents by courier | Actual Cost | Actual Cost | 0.00% |
| Cancelled or postponed survey by the client with less than 48 hours' notice provided to the Department prior to the date of the survey or survey terminated by the IOMAR* | 1085 | 1085 | 0.00% |
| Cancelled or postponed survey by the client with less than 168 hours' notice provided to the Department prior to the date of the survey* | 543 | 543 | 0.00% |
| Approval of Aircraft Maintenance Programme* | 155 | 155 | 0.00% |
| Part 7: Preparatory Work, Review, Investigations and Inspections | | | |
| Carrying out any preparatory work, review, investigation or inspection reasonably necessary for any matter marked * in Parts 1 to 6: for each working hour or part thereof | 155 | 160 | 3.23% |
| Carrying out any preparatory work, review, investigation or inspection reasonably necessary for any matter marked * in Parts 1 to 6: for each hour or part thereof spent travelling | 95 | 98 | 3.16% |
| Expenses reasonably incurred while travelling including, but not limited to, transport, accommodation and subsistence | Actual Cost | Actual Cost | 0.00% |
| Central Registry | | | |
| Civil Registry | | | |
| Any certified copy from a register | £11 | TBA | TBA |
| Registration or alteration of name on baptism | £7 | TBA | TBA |
| Certificate of name given or altered on baptism | £7 | TBA | TBA |
| Certificate that a death is not required to be registered | £6 | TBA | TBA |
| Duplicate of certificate issued under section 26 | £6 | TBA | TBA |
| Search of any indices by applicant | £0 | TBA | TBA |
| By registry staff from 1980 to date | £6 | TBA | TBA |
| By registry staff before 1980 , for every 5 year period | £27 | TBA | TBA |
| Application to see indices of still-births or adoptions for purpose of research | £27 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|---------------------------|----------------------------|-------------------|
| To search any register per register searched | £6 | TBA | TBA |
| Application to access the registers of still-births or adoptions for purpose of research | £27 | TBA | TBA |
| Short Birth certificate | £9 | TBA | TBA |
| Civil Partnership in registry office M-F | £43 | TBA | TBA |
| Civil Partnership in registry office Saturday | £86 | TBA | TBA |
| At a place where person's housebound | £54 | TBA | TBA |
| In an approved place M-F | £225 | TBA | TBA |
| In an approved place Saturday | £270 | TBA | TBA |
| In an approved place any other time | £380 | TBA | TBA |
| In an approved vessel etc M-F | £225 | TBA | TBA |
| In an approved vessel etc Saturday | £270 | TBA | TBA |
| In an approved vessel etc any other time | £380 | TBA | TBA |
| Specified in a judge's licence M-F | £86 | TBA | TBA |
| Specified in a judge's licence Saturday | £175 | TBA | TBA |
| Specified in a judge's licence any other time | £326 | TBA | TBA |
| Additional registrar time per hour M-F | £43 | TBA | TBA |
| Additional registrar time per hour any other time | £86 | TBA | TBA |
| Notice of Civil Partnership | £32 | TBA | TBA |
| Application to shorten the waiting period | £30 | TBA | TBA |
| Issue of schedule | £11 | TBA | TBA |
| Issue of judge's licence | £38 | TBA | TBA |
| 3 year approved place application | £1,600 | TBA | TBA |
| Application for one off approved place | £225 | TBA | TBA |
| Approved place inspection fee | £108 | TBA | TBA |
| Approved place administration change costs | £16 | TBA | TBA |
| To book Registrars office | £108 | TBA | TBA |
| Rehearsal first hour | £160 | TBA | TBA |
| subsequent hours | £108 | TBA | TBA |
| Application to change date within 5 working days | £27 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|---------------------------|----------------------------|-------------------|
| Application to change date in excess of 5 working days | £16 | TBA | TBA |
| Convert CP to marriage in Registrar's office M-F | £43 | TBA | TBA |
| Convert CP to marriage in Registrar's office Saturday | £86 | TBA | TBA |
| Convert CP to marriage for housebound | £54 | TBA | TBA |
| Convert CP to marriage under special procedure M-F | £86 | TBA | TBA |
| Convert CP to marriage under special procedure Saturday | £175 | TBA | TBA |
| Convert CP to marriage under special procedure any other time | £326 | TBA | TBA |
| Convert CP to marriage using 2 stage process | £32 | TBA | TBA |
| Convert CP to marriage approved place M-F | £225 | TBA | TBA |
| Convert CP to marriage approved place Saturday | £270 | TBA | TBA |
| Convert CP to marriage approved place any other time | £380 | TBA | TBA |
| Convert CP to marriage any other place M-F | £225 | TBA | TBA |
| Convert CP to marriage any other place Saturday | £270 | TBA | TBA |
| Convert CP to marriage any other place any other time | £380 | TBA | TBA |
| Convert CP to marriage on religious premises | £54 | TBA | TBA |
| For ceremony in Registrar's office | £108 | TBA | TBA |
| Notice of marriage | £32 | TBA | TBA |
| Certificate authorising marriage | £11 | TBA | TBA |
| Application for religious place to be used for marriages | £120 | TBA | TBA |
| Substitute building for one previously registered | £120 | TBA | TBA |
| Marriage in Registrar's office M-F | £43 | TBA | TBA |
| Marriage in Registrar's office Saturday | £86 | TBA | TBA |
| Marriage for housebound | £54 | TBA | TBA |
| Marriage approved place M-F | £225 | TBA | TBA |
| Marriage approved place Saturday | £270 | TBA | TBA |
| Marriage approved place any other time | £380 | TBA | TBA |
| Marriage any other place M-F | £225 | TBA | TBA |
| Marriage any other place Saturday | £270 | TBA | TBA |
| Marriage any other place any other time | £380 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| Additional registrar time per hour M-F | £43 | TBA | TBA |
| Additional registrar time per hour any other time | £86 | TBA | TBA |
| Entry in marriage books under Deemster's licence | £32 | TBA | TBA |
| Issue of Deemster's licence | £38 | TBA | TBA |
| Marriage by licence of Deemster | £54 | TBA | TBA |
| Fee to be paid for quarterly returns | £9 | TBA | TBA |
| Companies Registry | | | |
| Incorporate - Standard (48 hours) | £100 | TBA | TBA |
| Incorporate - Priority Service (2 Hours) | £250 | TBA | TBA |
| Incorporate - Priority Service (15 mins) | £500 | TBA | TBA |
| Incorporate - Charity | £0 | TBA | TBA |
| Registration (Business Name) | £50 | TBA | TBA |
| Annual Return | £380 | TBA | TBA |
| Annual Return charity | £0 | TBA | TBA |
| Annual Return Foreign charity | £380 | TBA | TBA |
| Annual Return (Excepted Companies - Property Management & Qualifying Members Clubs) | £95 | TBA | TBA |
| Late Filing Penalty (if filed after 1 month and 1 day to 3 months) | £100 | TBA | TBA |
| Late Filing Penalty (if filed more than 3 months late) | £250 | TBA | TBA |
| Late filing Penalty of a Statement of Particulars of a Business Name | £15 | TBA | TBA |
| Registration of a Charge | £25 | TBA | TBA |
| Satisfaction of a Charge | £10 | TBA | TBA |
| Consolidations - Memorandum & Articles of consolidated Companies 154(2) - 2006 Act | £100 | TBA | TBA |
| Consolidations - Memorandum & Articles of consolidated Companies 159(3) - 2006 Act | £100 | TBA | TBA |
| Continuation - Application to be continued as a Company | £100 | TBA | TBA |
| Continuation - Application to be continued outside of the IOM | £3,000 | TBA | TBA |
| Continuation - Application to be continued outside of the IOM additional Company | £1,200 | TBA | TBA |
| Continuation - Certified copy of the Instrument of Continuance | £56 | TBA | TBA |
| Filing of a Court Order to Restore a Company to the Register (1931 Act & 2006 Act) | £180 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| Sections 188 and 191) | | | |
| Application under section 273B of the 1931 Act to restore a Company | £1,185 | TBA | TBA |
| Application for Declaration of Dissolution | £95 | TBA | TBA |
| Filing of a Court Order to declare a dissolution to be void | £180 | TBA | TBA |
| Inspection of a Company File | £5 | TBA | TBA |
| Issue of Duplicate Certificates | £9 | TBA | TBA |
| Photocopy, electrostatic copy of similar process | £1 | TBA | TBA |
| Certification of a copy | £2 | TBA | TBA |
| Extraction Fee for the supply of information for a company file | £37 | TBA | TBA |
| Requisition of a Certificate of Fact/Good Standing (Standard Service 48 Hours) | £50 | TBA | TBA |
| Requisition of a Certificate of Fact/Good Standing (Priority service 3 Hours) | £100 | TBA | TBA |
| Swear Fee | £8 | TBA | TBA |
| Witness exhibit Fee | £5 | TBA | TBA |
| Online search | £2 | TBA | TBA |
| Online search - whole file | £15 | TBA | TBA |
| Land & Deeds Registry | | | |
| Any deed of mortgage, bond and security or any deed creating any lien or charge (including Government Grant and top-up loan) | £40 | TBA | TBA |
| When land is conveyed to a beneficiary from the estate of a deceased person, whether directly from the deceased's estate to the beneficiary or out of a trust established by the deceased's estate to the beneficiary | £100 | TBA | TBA |
| Appointment of new trustee/copy of Will/letters of administration/memorial/affidavit/receipt for legacy or share of estate/power of attorney/any other similar document or registering any document in the Deeds Registry not otherwise specified | £40 | TBA | TBA |
| Extra parish (per parish) | £3 | TBA | TBA |
| Release or receipt to cancel for any mortgage, bond and security, charge, lien or other encumbrance | £40 | TBA | TBA |
| Certificate of Cancellation | £10 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| Filing any document in the Probate Registry | £3 | TBA | TBA |
| Certificate of filing any document in the Probate Registry | £10 | TBA | TBA |
| Minute made on any document | £3 | TBA | TBA |
| Duplicate certificate of registration | £4 | TBA | TBA |
| Print-out of scanned deed or document | £6 | TBA | TBA |
| Inspection of documents, per deed or document | £3 | TBA | TBA |
| Retrieval of original document from storage after scanning (except where retrieval is required by the Registrar) | £45 | TBA | TBA |
| Affixing the Seal Public of the Isle of Man, or a seal of office to a Commission, to any paper or proceeding (per document) | £32 | TBA | TBA |
| An affidavit, affirmation, declaration or attestation taken before a public officer | £8 | TBA | TBA |
| Witnessing each exhibit to an affidavit, affirmation, declaration or attestation taken before a public officer | £5 | TBA | TBA |
| Certification of a copy | £5 | TBA | TBA |
| Copy sent via email - per scanned deed or document | £3 | TBA | TBA |
| B&W photocopy of document held in Deeds/Probate, per page A4 | £0 | TBA | TBA |
| B&W photocopy of document held in Deeds/Probate, per page A3 | £1 | TBA | TBA |
| B&W photocopy of document held in Deeds/Probate, per page over A3 | £4 | TBA | TBA |
| Colour photocopy of document held in Deeds/Probate, per page A4 | £1 | TBA | TBA |
| Colour photocopy of document held in Deeds/Probate, per page A3 | £7 | TBA | TBA |
| Colour photocopy of document held in Deeds/Probate, per page over A3 | £13 | TBA | TBA |
| Fee and duty - standard rate, per £1000 of value up to and including £500000 | £10 | TBA | TBA |
| Fee and duty - standard rate, per £1000 of value exceeding £500000 and up to and including £3000000 | £20 | TBA | TBA |
| Fee and duty - standard rate, per £1000 of value exceeding £3000000 | £25 | TBA | TBA |
| Re standard rate - fee as above or £250, whichever is the higher | | TBA | TBA |
| Fee and duty - owner/occupier, per £1000 value of less than £1000000 - of value up to £190000 | £0 | TBA | TBA |
| Fee and duty - owner/occupier, per £1000 value of less than £1000000 - of value | £10 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|---------------------------|----------------------------|-------------------|
| exceeding £190000 and up to an including 500000 | | | |
| Fee and duty - owner/occupier, per £1000 value exceeding £500000 and up to £1000000 | £20 | TBA | TBA |
| Re owner/occupier - fee as above or £250, whichever is the higher | | TBA | TBA |
| Gift between spouses or civil partners of sole residential property worldwide | £250 | TBA | TBA |
| Disposition effected by Order under Matrimonial Proceedings Act 2003 or Civil Partnership Act 2011 or intimate personal relationship who are separating - residential property | £250 | TBA | TBA |
| Land Registry | | TBA | TBA |
| Form 7 Request for caution against first registration | £20 | TBA | TBA |
| Form 8 Application to withdraw a caution | £20 | TBA | TBA |
| Form 9 Consent by cautioner to a registration | £0 | TBA | TBA |
| Form 10 Change of service address | £0 | TBA | TBA |
| Form 11 Form of charge | £40 | TBA | TBA |
| [Application for Entry in the Register of Transactions] | [£40] | TBA | TBA |
| Request for Caution against First Registration | £20 | TBA | TBA |
| Application to Withdraw a Caution | £20 | TBA | TBA |
| Consent by Cautioner to a Registration | £0 | TBA | TBA |
| Change of Service Address | £0 | TBA | TBA |
| Form of Charge | £40 | TBA | TBA |
| Notice of entry of a caution against dealing with registered land | £0 | TBA | TBA |
| Transfer of registered charges (per affected title) | £40 | TBA | TBA |
| Alteration to the terms of a registered charge | £100 | TBA | TBA |
| Discharge of Registered Charge | £40 | TBA | TBA |
| Release of part of premises from a registered charge | £40 | TBA | TBA |
| Assent relating to all of the land in a registered title | £100 | TBA | TBA |
| Assent relating to a charge or charges over registered land | £100 | TBA | TBA |
| Assent relating to part of the land in a registered title | £100 | TBA | TBA |
| Form 20 covers a range of change events. Applications to change name, address or | £0 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-----------------------|--------------------|------------|
| description of a registered owner or other person (other than a Chargee) referred to in the title register, including the name of a joint owner deceased, or any change in the description of registered land attract a nil fee. | | | |
| Form 20 covers a range of change events. Registration of a personal representative and a change in trustees attract a fee of £40; section 33 Defeasance. | £40 | TBA | TBA |
| Form 20 covers a range of change events. Registration of Personal representatives, modification and discharge of covenants appurtenances and other registered burdens; Cessation of Schedule 5 burdens; cancellation of matrimonial charges attract a fee of £100 | £100 | TBA | TBA |
| Form 20-1 Application for Registration of Title to Whole of Registered Land Acquired by Possession | £250 + ad valorem fee | TBA | TBA |
| Form 20-2 Application for Registration of Title to Part of Registered Land Acquired by Possession | £250 + ad valorem fee | TBA | TBA |
| Form 20-3 Application to Withdraw the Name of a Deceased Joint Tenant from the Register | £0 | TBA | TBA |
| Form 20-4 Application to remove an Inhibition | £40 | TBA | TBA |
| Form 21 Application to register an entry affecting Registered Title | £100 | TBA | TBA |
| Form 22 Application to Reclassify a Registered Title | £100 | TBA | TBA |
| Form 23 Application to make a land boundary conclusive | £100 per title | TBA | TBA |
| Form 24 Application to determine boundaries or extent of registered land | £100 per title | TBA | TBA |
| Form 25 Application to the Land Commissioner for rectification of the Title Register | £250 | TBA | TBA |
| Form 26 Application to Registrar for rectification of the Title Register | | TBA | TBA |
| Form 27 Application to be registered as owner on cessation of minority | £250 | TBA | TBA |
| Form 28 Determination of Limited ownership | £75 | TBA | TBA |
| Form 29 Notice of presentation of a petition of bankruptcy | £75 | TBA | TBA |
| Form 30 Application to register a Trustee appointed under a bankruptcy petition | £75 | TBA | TBA |
| Form 31 Application for a Caution against dealings affecting registered land | £20 | TBA | TBA |
| Form 32 Application to discharge a Caution against dealings affecting registered land | £20 | TBA | TBA |
| Form 33(a) Application for an Office Copy - hard copy result | £7 | TBA | TBA |
| Form 33(a) Application for an Office Copy - electronic result | £3 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| Form 33(b) Application to inspect the Title or a pending application | £7 | TBA | TBA |
| Form 34 Application for a search | £7 | TBA | TBA |
| Form 35 Application to search and register a priority pursuant to section 73(3) Land Registration Act 1982 | £10 | TBA | TBA |
| Form 36 Creation of a rent charge out of registered land | £100 | TBA | TBA |
| Form 37 Affidavit in support of an application for a caution against first registration or registration of a dealing | £0 | TBA | TBA |
| Form 38 Application to merge a registered leasehold title pursuant to section 26 Land Registration Act 1982 | £75 | TBA | TBA |
| Form 39a Official Search Result | £7 | TBA | TBA |
| Form 39b Index Search Result | £7 | TBA | TBA |
| Form 40 Priority Search Result | £10 | TBA | TBA |
| Form 41 Declaration of Souvenir Land Scheme | £0 | TBA | TBA |
| Form 42 Notice of Appeal to Land Commissioner | £400 | TBA | TBA |
| Form 56 Application to Amalgamate Registered Freehold Titles | £75 per title | TBA | TBA |
| Form 64(a) Release of Registered Land Subject to Restriction | £40 | TBA | TBA |
| Form 64(b) Release of Registered Land Subject to Restriction | £40 | TBA | TBA |
| Form 99 Application to extend time for compulsory first registration (first application) | £100 | TBA | TBA |
| Form 99 Application to extend time for compulsory first registration (second or later application) | £30 | TBA | TBA |
| Voluntary first registration | £75 | TBA | TBA |
| Fee and duty - standard rate, per £1000 of value up to and including £500000 | £10 | TBA | TBA |
| Fee and duty - standard rate, per £1000 of value exceeding £500000 and up to and including £3000000 | £20 | TBA | TBA |
| Fee and duty - standard rate, per £1000 of value exceeding £3000000 | £25 | TBA | TBA |
| Re standard rate - fee as above or £250, whichever is the higher | | TBA | TBA |
| Fee and duty - owner/occupier, per £1000 value of less than £1000000 - of value up to £190000 | £0 | TBA | TBA |
| Fee and duty - owner/occupier, per £1000 value of less than £1000000 - of value | £10 | TBA | TBA |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|---------------------------|----------------------------|-------------------|
| exceeding £190000 and up to an including 500000 | | | |
| Fee and duty - owner/occupier, per £1000 value exceeding £500000 and up to £1000000 | £20 | TBA | TBA |
| Re owner/occupier - fee as above or £250, whichever is the higher | | TBA | TBA |
| Gift between spouses or civil partners of sole residential property worldwide | £250 | TBA | TBA |
| Disposition effected by Order under Matrimonial Proceedings Act 2003 or Civil Partnership Act 2011 or intimate personal relationship who are separating - residential property | £250 | TBA | TBA |
| | | | |
| <u>Motorsport</u> | | | |
| TT Grandstand Qualifying (Ex Friday) | £10 | £5 | -50% |
| TT Grandstand Qualifying (Friday) | £20 | £25 | 25% |
| TT Grandstand Race (Sat) | £65 | £60 | -8% |
| TT Grandstand Race (Mon) | £55 | £50 | -9% |
| TT Grandstand Race (Weds) | £55 | £50 | -9% |
| TT Grandstand Race (Fri) | £65 | £60 | -8% |
| Fan Park Gstand Qualifying (ex Fri) | £5 | £5 | 0% |
| Fan Park Gstand Qualifying (Fri) | £15 | £15 | 0% |
| Fan Park Gstand Race (Sat) | £30 | £25 | -17% |
| Fan Park Gstand Race (Mon) | £25 | £25 | 0% |
| Fan Park Gstand Race (Weds) | £25 | £25 | 0% |
| Fan Park Gstand Race (Sat) | £30 | £25 | -17% |
| Nobles Park Gstand Qualifying (ex Fri) | £5 | £5 | 0% |
| Nobles Park Gstand Qualifying (Fri) | £15 | 15 | 0% |
| Nobles Park Gstand Race (Sat) | £30 | £25 | -17% |
| Nobles Park Gstand Race (Mon) | £25 | £25 | 0% |
| Nobles Park Gstand Race (Weds) | £25 | £25 | 0% |
| Nobles Park Gstand Race (Sat) | £30 | £25 | -17% |
| TT MERCURY CLUB (Race Day) | £300 | £330 | 10% |



| Department for Enterprise Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| TT MERCURY CLUB (Senior Race Day) | £360 | £390 | 8% |
| TT LEGENDS (Race Day) | £1,200 | £1,000 | -17% |
| TT LEGENDS (Senior Race Day) | £1,500 | £1,200 | -20% |
| Fastest Lap Hospitality Experience | £100 | £100 | 0% |
| TT MotoGP Lunch | £75 | £75 | 0% |
| Trade High volume hot & cold | £9,225 | £9,500 | 2.98% |
| Trade Pizza | £5,125 | £5,250 | 2.44% |
| Trade Low volume hot & cold | £3,575 | £3,700 | 3.50% |
| Trade Ice Cream & Confectionary | £3,075 | £3,150 | 2.44% |
| Trade Barista Hot Drinks and Pastries | £2,550 | £2,615 | 2.55% |
| Trade Retail | £5,125 | £5,250 | 2.44% |
| Trade Exhibition | £3,075 | £3,150 | 2.44% |
| <i>Other ticketed events are currently under review</i> | | | |
| | | | |
| Strategy and Policy | | | |
| Work Permits - 5 year permit | 60 | 0 | 0% |



Department of Education, Sport and Culture

| Department of Education, Sport and Culture Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| <u>School Meals</u> | | | |
| Primary School Meal - child | 2.30 | 2.35 | 2% |
| Primary School Meal - adult | 3.75 | 3.83 | 2% |
| Secondary Free School Meal - child | 2.90 | 2.96 | 2% |
| | | | |
| University College IOM | | | |
| <u>Course Fees</u> | | | |
| Further Education - Full Time Non Resident | 8,106 | 8,268 | 2% |
| Further Education - Full Time Resident | 4,053 | 4,134 | 2% |
| Part time - GCSE | 626 | 638 | 2% |
| Part time - Functional Skills | 395 | 402 | 2% |
| Part time - A Level | 752 | 767 | 2% |
| Part time leisure courses (per hour) | 6.25 | 6.38 | 2% |
| <u>Higher Education</u> | | | |
| Annual Undergraduate Fee | | | |
| Non Resident Fee | 9,250 | 9,435 | 2% |
| Resident Fee | 4,740 | 4,835 | 2% |
| Per 20 credit module - Non Resident | 1,581 | 1,613 | 2% |
| Pro-rated (50%) - Resident | 2,370 | 2,417 | 2% |
| Per 20 credit module - Resident | 790 | 806 | 2% |
| <u>Post Graduate Fee</u> | | | 2% |
| Non Resident Fee | 14,221 | 14,505 | 2% |
| Resident Fee | 7,110 | 7,252 | 2% |
| Per 20 credit module - Non Resident | 1,466 | 1,495 | 2% |
| Per 20 credit module - Resident | 790 | 806 | 2% |
| | | | |
| MUSIC SERVICE FEES CHARGED | | | |
| <u>Tuition Fees</u> | | | |



| Department of Education, Sport and Culture Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|---------------------------|----------------------------|-------------------|
| Soundstart Plus | 35 | - | 0% |
| Group | 35 | - | 0% |
| Individual | 52 | - | 0% |
| Instrument Hire | 20 | - | 0% |
| Manx Youth Orchestra | 22 | - | 0% |
| MYO Bus Charge | 21 | - | 0% |
| Guitar Ensemble | 19 | - | 0% |



Department of Environment, Food and Agriculture

| Department of Environment, Food and Agriculture Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|---|--|------------|
| <u>Planning & Building Control</u> | | | |
| Planning Application Fees | Various | CPI Increase | Circa 2.5% |
| Building Control Fees | Various | CPI Increase | Circa 2.5% |
| Planning & Building Control Search Fees | 85/95/105 | CPI/ Merged to 90 | |
| Demolition Notice | 85 | 90 | 5% |
| Relaxation under Section 7 of the BC Act 1991 NEW Fee | - | 90 | |
| | | | |
| <u>Environment</u> | | | |
| Sea Fishing Licence (SFL) | 324 | 328 | 1.1% |
| Amendment to SFL | 41 | 42 | 1.1% |
| Duplicate SFL | 26 | 27 | 1.1% |
| Hobby Pot Licence | 30 | 30 | 1.1% |
| Seismic Survey Works | 500 | no change | |
| Mineral lease extension | 500 | no change | |
| Mineral royalty payments | Lease/market review | RPI | |
| Various inland licences | Reservoir season Adult £208, Young person £78.80, Week- Adult £74.50, Young person £32.60, Day licence Adult £16.30, Young person £9.20. Reservoir season | All Inland Fisheries licence fees have risen by 2.5% (CPI at the time and rounded UP to the nearest 50p) | |



| Department of Environment, Food and Agriculture Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|--|--------------------|------------|
| | concession (65+/-disabled)- £146.50. Other waters-Season Adult £69, Young person £27, Weekly Adult £27, Day Adult £11, Young person £7. Course fishing annual licence £11.00 | | |
| Wildlife Park admissions | | | |
| Adult | £9.50 | to be reviewed | |
| Child | £6.50 | to be reviewed | |
| Concessions | £7.50 | to be reviewed | |
| | | | |
| Office of Fair Trading | | | |
| Petroleum Spirit: | | | |
| Licence to keep petroleum spirit in a quantity not exceeding 2,500 litres | 45.00 | to be reviewed | |
| Licence to keep petroleum spirit in a quantity exceeding 2,500 litres but not exceeding 50,000 litres | 87.50 | to be reviewed | |
| Licence to keep petroleum spirit in a quantity exceeding 50,000 litres | 175.00 | to be reviewed | |
| Fireworks (Kept on Retail Premises): | | to be reviewed | |
| Licence to keep fireworks in a quantity not exceeding 10 kg | 30.00 | to be reviewed | |
| Licence to keep fireworks in a quantity exceeding 10 kg but not exceeding 2,500 kg | 45.00 | to be reviewed | |
| Licence to keep fireworks in a quantity exceeding 2,500 kg but not exceeding 50,000 kg | 87.50 | to be reviewed | |
| Licence to keep fireworks in a quantity exceeding 50,000 kg | 175.00 | to be reviewed | |
| Non-Resident Traders: | | to be reviewed | |



| Department of Environment, Food and Agriculture Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|----------------------|--------------------|------------|
| Licence to carry on business in the Island — | | to be reviewed | |
| For the first 3 days for which the licence is valid (For each succeeding consecutive day) | 2,310.00 (350.00) | to be reviewed | |
| Where a non-resident trader is providing goods directly connected with an event certified by the Department of Economic Development as being an event calculated to assist the tourist industry | 470.00 | to be reviewed | |
| Chapmen: | | to be reviewed | |
| Licence to act as a chapman | 60.00 | to be reviewed | |
| Moneylenders: | | to be reviewed | |
| Registration/renewal of registration in the register of persons carrying on the business of lending money | 500.00 | to be reviewed | |
| Suppliers of Video Recordings: | | to be reviewed | |
| Registration in the register in respect of premises at which video recordings are supplied, etc. | 25.00 | to be reviewed | |
| Architects: | | to be reviewed | |
| Registration/re-registration in the Isle of Man Register of Architects | 40.00 | to be reviewed | |
| Retention of a name in the Isle of Man Register of Architects | 30.00 | to be reviewed | |
| Estate Agents: | | to be reviewed | |
| Registration/re-registration in the estate agents register | 125.00 | to be reviewed | |
| Retention of a name in the estate agents register | 30.00 | to be reviewed | |



Department of Health and Social Care

| Department of Health & Social Care Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|---------------------------|----------------------------|-------------------|
| Non Residential Social Care Services | | | |
| Adult Day Centre - Day service including lunch (per day) | 5.28 | 5.33 | 1% |
| Adult Day Centre - Day service not including lunch (per day) | 2.11 | 2.13 | 1% |
| Service provided in a private dwelling (Monday - Friday per hour) | 19.90 | 20.12 | 1% |
| Service provided in a private dwelling (Saturday per hour) | 29.84 | 30.17 | 1% |
| Service provided in a private dwelling (Sunday & Bank Holidays per hour) | 39.89 | 40.33 | 1% |
| Charges provided in a private dwelling are not applicable if the liable person is entitled to income support | | | |
| | | | |
| Residential Social Care Services | | | |
| Nursing Home (per week) | 873.04 | 882.63 | 1% |
| Adult Care Home which is not a nursing home (per week) | 475.79 | 481.04 | 1% |
| Residential Services (specific premises per week) | 663.32 | 670.60 | 1% |
| Residential Services (Thie Meanagh Unit 1 per week) | 767.34 | 775.74 | 1% |
| Residential Services (specific properties per week) | 74.06 | 74.83 | 1% |
| | | | |
| Respite Social Care Services | | | |
| Overnight stay, daytime respite and all meals (per night) | 15.62 | 15.79 | 1% |
| Overnight stay, including only breakfast | 7.17 | 7.25 | 1% |
| Daytime respite and lunch (per day) | 5.28 | 5.33 | 1% |
| Daytime respite (per day) | 2.11 | 2.13 | 1% |
| | | | |
| <i>Proposed fee changes to Social Care Services are subject to Tynwald Approval</i> | | | |
| | | | |
| Dental Charges (by Band) | | | |
| Band 1 (Diagnosis, treatment planning & maintenance) | 18.50 | 18.50 | 0% |
| Band 2 (Treatment) | 50.50 | 50.50 | 0% |
| Band 3 (Provision of Appliances) | 219.00 | 219.00 | 0% |



| Department of Health & Social Care Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| There are specific patient groups which are exempt to the above fees | | | |
| | | | |
| Prescription and Appliance Charges | | | |
| Per item on a prescription form | 3.85 | 3.85 | 0% |
| Per item of Elastic Hosiery | 7.70 | 7.70 | 0% |
| Certificate of Prepayment of Prescription Charges (4 Months) | 19.00 | 19.00 | 0% |
| Certificate of Prepayment of Prescription Charges (12 Months) | 54.00 | 54.00 | 0% |
| <i>There are specific patient groups which are exempt to the above fees</i> | | | |



Department of Home Affairs

| Department of Home Affairs Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|------------------------------------|------------|
| | | | |
| DBS Checks | 44 | 40 | -4% |
| Firearms licenses | 75 | n/a | |
| Forensic Collision Report | 400 | n/a | |
| Basic Collision Report | 150 | n/a | |
| FRS Property Search Fees | 65 | to be reviewed in February 2020 | |
| Fire Certificate | 215 | to be reviewed in February 2020 | |
| FRS AFA calls | 375 | to be reviewed in February 2020 | |



Department of Infrastructure

| Department of Infrastructure Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| <i>Civic Amenity Site</i> | | | |
| Under counter fridge | 15 | 15 | 0% |
| Chest fridge | 27 | 27 | 0% |
| American style fridge | 50 | 50 | 0% |
| Television | 12 | 14 | 16.7% |
| PC monitor | 6 | 6 | 0% |
| Laptop | 6 | 6 | 0% |
| <i>Wrights Pit North</i> | | | |
| Gate fee domestic | 91.90 | 93.70 | 2% |
| Gate fee commercial | 183.00 | 186.55 | 1.9% |
| <i>Airport</i> | | | |
| <u><i>Landing Fees</i></u> | | | |
| Aircraft up to MTOW 500kg | 10.55 | 10.75 | 1.9% |
| Aircraft up to MTOW 501-2000kg | 21.10 | 21.50 | 1.9% |
| Aircraft up to MTOW 2001-3000kg | 42.20 | 43.05 | 2% |
| Aircraft up to MTOW 3001-4000kg | 84.40 | 86.10 | 2% |
| Aircraft up to MTOW over 4001kg (per tonne) | 21.10 | 21.50 | 1.9% |
| <u><i>Executive Aircraft under MTOW 10mt</i></u> | | | |
| Annual landing and parking card | Various | Various | 2% |
| Quarterly landing and parking card | Various | Various | 2% |
| Monthly landing and parking card | Various | Various | 2% |
| <u><i>Executive Aircraft over MTOW 10mt</i></u> | | | |
| Annual landing and parking card | Various | Various | 2% |



| Department of Infrastructure Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| Quarterly landing and parking card | Various | Various | 2% |
| Monthly landing and parking card | Various | Various | 2% |
| Harbour | | | |
| <u>Manx registered fishing vessels, workboats and construction barges</u> | | | |
| Harbour entry up to 3 days | 46.00 | 47.00 | 2.2% |
| Annual payment | 92.85 | 94.75 | 2% |
| <u>Visiting fishing vessels, workboats and construction barges</u> | | | |
| Harbour entry up to 3 days | 55.00 | 56.50 | 2.7% |
| Annual payment | 94.00 | 97.00 | 3.2% |
| <u>Pleasure vessels</u> | | | |
| Annual harbour dues (per meter) | 16.00 | 16.50 | 3.1% |
| Slipway dues (per meter) | 8.85 | 9.00 | 1.7% |
| <u>Goods dues</u> | | | |
| <u>Large Motor vehicles</u> | | | |
| Per metre | 5.10 | 5.20 | 2% |
| Passenger | 1.85 | 1.90 | 2.7% |
| <u>Small Motor Vehicles</u> | | | |
| Motor Cycle | 2.65 | 2.70 | 1.9% |
| Car Parking | 7.90 | 8.05 | 1.9% |
| Passenger | 1.85 | 1.90 | 2.7% |
| Trailer | 5.10 | 5.20 | 2.0% |
| <u>Bulk ship cargo - per tonne</u> | | | |
| Liquid petroleum | 3.75 | 3.85 | 2.7% |
| Dangerous explosive substances | 21.40 | 21.85 | 2.1% |
| General cargo | 2.05 | 2.10 | 2.4% |
| <i>Passenger Dues</i> | | | |



| Department of Infrastructure Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| Driver | 1.85 | 1.90 | 2.7% |
| Motor cycle | 2.65 | 2.70 | 1.9% |
| Car | 7.90 | 8.05 | 1.9% |
| Car and trailer | 13.05 | 13.30 | 1.9% |
| Heavy passenger vehicle | 10.70 | 10.90 | 1.9% |
| Heavy passenger vehicle with trailer | 15.80 | 16.15 | 2.2% |
| Foot passenger - adult | 0.92 | 0.94 | 2.2% |
| Foot passenger - child | 0.46 | 0.47 | 2.2% |
| <i>Pleasure cruise vessels</i> | | | |
| per GRT anchored in bay | 0.10 | 0.12 | 20% |
| per GRT berthed in harbour | 0.12 | 0.14 | 16.7% |
| per passenger on board | 0.57 | 0.65 | 14% |
| <i>Pontoon charges (per meter)</i> | | | |
| Annual | 154.00 | 157.00 | 1.9% |
| Monthly | 16.30 | 16.65 | 2.1% |
| Daily | 2.70 | 2.75 | 1.9% |
| <i>Storage Charges (vessels over 6m)</i> | | | |
| Annual | 732.00 | 747.00 | 2% |
| Monthly | 73.20 | 75.00 | 2.5% |
| up to 7 days | 18.30 | 18.70 | 2.2% |
| Public Sector Rental | | | |
| each property is individually pointed; however average rentals by property type can be derived as follows: | | | |
| 5 Bed House | 151.89 | £154.78 | 1.9% |
| 4 Bed House | 130.28 | £132.76 | 1.9% |
| 3 Bed House | 105.79 | £107.80 | 1.9% |



| Department of Infrastructure Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| 3 Bed Bungalow | 104.70 | £106.69 | 1.9% |
| 2 Bed House | 92.34 | £94.09 | 1.9% |
| 2 Bed Bungalow | 82.01 | £83.56 | 1.9% |
| 2 Bed Flat | 81.87 | £83.43 | 1.9% |
| 2 Bed Cottage | 74.65 | £76.06 | 1.9% |
| 1 Bed Flat | 62.75 | £63.94 | 1.9% |
| 1 Bed Bungalow | 58.17 | £59.27 | 1.9% |
| Bedsit | 58.99 | £60.11 | 1.9% |
| Highway Services | | | |
| Highway Search | 45 | TBC | CPI |
| Driving Licence Fees | Various | Various | CPI |
| Vehicle registration fees | Various | Various | CPI |
| Driving test fees | Various | Various | CPI |
| Vehicle inspection fees | Various | Various | CPI |
| <u>Highway Services</u> | | | |
| Bus fares | Various | Various | TBC |
| Rail fares | Various | Various | TBC |
| Private hire Bus | Various | Various | TBC |
| Private hire Minibus | Various | Various | TBC |
| Private hire Rail | Various | Various | TBC |
| Heavy Goods Vehicle Maintenance | Various | Various | TBC |



Cabinet Office

Note: Nationality and Immigration fees may be subject to a change dependent upon any changes made in the UK, which are at present unknown

| Cabinet Office Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| <u>Nationality</u> | | | |
| Naturalisation under S6(2) of BNA 1981 married to British citizen | £1,349.20 | £1,349.20 | 0% |
| Naturalisation under S6(1) of BNA 1981 not married to British citizen | £1,349.20 | £1,349.20 | 0% |
| Adult registration under S4(C) and 4(G) of BNA 1981 | £1,225.20 | £1,225.20 | 0% |
| Registration as a British citizen of a minor (under 18 years) | £1,031.20 | £1,031.20 | 0% |
| | | | |
| <u>Passports</u> | | | |
| Adult Passport (Standard) | £85.00 | £85.00 | 0% |
| Adult Passport (Express) | £142.00 | £142.00 | 0% |
| Adult Passport (Temporary) | £177.00 | £177.00 | 0% |
| Child Passport (Standard) | £58.80 | £58.80 | 0% |
| Child Passport (Express) | £122.00 | £122.00 | 0% |
| Child Passport (Temporary) | £151.00 | £151.00 | 0% |
| | | | |



Executive Government

General Registry

| General Registry Proposed Fee (Description) | | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|--|------------------------|----------------|-------------------|---|
| COURT SERVICES FEES ORDER | | | | |
| SMALL CLAIMS/SUMMARY/ORDINARY PROCEDURE | | | | |
| Filing a claim or counterclaim as appropriate: | | | | |
| (i) | Up to £300 | 27.50 | 28.00 | 2% |
| (ii) | £300.01 - £500 | 42.00 | 43.00 | 2% |
| (iii) | £500.01 - £1,000 | 58.00 | 59.00 | 2% |
| (iv) | £1,000.01 - £1,500 | 71.50 | 73.00 | 2% |
| (v) | £1,500.01 - £3,000 | 78.50 | 80.00 | 2% |
| (vi) | £3,000.01 - £5,000 | 99.00 | 101.00 | 2% |
| (vii) | £5,000.01 - £10,000 | 149.00 | 152.00 | 2% |
| (viii) | £10,000.01 - £15,000 | 204.00 | 208.00 | 2% |
| (ix) | £15,000.01 - £50,000 | 331.50 | 338.00 | 2% |
| (x) | £50,000.01 - £100,000 | 566.00 | 577.00 | 2% |
| (xi) | £100,000.01 - £150,000 | 729.50 | 744.00 | 2% |
| (xii) | £150,000.01 - £200,000 | 892.50 | 810.00 | 2% |
| (xiii) | £200,000.01 - £300,000 | 1,219.00 | 1,243.00 | 2% |
| (xiv) | £300,000.01 - £500,000 | 1,372.00 | 1,399.00 | 2% |



| General Registry Proposed Fee (Description) | | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|---|----------------|-------------------|---|
| (xv) | £500,000.01 - £1,000,000 | 2,193.00 | 2,237.00 | 2% |
| (xvi) | £1,000,000.01 - £5,000,000 | 2,744.00 | 2,799.00 | 2% |
| (xvii) | £5,000,000.01 - £10,000,000 | 3,702.50 | 3,777.00 | 2% |
| (xviii) | £10,000,000.01 - £50,000,000 | 4,523.50 | 4,614.00 | 2% |
| (xvx) | Greater than £50,000,000 or unspecified | 8,226.50 | 8,391.00 | 2% |
| Filing a non-money claim (including any claim for possession that does not seek a monetary judgment). This fee will be the minimum fee payable in relation to all possession matters (a higher fee will instead be payable if the financial or arrears sums are equal to or greater than £15,000.01 in which case the fee payable will be charged in accordance with those prescribed at paragraph 1.1) | | 219.50 | 224.00 | 2% |
| For the scheduling of any matter which is set down for a hearing (see guidance note 3) of more than 2 days duration (see guidance note 2), or is scheduled for less than 2 days but lasts more than 2 days, per day or part thereof | | 826.00 | 843.00 | 2% |
| Filing/making any contested (see guidance note 1) application (including those made in court during the court hearing): | | | | |
| (i) | Small Claims or Summary Procedure | 132.50 | 135.00 | 2% |
| (ii) | Ordinary Procedure | 219.50 | 224.00 | 2% |
| Filing/making any agreed (see guidance note 1) application (including those made in court during the court hearing): | | | | |
| (i) | Small Claims or Summary Procedure | 46.00 | 47.00 | 2% |
| (ii) | Ordinary Procedure | 132.50 | 135.00 | 2% |



| General Registry Proposed Fee (Description) | | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|--|--|----------------|-------------------|---|
| CHANCERY PROCEDURE | | | | |
| Filing of any originating application | | 219.50 | 224.00 | 2% |
| For the scheduling of any matter which is set down for a hearing (see guidance note 3) of more than 2 days duration (see guidance note 2), or is scheduled for less than 2 days but lasts more than 2 days, per day or part thereof | | 826.00 | 843.00 | 2% |
| Filing/making any contested (see guidance note 1) application (including those made in court during the court hearing) | | 219.50 | 224.00 | 2% |
| Filing/making any agreed (see guidance note 1) application (including those made in court during the court hearing) | | 132.50 | 135.00 | 2% |
| BANKRUPTCY MATTERS, where no statutory fee is prescribed | | | | |
| (i) | Application to the court to approve the distribution of assets | 145.00 | 148.00 | 2% |
| (ii) | Any other application to the court in relation to assets or accounts | 145.00 | 148.00 | 2% |
| NON CONTENTIOUS PROBATE BUSINESS | | | | |
| (i) | settling a draft testamentary application | 56.00 | 57.00 | 2% |
| (ii) | filing, extension or withdrawal of a caveat | 56.00 | 57.00 | 2% |
| Filing an application for probate of a will or letters of administration where it is stated in the application that the gross estate in the Isle of Man (Note: The fees in this section include the cost of one sealed copy of the grant together with a plain copy of any will proved): | | | | |
| (i) | < 10,000 | 27.50 | 28.00 | 2% |



| General Registry Proposed Fee (Description) | | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|---|----------------|-------------------|---|
| (ii) | 10,000.01 - 50,000 | 163.00 | 166.00 | 2% |
| (iii) | 50,000.01 - 125,000 | 479.50 | 489.00 | 2% |
| (iv) | 125,000.01 - 250,000 | 1,020.00 | 1,040.00 | 2% |
| (v) | 250,000.01 - 500,000 | 2,040.00 | 2,081.00 | 2% |
| (vi) | 500,000.01 - 1,000,000 | 4,080.00 | 4,162.00 | 2% |
| (vii) | Exceeds 1,000,000 | 8,160.00 | 8,323.00 | 2% |
| (viii) | Filing an application for a grant of probate of a will or letters of administration where it is stated and sworn that the only asset is a policy of life assurance which has been effected with any insurance company in the Isle of Man by a person who has died domiciled elsewhere than in the Isle of Man where the gross value of the policy exceeds £50,000 | 255.00 | 260.00 | 2% |
| (i) | Amendment to grant or the relevant record as a result of an error or omission (see guidance note 5) | 27.50 | 28.00 | 2% |
| (ii) | Application for a cessate grant | 27.50 | 28.00 | 2% |
| (iii) | Application for revocation of a grant | 27.50 | 28.00 | 2% |
| (iv) | Application for a “de bonis non” grant – the fee payable will be based on the value of the un-administered portion of the estate as per paragraph 4.2 | | | |
| (v) | Application for an order pursuant to rule 40 of the Probate Rules 1988 (proving a copy will) | 27.50 | 28.00 | 2% |
| Additional copies (see note at paragraph 4.2):- | | | | |



| General Registry Proposed Fee (Description) | | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|---|----------------|-------------------|---|
| (i) | Certified copy grant (per document) | 5.00 | 5.00 | 2% |
| (ii) | Certified copy will (per document) | 5.00 | 5.00 | 2% |
| (iii) | Certified copy grant & will (requested at the same time) - per bundle | 8.00 | 8.00 | 2% |
| Affixing court seal & providing additional certified copy of: | | | - | 2% |
| (iv) | Certified copy grant (per document) | 32.50 | 33.00 | 2% |
| (v) | Certified copy will (per document) | 32.50 | 33.00 | 2% |
| (vi) | A copy grant & will (requested at the same time) - per bundle | 61.00 | 62.00 | 2% |
| (vii) | Plain copy/photocopy of any additional document (per page) | 0.40 | 0.40 | 2% |
| FAMILY, CHILDREN, MATRIMONIAL OR CIVIL PARTNERSHIP PROCEEDINGS | | | | |
| Filing an initial application or cross-application for a divorce, annulment, separation or dissolution order | | 280.50 | 286.00 | 2% |
| Filing an application to make a provisional order final. Application of: | | | | |
| (i) | Applicant | 27.50 | 28.00 | 2% |
| (ii) | Respondent (rule 48(2) Rules of the High Courts of Justice (Matrimonial Proceedings) 2004 Procedure) | 132.50 | 135.00 | 2% |
| Filing/making an application, etc: | | | | |
| (i) | In any procedure for the variation of a maintenance agreement or like process | 66.50 | 68.00 | 2% |



| General Registry Proposed Fee (Description) | | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|--|---|----------------|-------------------|---|
| (ii) | Under Part 4, CYP Act 2001 (care, supervision orders) (save for stand-alone emergency applications) | 219.50 | 224.00 | 2% |
| (iii) | Which is agreed (see guidance note 1) (including those made in court during the court hearing) | 66.50 | 68.00 | 2% |
| (iv) | Non-molestation order / occupation order – payable separately except when filed with an initial application | 112.00 | 114.00 | 2% |
| (v) | under Schedule 6 to Civil Partnership Act 2011 or under Part 3 of the Matrimonial Proceedings Act 2003, or any like process for financial relief etc. (other than for amendment/variation - see paragraph 5.3(i)) | 132.50 | 135.00 | 2% |
| (vi) | Or an order under the Hague Convention | 132.50 | 135.00 | 2% |
| (vii) | For an adoption order | 132.50 | 135.00 | 2% |
| (viii) | For a wardship order | 132.50 | 135.00 | 2% |
| (ix) | For hearing a contested (see guidance note 1) matter under the Matrimonial Proceedings Act 2003, the Civil Partnership Act 2011 or under the Children & Young Persons Act 2001 | 132.50 | 135.00 | 2% |
| (x) | Which is contested (any other) (see guidance note 1) (including those made in court during the hearing) | 132.50 | 135.00 | 2% |
| Appeals under section 7(6) of Civil Partnership Act 2011 or section 19 of the Marriage Act 1984 (approval of places of registration) | | 219.50 | 224.00 | 2% |
| Filing of a parental responsibility agreement | | 27.50 | 28.00 | 2% |



| General Registry Proposed Fee (Description) | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|----------------|-------------------|---|
| APPEAL MATTERS (WHETHER TO THE STAFF OF GOVERNMENT DIVISION OR CIVIL DIVISION) | | | |
| Filing/making of any notice or application within the Appeals process | 331.50 | 338.00 | 2% |
| For the scheduling of any appeal matter arising from proceedings pursuant to fees code 1 or 2 in this document which is set down for a hearing (see guidance note 3) of more than 2 days duration, (see guidance note 2) or is scheduled for less than 2 days but lasts more than 2 days, per day or part thereof | 826.00 | 843.00 | 2% |
| ASSESSMENTS OF COSTS | | | |
| Application for, or to set aside, a default/interim costs certificate | 66.50 | 68.00 | 2% |
| Application (request) for a detailed assessment hearing. Percentage of the total amount of the bill of costs (including VAT and disbursements). The sum is non-refundable | 5% | 5% | N/A |
| Following completion of the detailed assessment proceedings, percentage of the total allowed amount of the assessed bill of costs (including VAT and disbursements) from which will be deducted the relevant fee paid under paragraph 7.2 (note that the fee at 7.2 is non-refundable and is therefore the minimum total sum payable) | 10% | 10% | N/A |
| Filing of an appeal or review of a decision made in detailed assessment proceedings | 331.50 | 338.00 | 2% |



| General Registry Proposed Fee (Description) | | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|--|---|----------------|-------------------|---|
| MISCELLANEOUS – FEES PAYABLE IN MISCELLANEOUS MATTERS | | | | |
| Application to pay into Court, or a payment out of Court | | 27.50 | 28.00 | 2% |
| (i) | Search of Court and other indices/records, lists etc. <u>if undertaken by staff</u> (per volume or other medium) | 50.00 | 51.00 | 2% |
| (ii) | Request for access to a court case file (see guidance note 6) | 50.00 | 51.00 | 2% |
| Filing/making of an application (including applications for consent orders or any applications made in any way including any within other documents or processes): | | | | |
| (i) | Small Claims or Summary Procedure (including requests for judgment and execution, or for execution only where a sum has previously been ordered to be paid) | 42.00 | 43.00 | 2% |
| (ii) | Small Claims or Summary Procedure (instalment order or attachment of earnings order) | 66.50 | 68.00 | 2% |
| (iii) | In any other procedure or process (not prescribed elsewhere in this order): | | | |
| (a) | Contested (see guidance note 1) application (including those made in court during the court hearing) | 219.50 | 224.00 | 2% |
| (b) | Filing any agreed (see guidance note 1) application (including those made in court during the court hearing) | 132.50 | 135.00 | 2% |
| Producing a copy recording of any court or other proceedings (or part thereof) on cd-rom per compact disc or via other media per item produced | | 33.50 | 34.00 | 2% |



| General Registry Proposed Fee (Description) | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|----------------|-------------------|---|
| Application for a temporary advocates licence (which shall remain in force for no more than 12 months), pursuant to The Advocates Act 1995, s17 (such fee to be payable in addition to fees prescribed under the applicable Fees and Duties (Government Fees) Order in relation to the “drawing of a commission”) | 551.00 | 562.00 | 2% |
| Application for each/any additional year of a licence referred to at paragraph 8.5 (such fee to be payable in addition to fees prescribed under the applicable Fees and Duties (Government Fees) Order in relation to the “drawing of a commission”) | 219.50 | 224.00 | 2% |
| Application, pursuant to The Advocates Act 1995, s17 (3), for review of a decision made to grant or refuse an application for a temporary advocates licence | 331.50 | 338.00 | 2% |
| FEES AND DUTIES (GOVERNMENT FEES) ORDER | | | |
| Drawing a Commission of a public authority | 53.00 | 54.00 | 2% |
| Affixing the Seal Public of the Isle of Man, or a seal of office to a Commission, to any paper or proceeding, and providing a certificate if required (per document). | 32.00 | 33.00 | 2% |



| General Registry Proposed Fee (Description) | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|----------------|-------------------|---|
| An affidavit, affirmation, declaration or attestation taken before a public officer Not applicable to a declaration of secrecy under rule 29 of the Election Rules contained in Schedule 2, Part 3, to the Representation of the People Act 1995 or a similar declaration made for the purpose of the election of members of a local authority. | 8.00 | 8.00 | 2% |
| Witnessing each exhibit to an affidavit, affirmation, declaration or attestation taken before a public officer | 5.00 | 5.00 | 2% |

GENERAL REGISTRY (MISCELLANEOUS FEES) ORDER

For making a photocopy of a document (per page)

| | | | | |
|------|--|------|------|----|
| (a) | Printed on A4 size paper: | | | |
| (i) | black & white copy | 0.50 | 0.50 | 2% |
| (ii) | colour copy | 1.30 | 1.30 | 2% |
| (b) | Printed on A3 size paper: | | | |
| | black & white copy (i) | 1.20 | 1.20 | 2% |
| | Electronic delivery of permitted documents. Document sent by e-mail attachment (per request) | 5.50 | 5.50 | 2% |
| | Certification of a copy | 5.00 | 5.00 | 2% |
| | Apostilles - attesting or legalising a signature and seal for Hague Convention countries and for the rest of the world | | | |



| General Registry Proposed Fee (Description) | | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|--|---|----------------|-------------------|---|
| a | standard service - within 2 working days | 27.00 | 28.00 | 2% |
| b | premium service - within 90 minutes (additional cost to article 4(a)) | 53.00 | 54.00 | 2% |

THE CINEMATOGRAPH (LICENSING FEES) ORDER

| | | | |
|---|-------|-------|----|
| Application for a Cinematograph licence | 35.00 | 36.00 | 2% |
| Consent/Transfer of a Cinematograph licence | 10.00 | 10.00 | 2% |

MUSIC & DANCING FEES AND DUTIES ORDER

| | | | |
|---|-------|-------|----|
| Application for any licence under the Act (other than an occasional licence) | 35.00 | 36.00 | 2% |
| Application for transfer of a licence under the Act | 35.00 | 36.00 | 2% |
| Application for a variation or removal of a condition attached to a licence | 35.00 | 36.00 | 2% |
| Duplicate/Production of a Licence | 50.00 | 51.00 | 2% |

DUTIES PAYABLE FOR LICENCES

| | | | |
|--|-------|-------|----|
| Licence (other than an occasional licence) - | | | |
| • where the floor area of premises does not exceed 50m ² | 50.00 | 51.00 | 2% |
| • where the floor area of premises exceeds 50m ² but is less than 1,000m ² , for every 25m ² (approx. 269ft ²) or part of | 35.00 | 36.00 | 2% |



| General Registry Proposed Fee (Description) | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|----------------|-------------------|---|
| • where the floor area of premises exceeds 1,000 m² | 1,080.00 | 1,102.00 | 2% |
| Occasional licence - for each day or part of the day | 45.00 | 46.00 | 2% |
| Special permission - | | | |
| • for the first 2 hours or part of | 25.00 | 26.00 | 2% |
| • for each succeeding hour or part of | 20.00 | 20.00 | 2% |
| LICENSING FEES & DUTIES ORDER | | | |
| APPLICATION FEES | | | |
| Any Application under the Act | 35.00 | 36.00 | 2% |
| Application for a duplicate licence | 70.00 | 71.00 | 2% |
| LICENCE OR ORDER | | | |
| On-licence (other than one subject to a residential condition or a restaurant condition) or off-licence: | | | |
| • there is no rateable value or where the rateable value of licensed premises does not exceed £500 | 900.00 | 918.00 | 2% |
| • where rateable value of licensed premises exceeds £500 but does not exceed £1,500 | 1,860.00 | 1,897.00 | 2% |
| • where rateable value of licensed premises exceeds £1,500 | 2,650.00 | 2,703.00 | 2% |
| On-licence subject to a residential condition or a restaurant condition: | | | |
| • there is no rateable value or where the rateable value of licensed premises does not exceed £500 | 450.00 | 459.00 | 2% |



| General Registry Proposed Fee (Description) | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|------------------|-------------------|---|
| • where rateable value of licensed premises exceeds £500 but does not exceed £1,500 | 935.00 | 954.00 | 2% |
| • where rateable value of licensed premises exceeds £1,500 | 1,310.00 | 1,336.00 | 2% |
| OCCASIONAL LICENCE | | | |
| • for the first day or part of | 70.00 | 71.00 | 2% |
| • for each succeeding day or part of | 20.00 | 20.00 | 2% |
| Order under section 53 (sale of liquor at a private function at a club) of the Act for each day - | | | |
| • for the first 2 hours or part of | 25.00 | 26.00 | 2% |
| • for each succeeding hour or part of | 20.00 | 20.00 | 2% |
| Registration order | 65.00 | 66.00 | 2% |
| Except in the case of an occasional licence, the <i>duty payable for licences</i> shall be reduced by the proportion specified in column 2 of the following table where the licence is granted or the order made in the period specified in column 1 of the table - | | | |
| Period | Reduction | Reduction | |
| After 30th September and on or before 31st March in the first year of a triennium | 1/6 | 1/6 | N/A |
| After 31st March and on or before 30th September in the second year of a triennium | 1/3 | 1/3 | N/A |
| After 30th September and on or before 31st March in the second year of a triennium | 1/2 | 1/2 | N/A |
| After 31st March and on or before 30th September in the third year of a triennium | 2/3 | 2/3 | N/A |



| General Registry Proposed Fee (Description) | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|----------------|-------------------|---|
| After 30th September and on or before 31st March in the third year of a triennium | 2/3 | 2/3 | N/A |
| CORONERS FEES ORDER | | | |
| For summoning parties, witnesses and jurors in any cause or matter (other than in the cases referred to in paragraphs 2, 3 and 4) and for making and serving a copy of the summons and serving with it a copy of the statement of claim and form of acknowledgement of service, or serving a petition with an order for hearing and any other pleading or notice, including granting a certificate of service. | 5.40 | 5.40 | N/A |
| For serving a petition for divorce, nullity of marriage or judicial separation or similar petition and associated papers. | 9.80 | 9.80 | N/A |
| For serving a petition for an injunction or order in proceedings involving domestic violence, including in each case providing written proof of service. | 18.70 | 18.70 | N/A |
| For serving a document when personal service is required by the Court or by statute, including providing written proof of service. | 12.50 | 12.50 | N/A |
| For receiving and paying over any payments due under an attachment of earnings order a commission of 5% on the amount collected. | 5% | 5% | N/A |
| For the storage of goods arrested under Schedule 1 to the Administration of Justice Act 1981 ⁵ the charges reasonably incurred by the Coroner or such sum as is fair and reasonable. | | | N/A |



| General Registry Proposed Fee (Description) | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|--|----------------|-------------------|---|
| For executing an order, judgement or execution and giving a certificate or return of proceedings thereunder where no valuation is required for each defendant (but excluding the enforcement of an execution pursuant to a certificate issued under paragraph 10 of Schedule 5A to the Road Traffic Regulation Act 1985 ⁶) – | 12.00 | 12.00 | N/A |
| (a) Except that the following fee shall apply in the case of the enforcement of an order of possession of real estate; and | 14.50 | 14.50 | N/A |
| If a valuation is made or a certificate issued in terms of section 8 of the Administration of Justice Act 1981, the following additional fee shall apply for each valuation or certificate irrespective of the amount of the valuation. | 12.00 | 12.00 | N/A |
| For the enforcement of an execution pursuant to a certificate issued under paragraph 10 of Schedule 5A to the Road Traffic Regulation Act 1985, save in a case where the coroner delivers a return of nil effects in respect of such enforcement. | 67.00 | 67.00 | N/A |
| For collecting any debt by a single payment, but excluding any fine in relation to an execution pursuant to a certificate issued under paragraph 10 of Schedule 5A to the Road Traffic Regulation Act 1985, the Coroner shall be entitled to a commission of 2½ % on the debt collected. | 2.50% | 2.50% | N/A |
| For collecting by instalments, at the request in writing of the execution creditor or his advocate, amounts of the judgement debt, the Coroner shall be entitled to a commission of 5% of the amount so collected. | 5.00% | 5.00% | N/A |



| General Registry Proposed Fee (Description) | Current Charge | Proposed Increase | % Increase [with an element of rounding up or down to the nearest 0.50p; save for de-minimus fees which have not been increased on this occasion] |
|---|----------------|-------------------|---|
| For selling real or personal property by public auction under due process of law – | | | |
| Where the proceeds of sale available to go in discharge of the execution or order do not exceed £100 - 5% on such proceeds; and | 5.00% | 5.00% | N/A |
| Where the proceeds of sale exceed £100: - | | | |
| 5% on the first £100, | 5.00% | 5.00% | N/A |
| 2 ½% on the remainder up to £1,000 | 2.50% | 2.50% | N/A |
| 1% on the balance of such proceeds over £1,000. | 1.00% | 1.00% | N/A |
| For attending and taking charge of a jury to view. | 6.20 | 6.20 | N/A |
| For attending and taking charge of a jury of enquiry. | 12.50 | 12.50 | N/A |
| For attending at the striking of a jury in a civil action. | 5.90 | 5.90 | N/A |
| For conducting a hand search. | 12.00 | 12.00 | N/A |
| For admission of an offence in court on behalf of a defendant. | 3.70 | 3.70 | N/A |



Information Commissioner

| Information Commissioner Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|-------------------|--------------------|------------|
| | | | |
| New Entry Fee | 70 | TBA | TBA |
| Renewal Fee | 50 | TBA | TBA |

Manx Radio



Statutory Boards

Communications Commission

| Communications Commission Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|--|--|--------------------|------------|
| Provision of a sound broadcasting service pursuant to Part 1 of the Act | 250.00 | 250.00 | 0 |
| Operation of Tetra radio communication systems | 75.00 | 75.00 | 0 |
| Operation of Broadcasting radio communication systems | 150.00 | 150.00 | 0 |
| Operation of other telecommunications systems (radio equipment on masts) | Calculated as previous year's fee multiplied by the current RPI divided by the previous year's RPI | | |
| Provision of a mast in accordance with the Radio Mast Regulation Act | Calculated at 15% of an operator's third party fees | | |
| Satellite Filings Fees | Calculated at £5000 plus RPI | | |
| Satellite Orbital Position Filings Payment | Calculated at 10% of operator's income for the previous 12 month period | | |
| Satellite Earth Station Licence Fees | Calculated at | | |



| Communications Commission Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|--|--------------------|------------|
| | £500 on first £100,000.00 of annual turnover plus 0.5% on any subsequent turnover | | |
| Full Telecoms Licence Fees | Calculated at £5000 on first £1,000,000.00 of annual turnover plus 0.5% on any subsequent turnover | | |
| ISP Licence Fees | Calculated at £500 on first £100,000.00 of annual turnover plus 0.5% on any subsequent turnover | | |
| Subsea Cable Fees | Calculated at £5000 on first £1,000,000.00 of annual turnover plus 0.5% on any subsequent turnover | | |



Financial Services Authority

| Financial Services Authority Annual Fees | | |
|---|-------------------|---------------|
| | Highest | Lowest |
| Banking | Class 1(1) | Class 1(3) |
| | 26,997 | 2,706 |
| Increase 0.9% | 27,240 | 2,730 |
| Investment Business | Class 2(1) to (7) | Class 2(3)(7) |
| | 21,384 | 1,679 |
| Increase 0.9% | 21,576 | 1,694 |
| Funds Services/ Asset Management | Class 3(1) or (2) | Class 3(8) |
| | 30,301 | 1,947 |
| Increase 0.9% | 30,574 | 1,965 |
| Money/Payment Services | Class 8 | Class 8 |
| | 13,077 | 1,081 |
| Increase 0.9% | 13,195 | 1,091 |
| Fiduciaries | Class 4/5 | Class 4/5 |
| | 38,715 | 1,198 |
| Increase 0.9% | 39,063 | 1,209 |
| Insurance Authorised | | |
| | 64,739 | 5,528 |
| Increase 0.9% | 65,322 | 5,578 |



| Financial Services Authority Annual Fees | | |
|---|---------|--------------|
| | Highest | Lowest |
| Insurance Manager | 5,143 | 2,417 |
| Increase 0.9% | 5,189 | 2,439 |
| | | |
| Insurance Intermediary | 2,417 | |
| Increase 0.9% | 2,439 | One Fee Only |
| | | |
| Permit Holder | 5,528 | 1,979 |
| Increase 0.9% | 5,578 | 1,997 |
| | | |
| Registered Schemes Administrators | 4,652 | 333 |
| Increase 0.9% | 4,694 | 336 |
| | | |
| Designated Businesses | 1,035 | 156 |
| Increase 0.9% | 1,044 | 157 |
| | | |



Gambling Supervision Commission

| Gambling Supervision Commission Proposed Fee (Description) | Current Charge | Proposed Charge | % Increase |
|---|-------------------|--------------------|------------|
| Bookmaker permit application fee | £700 | £700 | 0 |
| Bookmaker permit annual fee | £100 | £100 | 0 |
| Betting office annual fee | £100 | £100 | 0 |
| Full premises (machines) certificate annual fee | £219 | £219 | 0 |
| Club premises (machines) certificate annual fee | £52 | £52 | 0 |
| Restricted premises (machines) annual fee | £127 | £127 | 0 |
| Suppliers (machines) licence application fee | £1,610 | £1,610 | 0 |
| Suppliers (machines) licence annual fee | £805 | £805 | 0 |
| Disaster recovery annual licence fee | £5,000 | £5,000 | 0 |
| Online gambling licence application fee | £5,000 | £5,000 | 0 |
| Online gambling sub-licence annual fee | £5,000 | £5,000 | 0 |
| Online gambling full licence annual fee | £35,000 | £35,000 | 0 |
| Online gambling network licence annual fee | £50,000 | £50,000 | 0 |
| Casino licence annual fee | N/a* | N/a* | 0 |
| Machine duty annual fee | N/a* | N/a* | 0 |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

*Based on calculation, remains same

This page is intentionally blank

Manx Radio

Isle of Man Government Budget

Issued by

The Treasury
Government Office,
Douglas,
Isle of Man.
IM1 3PX
British Isles

Tel: +44 1624 685980

E-Mail: treasuryadmin@gov.im

www.gov.im

www.gov.im/about-the-government/departments/treasury



Isle of Man
Government

Reiltys Ellan Vannin

BUDGET 2020

GD NO: 2020/001

Produced by Isle of Man Government.