

BUDGET 2021

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A BUDGET OF RESILIENCE



Isle of Man
Government

Reillys Ellan Vannin

Isle of Man **BUDGET** **2021-2022**

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on 16 February 2021



Isle of Man
Government
Dalltuu Eilan Mannin

2021-22 Budget

A Budget of Resilience



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1. INTRODUCTION FROM THE MINISTER - BUDGET REPORT 2021-22

A Budget of Resilience

This is the final budget of this Government and of the five year financial plan introduced in 2017 to ensure the Island's finances are placed onto a sustainable footing for the future. Clearly the events of the last year have somewhat changed the short term outlook, but the foundations are in place for the plan to meet its objectives providing Government income returns to pre pandemic levels in quick time.

Despite the knock that has been taken to the forecasted performance, we should remain confident in the resilience both of our economy and our public finances. This resilience and strength has allowed for significant financial support measures to have been brought forward to protect jobs and invest in our future, providing a platform for businesses and individuals to stabilise, recover (and in some cases grow) their trading positions post pandemic.

This budget includes an estimate of the financial cost to the public purse of our response this year, which we estimate at just over £200m. Whilst of course any negative change to the financial position is unwelcome, we should take comfort that it would have been much worse had the Island not managed the virus threat to enable economic activity to resume unhindered for many.

We have therefore drawn on our reserves this year and indeed this budget plans for further utilisation of reserves again in 21/22 as our taxation revenues recover and we continue to support our economy. Despite this, the levels of our reserves remains sound and we have benefitted from strong investment returns.

However, whilst our financial position remains robust and our finances have proven that they are resilient enough to meet the calls placed upon them the pandemic is not over and neither is its financial impact. We must act with prudence and caution given the significant levels of uncertainty that exist when we look into the future.

This budget is therefore a careful balance between controlling public expenditure, continuing to invest in public services, including capital spend, and maintaining a stable taxation position. Although we would have preferred to have been in a position to continue to develop our personal taxation and benefit policies as set out in the previous four February budgets, the impact of Coronavirus on the public purse this year has resulted in a more cautious approach to protecting our income levels.

In the purple book in July, we introduced the Economic Recovery Fund with up to £100m available. We forecast up to £10m of this could be spent by 31st March and this budget estimates up to another £30m will be drawn down next year. Importantly we have committed to the development of a new Economic Strategy for the island to ensure that build on the strength and resilience we have shown over the past year and ensure that we are ready to adapt and grasp new opportunities as they arise of the next few years.

This budget is far from a standstill position though and it includes some £23.2m in revenue bids, including £18m of new funding - mostly for our Health and Care services as we move into the new model of Manx Care. It also adds some £15m of new funding to the Capital programme.

This budget also reforms our Capital funding and spending model introducing a new, simpler method for funding Capital which is designed to make the choice of spending between revenue and capital more transparent. This reform is long overdue and will sit well alongside a reformed five year capital spending plan.



This has been the most challenging of years but it has also highlighted the intrinsic value of our reserves and the resilience of our economy. The financial plan set out to return funds to our reserves on an annual basis – that goal is still within touching distance and must be a pillar of a reset financial plan in 2022.



Alfred Cannan MHK
Minister for the Treasury



2. EXECUTIVE SUMMARY

The budget theme for 2021/22 is “**A Budget of Resilience**”.

The forthcoming financial year is the final one of the current financial plan. This budget has been prepared against a background which includes significantly more risk and challenge than previous years. The Treasury has therefore produced a formal budget for one year only, including an illustrative central financial scenario for the forthcoming three years. The Treasury is conscious of the potential variability in the national finances over the forthcoming period and section three summarises some of the approaches which may be considered should the public finances vary significantly from the central scenario shown.

This budget also proposes a new means to fund the Island’s capital programme, moving away from an approach solely based on loan charges, where the money is to be funded and repaid from the same source, general revenue.

Some of the highlights of the budget are:

- Additional funding for public services with £23.2m revenue bids approved. Supported bids include:
 - £15.47m is allocated to Health and Social Care, £8m of which is to address a longstanding structural deficit in the payroll budget. £4.5m has been awarded in relation to recommendations proposed by the Sir Jonathan Michael review of the DHSC. These include enhanced dermatology services as well as a significant number of new posts in respect of the creation of Manx Care which is included as a separate entity in the Budget.
 - £4.9m for the Department of Infrastructure (DoI), mainly to offset the impact of Covid-19 in respect of the Harbours and Ports Divisions lost income. Also included was a £500k budget to support the creation of the Flood Division. This is in addition to the £500k grant funding that the MUA were receiving in relation to this team, which will also be transferred to the DoI.
 - Bids totalling £372k from the Department of Home Affairs have been supported, mainly in relation to the IoM Constabulary’s requirement to access UK databases and for advanced security software for the Island.
 - Additional Capital expenditure of £15m, with a full year capital programme of £182m

Outside of Central Government, supported bids include:

- The provision of resource in General Registry for the Deputy High Bailiff role.
- The provision of resource in the Clerk of Tynwald’s Office for an Auditor General’s Office.
- A bid to increase the staffing resources available to the Financial Services Authority (FSA), the net impact of which is to be reduced to nil within three years. This is in response to the FSA undertaking the role of Resolution Authority.
- A bid to increase resourcing in the Public Sector Pension Authority for specialist legislation drafting as well as an upgrade to the Teachers and Police pensions administration system.

Income Tax & National Insurance measures – No significant changes are proposed for taxation measures. The proposed budget recognises that next year will see a fall in income tax receipts as the effect of the pandemic reduces direct tax take by c.11% on the provisional budget for 2021/22 contained in last year’s pink book. A review of National Insurance has been undertaken and the policies relating to National Insurance will be subject to review in the forthcoming year.

The benchmark rates for inflation based benefit rises were 0.5% for benefits linked to UK CPI and -0.7% for benefits linked to IOM CPI, however this budget proposes that benefits linked to IOM CPI will remain



unchanged. The benchmark inflationary measures are always taken in September of the financial year prior to the Budget period.

Retirement pension (including the Manx state pension) will rise by 2.5% under the triple lock and this budget includes a substantial increase of 15.6% to payments made under the Nursing Care contributions scheme.

The Treasury remains mindful of the potential for cost increases impacting upon those on lower incomes over the coming period and will keep the situation under ongoing review.

3. BASIS OF PREPARATION AND FUTURE SCENARIO PLANNING

Since the budget in February 2020, the worldwide economy has faced significant challenges in responding to the economic and social impact of the Covid-19 pandemic. The Island was not immune to its impact, but has met the challenges presented in a manner which has protected the Island from the level of impact experienced in some other countries.

The Treasury has a responsibility to exercise prudent control and oversight over the Island's public finances, the annual budget is the key tool used for this purpose. In more normal circumstances, there is a high degree of confidence in the assumptions used to underpin financial forecasts over public sector income and expenditure, therefore in preparing the budget the Treasury would ordinarily present the budget for the coming year along with provisional budgets looking forward for three to four years.

However given the material levels of uncertainty that exists within the economic environment at this time, the key risks to the Island's economic position, notably from the ongoing pandemic and the ongoing implications of the UK's exit from the European Union it is not possible, with any degree of confidence, to provide these longer term forecasts.

Treasury is also mindful that it remains appropriate to ensure that there is a plan in place to meet the projected public sector spending needs over the short to medium term. The budget includes a central scenario as a base case projection over the next two years which demonstrates where public finances may end up under this scenario from which further scenarios can be drawn and mitigation strategies outlined.

1. Base case scenario

The key assumption inherent in this projection is that public sector revenues broadly recover to the planned level set out in the last budget by 2023/24. The two key elements of this projection are taxation income and the maintenance of the Island's economy through the recovery from the pandemic.

The core assumption is that income tax revenues will fall in 2021/22 as the results of the pandemic on corporate profits flow through, but then bounce back strongly at 5% per annum for the next two years. This rate of increase is above that previously modelled as the long run growth rate, but represents a recovery from a lower position and the general over performance against budget of taxation revenues each year. The Island's economy has been resilient and the emergence of vaccines indicate that a recovery to previous economic activity levels is a reasonable assumption.

The other core element of taxation income is shared indirect taxes collected in accordance with the Customs and Excise Agreement with the UK. The method for calculating the Island's share of these taxes is called the Final Expenditure Revenue Sharing Agreement ("FERSA"). The FERSA calculation was agreed in February 2020, prior to any economic effects of COVID and the agreed amount has been taken into the budget for 2021/22. It has been assumed that the strength and speed of the Island's recovery from lockdown has not



led to any permanent economic scarring and there is no reason to reduce the amount of indirect tax revenue under FERSA for 2021/22. Recognising there is risk in this position the Treasury has followed its previous practice in taking a small provision against these revenues by using an assumed growth rate of 3.35% (vs 4.35% in the agreement).

The approach to unexpected costs taken in the Purple Book was to manage them through contingency without adjusting underlying Departmental targets. This approach allowed the Treasury to maintain oversight of unexpected cost claims as they arose. The proposed budget continues this approach but modifies it to include bids for Departmental income reduction forecasts in 2021/22 as the impact of the pandemic flows through. The Treasury will maintain a higher than normal level in the contingency fund and its revenue contingency as a buffer against one-off costs to facilitate recovery from the pandemic.

2. Alternative scenarios

The level of uncertainty over the economic outlook remains material however, the public sector finances remain strong, a position confirmed by Moody's in October 2020. However, the Treasury is cognisant that significant and material risks remain to the financial projections contained within this document.

Factors which may lead to a stronger financial performance than the base case scenario include:-

- The early and successful introduction of a Covid-19 vaccine leading to the restoration of the travel and tourism sectors
- Higher than anticipated level of revenue collection from taxation and Departmental income
- Stronger inward migration levels driving increased economic activity.

Factors which may lead to a weaker financial performance include:-

- A significant period of further lockdown or economic shock from the current pandemic
- A weaker than expected economic recovery, with key economic sectors unable to recover performance
- Global financial market deterioration leading to erosion of reserve values

3. Response strategies

Therefore the following risks are present:

- Working Capital, i.e. income streams are lower than expected and there is pressure on our cash position;
- Revenues do not recover as quickly as projected in the base case scenario;
- Expenditure increases more quickly than the base case scenario suggests.

To manage the short term risks, Treasury has already taken the following measures:-

- Negotiated a short term borrowing facility with a consortium of banks to provide liquidity funding of up to £250m should it be required.
- Implementing changes to infrastructure investment planning, financing and delivery to ensure expenditure on the capital programme and maintenance programmes are targeted at strategically important assets and has a more transparent and accountable means of funding.
- Allocated up to £100m to the Economic Recovery Fund, ensuring funds are put aside to support the Island's Economy through recovery from the pandemic.
- Investigation of options available to raise funds through a sovereign bond issue, although no decision has yet been made to progress this matter at the date of the production of this document.

4. OVERALL FINANCIAL SUMMARY FOR REVENUE & CAPITAL



4.1. Government Revenue Forecast 2021-22 to 2024-25

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 2021-22, together with indicative financial projections for the following three years to 2024-25.

TABLE 1 - Government Revenue Forecast 2021-22 to 2024-25

GOVERNMENT REVENUE FORECAST 2020-21 TO 2024-25						
Budget 2020-21	Probable 2020-21	£000	Budget 2021-22	Indicative financial projection		
				2022-23	2023-24	2024-25
1,078,610	1,055,956	Income	1,077,425	1,141,370	1,177,495	1,206,739
1,066,630	1,130,178	Expenditure	1,077,206	1,134,702	1,172,954	1,200,823
11,980	(74,222)	Surplus/(Deficit)	219	6,668	4,541	5,916

4.2. Government Capital Forecast 2021-22 to 2024-25

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, 2021/22. Provisional projections have also been provided for the following three years to 2024/25.

TABLE 2 - Government Capital Forecast 2021-22 to 2024-25

GOVERNMENT REVENUE FORECAST 2020-21 TO 2024-25						
Budget 2020-21	Probable 2020-21	£000	Budget 2021-22	Indicative financial projection		
				2022-23	2023-24	2024-25
66,923	68,822	Receipts	46,379	67,239	77,207	87,207
98,428	60,000	Payments	81,221	88,178	77,350	63,142
(31,505)	8,822	Surplus/(Deficit)	(34,842)	(20,939)	(143)	24,065
47,584	56,791	Capital Account Balance B/F	85,613	14,591	12,415	15,572
-	-	Capital Financing Reserve B/F	27,033	63,213	44,450	41,150
(31,505)	8,822	Surplus / (Deficit) on Capital Account	(34,842)	(20,939)	(143)	24,065
20,000	20,000	Transfer from Operating Account	-	-	-	-
36,079	85,613	Capital Account Balance C/F	77,804	56,865	56,722	80,787

Please note that this is a 42% full year estimate of total budgeted expenditure for 2021-22 – 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.



5. 2021-22 BUDGET HEADLINES

OVERVIEW

- The budget provides a modified Five Year Financial Plan as set out in the 2017-18 budget
- Based on the assumptions the Financial Plan will generate a contribution to reserves from 2024-25 onwards
- Net revenue budget bids approved for Departments of c.£23.2 million
- A five year Capital Programme of £438 million (2021-22 to 2025-26)
- Reliance on the use of the reserves is still projected to reduce over the course of the Financial Plan, despite the ongoing impacts of Covid-19

REVENUE EXPENDITURE

- Employee budget increase of 1% to align with current levels of inflation.
- Public Sector Employee Pension Reserve forecast to be depleted part way through 2022-23, no change from last year's position
- 31 additional bids, with a net cost to general revenue of £23.2 million approved.
- Savings target of £2.7m built into the Manx Care budget in accordance with agreed targets
- Includes £15.5 million for the Department of Health and Social Care; £5 million for the Department of Infrastructure; £370k for the Department of Home Affairs and £1.4m for the Cabinet Office

BENEFITS AND COVID SUPPORT

- National Insurance expenditure and revenue funded benefits are both significantly higher than anticipated in the current year.
- Additional National Insurance expenditure is mainly in respect of £61.3m for Salary Support and £9.5m MERA Schemes.
- Basic state pension and the Manx state pension up to the full amount increased by 2.5%
- Additional state pension and protected amounts of Manx state pension increased by 0.5%
- Nursing Care Contribution Scheme increased by 15.6%

CAPITAL BUDGET

- Significant schemes included in this year's programme include ongoing funding for the Isle of Man Ferry Terminal in Liverpool, replacement of the airport fire training facility, new Older Persons Residential Resource Unit at Summerhill and investment to replace the Laboratory Information Management system
- A Capital programme of £182 million for 2021-22, of which £82.1 million is expected to be delivered
- Increased Capital Projects Contingency budget of £6 million will continue with its remit to include eligibility for any projects or expenditure that is unexpected or emergency in nature
- £2.25 million funding added to the Climate Change Adaptation budget to support the design of regional flood protections initiatives

REVENUE INCOME

- Departmental income targets raised generally by 2% in line with the targets set out in the 5 Year Financial Plan
- Strong income growth assumptions for taxation revenue post pandemic reflecting confidence in our economy

THE INTERNAL RESERVES

- A number of reserves will be topped up this year including the Agriculture & Forestry Fund, the Medical Indemnity Fund, Legal Costs Reserve, Healthcare Transformation Fund and the Environmental Protection Fund
- £30m to be added to the Economic Recovery Fund, to continue supporting the economy in the wake of the financial consequences of the Covid-19 pandemic.

TAXATION POLICIES

- No change to key taxation rates



6. THE FIVE YEAR FINANCIAL PLAN

This budget represents the final 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. The original Five Year Financial Plan against which this budget has been built is repeated below

A Budget of Resilience

Financially Responsible Government

Stabilising our economy and protecting our people

- Provide funding to support the Islands economy through the Covid 19 pandemic and beyond
- To create sustainable public finances through fiscal prudence and increased economic growth
- To utilise reserve interest to support spending and allow reserve growth from 2022/23
- Policies to spur economic growth, to build on an Island of Enterprise and Opportunity

Supporting Public Services

- Build on the stability provided by the VAT Final Expenditure Revenue Sharing Agreement (FERSA)
- Stable taxation policies that continue to support low to middle income earners
- Prioritise spending for public services that support an Inclusive and Caring Society:
 - Funding for specific essential cost pressures including additional funding for Healthcare and the creation of Manx Care
 - Controlling the impact on services of increasing public sector pension costs through the continued use of the Public Service Employees Pension Reserve
 - Prudent financial management of the public finances in an uncertain environment

Responsible Financial Management

- Maintaining strong control of employee costs
- Maintain policy of containing non-pay costs to within inflation
- Manage increases in service costs
- Introduction of a new , simpler mechanism for Capital funding



A summary of the Five Year financial position is shown in Table 3A. The table includes a budget for 2021/22 only. Years 2022-23 to 2024-25 are presented as indicative financial plans only as opposed to provisional budgets. The indicative forward numbers are included to illustrate potential outcomes based on the central planning assumptions used in the preparation of this document. As the Islands economy moves forward a new medium term financial plan will be established

TABLE 3A - Five Year Financial Plan

FINANCIAL PLAN 2021-22 TO 2024-25							
£000	Actual	Budget	Probable	Provisional Budget	Indicative financial plan		
	2019-20	2020-21	2020-21	2021-22	2022-23	2023-24	2024-25
GROSS INCOME							
Treasury Income							
Customs and Excise	444,531	391,935	346,303	409,009	427,693	446,068	459,450
Income and Other Taxes	241,124	246,135	222,950	226,762	252,609	264,423	269,711
Other Treasury Income	10,305	6,187	6,411	9,860	7,200	3,937	3,601
Other Income							
Departmental Fees and Charges	122,643	131,555	112,643	122,169	138,050	140,934	143,690
Employee Pension Contributions	30,719	30,998	30,747	32,389	33,037	33,697	34,371
SUB-TOTAL	849,322	806,810	719,054	800,189	858,589	889,059	910,823
NI Operating Account	267,697	271,800	336,902	277,236	282,781	288,436	295,916
TOTAL INCOME	1,117,019	1,078,610	1,055,956	1,077,425	1,141,370	1,177,495	1,206,739
GROSS EXPENDITURE							
Employee Costs	359,539	356,249	365,338	375,883	380,133	383,510	387,345
Employer Pension Contribution	38,127	43,509	41,356	45,026	45,458	45,912	46,371
Pension Costs (net departmental)	62,733	65,874	67,754	66,946	68,566	72,872	77,779
Total Pension Costs	100,860	109,383	109,110	111,972	114,024	118,784	124,150
Non-Employee Costs	284,161	285,613	271,964	287,427	290,413	291,288	291,758
NHS Allocation	(40,855)	(38,900)	(38,900)	(40,300)	(41,900)	(43,564)	(44,435)
Total Non-Employee Costs	243,306	246,713	233,064	247,127	248,513	247,724	247,323
NI Funded Payments	251,251	257,139	323,156	263,034	270,150	277,468	284,134
Revenue Funded Welfare Payments	74,626	74,871	80,378	76,336	77,895	79,500	81,090
Capital Funding (Loan Charges)	42,428	49,541	49,541	0	0	0	0
Transfer to Capital Financing Reserve	0	0	0	25,000	45,000	55,000	65,000
HRF Expenditure	0	0	0	1,900	1,900	1,900	1,900
Internal Fund Expenditure	17,958	21,250	75,784	60,000	21,750	22,030	22,030
Total Expenditure pre Reserves Transfers	1,089,968	1,115,146	1,236,371	1,161,252	1,159,365	1,185,916	1,212,972
Transfer from internal funds	(17,958)	(21,250)	(75,784)	(60,000)	(21,750)	(22,030)	(22,030)
HRF	(8,099)	(5,591)	(5,686)	(1,900)	(1,900)	(1,900)	(1,900)
Transfer to Capital Financing Reserve	0	0	0	0	0	0	0
Transfer to/(from) the NI Account	16,231	14,661	13,745	14,202	12,630	10,968	11,781
Transfer from the PSEPR	(32,014)	(36,336)	(38,468)	(36,348)	(13,643)	0	0
Total Transfer from reserves	(41,840)	(48,516)	(106,193)	(84,046)	(24,662)	(12,961)	(12,149)
Net Expenditure post Reserves Transfer	1,048,128	1,066,630	1,130,178	1,077,206	1,134,702	1,172,954	1,200,823
Surplus/(Deficit)	68,891	11,980	(74,222)	219	6,668	4,541	5,916



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 2019-20	Budget 2020-21	Probable 2020-21	Provisional Budget 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Operating Account Brought Forward	89,902	84,752	92,043	40,000	24,969	19,637	12,176
<i>Transfer to Reserve Fund</i>	(20,000)						
<i>Transfer to Capital Loan Fund</i>		(20,000)	(20,000)	0	0	0	0
Transfers to Reserves							
Agricultural & Forestry Fund	(1,000)	(1,700)	(1,700)	(2,000)	(1,000)	(1,000)	(1,000)
Brexit Fund	(1,000)	0	0	0	0	0	0
Contingency Fund	(40,000)	0	(17,500)	(10,000)	0	0	0
Digital Strategy Fund	0	(1,000)	(1,000)	(500)	(500)	(500)	(500)
Economic Recovery Fund	0	0	(10,000)	(30,000)	0	0	0
Environmental Protection Fund	0	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)
Healthcare Transformation Fund	0	(5,000)	(5,000)	(3,000)	(1,000)	(1,000)	(1,000)
Invest to Save Fund	0	0	0	0	0	0	0
Legal Costs Reserves	(1,500)	(1,000)	(1,000)	(750)	(750)	(750)	(750)
Marketing Initiatives Fund	0	(1,000)	(1,000)	(1,000)	(750)	(750)	(750)
Medical Indemnity Fund	(3,000)	(3,000)	(3,000)	(3,000)	(3,000)	(3,000)	(3,000)
Town & Village Regeneration	(250)	0	0	0	0	0	0
Enterprise Development Scheme	0	0	0	0	0	0	0
Sub-Total Transfers to Reserves	(46,750)	(17,700)	(45,200)	(55,250)	(12,000)	(12,000)	(12,000)
<i>Surplus on the General Revenue Account</i>	68,891	11,980	(74,222)	219	6,668	4,541	5,916
Transfer in from External Funds							
Reserve Fund Transfers to Operating Acc			77,379	10,000			
Reserve Fund Economic Recovery element			10,000	30,000			
Operating Account Carried Forward	92,043	59,032	40,000	24,969	19,637	12,176	6,092

6.1. 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 in the indicative projection, the operating deficit would be significantly reduced from 13.6% of operating income for 2021-22 to 2.3% by 2024-25.

The analysis also demonstrates that after inclusion of investment returns from the reserves, the illustrative level of reduction in the overall value of the reserves, is relatively small in the longer term and even with the impact of Covid-19 and the reserves total by the end of the period would be maintained. It should be noted that market uncertainty may negatively impact on investment return in the short term and thus impact on the assumptions underlying the base case scenario.

The emergence and impact of Covid-19 was not predicted or reflected in the financial plan and consequently the profile of the projected operating and structural deficit position has changed.



The structural deficit was budgeted at £74.2 million for 2020-21. The current forecast for the full year is for a structural deficit of c. £178.0 million.

The structural deficit position is forecast at £128.5 million for 2021-22 which is higher than last year's pink book, reflecting the requirement to draw on reserves to support the economy during the pandemic.

The objectives set in the five year plan focused on reducing our draw on reserves and moving to a net surplus position over time, the cost of the pandemic means this goal will be achieved later than planned, but using the current base case planning scenario the structural deficit is reduced over time to become a surplus by 2024/25

TABLE 4 - Summary Position

SUMMARY POSITION							
£'000	Actual 2019-20	Budget 2020-21	Forecast 2020-21	Provisional budget 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Gross Income	1,117,019	1,078,610	1,055,956	1,077,425	1,141,370	1,177,495	1,206,739
Less NI	(267,697)	(271,800)	(336,902)	(277,236)	(282,781)	(288,436)	(295,916)
Less Reserve Fund Interest	(7,308)	(6,187)	(6,411)	(9,860)	(7,200)	(3,937)	(3,601)
Operating Income	842,014	800,623	712,643	790,329	851,389	885,122	907,222
Expenditure	1,089,968	1,115,146	1,236,372	1,161,252	1,159,365	1,185,916	1,212,971
Less NI	(251,466)	(257,139)	(323,156)	(263,034)	(270,150)	(277,468)	(284,134)
Operating Expenditure	838,502	858,007	923,015	898,218	889,216	908,448	928,837
Operating Surplus (Deficit)	3,512	(57,384)	(200,572)	(107,889)	(37,827)	(23,326)	(21,615)
NI (Deficit) / Surplus	16,231	14,661	13,745	14,202	12,630	10,968	11,781
Net Capital Financing	(5,994)	(31,505)	8,822	(34,842)	(20,939)	(143)	24,065
Structural Surplus (Deficit)	13,749	(74,228)	(178,005)	(128,529)	(46,136)	(12,501)	14,231
Estimated returns held in the reserves	59,801	57,112	51,927	48,751	48,807	50,395	53,118
Reserve Fund Interest	7,308	6,187	6,411	9,860	7,200	3,937	3,601
Overall Net Surplus/(Deficit) after interest	80,858	(10,929)	(119,667)	(69,918)	9,871	41,831	70,950



7. 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 2021/22 on capital projects is circa £81.2m. The income to the Capital fund from loan charges and capital receipts is estimated at circa £68m. This annual funding deficit is a key driver in the need for an amended approach to capital financing, detailed below.

Table 5 presents the projected combined Capital Programme but, in common with the approach taken in recent budgets, forecast for a more realistic annual expenditure position reflecting on scheme by scheme and trend analysis. The previous approach to the capital programme is not affordable or sustainable.

The Capital Financing Reserve funding approach will be underpinned by longer term Strategic Infrastructure Needs Analysis and improved asset management information gathering to ensure that the programme reflects a properly prioritised approach to maintain the asset base.

7.1. Capital Financing and Loan Charges

This budget proposes a change to the means by which General revenue income is allocated to fund capital. The current method, loans charges, is a means to transfer general revenue to the Capital account to repay internal loans made from that account to fund Capital Schemes.

The mechanism is designed to ensure that any loan funding taken to fund the Capital account is provided for by means of repayment from general revenue. It is considered that for capital investments where repayments are due to be made from outside of general revenue this remains an appropriate mechanism to ensure repayment.

However, the nature of the loan charge means that future capital financing charges to General Revenue are determined by what has been spent previously rather than assessed future need, it is also considered that the system of loan charges is now relatively opaque and can be difficult to understand.

As part of this process all outstanding loan accounts that are due to be repaid from general revenue will be settled at the 31st March 2021 and the repayment period under the Loans Act will be amended to expire at that date. Repayment would be made by internal transfer from the equivalent asset held in the CLF.

Treasury will setup a Capital Financing Reserve to fund capital projects that would have been funded via loan charges repaid from General Revenue in the past, this is the vast majority of Government's capital spend. This fund will be seeded from the residual balance of cash in the Consolidated Loans Fund and the Hospital Estates Development Fund (which will be no longer required as the hospital loan will have been repaid).

It is intended that the creation of this reserve will provide clarity over the funds available for capital spending and the actual level of general revenue voted to fund that spend.

It is proposed that £25m is transferred from revenue to the Capital Financing Reserve for the 2021/22 financial year.

Manx National Heritage and Manx Utilities Authority electricity and sewerage schemes are 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 was the case for the revenue funded Government Departments and revenue funded Statutory Boards. There is no proposed change to how either of these capital programmes are financed and accounted for and so will remain within the CLF.



It is intended that the creation of this reserve will provide clarity over the funds available for capital spending and the actual level of general revenue voted to fund that spend. A projection of the new capital account, including the new Capital Financing Reserve is shown below as part of Table 5

TABLE 5 - Projected Combined Capital Account

CONSOLIDATED LOANS FUND OPERATING ACCOUNT (PROJECTED)							
£'000	Actual 2019-20	Budget 2020-21	Forecast 2020-21	Provisional Budgets 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Income							
Loan Charges	44,919	47,642	49,541	1,196	1,221	1,192	1,192
MUA	15,969	16,381	16,381	17,783	18,618	18,615	18,615
Housing Reserves Fund	4,253	1,900	1,900	1,900	1,900	1,900	1,900
Capital Receipts	513	1,000	1,000	50	50	50	50
Total Income	65,654	66,923	68,822	20,929	21,789	21,757	21,757
Expenditure							
Capital Programme	71,648	98,428	60,000	19,221	23,965	18,600	6,142
Total Expenditure	71,648	98,428	60,000	19,221	23,965	18,600	6,142
Capital Fund Brought Forward	62,785	47,584	56,791	85,613	14,591	12,415	15,572
Surplus/(deficit)	(5,994)	(31,505)	8,822	1,708	(2,176)	3,157	15,615
Transfer to Capital Finance Reserve				(72,730)			
Transfer from Operating Account		20,000	20,000				
Capital Fund Carried Forward	56,791	36,079	85,613	14,591	12,415	15,572	31,187

CAPITAL FINANCING RESERVE (PROJECTED)							
£'000	Actual 2019-20	Budget 2020-21	Forecast 2020-21	Provisional Budgets 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Income							
Capital Financing transfer				25,000	45,000	55,000	65,000
Capital Receipts				450	450	450	450
Total Income	0	0	0	25,450	45,450	55,450	65,450
Expenditure							
Capital Programme				62,000	64,213	58,750	57,000
Total Expenditure	0	0	0	62,000	64,213	58,750	57,000
Capital Financing Reserve B/F	0	0	0	0	63,213	44,450	41,150
Surplus/(deficit)				(36,550)	(18,763)	(3,300)	8,450
Transfer from CLF				72,730			
Transfer from HEDF				27,033			
Capital Financing Reserve C/F	0	0	0	63,213	44,450	41,150	49,600



TABLE 5 - Projected Combined Capital Account (continued)

TOTAL CAPITAL PROGRAMME (PROJECTED)							
£'000 (Projections)	Actual 2019-20	Budget 2020-21	Forecast 2020-21	Provisional Budgets 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Consolidated Loans Fund Operating Acc	56,791	36,079	85,613	14,591	12,415	15,572	31,187
Capital Financing Reserve	0	0	0	63,213	44,450	41,150	49,600
Total Capital Programme	56,791	36,079	85,613	77,804	56,865	56,722	80,787

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	Actual 2019-20	Budget 2020-21	Forecast 2020-21	Provisional Budgets 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
National Insurance Fund	884.8	924.8	856.9	898.8	941.3	983.7	1,028.3
Public Service Employees Pension Reserve	82.2	53.3	53.3	15.5	-	-	-
Reserve Fund	373.1	346.5	306.7	272.8	288.6	305.2	324.2
Other Reserves & Cash	471.3	415.1	384.5	329.5	288.3	271.7	280.8
Estimated Value	1,811.4	1,739.7	1,601.4	1,516.6	1,518.2	1,560.6	1,633.1

Notes

- 1) External fund balances are presented here at projected 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.



8. REVENUE – INCOME

8.1. 2020-21 Performance – Treasury Income

TABLE 7 - 2020-21 Year End Forecast (Treasury Income)

2020-21 Budget Against Probable					
£ '000	Budget 2020-21	Transfers	Revised Budget	Probable 2020-21	Variance
INCOME					
Customs & Excise	391,935		391,935	346,303	(45,632)
Income & Other Taxes	246,135		246,135	222,950	(23,185)
NI Operating Account	271,800		271,800	336,902	65,102
Other Treasury Income	6,187		6,187	6,411	224
Total Treasury Income (positive)/(negative)	916,057	-	916,057	912,566	(3,491)

There remains a significant level of uncertainty for Treasury income this year. As explained in 7.3 the outcome position for shared VAT will be determined after the year end. The Treasury is confident in the Island's economic recovery from the pandemic this year but for reasons of prudence is currently forecasting Customs and Excise income at c. £45 million below budget levels. This includes non-shared duties which are expected to be significantly below budget levels this year.

Direct taxation receipts (Income Tax) are forecast to be below budget this year given the pressure on personal incomes experienced during and subsequent to lockdown

NI income includes a drawdown from the NI reserve, as detailed in table 16.

8.2. 2021-22 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	Probable	Budget	Indicative financial plan		
	2020-21	2020-21	2021-22	2022-23	2022-23	2023-24
INCOME						
Customs & Excise	391,935	346,303	409,009	427,693	446,068	459,450
Income & Other Taxes	246,135	222,950	226,762	252,609	264,423	269,711
NI Operating Account	271,800	336,902	277,236	282,781	288,436	295,916
Other Treasury Income	6,187	6,411	9,860	7,200	3,937	3,601
Total Treasury Income	916,057	912,566	922,867	970,283	1,002,864	1,028,678

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.



2021-22 Budget proposals

8.3. 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 focal 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 5 years to determine as accurately as possible the amount of VAT that is incurred by Island residents and businesses. The most recent year used for indexation was 2018-19. Under the FERSA it was agreed that a provisional indexation of 4.35% for VAT and 1.58% for other duties and SDIL would be used to account for inflation and growth in the economy for 5 years up to and including 2023-24; however, this indexation will be reviewed and adjusted after the next survey is carried out in 2023-24. 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 VAT budget for the years 2019-20 to 2023-24 has been based on a growth level of 3.35%.

The impact of the COVID19 pandemic on the FERSA will be reviewed in 2021-22, and it is possible that the results of this review will affect the revenue the Island receives under the Agreement.

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 and 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.



8.4. Income Tax

TABLE 9 – Tax Rates and Allowances

TAXATION RATES AND ALLOWANCES			
INDIVIDUAL TAX	2021/22	2020/21	2019/20
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	£14,250	£14,000
Jointly Assessed Couples	£28,500	£28,500	£28,000
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	2021/22	2020/21	2019/20
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 2021-22 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 remain at £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%.

Individuals will continue to have the option to make a Tax Cap election for a five or ten year period. The maximum income tax liability for an individual will remain at £200,000 and £400,000 for a jointly assessed couple.

For any existing five year Tax Cap elections made prior to the 2020/21 tax year, the amount charged for each year is the value of the Tax Cap applicable in the first tax year covered by the election.



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 2018-19

During the financial year 2018-19, 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 2018-19

Deduction Type	Number of Claims	Total Amount Claimed (£ million)	Average Relief per Claim (£)	Cost of Tax Relief (£ million)
Mortgage Interest	11,137	27.04	215	2.39
Loan Interest	10,420	10.70	89	0.93
Charitable deed of covenant	286	0.43	140	0.04
Charitable giving	2,248	2.92	107	0.24
Private medical insurance	791	1.55	190	0.15
Nursing Expenses	369	3.61	352	0.13

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 2021-22 tax year will remain at the current rates of 11% for employees and 12.8% for employers, and the employees' additional rate will continue to be 1% for earnings over the Upper Earnings Limit, which will remain at £823 per week.

The Lower Earnings Limit (LEL) is currently £120 per week. However, in view of the COVID-19 Pandemic during 2020 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 remain at £138 per week.



Self-Employed Contributors

For the 2021-22 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 remain at £138 per week (Lower Profits Limit). The Upper Profits Limit for Class 4 NIC will remain at £823 per week and any profits over this amount will continue to be charged at 1%.

From April 2021 Class 2 NIC will remain at £5.40 per week for self-employed and £6.70 per week for share-fisherman. 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 2021, this level will continue to be £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 2021-22 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.

8.5. 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. Clearly given the measures required to control the impact of Covid19 some Departmental income streams are likely to continue to at lower than previously predicted levels for some time.

8.6. 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.

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



9. REVENUE – EXPENDITURE

TABLE 12 - Revenue Net Expenditure Targets by Department

2021-22 NET REVENUE BUDGETS BY DEPARTMENT			
Department	Gross Income	Gross Expenditure	Net Expenditure
Enterprise	23,390	22,615	(775)
Education, Sport & Culture	11,514	120,050	108,536
Environment, Food & Agriculture	4,075	21,041	16,966
Health & Social Care	40,415	272,933	232,518
Home Affairs	1,319	36,400	35,081
Infrastructure	54,795	103,449	48,654
Treasury	918,470	401,336	(517,134)
Cabinet Office	1,374	36,227	34,853
Executive Government	3,223	14,646	11,423
Statutory Boards	26,751	25,929	(822)
Legislature	10	5,491	5,481
Employees Pension Contributions	32,389	32,389	-
Transfer to Capital Financing Reserve	-	25,000	25,000
TOTAL	1,117,725	1,117,506	(219)

Notes

1. Gross income and expenditure figures for 2021-22 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.
4. The transfer to the Capital Financing Reserve replaces loan charges as the core means to fund Capital



9.1. 2020-21 Performance – Departmental Income

Table 13 provides a summary of the 2020-21 probable figures.

The main adverse variances are in the Departments for Infrastructure (DoI) and Health and Social care (DHSC). In the DoI income is reduced in most divisions. Transport Services and the Airport have been severely affected as a result of Covid-19. Also noteworthy are reductions in Public Estates & Housing commercial rents income forecast.

The DHSC has seen a reduction in income at Nobles Hospital due to the delay in the reopening of the Private Patients Unit and in Primary Care from the loss of dental fee income due to restricted activity because of Covid-19. Employee cost overspends are expected due to high vacancy factors, the use of agency staff in unscheduled care and increases in Mental Health costs in the UK.

TABLE 13 – 2020-21 Expenditure - Budget versus Probable

EXPENDITURE - 2020-21 BUDGET VERSUS PROBABLE					
£000	Budget 2020-21	Transfers	Revised Budget	Probable 2020-21	Variance
Government Departments					
Cabinet Office	33,501	(147)	33,355	33,111	244
Enterprise	1,661	(194)	1,467	(87)	1,554
Education, Sport & Culture	110,087	4,100	114,187	113,168	1,019
Environment, Food & Agriculture	17,130	(62)	17,068	17,443	(375)
Health & Social Care	226,790	(868)	225,922	230,917	(4,995)
Home Affairs	38,216	(171)	38,045	37,793	252
Infrastructure	73,551	(4,808)	68,743	79,581	(10,838)
Treasury	394,727	(5,614)	389,112	389,472	(360)
Sub-Total	895,663	(7,764)	887,899	901,398	(13,499)
Other Bodies					
Executive Government	11,325	-	11,325	11,628	303
Statutory Boards	(83)	-	(83)	59	(142)
Sub-Total	11,242	-	11,242	11,687	161
Legislature	4,944	-	4,944	4,844	100
TOTAL VOTED SERVICES	911,849	(7,764)	904,085	917,929	(13,338)
SURPLUS (Income over expenditure)	11,980	(7,764)	11,971	(74,222)	(86,193)

9.2. 2021-2022 Budget

Overview

Government's total expenditure after the use of reserves for 2021-22 is budgeted to be £1.078 billion and is analysed in detail by each Department at Appendix 4. In overall terms, this gives a net expenditure surplus of £0.2 million indicating that no transfer from the General Reserve will be required for revenue purposes, other than the utilisation of £6 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. Where income reductions were requested by Departments, estimates of consequent variable cost reductions were made and considered as part of the budget setting process.

Those bids recommended for inclusion by the Treasury are incorporated into the three year illustrative projection to illustrate longer term 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 2021-22 budget is new funding of £15.5 million for the Department of Health and Social Care. Some of this budget has been provided to help support the establishment of Manx Care. £8m has been included to fund a legacy pay budget shortfall, some of which was supported in additional funding granted via the Purple Book, to help ensure Manx Care does not begin in effectively a deficit position.

The inclusion of £5 million for the Department of Infrastructure has been approved mainly to reduce income targets potentially unachievable due to the ongoing border and travel restrictions. £1 million (including £500k previously awarded as a grant to MUA) has been transferred to the newly created Flood and Coastal Protection Division.

Bids totalling £1.4 million from the Cabinet Office have been included to allow the Department to continue to support the Island's management of Climate Change and associated initiatives as well as the establishment of a Business Change team to deliver high value or complex ICT projects.

The Department for Enterprise's budget has been amended to reflect the cancellation of TT 2021 and expected income reductions for most of its divisions, including registries and motorsport. The overall net impact of these changes on the Department budget was nil.

9.3. Pay Costs

There has been a change to the Government wide policy for pay budgets. Over the past few years, pay budgets have been increased by 2%, with pay awards over this amount expected to be funded from within budgets given. To recognise the financial position of Government, pay budgets have been increased by 1% this year and in the indicative financial plan.

Table 14A - Pay Reconciliation

This table details how the agreed 2020-21 budget has been adjusted to arrive at the employee costs reflected in the 2021-22 budget.

PAY RECONCILIATION								
£ '000	Note	Basic	Overtime	National Insurance	Other Payroll Costs	Sub-Total Employee Costs	Pension	Total Including Pension
2020-21 Agreed Budget		293,240	8,559	31,910	22,541	356,250	43,509	399,759
Approved Adjustments	1	3,747	688	224	(2,974)	1,685	974	2,659
Pay Award Uplift	2	2,684	-	498	7	3,189	543	3,732
Approved Bids	3	14,759	-	-	-	14,759	0	14,759
Budget 2021-22		314,430	9,247	32,632	19,574	375,883	45,026	420,909



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 1% uplift is in line with the Treasury's current pay budget increase policy.
3. 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	2021-22	2022-23	2023-24
Department								
Enterprise	8,004	205	898	986	341	10,434	10,532	10,632
Education, Sport & Culture	67,245	282	6,629	10,232	1,513	85,901	86,967	87,819
Environment, Food & Agriculture	7,417	79	732	1,018	294	9,540	9,631	9,732
Health & Social Care	2,547	6	102	136	6	2,797	2,808	2,836
Manx Care	122,778	4,711	13,496	17,720	10,206	168,911	170,183	171,713
Home Affairs	22,835	982	2,246	3,191	2,388	31,642	31,927	32,212
Infrastructure	30,414	2,759	3,238	4,839	1,834	43,084	43,459	43,848
Treasury	17,630	101	1,472	2,144	231	21,578	22,153	22,129
Cabinet Office	16,240	96	1,721	2,079	1,139	21,275	21,540	21,810
Executive Government								
Industrial Relations	295		19	27	2	343	303	265
Veterans' Welfare Society	68	2	7	10	8	95	95	96
Information Commissioner	324		22	28	10	384	388	391
General Registry	3,116	10	331	451	192	4,100	4,141	4,181
Attorney General's Chambers	4,441		465	606	43	5,555	5,609	5,665
Other Boards								
Communications Commission	664		42	58	9	773	781	789
Financial Services Authority	4,945		558	692	264	6,459	6,681	6,749
Gambling Supervision Commission	1,431	2	106	137	52	1,728	2,025	2,135
Financial Intelligence Unit	601		51	55	62	769	776	783
Public Sector Pension Authority	756	5	72	128	15	976	985	995
Legislature	2,679	7	425	489	965	4,565	4,607	4,651
TOTAL	314,430	9,247	32,632	45,026	19,574	420,909	425,591	429,422

9.4. 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 £41 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						
£ million	Actual 2019-20	Budget 2020-21	Provisional Budget 2021-22	Indicative financial plan		
				2022-23	2023-24	2024-25
Pension Costs	100	109	112	114	119	124
Less Employee Contributions	(31)	(31)	(32)	(33)	(34)	(34)
Less Department Contributions	(38)	(41)	(45)	(45)	(46)	(46)
PSPA Administration Costs	1	1	1	1	2	2
PSEPR Budgeted Drawdown	(32)	(38)	(36)	(13)	0	0
Revenue liability	0	0	0	24	41	46
PSEPR Balance (Est Value) B/F	110	82	48	13	0	0
Investment Income	6	4	1	0	0	0
PSEPR Budgeted Drawdown	(34)	(38)	(36)	(13)	0	0
PSEPR Balance (Est Value) C/F	82	48	13	0	0	0

9.5. 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 2019-20	Budget 2020-21	Forecast 2020-21	Provisional Budgets 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Income							
NI Contributions	221.2	218.0	215.6	223.4	229.0	234.7	240.6
Agency Income	46.5	53.8	50.5	53.8	53.8	53.7	55.3
Transfer in - NI External Reserve Fund	-	-	70.8	-	-	-	-
	267.7	271.8	336.9	277.2	282.8	288.4	295.9
Expenditure							
NI Funded Welfare Payments	207.1	216.1	211.6	220.6	226.1	231.7	237.7
Salary Support Scheme	-	-	61.3	-	-	-	-
MERA	-	-	9.5	-	-	-	-
Administration Costs	3.5	2.1	1.9	2.1	2.1	2.1	2.1
NHS Allocation (DHSC)	40.9	38.9	38.9	40.3	41.9	43.6	44.4
	251.5	257.1	323.2	263.0	270.1	277.4	284.2
NI Operating Acc Surplus/(Deficit)	16.2	14.7	13.7	14.2	12.7	11.0	11.7
NI Fund (est Value) B/F	831.7	881.5	884.8	856.8	898.8	941.3	983.6
Investment Income	36.9	28.8	29.1	27.8	29.9	31.3	32.8
Withdrawal re COVID Schemes	-	-	(70.8)	-	-	-	-
NI Operating Account Surplus	16.2	14.7	13.7	14.2	12.6	11.0	11.7
NI Fund (est Value) C/F	884.8	925.0	856.8	898.8	941.3	983.6	1,028.1

Current year expenditure from the National Insurance fund is significantly higher than budget, mainly due to £61.3m for Salary Support and £9.5m MERA Schemes, including a forecast of cost to 31/1/2021

Revenue funded benefits are forecast to be approximately £5m higher than budget this year, with most of this overspend occurring due to Jobseekers Allowance and a smaller proportion due to Disability Living Allowance, with a small offset by an underspend in the Employed Persons Allowance. Such variances once again highlight the impact that the pandemic has had upon job markets and the economy.



The 2021 annual uprating of benefits will result in increased spend on NI funded benefits by 1.7% overall, the largest increase of which relates to Retirement Pension of 2.0% and the Nursing Care Contribution Scheme of 15.6%.

National Insurance income for 2021-22 is in line with the 2020-21 forecast despite the impact of the pandemic, this is predicated on an assumption that there is no permanent scarring to the economy as a result of the pandemic.

9.6. Non-pay costs

Non-pay budgets have remained broadly 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 0.7% (as at December 2020).

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.

9.7. 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 increased to £11m for 2021/22 as a prudent financial measure mainly to allow for sufficient funds to be available due to the ongoing uncertainty surrounding Covid-19. Treasury will continue to exercise close scrutiny of any calls on this contingency funding.

In addition to the revenue contingency budget, there is £65m held in the Contingency Fund to cover revenue contingency requirements over and above what can be covered by the account. Within this figure is a ring-fenced amount for expenses incurred as a response to Covid-19. Treasury projects that up to £53m of this fund will be used in 2020/21, leaving approx. £12m carried forward into the new budget. For the purposes of the budget we estimate £15m of this will be drawdown next year but there is significant uncertainty over this amount. During 2021/22 Treasury have requested a further top up to contingency of £10m bringing the estimated closing balance to be carried forward into 2022/23 as £8m.

There is also a Capital Projects Contingency Budget included in the Capital Programme which is proposed to increase to £6 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.



9.8. Grants Payable

The following grants will be made by Government in 2021-22:

TABLE 17 – Grants Payable 2021-22

GRANTS PAYABLE					
£000	2020-21	2021-22			Total Budget
	Total Budget	Treasury Grants	Other Grants	Lottery Duty	
MUA - Flood Defences	500	-			-
Financial Services Authority	3,543	4,035			4,035
Manx Radio (Subvention)	1,079	1,079			1,079
Laxey Glen Mills	116	166			166
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 National Heritage	4,638	4,592			4,592
	14,596	9,972	3,220	1,400	14,592

Manx Museum & National Trust

Continuing from the 2020/21 budget, the Manx Museum and National Trust (Manx National Heritage) is funded via a grant.

Other Grants

The subvention to Manx Radio has remained static, however an extra £200k provision was made for Manx Radio as part of the Purple Book, to be drawn if required in respect of the effects of the pandemic.

Laxey Glen Mills receive a grant of £41k per annum. In the 2020-21 budget cycle they were awarded 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 was to finance a strategic review of the Mills to ensure they continue to be fit for purpose in the future and this is the second year of that grant. In addition due to a poor harvest and the impact of Covid-19 in 2020, one off additional support of up to £50,000 will be made available to the company pending the completion of the strategic review.

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).



10. THE CAPITAL PROGRAMME

10.1. 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), those that are funded by the Consolidated Loans Fund (CLF) (e.g. the Manx Utilities Authority), and those that are to be funded by a new, simpler Capital Financing Reserve. The Capital Financing Reserve will provide an alternative means to finance capital transactions through the Capital Transactions Account

This new approach will see the CLF used only where there is borrowing or entities outside of central Government. The CLF is supported by the repayment of loan charges and also includes an element of interest which for 2021/22 will remain at 2%.

The Capital Financing Reserve (and CLF where applicable) will also receive income from the sale of assets which are known as Capital Receipts.

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. As part of the bids process for 2021/22 Departments were asked to only submit critical bids. This was based upon both affordability and deliverability due to the impacts of the COVID-19 pandemic and the year on year increase in the programme as a result of under-delivery from previous years.

10.2. 2020/21 Performance

The early stages of the current 2020/21 year looked like there would be little to no project delivery with closures to construction sites, restrictions to access to work and travel and significant supply chain issues. The interim Purple Book budget refreshed the financial position as at July

Clearly there have been knock on effects to many projects and the availability of labour, specialist support and supply chain issues continues to be a challenge. Despite this the Isle of Man Ferry Terminal in Liverpool has seen significant progress and work is progressing well with the Older Persons Residential Resource Unit at Summerhill.

As expected actual spend (excluding borrowing authorities and property purchase) has typically been lower than anticipated and for 2020/21 is projected to be £65 million by the end of the financial year against a budget of almost £159million (excluding non-CLF funded expenditure). This equates to a forecast budget utilisation in 2020/21 of 41% which compares to actual performance to budget in 2019/20 of 52%. The



programme has now been updated to accommodate and carry forward this underspend and any other changes to departmental priorities.

The Treasury's £4 million Capital Contingency budget has seen less utilisation this year. As at December 2020 £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 2021/22 this budget is proposed to be increased to £6 million to reflect the fact that a number of bids were not accepted in full on the basis of affordability but did carry some risk and may need to be delivered within the financial year.

The balance of the Consolidated Loans Fund as at the 1 April 2020 stood at £62.8 million. As at the end of October 2020 Capital expenditure totalled £38.6m against an assumed 2020/21 Pink Book delivery figure of £98.5m (55%), or 30%, against the total approvals from the consolidated loans fund for the year (amounting to £152 million).

This is in line with recent years' lower capital expenditure trends averaging around £60-£70 million per annum. There are many reasons for this underspend but COVID, the volume of carried forward projects, resource issues and further delays to the Douglas Promenade refurbishment works, the Isle of Man Ferry Terminal - Liverpool and the National Sports Centre project are three of the larger issues. As per previous commentary the ever increasing programme as a result of delayed projects and carried forward schemes that has resulted in a full review of capital financing and delivery and the change in processes identified as well as focussed consideration of critical only bids for 2020/21.

10.3. 2021/22 Budget

Looking forward, the proposed Capital Programme for 2021/22 amounts to £182 million (£224 million including non-CLF funded schemes). This equates to £15m of new bids, £60m of existing schemes planned for 2021/22 and approximately £107m of carried forward schemes (which will be confirmed in the usual process at year end). This compares with £159 million approved for the current 2020/21 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 £71-92 million per annum with a forecast outturn figure of £81.2m for 2021/22.

TABLE 18 – TOTAL CAPITAL PROGRAMME FUNDING FORECAST

TOTAL CAPITAL PROGRAMME (PROJECTED)							
£'000 (Projections)	Actual 2019-20	Budget 2020-21	Forecast 2020-21	Provisional Budgets 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Consolidated Loans Fund Operating Acc	56,791	36,079	85,613	14,591	12,415	15,572	31,187
Capital Financing Reserve	0	0	0	63,213	44,450	41,150	49,600
Total Capital Programme	56,791	36,079	85,613	77,804	56,865	56,722	80,787



£81.2 million represents a realistic estimate of deliverability that will require significant effort and is a balanced position between the typical annual delivery of c.60% and a scheme by scheme review of potential delivery.

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

The majority of the Capital Programme for 2021/22 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. This year will see the addition of additional scrutiny of Capital Project delivery with an enhanced overview from the Strategic Asset and Capital Investment Committee (SACIC) and the addition of a major projects unit within the Cabinet Office.

The Department of Health and Social Care also draws significantly from the budget, and 2021/22 includes ongoing expenditure on the Older Persons Residential Resource Unit at Summerhill and investment to replace the Laboratory Information Management system which ensures that information from tests carried out is reported in a timely and effective manner to patients and clinicians.

Other larger schemes include the Fibre Optic network improvement, the commencement of a project to replace the airport fire training rig, an increase to the Climate Change adaptation fund to support planned, prioritised and rapid responses to flooding and other climate change pressures, an increase to the capital projects contingency to reflect the unpredictability experienced recently and the replacement of a range of emergency services vehicles and equipment.

The following Table 19 shows the proposed total capital cost for all capital projects incurring expenditure during 2021/22 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 2021/22 financial year once the detail has been developed. In calculating the values required in Columns 1 and 2, account is taken of cumulative approvals against cumulative spend.

The right-hand column headed Loan Sanction outlines, for those schemes funded from the Consolidated Loans Fund, the additional amount that the Department is requesting authority to spend up to (i.e. the balance required once previous approvals (granted in 2020/21 or earlier) have been deducted). Finally, the last column shows the number of years over which the loan, if any, 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.

Given the historic under-delivery the capital programme continues to be at a level which is neither affordable nor deliverable. The revised approach to capital financing and delivery and the stringent approach applied to new bids this year will help to bring the programme back to a level which is justifiable, affordable and deliverable as well as ensuring that it is more effectively prioritised to ensure that assets are appropriately and responsibly maintained. However, there remains a legacy to address. In this regard 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 - 2021-22 Capital Approvals



SCHEME	Total Expend. 2021-22 £'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	48	202	0		
Technology - Airport Management System (CPCB)	63	63	0	0		
Technology - DOI Network Migration	725	725	0	0		
Technology - Land & Deeds Registry IT System	309	309	0	0		
Technology - NUIX Solution	50	50	0	0		
Technology - Passports & Immigration System	150	150	0	0		
Technology - Smart Services	681	358	323	0		
Technology - TT Race Timing System	1,079	793	286	0		
Total CO	3,307	2,496	811	0		
Courts						
Technology - Courts Case Management System	245	245	0	0		
Total Courts	245	245	0	0		
Department of Environment, Food and Agriculture						
Ballure Slope Periodic Maintenance	31	23	8	0		
Essential Building Maintenance	550	53	497	0		
Kionslieu Discontinuance	500	0	500	0		
MCW - National Glens & Footpaths	500	138	362	0		
Mill Road Yard Development	105	105	0	0		
Public Analyst Lab - Equipment Replacement	132	70	62	0		
Wildlife Park - Redevelopment	0	0	0	0		
Total DEFA	1,818	388	1,430	0		
Department for Education, Sport and Culture						
Ballakermeen Special Needs and Science	0	0	0	0		
Castle Rushen High School	0	0	0	0		
Castle Rushen High School (Fields)	1,764	0	1,764	0		
Castletown Youth and Community Centre	0	0	0	0		
Covered Play and Teaching Areas	100	100	0	0		
DDA Works to Department Sites	900	900	0	0		
Fire Certification Work to Schools	0	0	0	0		
Management of Hazardous Materials	0	0	0	0		
MCW - National Sports Centre	150	150	0	0		
MCW - Regional Pools	571	291	280	0		
National Sports Centre - Floodlight Stands	0	0	0	0		
National Sports Centre - Pool Hall	861	861	0	0		
Onchan Primary School	0	0	0	0		
QEII Science & Technology and Sixth Form	413	413	0	0		
Ramsey Grammar Arts/Performance	0	0	0	0		
School Security	376	376	0	0		
Scoil Yn Jubilee	0	0	0	0		
Southern Swimming Pool	0	0	0	0		
St Mary's Extension Scheme	0	0	0	0		
St Ninians Key Stage 4	0	0	0	0		
St Ninian's Lower School, Bemahague	0	0	0	0		
UCM - Construction Craft & Engineering	0	0	0	0		
UCM - Higher Education Expansion	0	0	0	0		
UCM - Nunnery Relocation	0	0	0	0		
UCM Hub	0	0	0	0		
Villa - Gaiety - Light and Sound	0	0	0	0		
Willaston School Extension	0	0	0	0		



SCHEME	Total Expend. 2021-22 £'000	Breakdown by Approval Type				C5 Years
		Tynwald Approved C1 £'000	To be Approved C2 £'000	Future Approvals C3 £'000	Loan Sanction C4 £'000	
Total DESC	5,135	3,091	2,044	0		
Department for Enterprise						
5AMLD Response	500	500	0	0		
Fibre Optic Network	2,394	687	1,707	0		
IOMAR ARDIS Systeem Development	0	0	0	0		
National Archive & Library	0	0	0	0		
PRO - Archive Capability	170	170	0	0		
Technology - PRO Digital Archive	690	100	590	0		
TT Grandstand Development	114	114	0	0		
Total DfE	3,868	1,571	2,297	0		
Department of Home Affairs						
Communications Development Programme	923	630	293	0		
Equipment Replacement - Fire & Rescue	141	17	124	0		
Equipment Replacement - Police	144	32	112	0		
FCU Accommodation Tromode	0	0	0	0		
Fire Station - Port Erin	0	0	0	0		
Fire Station - Ramsey	0	0	0	0		
Firing Range	0	0	0	0		
LED Lighting System	0	0	0	0		
Malew Fire & Ambulance Station	1	1	0	0		
NEW - TETRA	0	0	0	0		
NEW - Western Blue Light Hub	0	0	0	0		
New Emergency Services HQ	378	378	0	0		
Police HQ Custody Block	0	0	0	0		
Police HQ Redevelopment	0	0	0	0		
Prison Minor Capital Works	282	32	250	0		
Rehabilitation and Resettlement Unit	0	0	0	0		
Sexual Assault Referral Center	125	125	0	0		
TETRA	2	2	0	0		
Total DfA	1,996	1,217	779	0		
Department of Health and Social Care						
Acute Adult Psychiatric In-Patient Facility (Gedden Reesht)	1,953	1,953	0	0		
Day Care Services - Eastcliffe	407	407	0	0		
DHSC Strategic Development Fund	551	301	250	0		
Endoscopy	0	0	0	0		
GP Surgery Development - North West	0	0	0	0		
GP Surgery Development - Onchan	0	0	0	0		
GP Surgery Development - Palatine	0	0	0	0		
GP Surgery Development - Peel	397	397	0	0		
Learning Disabilities - Purchase of Residential Facility	630	630	0	0		
Learning Disabilities - Radcliffe Villas	500	500	0	0		
Learning Disabilities - Residential Unit	0	0	0	0		
MCW - Asset Replacement Scheme	1,803	803	1,000	0		
Medical Staff - Residential Accommodation	0	0	0	0		
New Ambulance HQ	0	0	0	0		
Older Persons RRU - North	392	317	75	0		
Older Persons RRU - Summerhill	6,168	6,168	0	0		
Purchase of Salisbury Street Nursing Home	0	0	0	0		
Radiology Equipment Replacement	599	99	500	0		



SCHEME	Total Expend. 2021-22 £'000	Breakdown by Approval Type				C5 Years
		Tynwald Approved C1 £'000	To be Approved C2 £'000	Future Approvals C3 £'000	Loan Sanction C4 £'000	
Redevelopment of Emergency Department, Noble's Hospital	300	300	0	0		
Redevelopment of Grianagh Court	1,320	1,320	0	0		
Replacement for Mooragh View	0	0	0	0		
Replacement Laboratory Information Management System, Pathology, Noble's Hospital	1,770	0	1,770	0		
Upgrade to Ward 20 Isolation Unit, Noble's Hospital	200	200	0	0		
Total DHSC	16,990	13,396	3,594	0		
Department of Infrastructure						
A5 Road Reconstruction	742	742	0	0		
Active Travel	1,519	1,438	81	0		
Air Traffic Control Simulator	0	0	0	0		
Airfield Drainage	584	0	584	0		
Airport Fire Station - Constructon	0	0	0	0		
Airport Fire Station - Design	200	200	0	0		
Airport Ground Services Refurbishment	7,076	5,472	1,604	0		
Airport Training Rig	2,200	0	2,200	0		
Ambulance Fleet Replacement	498	0	498	0		
Climate Change Adaption	9,250	3,000	6,250	0		
Coastal Footpath	0	0	0	0		
Coastal Protection (Revetments)	0	0	0	0		
DDA - Public Buildings	256	256	0	0		
DHA Vehicle Acquisition	2,046	1,864	182	0		
Douglas Harbour Strategy - A Cruise Berth Victoria Pier	200	200	0	0		
Douglas Harbour Strategy - D King Edward VIII Pier Upgrade	250	0	250	0		
Douglas Harbour Strategy - G Tanker/Oil/Cement Berth Upgrade	0	0	0	0		
Douglas Promenade	4,416	4,416	(0)	0		
Douglas Promenade Walkway	1,935	1,935	0	0		
East Quay Peel	2,468	2,463	6	0		
Flood Mitigation Douglas and Laxey	0	0	0	0		
Flood Prevention	0	0	0	0		
Heritage Rail - Prom Horse Tram	1,200	0	0	1,200		
Heritage Rail Budget	3,031	740	2,291	0		
Heritage Trail Improvements	933	0	933	0		
House Purchase Assistance Scheme	500	500	0	0		
Integrated Communication Control System	175	175	0	0		
IOM Ferry Terminal – Liverpool*	19,888	19,888	(0)	0		
Jurby Development Initiative	1,633	875	758	0		
Laxey Embankment	0	0	0	0		
MCW - Heritage Rail & Public Transport	500	0	500	0		
MCW - DfE.	276	156	120	0		
MCW - DHA.	401	141	260	0		
MCW - DHSC	1,103	0	1,103	0		
MCW - Education and Children	2,759	0	2,759	0		
MCW - Government Estate	1,471	571	900	0		
MCW - Nobles Hospital (Compliance)	775	375	400	0		
MCW - Nobles Hospital (Plant & Machinery)	1,094	894	200	0		
MCW - Villa/Gaiety.	451	251	200	0		
MCW - Wildlife Park.	196	96	100	0		
Peel Marina Works - Dredging	743	743	0	0		



SCHEME	Total Expend. 2021-22 £'000	Breakdown by Approval Type				C5 Years
		Tynwald Approved C1 £'000	To be Approved C2 £'000	Future Approvals C3 £'000	Loan Sanction C4 £'000	
		Plant & Vehicle Replacement	6,896	3,696	3,200	
Public Transport - Bus Fleet Replacement	0	0	0	0		
Public Transport - Banks Circus Road Renewal	133	133	0	0		
Pulrose River Bridge	3,698	1,521	2,177	0		
Quarry Plant Replacement	826	826	0	0		
Raggatt Landfill	331	331	0	0		
Ramsey District Cottage Hospital	330	0	330	0		
Refurbishment of Michael Street Peel Regeneration - Douglas (Castle/Duke/Regent/Granville/Church/Howard and Senna)	0	0	0	0		
1,720	809	911	0			
Replacement of Airport Major Foam/Crash Tenders	0	0	0	0		
Residential Road Refurbishment	792	148	644	0		
RNLI site	0	0	0	0		
Runway Instrument Landing System	853	853	0	0		
Runway Visual Range Measurement	100	100	0	0		
Secondary Waste Incinerator	200	0	200	0		
Site Feasibility Studies	100	50	50	0		
Special Waste Landfill Facility	1,629	1,629	0	0		
Strategic Highway Refurbishment	4,692	881	3,811	0		
Strategic Structural Maintenance	2,144	0	2,144	0		
Vehicle Test Centre Relocation	2,155	1,910	245	0		
West Quay Ramsey	1,515	315	1,200	0		
Wrights Pit	307	307	0	0		
Total DOI	99,190	60,900	37,090	1,200		
Schemes Funded from Housing Reserve						
MCW - Housing Planned Works	2,947	0	2,947	0		
DOI - HR Total	2,947	0	2,947	0		
Total DOI & DOI - HR	102,137	60,900	40,037	1,200		
Financial Intelligence Unit						
Computer System	228	228	0	0		
FIU Total	228	228	0	0		
Financial Services Authority						
FSA Infrastructure Costs	22	22	0	0		
Technology - FSA New System	49	49	0	0		
FSA Total	71	71	0	0		
Gambling Supervision Commission						
Technology - GSC New System	410	410	0	0		
GSC Total	410	410	0	0		
Manx Radio						
Broadcasting House Refurbishment	969	0	0	969		
MCW - Broadcasting House Maintenance	343	193	150	0		
Manx Radio Total	1,312	193	150	969		
Manx National Heritage						
MCW - Gallery Redisplay	506	316	190	0	10	
MCW - MNH	370	185	185	0	10	
MNH Total	876	501	375	0	675	
Manx Utilities Authority						



SCHEME	Total Expend. 2021-22 £'000	Breakdown by Approval Type				C5 Years
		Tynwald Approved C1 £'000	To be Approved C2 £'000	Future Approvals C3 £'000	Loan Sanction C4 £'000	
Advanced Metering Conversion	2,500	0	2,500	0		10
Combined Cycle Gas Turbine	880	0	880	0		5
Electricity Network Refurbishment	1,250	0	1,250	0		20
MCW - MUA	3,086	0	3,086	0		10
Refurbishment of Local Sewage Treatment Works	1,650	0	1,650	0		30
Regional Sewage Treatment Works for Peel, Laxey and Baldrine	8,100	8,100	0	0		30
Regional Sewerage Strategy 1	0	0	0	0		
Sewer Flood Alleviation	250	250	0	0		20
Sewers Network Refurbishment	1,000	0	1,000	0		20
MUA Total	18,716	8,350	10,366	0	16,546	
Treasury						
Capital Projects Contingency Fund	6,000	0	6,000	0		
Climate Change Mitigation Initiatives	10,000	5,000	5,000	0		
Development Agency Establishment	0	0	0	0		
Technology - Operational Change Programme	9,273	9,273	0	0		
Treasury Total	25,273	14,273	11,000	0	0	
SUBTOTALS	182,382	107,330	72,883	2,169	17,221	

*Expenditure on the IoM Ferry Terminal – Liverpool project is subject to review



10.4. The 5 year Capital Programme

The 5 year capital programme carries the legacy of too many projects, under-delivery and the use of the capital programme in the Pink Book as a marker for likely projects to come forward in future years. This distorts the long term vision for affordability and prioritisation and is a significant driver in the move to a longer term Strategic Infrastructure Needs Analysis approach which will be developed this financial year.

In the interim period whilst the new approach establishes an accurate, prioritised and deliverable programme the programme remains excessive and unaffordable if delivered in full. To provide a realistic forecast an assessment of probable spend has been considered and compared against traditional historic delivery percentages. Whilst the five year programme stands at £438m the delivered sum is anticipated to be significantly less in the period.

This more accurate assessment reflects the current capacity of Government and local industry to deliver 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. Inclusion of an amount within the future years of the Capital programme does not indicate that funding has been agreed for that particular year, as annual budgets are approved.

The Treasury intends to complete a thorough review of the current capital programme to ensure it meets the requirements identified by the Strategic Infrastructure Needs Analysis.

TABLE 20 - Capital Account Summary

CAPITAL ACCOUNT SUMMARY					
£'000	Forecast 2020-21 £'000	Budget 2021-22 £'000	Provisional Budgets		
			2022-23 £'000	2023-24 £'000	2024-25 £'000
RECEIPTS					
Repayment of Capital and Interest	49,541	1,196	1,221	1,192	1,192
Capital Financing transfer	0	25,000	45,000	55,000	65,000
Capital Receipts	1,000	500	500	500	500
Drawdown from Housing Reserve	1,900	1,900	1,900	1,900	1,900
MUA Repayment	16,381	17,783	18,618	18,615	18,615
TOTAL INCOME	68,822	46,379	67,239	77,207	87,207
PAYMENTS (BUDGET)					
Departments					
Cabinet Office	1,024	3,307	250	250	250
Courts	0	245	380	215	0
Enterprise	206	3,868	3,378	4,057	913
Education, Sports and Culture	870	5,135	1,700	750	750
Environment, Food and Agriculture	264	1,818	200	300	0
Health and Social Care	4,760	16,990	5,906	1,500	1,250
Home Affairs	1,461	1,996	1,035	984	804
Infrastructure	39,013	99,190	25,528	24,749	22,760
Housing Reserve Funded Schemes	895	2,947	1,900	1,900	1,900
Treasury	4,000	25,273	11,167	9,000	9,000
Other Bodies					
Statutory Board FIU	0	228	0	0	0
Statutory Board FSA	44	71	137	51	0
Statutory Board GSC	0	410	0	0	0
Manx National Heritage	192	876	330	310	200
Manx Radio	0	1,312	150	150	0
Manx Utilities Authority	12,731	18,716	5,190	3,100	1,700
Total Future Schemes (Appendix 6)	0	0	32,285	26,370	22,830
TOTAL BUDGETED EXPENDITURE	65,460	182,382	89,536	73,686	62,357



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 it is proposed to retain this authority at £500,000.



11. 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 £128.5 million (compared to an estimated £49.4 million for 2021-22 in the previous budget), which can be used as a proxy for Government's underlying operating deficit. The increase is due largely to the ongoing support schemes implemented as a response to Covid-19, as well as a reduction in the level of revenue funding for capital expenditure, and as a consequence an increased draw on reserves.

Investment returns on our externally invested reserves are forecast at £50-£60 million which whilst lower than in previous years; reflecting the volatility and uncertainty in the markets, is not significantly reduced to a point where there is cause for concern. Future year forecasts sustain estimates at around £50-60 million, to reflect continued uncertainty 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 £36.3 million in 2021-22. 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 2019-20	Budget 2020-21	Probable 2020-21	Provisional Budget 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Internal Funds	18.0	21.3	75.8	60.0	21.8	22.0	22.0
Hospital Estates Development Fund	4.2	3.7	3.6	-	-	-	-
Housing Reserve Fund	3.9	1.9	1.9	1.9	1.9	1.9	1.9
NI Operating Account	(16.2)	(14.7)	(13.7)	(14.2)	(12.6)	(11.0)	(11.8)
PSEPR	32.0	36.3	38.5	36.3	13.6	-	-
NI Investment Account	-	-	70.8	-	-	-	-
Sub-Total Transfer To Revenue	41.9	48.5	176.9	84.0	24.7	12.9	12.1
Reserve Fund Interest	7.3	6.2	5.4	9.9	7.2	3.9	3.6
Capital Account (CLF and CFR)	6.0	11.5	(8.8)	34.8	20.9	0.1	(24.1)
Operating Account Transfer	-	20.0	20.0	-	-	-	-
Revenue Account Surplus	(68.9)	(12.0)	74.2	(0.2)	(6.7)	(4.5)	(5.9)
Use of Reserves	(13.7)	74.2	267.7	128.5	46.1	12.4	(14.3)



11.1. 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.

11.2. 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 2021-22 budget, the Treasury has recommended topping up the funds as follows:

- **The Agriculture and Forestry Fund** – to be topped up by £2 million in order to support operation of the meat plant and for general support.
- **Contingency Fund** - For 2021-22 the fund is receiving an additional £10m to ensure the DHSC has sufficient resources to undertake COVID vaccines.
- **Digital Strategy Fund** – To ensure continued delivery of the Isle of Man Government's digital strategy it is recommended that £0.5m be transferred into this fund at the beginning of 2021/22, this transfer has been reduced from £1m to recognise the setting up of the business change function in the Cabinet office, in effect offsetting the additional cost requested for that function.
- **Economic Recovery Fund** – Established as part of the Purple Book, this is the internal element of the fund. Whilst the fund has £100m partitioned in the general reserve, for 2021/22 the budget contains a provision for up to £30m to be drawn from the external element to ensure there are funds in place available to offer ongoing financial assistance to Departments dealing with the repercussions of the pandemic. It is the Treasury's intention to only draw such funds from the external reserve as will be required to meet the required need, leaving as much in reserve as possible to attract investment return.
- **Environmental Protection Fund** – The fund created from 2020-21 has been topped up with a further £5m. The fund allows for bids that to enable Government to develop climate change initiatives.



- **Healthcare Transformation Fund** - Sir Jonathan Michael's Health Care recommendations were adopted in full by Tynwald and this included the requirement for transitional funding. It is therefore recommended that a further £3m is transferred into the fund to support the transformation process. Whilst Manx Care will be operating from 1 April 2021 there are still ongoing reviews and costs in relation to the implementation of the review's recommendations that will need to be funded.
- **The Legal Costs Reserve** – A £750k transfer is recommended in order 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.



11.3. Reserves 2020-21 Performance

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

TABLE 22 - Probable Income & Expenditure 2020-21

THE RESERVES - PROJECTED INCOME & EXPENDITURE							
£000	1 Balances brought forward at 01/04/20	Projected Income & Expenditure					7 Balances carried forward at 31/03/21
		2 Transfers To/from the Operating Account	3 Contributions Seizures & Other	4 Realised Investment Income	5 Transfer to Revenue & Capital Accounts	6 Other Expenses	
Managed External Invested Funds:							
Enterprise Development Scheme	3,812		1,000			(10)	4,802
Hospital Estate Development Fund	29,668			1,034	(3,595)	(74)	27,033
Manx Currency Account - Notes	33,710			764		(84)	34,390
Media Development Fund	959			10			969
MUA Bond Repayment Fund	67,359		1,500	2,157		(168)	70,848
National Insurance Investment Account	851,544			38,157	(70,791)	(2,129)	816,781
Public Service Employees' Pension	70,936	(36,336)		3,792		(177)	38,215
Reserve Fund	384,233	(177,379)		17,177	(5,411)	(961)	217,659
Reserve fund allocated for Economic Recovery	-	90,000					90,000
Total - External Funds	1,442,221	(123,715)	2,500	63,091	(79,797)	(3,603)	1,300,697
Invested Funds:							
Academic Business Planning Fund	1,397			22	(794)		625
Agriculture and Forestry Fund	1,485	1,700		24	(2,000)		1,209
BREXIT Fund	2,680			43	(191)		2,532
Contingency Fund	47,464	17,500		759	(53,278)		12,445
Digital Strategy Fund	4,317	1,000		69	(415)		4,971
Economic Development Fund	9,768			156	(2,304)		7,620
Economic Recovery Fund	-	10,000			(3,020)		6,980
Environmental Protection Fund	-	5,000			(500)		4,500
Healthcare Transformation Fund	8,887	5,000		142	(5,826)		8,203
Invest to Save Fund	2,194			35	(610)		1,619
Legal Costs Reserve	3,166	1,000		51	(1,578)		2,639
Marketing Initiatives Fund	1,528	1,000		24	(1,000)		1,552
Medical Indemnity Fund	2,950	3,000		47	(4,000)		1,997
Seized Assets Fund	3,022		7,216	48	(198)		10,088
Town & Village Centre Regen. Fund	1,514			24	(70)		1,468
Sub-total: Funds for Revenue reimbursement	90,372	45,200	7,216	1,444	(75,784)	-	68,448
Internal element of external Funds:							
Manx Currency Account - Other	65,993			530			66,523
Media Development Fund	16,131						16,131
Public Service Employees' Pension	11,218	36,336			(38,468)		9,086
Enterprise Development Fund	6,272				(3,000)		3,272
Sub-total: Internal element of external Funds	99,614	36,336	-	530	(41,468)	-	95,012
Funds used for capital reimbursement:							
Housing Reserve Fund	1,411		1,892	82	(1,900)		1,485
Land & Property Acquisition Reserve	6,914			119	(300)		6,733
Sub-total: Funds for capital reimbursement	8,325	-	1,892	201	(2,200)	-	8,218
Total – Internal Funds	198,311	81,536	9,108	2,175	(119,452)	-	171,678
TOTAL	1,640,532	(42,179)	11,608	65,266	(199,249)	(3,603)	1,472,375



11.4. Reserves 2021-22 Projected Income & Expenditure

The Projected Income and Expenditure for 2021-22 in respect of each of the internal and externally managed funds is presented in the table below.

TABLE 23 - Projected Income & Expenditure 2021-22

THE RESERVES - PROJECTED INCOME & EXPENDITURE 2021-22 PER PINK BOOK APPLIED TO BUDGET UPDATE							
£000	1 Pink Book balances brought forward at 01/04/21	Projected Income & Expenditure					7 Balances carried forward at 31/03/22
		2 Transfers To/from the Operating Account	3 Contributions Seizures & Other	4 Realised Investment Income	5 Transfer to Revenue & Capital Accounts	6 Other Expenses	
Managed External Invested Funds:							
Enterprise Development Scheme	4,802		1,000			(4)	5,798
Hospital Estate Development Fund	27,033				(27,033)		-
Manx Currency Account - Notes	34,390			779		(83)	35,086
Media Development Fund	969			10		(1)	978
MUA Bond Repayment Fund	70,848		1,500	2,269		(176)	74,441
National Insurance Investment Account	816,781			36,599		(2,140)	851,240
Public Service Employees' Pension	38,215	(36,348)		2,043		(66)	3,844
Reserve Fund	217,659	(10,000)		9,730	(8,860)	(679)	207,850
Reserve fund allocated for Economic Recovery	90,000	(30,000)					60,000
Total - External Funds	1,300,697	(76,348)	2,500	51,430	(35,893)	(3,149)	1,239,237
Invested Funds:							
Academic Business Planning Fund	625		1,000	10	(1,000)		635
Agriculture and Forestry Fund	1,209	2,000		19	(2,000)		1,228
BREXIT Fund	2,532			41	(750)		1,823
Contingency Fund	12,445	10,000		421	(15,000)		7,866
Digital Strategy Fund	4,971	500		81	(1,000)		4,552
Economic Development Fund	7,620			89	(2,000)		5,709
Economic Recovery Fund	6,980	30,000		79	(25,000)		12,059
Environmental Protection Fund	4,500	5,000		81	(4,500)		5,081
Healthcare Transformation Fund	8,203	3,000		130	(3,000)		8,333
Invest to Save Fund	1,619			27	(500)		1,146
Legal Costs Reserve	2,639	750		49	(750)		2,688
Marketing Initiatives Fund	1,552	1,000		1	(750)		1,803
Medical Indemnity Fund	1,997	3,000		96	(2,500)		2,593
Seized Assets Fund	10,088		1,000	164	(1,000)		10,252
Town & Village Centre Regen. Fund	1,468			21	(250)		1,239
Sub-total: Funds for Revenue reimbursement	68,448	55,250	2,000	1,309	(60,000)	-	67,007
Internal element of external Funds:							
Manx Currency Account - Other	66,523			666			67,189
Media Development Fund	16,131				(36,668)		16,131
Public Service Employees' Pension	9,086	36,348					8,766
Enterprise Development Fund	3,272						3,272
Sub-total: Internal element of external Funds	95,012	36,348	-	666	(36,668)	-	95,358
Funds used for capital reimbursement:							
Housing Reserve Fund	1,485		1,900	25	(1,900)		1,510
Land & Property Acquisition Reserve	6,733			123	(500)		6,356
Sub-total: Funds for capital reimbursement	8,218	-	1,900	148	(2,400)	-	7,866
Total - Internal Funds	171,678	91,598	3,900	2,123	(99,068)	-	170,231
TOTAL	1,472,375	15,250	6,400	53,553	(134,961)	(3,149)	1,409,468



Notes:

- 1) The balances of the externally managed invested funds are shown at book rather than market value.
- 2) The Media Development Fund was moved to the General Reserve Fund in the 2020/21 Budget 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.
- 3) The Hospital Estates Development Fund has been transferred to the Capital Finance Reserve as its purpose has been extinguished with the repayment of the internal loan

11.5. 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 2021-22	Indicative Financial Plan		
		2022-23	2023-24	2024-25
Managed External Invested Funds:				
Enterprise Development Scheme	4	1,500	1,500	1,500
Hospital Estate Development Fund	27,033	0	0	0
Manx Currency Account - Notes	83	550	550	550
MUA Bond Repayment Fund	176	150	150	150
National Insurance Investment Account	2,140	2,140	2,140	2,140
Public Service Employees' Pension Reserve Fund	66	300	300	300
Reserve Fund	9,539	4,100	2,100	100
Total - External Funds	39,041	8,740	6,740	4,740
Invested Funds:				
Academic Business Planning Fund	1,000	1,000	1,000	1,000
Agricultural & Forestry Fund	2,000	1,200	1,000	1,000
BREXIT Fund	750	750	750	530
Contingency Fund	15,000	1,300	780	1,000
Digital Strategy Fund	1,000	2,000	3,000	3,000
Economic Development Fund	2,000	2,000	2,000	2,000
Economic Development Fund	25,000	0	0	0
Environmental Protection Fund	4,500	4,500	4,650	4,700
Healthcare Transformation Fund	3,000	3,000	3,000	3,000
Invest to Save Fund	500	500	500	500
Legal Costs Reserve	750	1,000	1,000	1,000
Marketing Initiatives Fund	750	750	750	750
Medical Indemnity Fund	2,500	2,500	2,500	2,500
Seized Assets Fund	1,000	1,000	1,000	1,000
Town & Village Centre Regeneration	250	250	100	50
Sub-total: Funds for Revenue reimbursement	60,000	21,750	22,030	22,030
Internal element of external Funds:				
Manx Currency Account - Other	0	750	750	750
Media Development Fund	0	0	0	0
Public Service Employees' Pension	36,668	13,643	0	0
Enterprise Development Fund	0	0	0	0
Sub-total: Internal element of external Funds	36,668	14,393	750	750
Funds used for capital reimbursement:				
Housing Reserve Fund	1,900	3,000	3,000	3,000
Land & Property Acquisition Reserve	500	500	500	500
Sub-total: Funds for capital reimbursement	2,400	3,500	3,500	3,500
Total - Internal Funds	99,068	39,643	26,280	26,280
TOTAL	138,109	48,383	33,020	31,020

Appendix 1 – Analysis of Treasury Income



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 2020-21	Probable 2020-21	ANALYSIS OF TREASURY INCOME £000	Budget 2021-22	Ind. Plan 2022-23	Ind. Plan 2023-24
		CUSTOMS & EXCISE			
		<u>Shared Revenue</u>			
296,635	272,043	Value Added Tax	323,789	341,963	359,688
78,700	63,750	Excise Duty	69,700	70,200	70,840
7,000	6,200	Customs Duty	6,300	6,400	6,500
200	610	Soft Drinks Industry Levy	620	630	640
(1,500)	(2,200)	Cost of Collection Adjustment	(2,300)	(2,400)	(2,500)
0		<u>Non-Shared Revenue</u>			
3,600	3,300	Gambling Duty	3,600	3,600	3,600
5,500	450	Air Passenger Duty	5,500	5,500	5,500
1,300	1,500	Lottery Duty	1,300	1,300	1,300
500	650	Non-Revenue Receipts	500	500	500
391,935	346,303	TOTAL CUSTOMS & EXCISE	409,009	427,693	446,068
		INCOME TAX			
207,935	187,790	Resident Income Tax	193,462	215,609	226,573
14,600	15,760	Company Tax	14,300	15,900	16,250
23,600	19,400	Non-Resident Tax	19,000	21,100	21,600
246,135	222,950	TOTAL INCOME TAX	226,762	252,609	264,423
271,800	330,902	NI OPERATING ACCOUNT	277,236	282,781	288,436
		OTHER TREASURY INCOME			
750	425	Fines	750	750	750
5,152	5,141	Interest on Investments	5,270	5,392	5,516
285	845	Miscellaneous	3,840	1,058	(2,329)
-	-	IOMPO - Revenue Contribution	-	-	-
6,187	6,411	TOTAL OTHER TREASURY INCOME	9,860	7,200	3,937
916,057	906,566	TOTAL	922,867	970,283	1,002,864



APPENDIX 2 - NATIONAL INSURANCE ACCOUNT

TABLE 26 - National Insurance Fund (NIF) Account

NATIONAL INSURANCE ACCOUNT							
£ million	Actual 2019-20	Budget 2020-21	Forecast 2020-21	Provisional Budgets 2021-22	Indicative financial plan		
					2022-23	2023-24	2024-25
Income							
NI Contributions	221.2	218.0	215.6	223.4	229.0	234.7	240.6
Agency Income	46.5	53.8	50.5	53.8	53.8	53.7	55.3
Transfer in - NI External Reserve Fund	-	-	70.8				
	267.7	271.8	336.9	277.2	282.8	288.4	295.9
Expenditure							
NI Funded Welfare Payments	207.1	216.1	211.6	220.6	226.1	231.7	237.7
Salary Support Scheme	-	-	61.3	-	-	-	-
MERA	-	-	9.5	-	-	-	-
Administration Costs	3.5	2.1	1.9	2.1	2.1	2.1	2.1
NHS Allocation (DHSC)	40.9	38.9	38.9	40.3	41.9	43.6	44.4
	251.5	257.1	323.2	263.0	270.1	277.4	284.2
NI Operating Acc Surplus/(Deficit)	16.2	14.7	13.7	14.2	12.7	11.0	11.7
NI Fund (est Value) B/F	831.7	881.5	884.8	856.8	898.8	941.3	983.6
Investment Income	36.9	28.8	29.1	27.8	29.9	31.3	32.8
Withdrawal re COVID Schemes	-	-	(70.8)	-	-	-	-
NI Operating Account Surplus	16.2	14.7	13.7	14.2	12.6	11.0	11.7
NI Fund (est Value) C/F	884.8	925.0	856.8	898.8	941.3	983.6	1,028.1

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 (to the nearest £000)	Up-rated cost
	£	%	£	£
National Insurance (NI) Benefits				
Retirement Pension (2)	145,000,000	2.0%	2,900,000	147,900,000
Age Addition	375,000	0.0%	0	375,000
Pension Supplement (Rp)	34,000,000	0.0%	0	34,000,000
Retirement Pension Premium	1,100,000	0.5%	6,000	1,106,000
Old Person's Pension	130,000	2.5%	3,000	133,000
Manx State Pension	6,000,000	2.5%	150,000	6,150,000
Pension Supplement (Msp)	1,500,000	0.0%	0	1,500,000
Nursing Care Contribution Scheme	3,300,000	15.6%	515,000	3,815,000
Long Term Incapacity Benefit	10,000,000	0.5%	50,000	10,050,000
Short Term Incapacity Benefit	2,750,000	0.5%	14,000	2,764,000
Incapacity Benefit Youth	45,000	0.5%	0	45,000
Pension Supplement (Incap)	365,000	0.0%	0	365,000
Bereavement Support Payment	1,000,000	0.5%	5,000	1,005,000
Bereavement Allowances (Legacy)	260,000	0.5%	1,000	261,000
Pension Supplement (Bereavement)	50,000	0.0%	0	50,000
Widows Pension	90,000	0.5%	0	90,000
Pension Supplement (Widows Pension)	15,000	0.0%	0	15,000
Guardian's Allowance	0		0	0
Funeral Payments	100,000	0.0%	0	100,000
Maternity Allowance	3,800,000	0.0%	0	3,800,000
Adoption Allowance	30,000	0.0%	0	30,000
Paternity Allowance	100,000	0.0%	0	100,000
Carer's Allowance	3,300,000	0.5%	17,000	3,317,000
Industrial Disablement Benefit	700,000	0.5%	4,000	704,000
Contribution Based Jobseeker's Allow'Ce	1,200,000	0.5%	6,000	1,206,000
Redundancy Payments/Rebates	185,000	0.0%	0	185,000
Insolvency Payments	500,000	0.0%	0	500,000
Christmas Bonus	1,000,000	0.0%	0	1,000,000
Ni Benefits - Total	216,895,000		3,671,000	220,566,000
General Revenue (Gr) Benefits	£	%		
Disability Living Allowance (3)	11,500,000	0.0%	-	11,500,000
Attendance Allowance	4,600,000	0.0%	-	4,600,000
Severe Disablement Allowance	334,000	0.5%	2,000	336,000
Child Benefit	10,000,000	0.0%	-	10,000,000
Income Support	35,500,000	0.0%	-	35,500,000
Winter Bonus	800,000	0.0%	-	800,000
Exceptional Needs Grants	100,000	0.0%	-	100,000
Maternity Payments	50,000	0.0%	-	50,000
Employed Person'S Allowance	9,000,000	0.0%	-	9,000,000
Income Based Jobseeker'S Allow'Ce	3,600,000	0.0%	-	3,600,000
T.V. Licences/Payments (4)	850,000	-	-	850,000
G R Benefits - Total	76,334,000		2,000	76,336,000
Grand Total	293,229,000		3,673,000	296,902,000

Notes: on the next page

Appendix 3 – Welfare Benefits Payments 2021-22



Notes:

1. Based on projected caseloads for 2021-22 & anticipated spend in 2021-22 before uprating.
2. Basic pension increased by 2.5%, additional pension increased by 0.5%. Assume 2% overall.
3. Higher rate mobility component to be uprated by 0.5%, same as UK
4. Contribution from BBC for over 75s' licences anticipated to be £90k. Includes cost of rebates to younger pensioners who get IS.



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*. Supporting economic development is of the utmost strategic importance for the Island's future growth and prosperity.

The Isle of Man's economy, like many around the world, has faced challenges this year as a result of the coronavirus pandemic, and this unprecedented situation has required an unprecedented response in order to best support the Island's businesses and workforce. This response has impacted and informed the work of the Department over the past 12 months, and is likely to remain a key focus for the coming year.

In 2018, the Department for Enterprise formed four Executive Agencies made up of private/public sector members, with the aim of working in partnership to promote and develop the Island's 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 initiatives –encompassing Strategy and Policy Development, Marketing and Business Intelligence, Enterprise Support, Legislation, and the Locate Isle of Man team.

For more information on the Department for Enterprise and the four Executive Agencies, please visit www.iomdfenterprise.im

Alongside the Executive Agencies and support functions, the Department also leads the promotion, organisation and delivery of the Isle of Man 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 underpin a wide range of sectors of the economy:

- [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 as well as the Public Record Office, the National Archive of the Isle of Man Government and other public bodies such as Tynwald, the courts and local authorities.

Collectively, the Department's 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 toward **"creating 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

Department Key Successes in 2020/2021

Enterprise Support

- £10million support provided through Coronavirus Business Support Scheme
- £6.25million coronavirus support provided to Travel and Tourism sectors
- Issued 87 grants for Business Adaptation to the sum of more than £600,000 investment
- Trained 215 individuals through the Micro Business Grant Scheme, investing £620,285 in small businesses
- £5.5million committed to Isle of Man businesses in the Financial Assistance Scheme
- Supported approximately 500 businesses, with 400 new jobs forecast to be created
- Helped to create 62 jobs through the Employee Relocation Incentive with an exchequer benefit of £1million

Finance Isle of Man

- Worked with Island's banks to provide access to more than £50million through Coronavirus Business Interruption Loan Scheme and Working Capital Loan Agreement
- Completed International Pensions and Employee Benefits Report
- Second phase of international campaign with the Manx Insurance Association reached over 150,000 people
- Awarded Best IFC and Best International Campaign at International Investment Awards 2020
- Programme of outreach and promotion in key jurisdictions, South Africa and Hong Kong

Registries

- The IOM Ship Registry launched the first app to champion seafarer welfare
- Isle of Man Ship Registry were chosen to register new diesel electric hybrid ferry
- Land registry replaced land and deeds registry systems to online access and introduced electronic applications for registration services

Visit Isle of Man

- Delivered extensive programme of financial and business support as a result of the COVID-19 pandemic
- Established research programme to assess the Island's product offering and visitor research into UK & Irish markets
- Creation of a 'Visitor First' committee with private and public sector stakeholders
- Promotion of Island Staycations during the ongoing travel and border restrictions

Locate Isle of Man

- Launched dedicated calling programme and multi-channel marketing campaign to promote the Isle of Man to High Net Worth Individuals
- Worked with the Finance sector and Finance Isle of Man to generate significant interest in skills shortage areas such as Accountancy
- Launched the Locate Isle of Man Talent Portal to match global talent with employment opportunities in the Isle of Man
- Continued delivery of the National Insurance Holiday Scheme with refunds up to £4,000 for employers

Digital Isle of Man

- National Broadband Plan underway, aiming to deliver ultrafast fibre broadband past 99%+ of the Island's premises with rollout accelerated from five years to four
- 15 new eGaming licences approved, creating 100 jobs
- Island-wide 'IoT' network rolled-out to cover 90% of the Island by 2021
- Resource allocated to progress eSports proposition
- Completed and issued guidance notes on digital tokens, in conjunction with the FSA
- Introduced new digital accelerator programme for blockchain businesses

Business Isle of Man

- Launched consultation into framework for export sector for Cannabis derived products
- Launched Internship Scheme to provide graduates and young professionals with work experience and employment opportunities
- Supported the creation of new industry representative body, Construction Isle of Man
- Trialled North Quay pedestrianisation to boost local footfall in the Summer months during pandemic
- Created Domestic Events fund, supported by the Economic Recovery Programme, to support development of local events



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 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Chief Executive's Office	1,551	1,432	523		523
Strategy & Policy	1,290	1,302	2,238	923	1,315
Employment & Skills Group					
Digital Agency	785	832	786		786
Visit Agency	1,452	1,339	1,553	26	1,527
Finance Agency	572	647	699		699
Motorsport	5,783	2,500	3,840	227	3,613
Financial Assistance Scheme	2,090				
Ship Registry	282	(146)	3,456	3,450	6
Aircraft Registry	(942)	(895)	2,856	3,900	(1,044)
Fund Reclaims	(73)				
Central Registry	(12,977)	(11,814)	1,917	14,864	(12,947)
Enterprise Support	879	4,283	4,309		4,309
Business Agency	372	433	438		438
NET EXPENDITURE	1,062	(87)	22,615	23,390	(775)

TABLE 29 - DfE - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income	41		26	27	27
Third Party Contributions	-	26			
Operating Income	25,707	21,640	23,364	28,450	29,019
Other Non-Trading Income	(61)				
TOTAL INCOME	25,687	21,666	23,390	28,477	29,046
EXPENDITURE					
Employee Costs	9,920	9,960	10,434	10,532	10,632
Infrastructure Costs	1,092	334	679	679	679
Transport Costs	1				
Supplies & Services	14,017	6,590	7,697	12,316	12,316
Loan Charges	1,063	905			
Other	655	3,790	3,805	3,806	3,806
TOTAL EXPENDITURE	26,749	21,579	22,615	27,333	27,433
NET EXPENDITURE	1,062	(87)	(775)	(1,144)	(1,613)



Department for Enterprise – Financial Summary (continued)

TABLE 30 – DfE - Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	10,450	18,359	(27,148)	1,661
<u>Transfer of budget between Departments</u>				
Staff Transfer to Finance Advisory Service	(194)			(194)
GTS service transfer into DfE		108		108
<u>Growth Items</u>				
Pay award allowance	98			98
Fee increase			(543)	(543)
Income Target Reduction			(500)	(500)
Motorsport realignment		(500)		(500)
<u>Other</u>				
Internal adjustment	80	(263)	183	-
One off budget reallocation		(4,618)	4,618	-
Loan Charge Adjustment		(905)		(905)
2021-22 BUDGET	10,434	12,181	(23,390)	(775)

The budget for 21/22 has been reallocated, on a single year basis, between income and expenditure to account for the cancellation of TT 2021 and expected reductions in income in income earning divisions. The reallocations have been made such that there is no overall change to the department net budget and are for one year only.



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

The Department remains committed to support and improve our education service, island sport and recreation and art and culture. We are on-track to deliver our commitments within the Programme for Government and ensure the Island's future vision is achieved.

Despite the challenges of the pandemic, the number of students moving on to higher education increased for the 2020-21 academic year. There has been a 30% increase in first year students applying for both on and off Island courses, enabled by an increase in maintenance grant funding. This has supported our commitment to an 'Inclusive and Caring Society' by ensuring that family income is no longer a barrier to students achieving their full potential.

Funding for the provision of apprenticeships was increased during 2020, and this coupled with the expansion of on-Island higher education choices, supported the strategic objective of creating an 'Island of Enterprise and Opportunity'.

Following the transfer of the school meals service back to the Department, DESC continues to develop the service and in line with the Digital Strategy, primary school meals can be purchased on-line through 'Parent Pay'.



Primary school meals – salad bar

The Department's employee cost budget was increased to provide 2% for the 2020 pay awards. As in the previous year the actual awards were higher, which has led to inevitable cost reductions within a number of divisions.

At the start of the state of emergency schools were closed except to vulnerable children and the children

of key workers. Teachers adapted quickly to provide remote learning and the Department ensured that free school meals or grocery vouchers were issued to qualifying families during lockdown and continued to issue vouchers during the school summer holidays.

The Department's capital programme has continued. Work has started on the new Castle Rushen High School playing field development. Construction will be completed in 2021, and following seeding, the pitches are expected to be playable by September 2022. Work on the design brief for the new school will be completed in 2021.



CRHS New Pitches – laying the ground source pipe arrays

Following completion of feasibility study for the proposed new Science and Technology block at Queen Elizabeth II High School, design work is due to progress in 2021.

At the NSC the issues with the flume stairs and platform will be resolved in early 2021, to enable completion of the NSC Pool refurbishment project and the full opening of the Leisure Pool area.

Minor capital funded works completed at the regional pools include new LED lighting to the pool hall and changing rooms at the Northern Pool, new entrance doors, and UV water treatment installations at the Western Pool.

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 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Primary Education	25,264	27,156	26,922		26,922
Secondary Education	30,074	31,274	34,554	2,272	32,282
University College IOM	11,216	11,480	13,729	1,674	12,055
Student Grants	9,519	9,309	10,824	300	10,523
Education Works			(35)		(35)
Education Meals	1,039	973	2,305	1,677	628
Youth & Community	936	891	1,127	64	1,063
Education Improvement	2,568	2,438	2,786	101	2,685
Corporate Services	12,795	10,985	6,298	316	5,982
Special Education Needs	8,132	6,544	9,007		9,007
Villa Gaiety	1,150	1,531	4,297	3,652	646
Sports & Arts	4,146	4,275	6,119	1,458	4,661
Arts Council	23	22	22		22
Apprenticeships & Vocational Training	1,642	1,721	2,095		2,095
Caretaking & Cleaning		4,569			
NET EXPENDITURE	108,504	113,168	120,050	11,514	108,536

TABLE 32 – DESC - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Third Party Contributions	92	101	301	307	313
Operating Income	9,361	6,935	10,507	10,717	10,931
Other Non-Trading Income	577	499	706	720	734
TOTAL INCOME	10,030	7,535	11,514	11,743	11,978
EXPENDITURE					
Employee Costs	79,988	85,663	85,901	86,967	87,819
Infrastructure Costs	3,926	4,808	5,114	5,114	5,114
Transport Costs	292	245	345	345	345
Supplies & Services	9,866	8,114	10,666	10,666	10,666
Loan Charges	7,713	6,479			
Other	16,749	15,394	18,024	17,925	17,925
TOTAL EXPENDITURE	118,534	120,703	120,050	121,017	121,868
NET EXPENDITURE	108,504	113,168	108,536	109,273	109,890



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

TABLE 33 – DESC - Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	81,772	39,602	(11,288)	110,086
<u>Transfer of budget between Departments</u>				
Transfer of Library System - Cabinet Office		13		13
Transfer of Caretakers & cleaners from DoI	3,555	1,014		4,569
Staff Transfer to Finance Advisory Service	(470)			(470)
<u>Growth Items</u>				
Pay award allowance	818			818
Fee increase			(226)	(226)
Beamans bid	225			225
<u>Other</u>				
Remove Loan Charge		(6,480)		(6,479)
2021-22 BUDGET	85,901	34,149	(11,514)	108,536



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

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 the Isle of Man's 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;
- support the local fishing industry post EU Exit to safeguard existing European markets for Manx shell fish products and identify potential new market opportunities.
- fully maximise the benefits of UNESCO Biosphere accreditation for the Isle of Man;
- in conjunction with the Cabinet Office Climate Change Transformation Team assist in the delivery of the Climate Change Action Plan, phase 1.;
- safeguard the future of our environment and its biodiversity through the successful delivery of the Isle of Man's Biodiversity Strategy 'Managing our Natural Wealth'.
- support the new Flood Risk Management team in addressing high risk flood areas and improving education and communication on flood risk management
- facilitate economic development through enabling appropriate development of the built environment while protecting quality and finite resources;
- 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;
- 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;
- deliver high standards of environmental protection on land, in inland and coastal waters and implement the approved bathing water standards in the Isle of Man
- 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;
- establish and implement a new food premises assessment regime that promotes a proactive inspection programme
- 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 was again challenged to remain within budget for the financial year 2020-21. Changing priorities from the global pandemic have also seen impacts across a number of areas, including availability of new support grants (e.g. Fisheries Industry Scheme (CFISS)) and reduced income levels received by the Department. These income shortfalls were initially forecast in the 2020/21 Purple Book.

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, the business will need to look at decreasing its subvention requirements. The requirement to maintain a meat plant is fundamental to the long term stability of the whole livestock sector.

For 2021/22, 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.

Road Transport Licensing Committee (RTLC)

In 2016, the RTLC office moved to the DEFA building and, while RTLC officers are 'stationed employees' of DEFA, the RTLC itself remains an independent tribunal body of Government with responsibility for regulating the transport of passengers. From 1st January 2019 the RTLC assumed responsibility for regulating the commercial use of goods vehicles, it is now moving onto the enforcement phase of the regulatory regime to ensure that all goods vehicles are registered and that these vehicles continue to be well-maintained and roadworthy.

During 2020/21 the RTLC will be continuing in its efforts to run safeguarding and customer service training for public passenger vehicle drivers as well as ensuring that there is legislation in place to make them mandatory for new drivers.

The RTLC continues to work with the industry to develop service delivery standard.

Office of Fair Trading (OFT)

The OFT continues to operate as a separate and distinct agency of the Isle of Man Government. DEFA provides the necessary support to enable the OFT to fulfil its wide range of regulatory and consumer protection functions and 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.

Focus during 2020/21 will be on the Competition Bill and the Estate Agents (Amendment) Bill. A review of the legislation for which the OFT has responsibility, in particular the consumer safety and weights & measures provisions, will start in early 2021 to ensure that it is modern, effective and proportionate, taking into account legislative developments in other jurisdictions in the light of BREXIT.



Department of Environment Food and Agriculture – Financial Summary

TABLE 34 – DEFA - Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Corporate Services	1,887	1,611	944	153	791
Agriculture	7,635				
Animal Health	704				
Fisheries	1,054				
Forestry, Amenity & Lands	1,428				
Environment	1,820				
Gov Laboratory	795				
Wildlife Park	506				
Planning & Building Control	124	315	1,579	1,410	169
Office of Fair Trading	609				
RTLC	94				
Eco Systems Policy Unit	460				
Energy Policy Unit	(28)				
Initiatives					
Agriculture & Lands		10,407	12,161	1,400	10,760
Regulation		3,108	2,289	500	1,789
Environment Policy		2,002	4,068	612	3,457
NET EXPENDITURE	17,088	17,443	21,041	4,075	16,966

TABLE 35 – DEFA – Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income	116	92	105	107	109
Third Party Contributions	299	314	334	340	347
Operating Income	3,264	2,960	3,560	3,631	3,703
Other Non-Trading Income	32	32	77	78	80
TOTAL INCOME	3,711	3,398	4,075	4,156	4,240
EXPENDITURE					
Employee Costs	9,165	9,579	9,540	9,550	9,642
Infrastructure Costs	759	822	762	762	762
Transport Costs	209	41	45	45	45
Supplies & Services	2,333	2,059	2,332	2,412	2,412
Agency & Contracted Services			1	1	1
Loan Charges	906	752			
Other	7,427	7,588	8,361	7,313	7,313
TOTAL EXPENDITURE	20,799	20,841	21,041	20,082	20,174
NET EXPENDITURE	17,088	17,443	16,966	15,926	15,934



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

TABLE 36 – DEFA - Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	9,355	11,770	(3,995)	17,130
<u>Transfer of budget between Departments</u>				
Staff Transfer to Finance Advisory Service	(62)			(62)
<u>Growth Items</u>				
Pay award allowance	89			89
Fee increase			(80)	(80)
Industrial JEGS Allowance	80			80
Tree Disease and Safety Management bid		123		123
Cornaa Fisheries	80	67		147
<u>Other</u>				
Remove Loan Charge		(752)		(752)
Budget Re-Alignment	(2)			
Grants & Subsidiaries		293		293
2021-22 BUDGET	9,540	11,501	(4,075)	16,966



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

4.4. Department of Health and Social Care (DHSC)

As part of the agreed recommendations within Sir Jonathan Michael's 2019 report into Health & Care services on the Isle of Man a new organisation, Manx Care, is being set up to deliver these services.

Manx Care is being established as a revenue funded statutory board of Government and will be at arm's length from the Department. This addresses one of the key concerns within the review where the Department previously had a dual role of setting policy as well as being responsible for the operational delivery of health & social services.

From April 2021 the Department will be responsible for strategy, policy, legislation and regulation, as well as providing support to the Minister and Members. The Department will also provide an agreed budget to Manx Care as part of the Mandate. This outlines the services to be provided, at what standard and the amount of funding available to provide these services.

The Department will have three directorates with separate functions in relation to the new remit of the Department, they are:

- Strategy & Strategic Commissioning (the Mandate)
- Governance, Policy & Legislation
- Quality, Safety & Engagement

Manx Care will be accountable to the Department for the delivery of the Mandate and will provide regular reporting which will include performance and financial information with updates on agreed efficiency targets, as well as an annual report.

As part of the new structure a Health and Care Partnership Board will be created which will provide governance and support the future work of the Department and Manx Care and will also include representation from Public Health, the Cabinet Office and Treasury.

Whereas in prior years income and expenditure were shown at a divisional level in the Department, net

costs for the delivery of services are now shown under the Mandate heading as part of a contracted service. Further detail on these costs is provided within the section for Manx Care as a statutory board.

The Department will continue to receive National Insurance income which contributes towards the cost of health care. Where income relates to a specific service that is being provided by Manx Care this expected income will form part of the net budget provided as part of the Mandate.

Management of the capital programme will remain with the Department as the owner of land, buildings and equipment but will grant Manx Care the right to use these as required to deliver the services outlined in the Mandate.

One of the main capital programmes in 2021/22 is the construction of Summerhill View which is a 60 bed older person's residential unit to replace Reayrt Ny Baie. This project started in July 2020 with the main construction being in 2021/22 with a completion date expected in 2022/23.

Subject to Tynwald approval the only new capital project is the replacement of the Pathology Laboratory Information Management System at Noble's Hospital which is expected to be completed in 2022/23.

As one of the aims of the project is to achieve a health and care system that is financially sustainable, the Department, in conjunction with Manx Care, will continue to work with the transformation programme to review existing and new funding arrangements.

The financial performance of the Department in 2020/21 was impacted by Coronavirus including a loss of income in commercial units including the Private Patients Unit and an acknowledged position in relation to pay which is expected to exceed its



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

budget. This was reflected in the budget update presented to Tynwald in July 2020. The 2020/21 position does not take into account specific items relating to the pandemic such as the purchase of personal protective equipment and testing.

As part of the 2021/22 budget process additional funding will be received to address historic demands placed on health and care services but an efficiency target has also been agreed to ensure future sustainable service delivery. This has been agreed at 1% in 2021/22 and will form part of the mandated budget provision to Manx Care.

Department of Health and Social Care – Financial Summary

TABLE 37 – DHSC - Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Adult Services	21,871	22,631			
Child & Families	14,660	14,246			
Mental Health Service	21,068	20,008			
Chief Operating Officer	492				
DHSC Corporate Services	8,261		2,816	115	2,701
Finance Directorate		9,313			
Social Security Admin Act 1992	(40,855)	(38,900)		40,300	(40,300)
Public Health Directorate	1,459				
Nobles Hospital	116,737	121,127			
UK Referrals & Patient Transport	25,098	17,992			
Primary Healthcare Services	62,204	64,500			
Mandate			270,117		270,117
NET EXPENDITURE	230,995	230,917	272,933	40,415	232,518



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

TABLE 38 – DHSC - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income	40,956	38,986	40,400	42,002	43,668
Third Party Contributions	1,362	1,333			
Operating Income	12,240	11,500	15	16	16
Other Non-Trading Income	124				
TOTAL INCOME	54,681	51,819	40,415	42,018	43,684
EXPENDITURE					
Employee Costs	164,072	164,866	2,797	2,808	2,836
Infrastructure Costs	1,705	1,607	3	3	3
Transport Costs	4,660	4,980			
Supplies & Services	26,203	26,211	16	16	16
Agency & Contracted Service	83,830	78,444			
Loan Charges	9,397	8,400			
Other	(4,190)	(1,772)	270,117	270,496	272,000
TOTAL EXPENDITURE	285,676	282,736	272,933	273,322	274,854
NET EXPENDITURE	230,995	230,917	232,518	231,305	231,170

TABLE 39 – DHSC - Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	160,939	119,166	(53,315)	226,790
<u>Transfer of budget between Departments</u>				
Staff Transfer to Finance Advisory Service	(868)			(868)
Transfer to CABO	(724)	(42)	104	(662)
Transfer (from) CABO	150			150
Transfer to AGC	(243)	(3)		(246)
RIO Licences from DHSC		(10)		(10)
Digital Contract to DHSC		79		79
Transfer of budget to Manx Care	(158,128)	(110,535)	14,464	(254,199)
<u>Growth Items</u>				
Pay award allowance	26			26
Fee increase			(1,668)	(1,668)
Remove Loan Charges		(8,367)		(8,367)
Other Movements		(269)		(269)
Manx Care Funding		270,117		270,117
Manx Care & DHSC Budget re-profiling funding	1,645			1,645
2021-22 BUDGET	2,797	270,136	(40,415)	232,518



4.5. Manx Care (MC)

Manx Care is the new delivery organisation for health and care services for the Island. As set out in Sir Jonathan Michael's 2019 review, Manx Care is being set up as a statutory board to be operationally independent of both Government and Tynwald. Part of this recommendation is that Manx Care has the financial independence and flexibility to operate independently in a way that achieves the required outcomes.

From April 2021, Manx Care will be responsible for delivering all health and care services on the Island while being accountable to the Department of Health and Social Care ("DHSC"). There will be an agreement between the DHSC and Manx Care relating to the provision of agreed health and care services, the Mandate. This will cover what services should be provided for the Island's population, to what standard and within an agreed budget envelope and will include state and private care.

Manx Care will continue to provide the services offered by the DHSC prior to 1 April 2021. However, as envisaged by Sir Jonathan, the organisation will be focused only on delivery of service in the best way possible and will have more operational freedom. The other recommendations from Sir Jonathan Michael's report will continue to be delivered alongside other developments in Manx Care in order to realise the high quality, sustainable, integrated service that the report set out.

Manx Care will have the financial independence within an overall agreed financial envelope, to determine how best to spend the allocated funding to ensure it can achieve its aims based on its overall strategic plan, either by providing services directly or by commissioning services from other providers.

The Manx Care Board will be responsible for the delivery of services within the Mandate and will include Executive and non-Executive membership. There will also be a new Partnership Board with representation from the DHSC, the Cabinet Office

Manx Care – Financial Summary

(including Public Health) and the Treasury to support the development of the Island's health and care needs and the related funding implications.

Notwithstanding its financial independence, Manx Care will have reasonable levels of financial transparency, independent assurance and reporting, so that Government, Tynwald and the public, can have confidence that the necessary oversight exists to show that Manx Care is providing value for money services. Manx Care will provide regular financial reporting to the DHSC, which will answer a range of questions including whether Manx Care is delivering a balanced budget and planned efficiencies over time. At the beginning of each financial year, Manx Care will provide an overview document for the first two years and then an operating plan (which will include a financial plan for the year ahead). Within six months of the end of the financial year, Manx Care will also provide an annual report to the DHSC, which will provide details around its performance against the Mandate and its overview document/operating plan.

As part of the 2021/22 budget process Manx Care, through the Mandate agreement, will receive additional funding to address the increased demand placed on health and care services due to demographic changes, non-demographic changes and inflation. As Manx Care is committed to providing value for money health and care services, although an increase in funding is provided, it is also mandated that a 1% efficiency target is met in 2021/22. Further efficiency targets are expected in future years to achieve the longer term aim of delivering more efficient and sustainable services.

Additional funding has also been allocated as part of the Mandate agreement to introduce additional roles to Manx Care and the Island's Primary Care Services. These additional Primary Care roles are part of the Primary Care at Scale project which is co-designing and implementing a model to deliver Primary Care services collaboratively and at scale on the Island.



TABLE 40 – Manx Care - Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Adult Services			28,743	6,001	22,742
Child & Families			15,929		15,929
Mental Health Service			18,734	19	18,716
DHSC Corporate Services			9,265	165	9,100
Nobles Hospital			118,900	4,266	114,634
UK Referrals & Patient Transport			19,528		19,528
Primary Healthcare Services			73,480	4,012	69,468
Mandate			(270,117)		(270,117)
NET EXPENDITURE			14,464	14,464	

TABLE 41 – Manx Care - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income					
Third Party Contributions			1,358	1,383	1,383
Operating Income			13,049	13,315	13,315
Other Non-Trading Income			57	57	57
TOTAL INCOME			14,464	14,754	14,754
EXPENDITURE					
Employee Costs			168,911	170,183	171,713
Infrastructure Costs			1,468	1,468	1,468
Transport Costs			4,822	4,232	4,232
Supplies & Services			29,914	29,929	29,929
Agency & Contracted Service			79,845	79,845	79,845
Mandate			(270,117)	(270,496)	(272,000)
Other			(380)	(406)	(432)
TOTAL EXPENDITURE			14,464	14,754	14,754
NET EXPENDITURE					



Manx Care – Financial Summary (continued)

TABLE 42 – Manx Care - Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET				
<u>Transfer of budget between Departments</u>				
Transfer of budget from DHSC	158,128	110,535	(14,464)	254,199
Transfer of budget from CABO	150			150
Transfer to FAS	(109)			(109)
<u>Growth Items</u>				
Increase in Headcount	1,596			1,596
Legacy structural deficit uplift	8,000			8,000
Phlebotomy Service uplift	65	3		68
Dermatology Service Uplift	155			155
Complex Care Uplift		1,630		1,630
Primary Care Uplift	926	1,300		2,226
<u>Other</u>				
Other Adjustments		2,202		2,202
Manx Care Funding		(270,117)		(270,117)
2021-22 BUDGET	168,911	(154,447)	(14,464)	-



4.6. Department of Home Affairs (DHA)

This has been a challenging year for the Department of Home Affairs but one where our people have gone above and beyond their responsibilities in working to support our principle aim of keeping the Island Safe.

We are a demand led service, comprising the Fire & Rescue Service, the Prison and Probation service, Civil Defence, the Emergency Services Joint Control Room (ESJCR) and the Communications team and a small central team within the Chief Executive's Office that provide legislation and policy support. The Department is also required to provide budget and resources to support the Isle of Man Constabulary to deliver its services. Our services run every day of the year to meet the Council of Minister's aim in the Programme for Government that we live our lives free from danger and crime.



In the coming year, the Department will be undertaking an inspection of both the Police and Fire and rescue service. We are committed to tackling serious and organised crime, reducing levels of crime in young people and meeting the backlog of fire safety inspections. The Department has recently introduced a number of new and significant pieces of legislation aimed to better protect the people of the Isle of Man. We will be working hard to introduce the new legislation and the related changes to our services.

Financial Performance 2020/21

The Department is in a better financial position than previous years due to an underspend relating to training and recruitment. This is a non-recurring saving that has been caused by delays to recruitment because of the pandemic as well as an inability for

staff to leave the Island for training. This approach will not therefore be sustainable going forward.

In line with most other areas of Government, income generation has suffered. As a result, some of the savings it had originally identified may not be delivered. Increased costs for overtime and PPE incurred during the first quarter of the year have also added to this predicament.

Looking Forward to 2021/22

The dependence on the small surplus that the Department is forecasting to generate in 2020/21 is not sustainable and it is likely that remaining within budget will continue to be challenging next year. All Divisions have been asked to identify how they intend to reduce their areas of overspend and several initiatives are already underway.

The Department were successful in gaining partial funding for the following programmes;

- Fire Safety - Funding to outsource the backlog of fire inspections/certifications and ensure all Houses of Multiple Occupancy (HMO's) are of an appropriate standard
- Bail Hostel - Additional resources to meet the capacity of the service and high risk/complex user needs
- Digital Policing - Investment into technology that will improve the efficiency and resilience of the Constabulary's systems

Risks and Challenges

The Department undertakes risk management as part of its governance processes and this includes careful consideration and mitigation of financial pressures. Some of the key areas that will be monitored in the coming year include:

- Crime Levels and the changing nature of criminal activity through drugs and drugs trafficking
- Restorative justice and utilising innovative programmes to reduce reoffending and enable offenders to contribute to society
- Changing demands on the Fire and Rescue Service, particularly in relation to climate change, which mean staff need to be suitably trained and appropriately equipped



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

- Recruitment and retention and succession planning for the senior management teams
- Addressing deficits in training which arose as a result of the Covid pandemic
- Tackling the risk to the Island from the borders



Capital

Our focus during 2020/21 and continuing into 2021/22 will be on completing existing minor projects and ensuring they are fully operational. Work continues on the feasibility for a number of projects including the replacement of Douglas Fire Station and the renovation of the Police Headquarters that will enable the Department to be suitably prepared when the economic situation has fully recovered. The Sexual Assault Referral Centre is also a priority for the Department in the 21/22 financial year and the Department will be working with the third sector on arrangements to support short term accommodation for victims of domestic abuse.



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

Department of Home Affairs – Financial Summary

TABLE 43 - DHA - Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Chief Executives Office	4,994	4,513	1,023	152	871
Civil Defence	216	140	182	7	175
Fire & Rescue Service	5,303	5,286	5,328	47	5,281
Communications Division	1,363	1,434	2,034	628	1,406
IOM Constabulary	16,882	17,380	18,722	366	18,356
Prison & Probation Service	8,690	9,040	9,111	119	8,992
NET EXPENDITURE	37,448	37,793	27,289	1,319	35,081

TABLE 44 – DHA - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income					
Third Party Contributions	133	70	102	104	106
Operating Income	884	775	847	863	881
Other Non-Trading Income	431	294	370	378	386
TOTAL INCOME	1,448	1,139	1,319	1,345	1,373
EXPENDITURE					
Employee Costs	29,442	30,302	31,642	31,927	32,212
Infrastructure Costs	1,118	940	1,221	1,218	1,218
Transport Costs	(2)		12	12	12
Supplies & Services	4,800	4,499	3,525	3,525	3,525
Loan Charges	3,773	3,615			
Other	(235)	(424)			
TOTAL EXPENDITURE	38,896	38,932	36,400	36,682	36,967
NET EXPENDITURE	37,448	37,793	35,081	35,337	35,594



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

Department of Home Affairs – Financial Summary (continued)

TABLE 45 – DHA Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	31,598	7,930	(1,312)	38,216
<u>Transfer of budget between Departments</u>				
Staff Transfer to Finance Advisory Service	(171)			(171)
Net transfer from GTS		27		27
<u>Growth Items</u>				
Pay award allowance	278			278
Fee increase			(26)	(26)
IOM Constabulary Uplift	91	191		282
Fire & Rescue Uplift	30			30
Prison & Probation Service Uplift	60			60
<u>Other</u>				
Remove Loan Charges		(3,615)		(3,615)
Fund Uplift				
Budget Re-Alignment	(244)	225	19	-
2021-22 BUDGET	31,642	4,758	(1,319)	35,081



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

4.7. Department of Infrastructure (DOI)

This has been a difficult year for all residents of the Isle of Man, and through these challenging times the Department continued to provide the infrastructure that the Island and its people required to support them through the global emergency that resulted from the Covid-19 pandemic.

The Department was instrumental in the creation of the dedicated Covid-19 facilities at Noble's Hospital, including securing significantly increased oxygen provisions. The Department established and staffed the PPE store that was accessed by colleagues across Government and co-ordinated the repatriation of Manx residents.



Colleagues across the Department worked together to deliver vital services in a timely and professional manner. Together with other key workers, DOI colleagues rose to the challenge and ensured:

- safe and efficient travel around the Island;
- the movement of residents, key workers and goods between the Island and neighbouring jurisdictions;
- that government assets, such as buildings, ports and vehicles, remained maintained and available;
- access to affordable housing continued;
- proper disposal of waste continued.

The key priorities of the Department were unchanged during the global emergency and it continued to ensure that in a time of economic difficulty the limited resources were properly targeted.

The Department aims 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 increased and unexpected demands on the services provided across the Divisions, the Department is working hard to ensure that it ends 2020-21 within the revised budget that was agreed in July 2020 and published in the purple book.

The measures put in place to protect the Island and its residents have had a significant impact on the Department's income. Passengers travelling through our ports have reduced to a fraction of the levels assumed when the 2020-21 budget was approved in February 2020. Lock down, changes in working habits and the absence of the usual tourist numbers has impacted passenger numbers on public transport. The Department has worked hard to continue to provide services despite reduced income, and has benefited from Treasury support to provide those exceptional requirements resulting from Covid-19.

The impact of the pandemic on construction both globally and on Island has led to delays in the progression of some work. All Divisions across the Department are working to deliver their capital programme to ensure that Government spending supports the local economy.

Achievements in 2020-21

Despite the difficult circumstances during 2020-21 the Department:

- continued work on the Douglas Promenade Refurbishment project;
- continued work on the new Isle of Man Ferry Terminal in Liverpool;
- commenced construction work on the relocated Vehicle Test Centre;
- completed the apron paving works at the airport;
- implemented an updated Instrument Landing System at the airport;



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

- further improved the Heritage Trail;
- installed a debris catcher in the Glen Roy River in Laxey;
- established the Flood Risk Management Division following the recommendations of the ARUP report.



Our aims for 2021-22

The Department is responsible for a wide range of valuable infrastructure assets and has a continual focus on maintenance. In the current challenging economic environment, funding constraints will be more keenly felt in the 2021-22 financial year. This will mean that difficult choices may have to be made; reduced maintenance spend may 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 significant challenges in 2021-22 as it ensures the Island's infrastructure continues to support its social and economic needs. The ongoing estimated reduction in the Department's income may have a significant impact on the way the Department delivers its services.

Capital Project Schemes

The complete closure of the construction industry in the Island and the impact of global measures in response to the Covid-19 pandemic have affected the delivery of the Department's capital schemes and minor capital works in 2020-21. Under very difficult circumstances the Department is on target to spend 65% of the capital budget that it was allocated by Tynwald which included accelerated funding for several schemes to allow Government spending to support the local economy. One such scheme was the Douglas Promenade Scheme, which continued to face challenges and caused disruption. The Department has taken the opportunity presented by the reduced level of tourism during 2020 to accelerate this scheme within the Covid-19 constraints applied to the construction industry. The Department is confident that the refurbished Douglas Promenade will be an asset for the Island as a whole and will be ready to welcome visitors to the Island when travel constraints allow.

Works on the Isle of Man Ferry Terminal in Liverpool commenced in late 2019. This project has been impacted significantly by the effects of Covid-19 in the surrounding area. Work continues however, and the ground works were completed in October 2020.

Major projects to be progressed for 2021-22 will include:

- completion of the Douglas Promenade Refurbishment;
- the Douglas Promenade walk way;
- the Isle of Man Ferry Terminal in Liverpool;
- further Island wide flood mitigation measures;
- Ground Services Refurbishment at the airport;
- replacement of Pulrose bridge
- completion of the Vehicle Test Centre.



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

Department of Infrastructure – Financial Summary

TABLE 46 – DOI - Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Corporate Support & Compliance	7,448	7,290	16,173	9,789	6,384
Ports Division	9,627	11,714	10,238	8,037	2,201
Highway Services Division	1,547	2,715	12,730	16,220	(3,490)
Public Estates & Housing	32,859	32,586	37,402	12,972	24,430
Transport Services Division	18,778	22,533	20,658	4,333	16,325
Harbours		2,483	5,248	3,444	1,804
Flood and Coastal Protection		261	1,000		1,000
NET EXPENDITURE	70,259	79,582	103,449	54,795	48,654

TABLE 47 – DOI - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income	13,313	13,460	13,729	14,004	14,284
Third Party Contributions	3,018	3,395	3,463	3,532	3,603
Operating Income	35,424	25,803	33,998	38,987	39,767
Other Non-Trading Income	4,256	3,535	3,605	3,677	3,751
TOTAL INCOME	56,011	46,193	54,795	60,200	61,405
EXPENDITURE					
Employee Costs	47,021	41,950	43,084	43,459	43,848
Infrastructure Costs	34,016	32,787	32,787	32,787	32,787
Transport Costs	5,863	5,390	5,390	5,390	5,390
Supplies & Services	13,945	15,204	15,143	14,299	14,299
Agency & Contracted Services	2,571	4,503	4,503	4,503	4,503
Loan Charges	21,841	24,398			
Other	1,013	1,543	2,542	2,543	2,543
TOTAL EXPENDITURE	126,270	125,775	103,449	102,981	103,370
NET EXPENDITURE	70,259	79,582	48,654	42,781	41,965



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

Department of Infrastructure - Financial Summary (continued)

TABLE 48 – DOI Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	46,402	85,002	(57,852)	73,552
<u>Transfer of budget between Departments</u>				
Cleaning Team to DESC	(3,555)	(1,014)		(4,569)
Staff Transfer to Finance Advisory Service	(238)			(238)
Transfer to CABO		(1)		(1)
Covert Vehicle budget transfer to DHA		(12)		(12)
<u>Growth Items</u>				
Pay award allowance	374			374
Fee increase			(1,161)	(1,161)
Industrial JEGS Allowance	(16)			(16)
Creation of Flood and Coastal Protection	776	224		1,000
<u>Other</u>				
Remove Loan Charges		(24,398)		(24,398)
Reduction of budget for Peel Silt project		(275)		(275)
Budget Re-Alignment	(659)	839	(180)	-
Approved reduction in income targets			4,398	4,398
2021-22 BUDGET	43,084	60,365	(54,795)	48,654



4.8. 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 2021/22 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 has worked in cooperation with other Departments of Government to setup the Economic Recovery Group to provide a structured process to assess opportunities to invest funds from the Economic Recovery Fund for the benefit of our economy, up to £10m will be spent this year with further investment next year available if required

Significant changes to the means by which capital investment planning is undertaken will be introduced next year with the development of a Strategic infrastructure Plan, supported by a new simpler funding mechanism for capital spend.

The treasury has also commenced a full review of Government's procurement process to ensure it remains fit for purpose through strong governance yet nimble enough to meet the needs of the Island.

The impact of the COVID19 pandemic on the FERSA will be reviewed in 2021-22, and it is possible that the results of this review will affect the revenue the Island receives under the Agreement. Non shared taxation receipts are expected to return to pre-COVID levels in 2021-22 with the exception of APD receipts.

The Financial Advisory Service (FAS) was formed in April 2020 by the transfer of Departmental Finance Teams into Treasury to form a shared service. FAS offers high quality financial information, advice and support to Departments, acting as a critical friend to provide valuable insights and objective challenge. The benefits of the shared service will include:

- improved resilience across the finance team for Government
- better-quality financial information
- more standardisation and automation leading to increased efficiency
- helping Departments to focus on the future, to develop and deploy strategic solutions.

For the coming year, FAS has identified over 20 improvement projects which will start to deliver benefits to Government and enable capacity to be released for more value-added activity. Additionally, the team has started to coordinate development and learning opportunities, working more closely together to provide a strong peer network and develop agile, multi-skilled people.

The Treasury also will commence a review of the contents and need for separate light blue and dark blue books. Best practice would be the production of a single annual report and we will investigate the means to introduce this as soon as possible



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

The Treasury – Financial Summary

TABLE 49 - The Treasury Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£'000	Actual Spend 2019-20	Probable Spend 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Financial Governance Division	16,769	12,219	10,463	6,023	4,440
Financial Advisory Service		1,917	2,370		2,370
Customs & Excise Division	2,694	2,788	2,813	409,009	(406,196)
Income Tax Division	6,291	5,159	5,813	226,762	(220,949)
Assurance Advisory Division	631	676	774	84	690
Manx Radio Subvention	980	1,079	1,079		1,079
Treasury Grants	4,778	4,451	8,894		8,894
Government Contingency		2,401	10,148	(848)	10,996
Lottery Duty Distribution	1,613	1,400	1,400		1,400
Non-Contributory Benefits	74,626	84,681	76,336		76,336
National Insurance Operating A/c	226,842	222,738	277,236	277,236	
Social Security Administration	4,300	4,473	4,010	204	3,806
NET EXPENDITURE	339,524	343,982	401,336	918,470	(517,134)

Note

The Contingency Budget includes £11 million of General Contingency 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 & £4.0m for the Isle of Man Financial Services Authority.

TABLE 50 - The Treasury Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Customs & Excise	444,531	346,303	409,009	427,693	446,068
Income Tax	241,124	222,950	226,762	252,609	264,423
Other Treasury Income	10,305	6,411	5,464	7,060	3,858
NI Operating Account	267,697	336,902	277,236	282,781	288,436
TOTAL INCOME	963,657	912,566	918,470	970,143	1,002,785
EXPENDITURE					
Employee Costs	14,959	16,868	21,578	22,153	22,129
Infrastructure Costs	7	18	93	93	93
Supplies & Services	1,951	2,511	5,430	6,657	7,521
Agency & Contracted Services	3,585	3,518	3,518	3,518	3,518
Loan Charges	438	906			
Social Security Clients	325,877	307,588	339,370	341,997	350,769
Other	(7,293)	12,573	31,347	35,881	34,370
TOTAL EXPENDITURE	339,524	343,982	401,336	410,299	418,400
NET EXPENDITURE	(624,133)	(568,584)	(517,134)	(559,844)	(584,385)



TABLE 51 - The Treasury - Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	15,985	370,969	(917,038)	(530,084)
<u>Growth Items</u>				
Pay award allowance	178			178
Income Adjustment			(20,782)	(20,782)
Creation of Finance Advisory Services (FAS)	2,346	1		2,347
<u>Transfer between departments</u>				
Transfer to FAS from FGD	(88)			(88)
Transfer to Legislature (Audit Fees)		(392)		(392)
<u>Other</u>				
Loan Charge Adjustment		(906)		(906)
CEX Adjustment			(9,235)	(9,235)
ITD Adjustment			26,757	26,757
Non-Contributory Benefits Increase		1,274		1,274
Income Tax Salary adjustment	467			467
NI Fund Transfer Increase		5,019		5,019
Budget Re-Alignment	2,690			2,690
Contingency budget uplift due to COVID		3,793	1,828	5,621
2021-22 BUDGET	21,578	379,758	(918,470)	(517,134)



4.9. 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.



Climate Change

Governments' commitment to achieving the target of net-zero emissions by 2050. Further work in overseeing a long term climate action plan for Government, fully understanding the impacts upon our environment, our communities, and our economy of any actions taken.

Health and Care Transformation

The Health and Care Transformation Programme is responsible for the implementation of the 26 recommendations of Sir Jonathan Michael's Health and Social Care Review's Final Report, including embedding the restructuring of the health and care system and the transformation of service delivery.



Public Health

To protect and improve the health and wellbeing of the residents of the Isle of Man and to reduce health inequalities through strong partnerships with individuals, communities and key public, private and voluntary organisations.

On 1st April 2020, the Public Health Directorate transferred from the Department of Health and Social Care to Cabinet Office, in line with the recommendation in the Independent Review of the Isle of Man Health and Social Care System.

Department Key Challenges in 2021/2022:



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

The Public Health team is currently working at the forefront of managing government's response to COVID-19, this work continues working closely with colleagues across many Departments to deliver the best possible advice.

Future European and Trade Policy

Assess the evolving trade relationships with the UK, the EU and the rest of the world, and advise the Chief Ministers and Chief Secretary on the Isle of Man's participation in the UK's new trading relationships, including its participation in the World Trade Organisation

Public Sector Reform

The Programme for Government is now based on a national outcomes framework, introducing 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 and 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.



Business Change Services

Business Change Services is responsible for the management of programmes and projects throughout Isle of Man Government employing industry best practice standards and frameworks.

The formation of Business Change Services provides Isle of Man Government with the opportunity to optimise the way we define, prioritise and deliver change throughout Government for both digital and

non-digital programmes and projects, to ensure we are delivering the right change in the right way.

A key purpose of Business Change Services will be to support the Chief Secretary and Chief Minister with the development and delivery of Government corporate priorities.

Government Technology Services

GTS is responsible for the provision of secure, robust and effective technology services throughout Isle of Man Government.

To provide the Isle of Man Government with a trusted digital partner that will help customers to achieve the technology outcomes they require in the most effective manner possible. Working closely with the Business Change Services Team we will ensure technology change is delivered in line with the Isle of Man Government priorities.

Our key purpose is to assist our customers with the design, delivery and support of their technology services in line with industry best practise and ITIL standards.

Key Priorities for the Cabinet Office are:

Climate Change

- Establishing a permanent team to oversee and enable the Government's commitment to achieving the target of net-zero emissions by 2050;
- Ensuring delivery of the Phase One Action Plan approved by Tynwald in January 2020;
- Prepare the Phase Two, Five year Action Plan to be presented to Tynwald in June 2021; and
- Support the enactment of the Climate Change Bill which entered the branches of Tynwald in November 2020.



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



- Support Government as a whole to address the wider determinants and influences of health;
- Encourage a greater focus on health and wellbeing across the Island;
- Facilitate better access to services amongst vulnerable/seldom-heard-from groups;
- Enable better outcomes for the Isle of Man population; and
- Improve clinical effectiveness, cost effectiveness and value for money in health and care service delivery.

Health and Care Transformation

- Maintain oversight of the embedding of the new health and care system structure, which includes the new Department of Health and Social Care and Manx Care;
- Deliver care pathways and service delivery transformation in a manner that is evidence based, Isle of Man appropriate, person centred, clinically and financially sustainable and enables the delivery of comprehensive integrated services;
- Continue the implementation of the 26 recommendations, to enable the Island to become a model of how to deliver a fully integrated, sustainable health and care system;



Public Health

- Improve the Directorate's ability to advise policy makers across Government, thereby providing for greater delivery of public health policy through other public sector organisations;
- Mature the Directorate's capability of collecting data from across Government;
- Support improved focus on public health and better outcomes in relation to policy making across Government;

Programme for Government

- Lead on the development and delivery of the Programme for Government across the Isle of Man Government;
- Delivery of the Government's Legislative Programme; and
- Support the Council of Ministers and their sub-committees' policy and reform agenda
- Lead on effective stakeholder and public consultation in the development of policy.

Workforce

- Continue the delivery of the People Strategy across Government to recruit, retain, develop and keep our people healthy and well;
- Advance the "New Public Service" agenda, maximising the opportunities for organisational change identified during the Island's Covid experience;
- Maintain positive industrial relations across Government, in partnership with Departments and Unions;
- Continue to progress the equality agenda through pay and benefits; and
- Support DHSC Transformation and Manx Care.

Business Change

- Deliver constant and effective transformational change programmes, including key technology initiatives;
 - Beneficial Ownership
 - Electoral Registration
 - Digital by Default Census
 - Laboratory System
 - Drivers & Vehicles
 - Social Security Portal
 - Smart Services



Government Technology Services

- Maintain and build upon the organisational agility shown during the COVID-19 pandemic;
- Continue to enhance our management information to ensure data is as real time as possible;
- Support and enable our customers with their use of technology;
- Maintain and enhance the stability of our technology platforms;
- Support the Business Change Services team by delivering technology change in line with Isle of Man Government priorities; and
- Embrace new technologies and the benefits that they will bring.



Cabinet Office – Financial Summary

TABLE 52 - Cabinet Office Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£'000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Office of Human Resources	5,321	5,312	6,021	104	5,917
Chief Secretary's Office	2,158	3,025	3,518		3,518
Crown & External Relations	1,876	2,380	3,365	1,119	2,246
Government Reform Team	780	788	894	96	798
Government Technology Services	19,663	19,272	19,006	55	18,951
Policy & Strategy	348	395	459		459
OCSIA	330				
Public Health		1,515	2,056		2,056
Business Change		425	908		908
NET EXPENDITURE	30,476	33,112	36,227	1,374	34,853

TABLE 53 - Cabinet Office Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income	2				
Third Party Contributions	55	52	55	56	57
Operating Income	1,204	658	1,319	1,345	1,372
Other Non-Trading Income	(5)				
TOTAL INCOME	1,256	710	1,374	1,401	1,429
EXPENDITURE					
Employee Costs	18,397	21,808	21,275	21,540	21,810
Infrastructure Costs	135	143	85	85	85
Transport Costs	8	8	9	9	9
Supplies & Services	16,902	20,205	15,310	14,881	14,883
Loan Charges	195	725			
Other	(3,905)	(9,069)	(451)	(451)	(451)
TOTAL EXPENDITURE	31,732	33,820	36,228	36,064	36,336
NET EXPENDITURE	30,476	33,110	34,853	34,663	34,907



Cabinet Office – Financial Summary (continued)

TABLE 54 - Cabinet Office - Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	19,926	15,153	(1,578)	33,501
<u>Transfer of budget between Departments</u>				
Finance staff to Finance Advisory Service	(148)			(148)
Transfer from CABO		1		1
Gartan Licences to DHA		(15)		(15)
PDMS to DfE		(108)		(108)
DHSC Transfer	724	42	(104)	662
Library system to DESC		(13)		(13)
RIO Licences from DHSC		10		10
Digital Contract to DHSC		(79)		(79)
NED to Manx Care	(150)			(150)
<u>Growth Items</u>				
Pay award allowance	184			184
Fee increase			(25)	(25)
Creation of Climate Change Team	570	318		888
Business Change Team Uplift	345	135		480
<u>Other</u>				
One off reduction	(40)			(40)
Remove Loan Charges		(724)		(724)
Budget allocated to future years		429		429
Budget Re-Alignment	(136)	(197)	333	-
2021-22 BUDGET	21,275	14,952	(1,374)	34,853



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

4.10. 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 courts and tribunals service.

Context

The Covid-19 pandemic had a significant impact on the courts and tribunals service during 2020. However, despite the many emerging challenges, the courts and tribunals remained open throughout this period and justice continued to be administered. Our ability to continue to operate effectively benefitted from the increased use of live video-links in proceedings where it was in the interests of justice so to do, a development which will continue to be fully embraced subject to the appropriate safeguards.

Despite the significant impact of the pandemic, preparatory work continued to enable the General Registry to embark upon an ambitious phased digital modernisation programme. The approved capital scheme was, however, deferred to run for three years from 2021/22 and will commence with the procurement of a new case management system for the summary courts

Challenges

Allocating necessary resources in a timely manner will be a significant factor in meeting the key challenges facing us in 2021/22, which include:



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

- supporting our digital modernisation programme whilst maintaining core business requirements, particularly at a time of significant legislative change;
- supporting an extensive government legislative change programme through the production of new Rules of Court, as well as embedding new processes, guidance and/or forms where required;
- increasing demands on our services, including more complex civil and other proceedings coming before the courts and tribunals;
- the impact on factors outside of our control affecting our ability to provide the necessary services.

Financial Performance

With the ongoing effects of the pandemic unknown, our working assumption is that 2021/22 will see continuing pressure on expenditure and income with 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 which as revised in February 2020.

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 2020/2021 financial year. This is due to a rise in costs associated with certain Court proceedings which require expert support.

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.

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 has started to bring together a centralised team of Legislation Officers, who will support Departments by providing a professional service for the development of secondary legislation. 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 fourth Annual Operating Report of AGC in December 2020, 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.

AGC has not requested additional revenue funding for the 2021/2022 and subsequent financial years due to the strict parameters placed on making bids. Work continues to seek to cut costs but it is becoming increasingly difficult year on year.

HMAG's Operating Report noted that it is now becoming increasingly difficult to absorb demand in the following areas:

1. There is an intense programme of primary and secondary legislative reform which is timetabled for what remains of this Administration's term. HMAG is focusing efforts on using its experienced drafters to deliver this agenda. The complexity associated with secondary legislation, such as Brexit, needs to be more accessible for the



public, businesses and practitioners. Publishing secondary legislation should ideally be properly resourced but this work has been hampered by lack of resource.

HMAG intends to keep the above concerns under review and liaise with Treasury officers as necessary.

2. Procurement Officers are under increased pressure to meet the demands placed upon them and this also affects the legal team through the resulting contractual work. The work increased by 15% in 2019/20 and that trend is continuing. The creation of Manx Care is likely to place more pressure on already stretched resources in this area during the initial commissioning period.
3. Children and Family Court work has become more administratively intensive and the nature of the work increased in complexity, which is a theme that is likely to continue post-pandemic. This affects the team representing DHSC and the revenue funding to support children who are involved in proceedings. Ensuring the latter is a statutory responsibility for HMAG.
4. Property transactions continue to increase and there is no 'shortcut' to this legal process. A previous proposal to strengthen the team on a temporary basis to allow proactive voluntary registration of land so as to more efficiently support and prevent delays in property transactions and prevent encroachment of government owned land was unfortunately not supported. HMAG is mindful that delays may be experienced if the level of work continues to increase.
5. AGC's prosecutors are focused on moving to digital processes where possible and great strides forward were made during the pandemic. However, it should be noted that wide ranging legislative and digital reform will impact in the coming years and the changing profile of cases referred by the policy must also be considered.



Executive Government – Financial Summary

TABLE 55 - Executive Government Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Industrial Relations	271	335	351		351
Veterans Welfare Society	96	106	106		106
Information Commissioner	121	274	431	281	150
General Registry	2,854	2,678	5,146	2,874	2,272
Attorney General	5,362	5,736	6,112	68	6,044
International Development	2,500	2,500	2,500		2,500
NET EXPENDITURE	11,204	11,629	14,646	3,223	11,423

TABLE 56 - Executive Government Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income	144	100	281	286	292
Third Party Contributions	103	66	68	69	70
Operating Income	2,256	2,138	2,867	2,585	2,636
Other Non-Trading Income	7	7	7	7	7
TOTAL INCOME	2,510	2,311	3,223	2,947	3,005
EXPENDITURE					
Employee Costs	9,323	9,848	10,477	10,537	10,598
Infrastructure Costs	7	80	80	80	80
Supplies & Services	1,500	1,495	1,589	1,589	1,589
Other	2,884	2,517	2,500	2,500	2,500
TOTAL EXPENDITURE	13,714	13,940	14,646	14,706	14,767
NET EXPENDITURE	11,204	11,629	11,423	11,759	11,762



Executive Government – Financial Summary (cont'd)

TABLE 57 - Executive Government Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	9,969	4,182	(2,826)	11,325
<u>Transfer of budget between Departments</u>				
Transfer Legal from DHSC	243	3		246
<u>Growth Items</u>				
Pay award allowance	97			97
Fee increase			(57)	(57)
MIRS Officer	83			83
Gen Reg Deputy High Bailiff	156			156
<u>Other</u>				
Removal of Loan Charges		(16)		(16)
MIRS Budget Re-Alignment	(71)			(71)
Gen Reg income adjustment			(340)	(340)
MIRS Reduction LTA bid				
2021-22 BUDGET	10,477	4,169	(3,223)	11,423



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

4.11. Legislature (Parliament)

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

Within Supplies and Services the annual expenditure for 2019-20 was within budget at £423,539. The annual budget has been fixed since 2015-16 and as no increase is expected it is becoming more challenging to maintain services while containing costs.

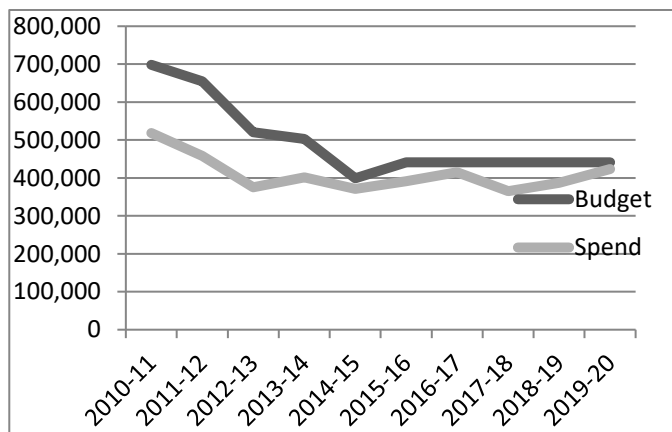


Figure 1- Supplies and Services: Budget v Spending 2010-20

In 20-21 the Clerk of Tynwald's office expects to underspend by around £100,000 in Supplies and Services; this is primarily with respect to a reduction in costs associated with Tynwald Day and off-island travel, however, spending on IT is expected to increase.

Employee costs to date have been controlled by headcount reductions. During 19-20 the FTE was increased, within budget, by 1.5 FTE to support the work of the Hansard team and the Administration office. During 20-21, and extending into 2022, 2 LTA FTE will assist with the increased, time limited workload generated as a result of the COVID-19 emergency and the fifth year of the electoral cycle; again this will be accommodated within existing budgets.

In the 20-21 financial year a separate budget for the Tynwald Commissioner for Administration's

budget was introduced which is reported on as part of the Expenses of the Legislature.

In the 21-22 financial year there will be a General Election and therefore, in line with the provisions in The Members of Tynwald (Resettlement Grant) Scheme 2018 (2018-SD-0041), payments may need to be made to any qualifying candidates who are not re-elected. The actual sum required is unknown and so not routinely budgeted for.



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

Legislature (Parliament) - Financial Summary

TABLE 58 - Legislature Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Legislature	4,708	4,844	5,491	10	5,481
Tynwald Commissioner Administration					
NET EXPENDITURE	4,708	4,844	5,491	10	5,481

TABLE 59 Legislature Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Third Party Contributions	8				
Fees & Charges	65	9	10	10	10
Other Non-Trading Income	(1)				
TOTAL INCOME	72	9	10	10	10
EXPENDITURE					
Employee Costs	3,919	4,159	4,565	4,607	4,651
Supplies & Services	424	341	926	926	926
Loan Charges	437	354			
TOTAL EXPENDITURE	4,780	4,854	5,491	5,533	5,577
NET EXPENDITURE	4,708	4,845	5,481	5,523	5,567


Appendix 4 – Net Revenue Expenditure by Department, Office and Board
TABLE 60 - Legislature Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	4,159	795	(10)	4,944
<u>Growth Items</u>				
Pay award allowance	40			40
Fee increase (less than 1k)			()	()
Tynwald Administrator	368	484		852
<u>Other</u>				
Budget re-alignment	(2)	1		
Loan Charge Adjustment		(354)		(354)
2021-22 BUDGET	4,565	926	(10)	5,481

TABLE 61 – Breakdown of Employee Costs

BREAKDOWN OF EMPLOYEE COSTS					
	Actual 2019-20	Budget			
		2020-21	2021-22	2022-23	2023-24
Staff	1,160	1,345	1,725	1,740	1,756
Member's Emoluments	2,759	2,814	2,840	2,867	2,895
NET EXPENDITURE	3,919	4,159	4,565	4,607	4,651



4.12. 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 on 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 IOM 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. The Authority will publish its next strategic plan, setting out its strategic goals for the coming 3 years, during 2021.

During 2020/21 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 further develop its new regulatory data system Atlas;
- working with Treasury to finalise the design and begin to implement a resolution framework for the banking industry;
- continuing the work to reform the Retirement Benefits Scheme regulatory framework; further development of a revised supervisory approach, which supports a better allocation of resources based on assessed risk; and
- engaging with key stakeholders to share information and elicit views on the development of the Authority's funding model to become predominantly funded by industry.

In line with many other organisations a significant factor for the Authority during 2020/21 was the impact of the COVID-19 pandemic. The Authority vacated its offices in March 2020 with all staff working from home. The technology employed by the Authority and the nature of its work meant that the transition to home working was relatively smooth. The Authority found that it could complete the vast majority of its functions in their entirety under a remote working model. All Authority staff returned to predominantly office based working from August 2020 following the end of the COVID19 lockdown period on the Island.

During the lockdown period, and the following months as the on-Island protocols and organisations' operating procedures gradually returned to normal, the Authority's engagement with industry was adapted significantly. The changes were to reflect the different working conditions for and the emerging risks faced by the regulated sector. Inevitably, social distancing meant the Authority's face-to-face and on-site activity was much reduced during the year. However the Authority has ensured that remote

processes and revised methods of data collection have allowed it to maintain suitable oversight of the organisations it regulates and to work with other government agencies to understand the risks faced by industry and to ensure suitable responses are in place. The changed, and in some cases increased, activities, to allow the Authority to discharge its objectives during this challenging period inevitably resulted in an adverse impact on some of the projects the Authority is advancing. The Authority had to prioritise the various development initiatives with some lower impact and less urgent projects having to be put on hold temporarily. Post-COVID the Authority has resurrected the work on these projects and as part of the re-planning has sought ways to make up for any lost ground.

In the Government's Budget 2020-21, the intention for the Authority "to move to a predominantly industry funded model ('PIFM')" was announced. The Authority is currently funded by a blend of industry fees and an annual subvention from the Treasury which is approximately a 50/50 split. The move to the fully implemented PIFM is expected to take a number of years, with the timeframe to be agreed. During October the Authority issued a Discussion Paper seeking stakeholders' views on key issues for transitioning the Authority towards this desired model. The move to the PIFM will include an ongoing and rigorous engagement process with industry and government stakeholders. Defining the PIFM solution is expected to take around 2 years commencing autumn 2020. The Authority will be engaging an independent third party to assist with research and stakeholder engagement, as well as the preparation of final recommendations on the PIFM to the Board of the Authority.

On the technology front, the Authority has been continuing to develop and take advantage of the functionality delivered by its Atlas data system. Atlas is a regulatory data system jointly developed by the Authority and the Island's Gambling Supervision Commission. The first phase of the system was rolled out in November 2019. Further phases will see increased data analysis capability and, in the longer term, on-line services targeted at regulated entities



and will be dependent on the availability of key GTS resources and budget sufficiency. The early phases of the system will assist the operation of the Authority's revised supervision approach which is under development. Alongside its own system development, the Authority continues to engage with other key stakeholders locally and internationally on the application of technology in the provision of financial services. This includes working with the Department of 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.

Recognising the likely impact of environmental matters on the financial services industry, during 2020/21 the Authority has become members of both the Network for Greening the Financial System and of the Toronto Centre's Community of Practice for Climate Issues. The Authority will take an active part in initiatives being run by these organisations, with a view to understanding any financial risk implications for the financial sector and working with industry to develop suitable responses and information to support an assessment of risks. The Authority has its own Environmental Committee, made up of staff members, aimed at reducing its own environmental impact. During 2020/21 the Authority also became a partner of the UNESCO biosphere.

Since 2018, the Authority has worked in conjunction with Treasury on the development of a resolution framework for the Island's banking industry. In November 2020, the Bank (Recovery and Resolution) Act gained Royal Assent, with associated regulations being introduced shortly afterwards. With the Act coming into force in early January 2021, the Authority will become the Island's Resolution Authority. Work has commenced on developing the governance structure, recruiting the staff and producing the policies and procedures to fully implement the resolution authority and allow it discharge its functions. It is intended that the cost of the

Resolution Authority will be met by levies on the Banking industry.

Other key regulatory developments during 2020/21 included further roll-out of enhancements to the regulatory framework for insurance business, with updated regulations and guidance for general insurance intermediation coming into force on 31 December 2020. Consultation on the main components of the new framework for non-long term insurance (risk-based capital and governance) was completed enabling these to come into effect from 30 June 2021, the new framework for long-term insurance having already been in place since the beginning of 2019. The implementation of the components for non-long term business will mark the completion of the all of the main aspects of this large body of work.

The Authority has continued to play a significant role in the pan-Government response to the findings of the 2016 Moneyval evaluation of the Island. In September 2020, the Government issued a progress report highlighting all the work completed and the performance improvements acknowledged by Moneyval. In relation to its own objectives in the fight against financial crime, the Authority is creating 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, will further 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". The Authority has now made an appointment to the Head of AML/CFT role, who will lead the new unit; the appointee will take up the role in early 2021/22.

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, during 2020/21 the Authority has started its planned headcount increase, focussed mainly on its Supervision and Enforcement divisions. This increased headcount involves a mix of permanent and



term appointments. The term appointments, within which increases in the Enforcement headcount are 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 as set out in the Public Sector Pensions Act 2011.

Over recent years the PSPA has continued to progress its programme of public sector pensions reform. Key activities have included the implementation of revised provisions to the Police and Teachers Pension Schemes to move towards future sustainability, reforms of the Judicial Pension Scheme implemented in February 2020 and further development of Cost Sharing provisions for all Schemes.

Cost Sharing is the process by which future cost changes under unfunded public sector schemes based on agreed actuarial assumptions will be shared between Government and scheme members. The broad basis of how cost sharing will work has been consulted upon and the Public Sector Pensions (Cost Sharing) Scheme 2020 was approved by Tynwald in June 2020 and this will apply initially to the Government Unified and Teachers Pension Schemes and in due course, to the Police and Judicial Schemes.

Furthermore, the results of the three-yearly actuarial valuations undertaken by Hymans Robertson on all schemes' as at 31 March 2019 are expected to be

delivered in early 2021 along with revised cashflow projections.

In the coming year the PSPA will focus on implementation of the cost sharing basis for all schemes, provision of a baseline cost sharing valuation for the Government Unified and Teachers Schemes and revisions to Tynwald Members' pensions in line with the revised pay proposals accepted by Tynwald in November 2020.

In relation to Public Sector Pension Scheme expenditure, in 2019/2020 total income from all Schemes was just under £69m whilst expenditure across all schemes was £102m. The forecast outturn for 2020/2021 is income of £72m and expenditure of £109m but this is very much dependent upon the number of Scheme members who decide to retire in the year.

Finally, a key risk to the delivery of the PSPA's key objectives is the quality of the data upon which many of the functions of the PSPA rely, including annual audits, valuations and cash flow estimates. The PSPA will therefore continue to work closely with colleagues in all Employing Authorities and the Office of Human Resources 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 money laundering, terrorism financing and financial crime, with the FIU's functions being –

- Receiving, gathering, analysing, storing and sharing information about financial crime (whether on 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;
- 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 successful Seized Assets Fund bids in order to; equip a second Analyst and provide for an increased capability, in line with Priority Actions identified in the 2016 Moneyval 5th Round Mutual Evaluation Report, provide for continued improvements to Themis and develop secure limited access to parts of the Themis for partner agencies. With the continued support of 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:

1. Provide a high level of focus to the development of analysis products both operational and strategic;
2. Provide support to the Economic Crime Unit to seek an improvement in the use of financial intelligence to successfully investigate and prosecute money-laundering offences, and confiscate the proceeds of crime;
3. Develop and improve access to the widest possible range of financial intelligence; and
4. Focus on the development of knowledge and skills for combatting the emerging threats from crypto-enabled crime and convertible and non-convertible virtual currencies.

The overall objective of the FIU is to deliver its key general functions to ensure the Island meets a substantial level of effectiveness against FATF standards. This will be achieved through the gathering, analysis and dissemination of intelligence in order to assist in the global fight against money laundering and the financing of terrorism and through the prevention, detection and reduction of financial crime. The FIU is a key partner in the AGC's Asset

Recovery Team's work in restraining and ultimately confiscating the proceeds of crime.

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 62 - Statutory Boards and Bodies - Net Expenditure by Division

NET EXPENDITURE - BY DIVISION					
£000	Net Actual 2019-20	Net Probable 2020-21	Gross Spend 2021-22	Gross Income 2021-22	Net 2021-22
DIVISION					
Communications Commission	(818)	(558)	1,001	1,347	(346)
Financial Services Authority			7,611	7,611	
Gambling Supervision Commission	(670)	(254)	2,293	3,330	(1,037)
Public Sector Pension Authority					
Financial Intelligence Unit	766	872	880		880
NET EXPENDITURE	(722)	60	11,785	12,288	(503)

Notes:

- 1) FSA deficit (£4.035m in 2021-22) is met by Treasury grant.
- 2) Gross cost of PSPA (£1.470m in 2020-21) is met by a transfer from the PSEPR.

TABLE 63 - Statutory Boards and Bodies - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
£000	Actual 2019-20	Probable 2020-21	Budget 2021-22	Indicative financial plan	
				2022-23	2023-24
INCOME					
Taxation Income	4,957	4,974	6,765	7,973	8,576
Operating Income	1,418	1,457	1,486	1,656	1,753
Other Non-Trading Income		2	2	2	2
Grant Income	3,215	3,535	4,035	3,405	3,320
TOTAL INCOME	9,590	9,968	12,288	13,036	13,651
EXPENDITURE					
Employee Costs	8,077	8,420	10,705	11,248	11,451
Infrastructure Costs	317	335	359	359	359
Supplies & Services	1,478	1,900	2,183	2,291	2,327
Loan Charges	74	109			
Other	(1,078)	(736)	(1,462)	(1,485)	(1,494)
TOTAL EXPENDITURE	8,868	10,028	11,785	12,413	12,643
NET EXPENDITURE	(722)	60	(503)	(623)	(1,008)

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



Statutory Boards (Revenue Funded) - Financial Summary (cont'd)

TABLE 64 - Statutory Boards and Bodies - Reconciliation from 2020-21

Budget Movement from 2020-21 to 2021-22				
£000	Gross Pay	Gross Non-Pay	Gross Income	Net Budget
2020-21 BUDGET	9,204	864	(10,151)	(83)
<u>Growth Items</u>				
Pay award allowance	185			185
Fee increase			(716)	(716)
FSA Growth Bid	629		(189)	440
GSC Growth Bid	390	227	(1,199)	(582)
CC Growth Bid	233			233
<u>Other</u>				
Loan Charge Adjustment		(119)		(119)
Other adjustments	64	108	(33)	139
2021-22 BUDGET	10,705	1,080	(12,288)	(503)

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



4.13. 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 65 – Inter-Departmental Transfers

Inter-Departmental Transfers											
Description £'000	DfE	DEFA	DESC	DHSC	DHA	DOI	CO	FAS	AGC's	COT	FGD
Employee Transfer	(194)	(62)	(470)	(868)	(171)	(238)	(148)	2,150			
Employee Transfer			4,569			(4,569)					
Division Transfer				(246)					246		
Supplies & Services					12	(12)					
Software Licences	108		13	69	15		(204)				
Supplies & Services						(1)	1				
Division Transfer				(663)			663				
Employee Transfer				150			(150)				
Supplies & Services										392	(392)
	(86)	(62)	4,112	(1,558)	(144)	(4,820)	162	2,150	246	392	(392)



4.14. 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 and is also working with the Government's Climate Change Transformation Board to support the delivery of Government's Climate Action Plan. It has eliminated its underlying operating losses and on track to deliver on its profitability targets. Reported financial results include annual revaluations of the Bond Repayment Fund and forward purchase contracts, which can lead to temporary volatility in overall financial results, especially in respect of the impact Covid has had on market prices.

The key challenges for Manx Utilities include the adoption and integration of low emission and renewable energy generation, declining energy demand, management of water resources and the cost of maintaining key infrastructure assets safely 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 electricity, water and sewerage charges and electricity charges are static (with the exception of the planned reduction to the non-domestic discount for water and sewerage rates) reflecting that September 2020 CPI did not show an increase in inflation. In October 2020 Tynwald approved the transfer of flood risk management function to the Department of Infrastructure and the grant and associated costs are no included in Manx Utilities' budget for 2021/22.

During 2021/22 routine planned surveys of the gas pipeline, routine planned maintenance of the CCGT plant at Pulrose Power Station, and higher energy costs causes a temporary increase in costs and is the main reason 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 and pricing certainty from the 5-year pricing strategy approved in October 2018.

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 such as the Smart Meter programme which will begin rollout across the Island in 2021/22.

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

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



TABLE 66 - Manx Utilities Authority - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
	Actual	Probable	Budget	Provisional Budgets	
	2019-20	2020-21	2021-22	2022-23	2023-24
	£'000	£'000	£'000	£'000	£'000
INCOME					
Operating Income	102,883	98,312	101,502	102,796	104,113
TOTAL INCOME	102,883	98,312	101,502	102,796	104,113
EXPENDITURE					
Employee Costs	20,940	20,512	21,123	21,545	21,976
Infrastructure Costs	11,278	9,660	14,238	11,598	11,898
Transport Costs	1,181	1,189	1,256	1,314	1,372
Supplies & Services	27,388	32,947	37,429	36,179	36,179
Loan Charges	34,415	3,638	12,219	15,020	14,918
Other	16,994	18,035	17,353	17,640	17,926
TOTAL EXPENDITURE	112,196	85,981	103,618	103,296	104,269
NET (INCOME)/EXPENDITURE	9,313	(12,331)	2,116	500	156



Isle of Man Post Office

2019/20 was a significant one for Isle of Man Post Office as the Board continued apace with our five-year strategic plan which aims to balance financial obligations with social responsibilities, achieving successes with our transformational journey, creating efficiencies and achieving savings to help place the business in good stead for the years ahead. Notable milestones reached included the five day week for letter deliveries, Tynwald approval of the Retail Network Modernisation Strategy, and the substantial closure of our defined benefit pension scheme to new entrants, coupled with the establishment of new competitive defined contribution scheme.

For 2019/20 IOMPO reported a loss of £504k, an improvement on the loss of £662k the previous year. Turnover increased from £27.1m to £27.9m and the net asset value was £14.6m (2019: £14.7m). Included in the headline result for the year are a number of exceptional items, but on a like for like trading basis 2019/20 was well ahead of the prior year. The increase in turnover for 2019/20 related largely to a £1.3m increase in gross foreign exchange sales which, in line with expectations, masked sales decline in most of the traditional revenue streams.

The Board expresses its gratitude to Treasury for their decision not to impose a levy for 2019/20. This key decision illustrates their support for IOMPO's strategy, recognising the financial pressures and the need to maintain our capital to fund the loss-making network of sub post offices (the retail network), and the exceptional restructuring costs necessarily incurred as we seek to deliver on our strategic plan.

The consequences of the COVID-19 outbreak in 2020/21 materially affected the demand for certain IOMPO products and services, some favourably and others adversely. Societal restrictions resulted in a material decline in footfall through the retail network, severely impacting transaction revenues, and all but eliminating our foreign exchange business (as illustrated by the material fall 'Operating Income' and 'Supplier & Services' costs between 19/20 and 20/21 in the table below). The Board do not anticipate that there will be a full recovery for retail network

transactions, with evidence suggesting that many customers changed their habits and will be unlikely to revert. Letter mail volumes and revenues declined materially and are also unlikely to recover. However, unprecedented growth in packet and parcel volumes and revenues have fully mitigated the adverse financial impacts elsewhere to the extent that IOMPO is likely to report a significant profit for 2020/21.

It is the Board's expectation that the level of parcel volume growth seen in 2020/21 is unsustainable, and will likely subside in the short term, and that the accelerated trend in letter mail decline is more likely to be permanent, as will an element of the transaction decline in the retail network. The 2021/22 'Budget' figures in the table below illustrate these expectations with revenue from letter mail and the retail network suffering an accelerated permanent diminution, countered by more modest parcel growth than that seen in 2020/21, and a cautious optimism that borders will reopen during 2021/22 when we will see a gradual resurgence of foreign exchange business.

Noting that the profit expected for 2020/21 is anomalous, it remains the Board's aim to return the business to a sustainable profit by 2023/24. Having achieved a number of the key milestones in the five year strategy, the Board is in the process of undertaking a strategy refresh to ensure the business stays focussed on a future where it can continue to be self-sustaining and relevant. Notwithstanding the Board's best endeavours, the business remains dependent on multiple variables including the medium to long term consequences of COVID-19, global mail volume trends, the impact of the burgeoning gig economy and its distortive effect on competition, the pace of continued digitisation, uncertain future commercial arrangements with our key trading partner, and the intentions of our retail agency partners.



Isle of Man Post Office – Financial Summary

TABLE 67 - Isle of Man Post Office - Income & Expenditure by Category

INCOME & EXPENDITURE - BY CATEGORY					
	Actual	Probable	Budget	Provisional Budgets	
	2019-20	2020-21	2021-22	2022-23	2023-24
	£,000	£,000	£,000	£,000	£,000
INCOME					
Operating Income	27,915	22,425	22,273	22,880	21,792
Non-Trading Income	64	22	22	25	28
TOTAL INCOME	27,979	22,447	22,295	22,905	21,820
EXPENDITURE					
Employee Costs	(13,686)	(12,168)	(12,043)	(11,686)	(10,846)
Infrastructure Costs	(387)	(703)	(634)	(626)	(632)
Transport Costs	(1,291)	(1,444)	(1,529)	(1,601)	(1,677)
Supplies & Services	(12,602)	(6,696)	(8,261)	(8,692)	(8,196)
TOTAL EXPENDITURE	(27,966)	(21,011)	(22,467)	(22,605)	(21,351)
Exceptional Items	(517)	(1,052)	(766)	(645)	(70)
NET SURPLUS/(DEFICIT)	(504)	384	(938)	(345)	399



Appendix 5 – Capital Programme Future Schemes

APPENDIX 5 – FULL CAPITAL PROGRAMME INCLUDING 2021-22

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

Table 68

	SUMMARISED TOTALS BY DEPARTMENT/BOARD - CLF FUNDED								
		ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)							
		ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
CABINET OFFICE ("CO")	CO	1,510	1,024	3,307	250	250	250	0	250
COURTS ("COURTS")	COURTS	0	0	245	380	215	0	0	0
DEPARTMENT FOR ENTERPRISE ("DFE")	DfE	258	206	3,868	3,378	4,057	913	0	0
EDUCATION SPORTS & CULTURE ("DESC")	DESC	2,645	870	5,135	1,700	750	750	0	0
ENVIRONMENT, FOOD & AGRICULTURE ("DEFA")	DEFA	726	264	1,818	200	300	0	0	100
FINANCIAL INTELLIGENCE BOARD ("STAT-FIU")	STAT-FIU	0	0	228	0	0	0	0	0
FINANCIAL SUPERVISION COMMISSION ("STAT-FSA")	STAT-FSA	143	44	71	137	51	0	0	0
GAMBLING SUPERVISION COMMISSION ("STAT-GSC")	STAT-GSC	0	0	410	0	0	0	0	0
HEALTH AND SOCIAL CARE ("DHSC")	DHSC	3,151	4,760	16,990	5,906	1,500	1,250	0	1,250
HOME AFFAIRS ("DHA")	DHA	711	1,461	1,996	1,035	984	804	0	0
INFRASTRUCTURE ("DOI")	DOI	44,684	39,013	99,190	25,528	24,749	22,760	0	46,623
MANX MUSEUM & NATIONAL TRUST ("MNH")	MNH	182	192	876	330	310	200	200	480
MANX RADIO ("MANX RADIO")	MANX RADIO	107	0	1,312	150	150	0	0	0
MANX UTILITIES AUTHORITY ("MUA")	MUA	9,617	12,731	18,716	5,190	3,100	1,700	900	11,842
SCHEMES FUNDED FROM HOUSING RESERVE ("DOI-HR")	DOI-HR	1,850	895	2,947	1,900	1,900	1,900	0	1,900
TREASURY ("TSY")	TSY	1,040	4,000	25,273	11,167	9,000	9,000	0	9,000
FUTURE SCHEMES	FUTURE SCHEMES				32,285	26,370	22,830	29,156	103,373
	TOTAL	66,624	65,460	182,382	89,536	73,686	62,357	30,256	174,818



Appendix 5 – Full Capital Programme including 2021/22 Approvals

SUMMARISED TOTALS BY BOARD - NON CLF FUNDED									
ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)									
	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000	
MANX UTILITIES AUTHORITY ("MUA-WA")	MUA-WA	1,641	4,123	7,414	10,313	8,648	8,898	9,191	87,092
ISLE OF MAN POST OFFICE ("IOMPO")	IOMPO	355	240	1,393	1,665	665	465	465	465
LOCAL AUTHORITY HOUSING ("LAH")	LAH	12,886	29,810	32,511	28,645	20,946	5,000	0	50,722
	TOTAL	14,882	34,173	41,318	40,623	30,259	14,363	9,656	138,279
	GRAND TOTAL	81,506	99,633	223,700	130,159	103,945	76,720	39,912	313,097



Appendix 5 – Full Capital Programme including 2021/22 Approvals

Table 69 – Detailed Summary

BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
	"COURTS"										
COURTS	Technology - Courts Case Management System	840	245			245	380	215			
COURTS Total	COURTS Total	840	245			245	380	215			
	"CABINET OFFICE"										
CO	Technology - Airport Management System (CPCB)	120	120	57		63					
CO	Technology - DOI Network Migration	891	895	112	54	725					
CO	Technology - Passports & Immigration System	150	1,101			150					
CO	Technology - Land & Deeds Registry IT System	1,940	1,950	501	341	309					
CO	Technology - NUIX Solution	707	707	353	304	50					
CO	Technology - Smart Services	681	358			681					
CO	Technology - TT Race Timing System	1,275	989	181	15	1,079					
		5,764									
	ONGOING SCHEMES										
CO	MCW - Technology	2,116	1,016	306	310	250	250	250	250		250
CO Total		7,880	7,136	1,510	1,024	3,307	250	250	250		250
	"DEPARTMENT OF EDUCATION, SPORTS, AND CULTURE"										
	SECONDARY EDUCATION										
DESC	Ballakermeen Special Needs and Science										
DESC	Castle Rushen High School	66	55								
DESC	Castle Rushen High School (Fields)	3,462	545	126	536	1,764					
DESC	QEII Science & Technology and Sixth Form	451	450	13	25	413					
DESC	St Ninians Key Stage 4										
DESC	St Ninian's Lower School, Bemahague	33,634	33,845								
DESC	Ramsey Grammar Arts/Performance										
		37,613	34,895	139	561	2,177					
	PRIMARY EDUCATION										
DESC	Onchan Primary School										
DESC	Scoill Yn Jubilee										



Appendix 5 – Full Capital Programme including 2021/22 Approvals

BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
DESC	St Mary's Extension Scheme	4,534	3,903	1,085	600						
DESC	Willaston School Extension										
		4,534	3,903	1,085	600						
	FURTHER EDUCATION										
DESC	UCM - Construction Craft & Engineering	4,799	4,914								
DESC	UCM - Higher Education Expansion										
DESC	UCM - Nunnery Relocation	500	500						500		
DESC	UCM Hub										
		5,299	5,414						500		
	SPORT AND RECREATION										
DESC	National Sports Centre - Pool Hall	4,204	4,277	1,412	(661)	861					
DESC	National Sports Centre - Floodlight Stands										
DESC	Villa - Gaiety - Light and Sound		800								
DESC	Southern Swimming Pool										
		4,204	5,077	1,412	(661)	861					
	WORKS										
DESC	Castletown Youth and Community Centre										
DESC	Covered Play and Teaching Areas	101	260			100					
DESC	DDA Works to Department Sites	2,403	1,067			900	1,000	500			
DESC	Fire Certification Work to Schools										
DESC	Management of Hazardous Materials	886	1,103								
DESC	School Security	798	848			376	400				
		4,188	3,278			1,376	1,400	500			
	ONGOING SCHEMES										
DESC	MCW - National Sports Centre	1,972	1,593	9	241	150	150	150	150		
DESC	MCW - Regional Pools	1,304	674		129	571	150	100	100		
		3,276	2,267	9	370	721	300	250	250		
DESC Total		59,114	54,834	2,645	870	5,135	1,700	750	750		
	"DEPARTMENT FOR ENTERPRISE"										
DfE	5AMLD Response	500	500			500					
DfE	Fibre Optic Network	11,100	3,500	208	150	2,394	3,378	4,057	913		



Appendix 5 – Full Capital Programme including 2021/22 Approvals

BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
DfE	PRO - Archive Capability	170	170			170					
DfE	Technology - PRO Digital Archive	750	100			690					
DfE	TT Grandstand Development	221	250	50	56	114					
DfE Total		12,741	4,520	258	206	3,868	3,378	4,057	913		
"DEPARTMENT OF ENVIRONMENT, FOOD, AND AGRICULTURE"											
DEFA	Ballure Slope Periodic Maintenance	326	118	2	14	31		100			100
DEFA	Mill Road Yard Development	2,970	3,031	10		105					
DEFA	Public Analyst Lab - Equipment Replacement	423	361	49		132					
DEFA	Wildlife Park - Redevelopment	13	785	9							
DEFA	Kionslieu Discontinuance	500				500					
		4,232									
ONGOING SCHEMES											
DEFA	Essential Building Maintenance	3,075	2,278	405	150	550	150	150			
DEFA	MCW - National Glens & Footpaths	1,162	700	251	100	500	50	50			
DEFA Total		8,469	7,273	726	264	1,818	200	300			100
"DEPARTMENT OF HOME AFFAIRS"											
DHA	Communications Development Programme	7,226	5,644	188	691	923	500	504	285		
DHA	FCU Accommodation Tromode	(64)	350								
DHA	Fire Station - Port Erin	42	50	2							
DHA	Fire Station - Ramsey	100									
DHA	Malew Fire & Ambulance Station	1,572	1,648	7	29	1					
DHA	New Emergency Services HQ	958	975		16	378	31				
DHA	Police HQ Custody Block	2,950	2,951								
DHA	Police HQ Redevelopment		50								
DHA	Rehabilitation and Resettlement Unit	57	200								
DHA	Sexual Assault Referral Center	250	250		125	125					
DHA	TETRA	4,940	5,008	74	78	2					
		18,031									
ONGOING SCHEMES											
DHA	Equipment Replacement - Fire & Rescue	1,229	685	152	139	141	140	140	140		



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BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
DHA	Equipment Replacement - Police	1,398	793	78	143	144	164	140	189		
DHA	Prison Minor Capital Works	1,322	482	210	240	282	200	200	190		
DHA Total		21,980	19,086	711	1,461	1,996	1,035	984	804		
"DEPARTMENT OF HEALTH AND SOCIAL CARE"											
PRIMARY CARE											
DHSC	GP Surgery Development - Palatine	592	636	(52)							
DHSC	GP Surgery Development - Peel	872	872	25	450	397					
		1,464	1,508	(27)	450	397					
SECONDARY CARE											
DHSC	Medical Staff - Residential Accommodation	2,194	2,511	7							
DHSC	Redevelopment of Emergency Department, Noble's Hospital	300	300			300					
DHSC	Upgrade to Ward 20 Isolation Unit, Noble's Hospital	250	250			200	50				
DHSC	Replacement Laboratory Information Management System, Pathology, Noble's Hospital	1,830				1,770	60				
		4,574	3,061	7		2,270	110				
MENTAL HEALTH											
DHSC	Acute Adult Psychiatric In-Patient Facility (Gedden Reesht)	10,088	10,365	109	47	1,953	1,000				
DHSC	Redevelopment of Grianagh Court	1,487	1,650	17	150	1,320					
		11,575	12,015	126	197	3,273	1,000				
ADULT SERVICES											
DHSC	Day Care Services - Eastcliffe	5,654	5,750	1,125	43	407	50				
DHSC	Learning Disabilities - Purchase of Residential Facility	630	630			630					
DHSC	Learning Disabilities - Radcliffe Villas	1,729	1,300			500					
DHSC	Learning Disabilities - Residential Unit	1,409	1,438	6							
DHSC	Older Persons RRU - North	429	354	(67)	100	392					
DHSC	Older Persons RRU - Summerhill	11,781	12,248	343	1,332	6,168	3,096	250			
		21,632	21,720	1,407	1,475	8,097	3,146	250			
CORPORATE SERVICES											
DHSC	Purchase of Salisbury Street Nursing Home	7,915	8,100	7							
		7,915	8,100	7							
ONGOING SCHEMES											
DHSC	DHSC Strategic Development Fund	1,893	643	90	109	551	250	250	250		250



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BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
DHSC	MCW - Asset Replacement Scheme	15,109	10,109	1,341	1,000	1,803	1,000	1,000	1,000		1,000
DHSC	Radiology Equipment Replacement	4,122	3,222	200	1,529	599	400				
		21,124	13,974	1,630	2,638	2,953	1,650	1,250	1,250		1,250
DHSC Total		68,284	60,378	3,151	4,760	16,990	5,906	1,500	1,250		1,250
	"DEPARTMENT OF INFRASTRUCTURE"										
	CENTRAL SUPPORT AND CHANGE										
DOI	EFW Control Emissions Monitoring	54	439		54						
DOI	Integrated Communication Control System	350	350		175	175					
DOI	Raggatt Landfill	541	541		210	331					
DOI	Secondary Waste Incinerator	2,000				200					
DOI	Special Waste Landfill Facility	1,701	1,711		72	1,629					
DOI	Wrights Pit	307	307			307					
		4,953	3,348		511	2,642					
	AIRPORTS										
DOI	Airfield Drainage	584				584					
DOI	Airport Fire Station - Design	200	200			200					
DOI	Airport Ground Services Refurbishment	9,498	9,000	1,604	424	7,076	394				
DOI	Airport Training Rig	2,200				2,200					
DOI	Replacement of Airport Major Foam/Crash Tenders	750	750		750						
DOI	Runway Instrument Landing System	1,558	2,959	78	626	853					
DOI	Runway Visual Range Measurement	100	100			100					
		14,890	13,009	1,682	1,800	11,013	394				
	HARBOURS										
DOI	Douglas Harbour Strategy - A Cruise Berth Victoria Pier	200	988	106		200					
DOI	Douglas Harbour Strategy - D King Edward VIII Pier Upgrade	2,500		6		250					
DOI	IOM Ferry Terminal - Liverpool	38,054	38,054	7,387	8,036	19,888					
DOI	Peel Marina Works - Dredging	910	919	17	87	743	40				
		41,664	39,961	7,516	8,123	21,081	40				
		61,507	56,318	9,198	10,434	34,736	434				
	ESTATES AND PUBLIC HOUSING										
DOI	Clagh Vane Redevelopment 7/8	3,117	10,418		530						



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BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
DOI	DDA - Public Buildings	750	750	11		256					
DOI	House Purchase Assistance Scheme	(504)	3,000	(2,031)	500	500	500	500	500		500
DOI	Jurby Development Initiative	1,712	954	41	38	1,633					
DOI	Ramsey District Cottage Hospital	330				330					
DOI	Vehicle Test Centre Relocation	3,280	3,047	125	1,000	2,155					
		8,685	18,169	(1,854)	2,068	4,874	500	500	500		500
	TRANSPORT - BUSES										
DOI	Public Transport - Bus Fleet Replacement	23,272	16,293	862	1,440		934	1,437			4,606
DOI	Public Transport - Banks Circus Road Renewal	133	690			133					
		23,405	16,983	862	1,440	133	934	1,437			4,606
	TRANSPORT - HERITAGE RAIL										
DOI	Heritage Rail Budget	26,373	10,582	6,724	3,118	3,031	4,500	4,500	4,500		
DOI	Heritage Rail - Prom Horse Tram	1,200				1,200					
		27,573	10,582	6,724	3,118	4,231	4,500	4,500	4,500		
	HIGHWAYS										
DOI	A5 Road Reconstruction	986	986	44		742	200				
DOI	Active Travel	2,563	2,482	342	568	1,519					
DOI	Climate Change Adaption	30,651	12,452	301	1,000	9,250	4,000	3,452	3,000		6,800
DOI	Douglas Promenade	25,731	25,730	8,536	7,589	4,416					
DOI	Douglas Promenade Walkway	1,935	1,935			1,935					
DOI	East Quay Peel	2,526	2,520	36	16	2,468					
DOI	Glencrutchery Road Reconstruction	197	288		60						
DOI	Heritage Trail Improvements	2,130	1,133	782	300	933					
DOI	Pulrose River Bridge	4,077	1,700	160	7	3,698	200				
DOI	Quarry Plant Replacement	5,030	5,030	1,140	46	826					
DOI	Refurbishment of Michael Street Peel	115	685	95	20						
DOI	Regeneration - Douglas (Castle/Duke/Regent/Granville/Church/Howard and Senna))	4,291	3,380	849	300	1,720					
DOI	Residential Road Refurbishment	5,619	1,975	647	208	792	500	500	500		1,500
DOI	West Quay Ramsey	1,515	340			1,515					
		87,366	60,636	12,932	10,114	29,814	4,900	3,952	3,500		8,300
	ONGOING SCHEMES										
DOI	Ambulance Fleet Replacement	4,630	1,151		516	498	370	370	370		1,175



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BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
DOI	DHA Vehicle Acquisition	9,133	3,751	943	554	2,046	1,300	1,300	1,300		1,300
DOI	MCW - DfE.	840	360	64	20	276	120	120	120		
DOI	MCW - DHA.	1,400	600	121	140	401	180	180	180		
DOI	MCW - DHSC	7,799	5,299	351	942	1,103	400	400	400		500
DOI	MCW - Education and Children	36,610	26,610	2,476	2,244	2,759	1,900	2,000	2,000		2,000
DOI	MCW - Government Estate	9,115	6,615	1,451	173	1,471	400	400	300		500
DOI	MCW - Nobles Hospital (Compliance)	956	556	48	89	775					
DOI	MCW - Nobles Hospital (Plant & Machinery)	3,326	3,126	591	324	1,094					
DOI	MCW - Heritage Rail & Public Transport	22,180	17,072	1,227	1,450	500	1,000	1,000	1,000		1,150
DOI	MCW - Villa/Gaiety.	1,400	600	175	97	451	200	200	200		
DOI	MCW - Wildlife Park.	825	425	118	138	196	100	100	100		
DOI	Plant & Vehicle Replacement	38,002	22,002	3,345	752	6,896	3,200	3,200	3,200		3,200
DOI	Site Feasibility Studies	584	334	58		100	50	50	50		50
DOI	Strategic Highway Refurbishment	64,507	32,782	4,597	2,300	4,692	3,500	3,500	3,500		17,414
DOI	Strategic Structural Maintenance	23,138	9,795	1,258	2,100	2,144	1,540	1,540	1,540		5,928
		224,445	131,078	16,821	11,839	25,402	14,260	14,360	14,260		33,217
DOI Total		432,981	293,766	44,682	39,013	99,190	25,528	24,749	22,760		46,623
	"DOI SCHEMES FUNDED FROM THE HOUSING RESERVE FUND"										
	ONGOING SCHEMES										
DOI-HR	MCW - Housing Planned Works	38,803	27,641	1,850	895	2,947	1,900	1,900	1,900		1,900
DOI-HR Total		38,803	27,641	1,850	895	2,947	1,900	1,900	1,900		1,900
	"MANX MUSEUM AND NATIONAL TRUST"										
	ONGOING SCHEMES										
MNH	MCW - Gallery Redisplay	2,444	1,704	9	45	506	130	110			310
MNH	MCW - MNH	3,824	2,669	173	147	370	200	200	200	200	170
MNH Total		6,268	4,373	182	192	876	330	310	200	200	480
	"MANX UTILITIES AUTHORITY"										
	ELECTRICITY										



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BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
MUA	Advanced Metering Conversion	23,414	6,725	559	2,511	2,500					
MUA	Combined Cycle Gas Turbine	36,769	17,181	4,080	1,960	880					
MUA	Electricity Network Refurbishment	35,004	6,481	1,113	1,600	1,250					
		95,187	30,387	5,751	6,071	4,630					
	SEWERS										
MUA	Refurbishment of Local Sewage Treatment Works	12,587	5,646	267	2,050	1,650					
MUA	Regional Sewage Treatment Works for Peel, Laxey and Baldrine	28,161	26,450	747	2,150	8,100	200				
MUA	Regional Sewerage Strategy 1	29,014	39,984								
MUA	Sewer Flood Alleviation	9,291	2,467	444	500	250	500	500	500	500	4,392
MUA	Sewers Network Refurbishment	42,489	24,179	1,034	1,000	1,000	1,000	1,000			
		121,542	98,726	2,491	5,700	11,000	1,700	1,500	500	500	4,392
	ONGOING SCHEMES										
MUA	MCW - MUA	22,707	7,167	1,375	960	3,086	3,490	1,600	1,200	400	7,450
MUA Total		239,436	136,280	9,617	12,731	18,716	5,190	3,100	1,700	900	11,842
	"FINANCIAL SERVICES AUTHORITY"										
STAT-FSA	FSA Infrastructure Costs	50	50	14		22					
STAT-FSA	Technology - FSA New System	499	500	129	44	49	137	51			
STAT-FSA Total		549	550	143	44	71	137	51			
	"GAMBLING SUPERVISION COMMISSION"										
STAT-GSC	Technology - GSC New System	499	500			410					
STAT-GSC Total		499	500			410					
	"FINANCIAL INTELLIGENCE UNIT"										
STAT-FIU	Computer System	228	228			228					
STAT-FIU Total		228	228			228					
	"MANX RADIO"										
MANX RADIO	Broadcasting House Refurbishment	969				969					
		969									
	ONGOING SCHEMES										
MANX RADIO	MCW - Broadcasting House Maintenance	950	500	107		343	150	150			



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BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
MANX RADIO Total		1,919	500	107		1,312	150	150			
TSY	"THE TREASURY" Technology - Operational Change Programme	12,852	11,185	1,040		9,273	2,167				
TSY	ONGOING SCHEMES Climate Change Mitigation Initiatives	30,000	5,000			10,000	5,000	5,000	5,000		5,000
TSY	Capital Projects Contingency Fund	40,928	4,000		4,000	6,000	4,000	4,000	4,000		4,000
TSY Total		83,780	20,185	1,040	4,000	25,273	11,167	9,000	9,000		9,000
Grand Total		983,771	637,495	66,624	65,460	182,382	57,251	47,316	39,527	1,100	71,445

BY SCHEME					ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)						
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
MUA-WA	MANX UTILITIES AUTHORITY (SELF-FUNDED) Treated Water Transfer Schemes	141,764		1,234	2,953	4,200	4,950	6,250	6,500	7,500	75,000
MUA-WA	Raw Water Maintenance Schemes	6,400				400	3,000	500	500		2,000
		148,164									
MUA-WA	ONGOING SCHEMES Minor Capital Works (non-CLF)	26,146		407	1,170	2,814	2,363	1,898	1,898	1,691	10,092
MUA-WA Total		174,310		1,641	4,123	7,414	10,313	8,648	8,898	9,191	87,092



Appendix 5 – Full Capital Programme including 2021/22 Approvals

BY SCHEME		ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)									
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
	LOCAL AUTHORITY HOUSING SCHEMES										
	BRADDAN										
LAH	Snugborough Farm New Housing	2,333		2,644	944	73					
LAH	Spring Valley Estate Reconstruction	15,360		26	160	200	5,000	5,000	5,000		
LAH	Planned Maintenance - Braddan	2,414		38			500				1,429
	CASTLETOWN										
LAH	Planned Maintenance - Castletown	1,733									1,733
LAH	School Hill/West Hill Redevelopment	26,769		503	3,000	6,000	6,000	6,000			5,149
	CASTLETOWN & MALEW EPHC										
LAH	Planned Maintenance - Castletown & Malew EPHC	736		52	35	210	45				380
	MALEW										
LAH	Planned Maintenance - Malew	134									96
	DOUGLAS										
LAH	Planned Maintenance - Douglas	30,557		1,846	3,230	2,967	2,580	1,050			12,700
LAH	Peel Road Apartments	12,160			6,950	5,050	160				
LAH	Willaston External Refurbishment	35,456		2,174	4,247	3,421	3,400	3,400			6,800
LAH	Willaston Apartments	9,641		128	500	4,500	3,941				
LAH	Willaston Garden Boundary Improvement	3,850		62	800	800	800	800			450
	ONCHAN										
LAH	Planned Maintenance - Onchan	15,241			1,406	3,013	2,100	1,125			7,090
	PEEL & WESTERN EPHC										
LAH	Planned Maintenance - Peel & Western EPHC	326									326
LAH	Planned Maintenance - Peel	3,896			250	300	250	278			2,622
LAH	Slieau Whallian View EPH	3,862									
LAH	Westlands Ph A	10,964		64							
LAH	Westlands Ph B	4,855		755	85	15					
LAH	Westlands Ph C & Bungalow Conversion	4,077		1,269	2,430	1,051	106				
	PORT ERIN										
LAH	Planned Maintenance - Port Erin	1,516			441	50					1,025
LAH	Ballakilly EP Housing Development	5,150									
	PORT ST MARY										
LAH	Planned Maintenance - Port St Mary	1,915		185	250						1,294
	RAMSEY										
LAH	Planned Maintenance - Ramsey	8,802		394	416	1,527	673				6,186



Appendix 5 – Full Capital Programme including 2021/22 Approvals

BY SCHEME		ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)									
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
LAH	Clifton Park/Drive New Units	1,050		566	1,050						
LAH	Close Woirrey Demolition	100			100						
LAH	Close Woirrey Apartments	1,695		15	50	1,360					
	RAMSEY & NORTHERN EPHC										
LAH	Planned Maintenance - Ramsey & Northern EPHC	1,135			100	155					600
LAH	Mayfield Sheltered Housing	4,122		2,165	2,193	149					
LAH	Cooil ny Marrey Redevelopment	4,455				500	1,902	2,053			
	COOIL ROI EPHC										
LAH	Planned Maintenance - Cooil Roi EPHC	364						140			159
	MARASHEN CRESCENT EPHC										
LAH	Planned Maintenance - Marashen Crescent EPHC	1,294			73	70	88				583
	ADAPTATIONS										
LAH	Planned Maintenance - Adaptations	500			100	100	100	100			100
	LA SCHEMES										
LAH	New Units (To Be Allocated)	6,000			1,000	1,000	1,000	1,000			2,000
LAH Total		222,462		12,886	29,810	32,511	28,645	20,946	5,000		50,722



Appendix 5 – Full Capital Programme including 2021/22 Approvals

BY SCHEME				ESTIMATED CAPITAL PAYMENTS AT CONSTANT PRICES (MARCH 2021)							
Department	Scheme Name	Total Estimated Cost £'000	Amount Approved by Tynwald £'000	ACTUAL 2019-20 £'000	FORECAST 2020-21 £'000	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000	FURTHER £'000
	ISLE OF MAN POST OFFICE (SELF-FUNDED)										
IOMPO	Electric Vehicle equipment	10									
IOMPO	Refurbishment of POs/New safes	93									
IOMPO	Parcel Hall Extention	122		122							
IOMPO	POHQ Parcel Delivery Improvements	500					300	200			
IOMPO	Website	50					50				
IOMPO	Retail Development/Strategy	500				400	100				
IOMPO	Navision Replacement	500				250	250				
IOMPO	Sorting Machine enhancements	774					500				
		2,549									
	ONGOING SCHEMES										
IOMPO	Other Machinery/Equipment	1,660		44	118	65	65	65	65	65	65
IOMPO	Vehicle Replacement Programme	4,217		189	122	678	400	400	400	400	400
IOMPO Total		8,426		355	240	1,393	1,665	665	465	465	465



Appendix 6 – Capital Programme Future Schemes

APPENDIX 6 – CAPITAL PROGRAMME FUTURE SCHEMES

Table 70

PHASING OF CAPITAL SCHEMES FROM 2022-23					
DEPARTMENT/SCHEME NAME	2022-23	2023-24	2024-25	2025-26	Further
DESC					
Ballakermeen Special Needs and Science					
Castle Rushen High School					
Castle Rushen High School (Fields)					
Castletown Youth and Community Centre					
Fire Certification Work to Schools					
National Sports Centre - Floodlight Stands					
Onchan Primary School					
QEII Science & Technology and Sixth Form					
Ramsey Grammar Arts/Performance					
Scoil Yn Jubilee					
Southern Swimming Pool					
St Ninians Key Stage 4					
UCM - Higher Education Expansion					
UCM Hub					
Willaston School Extension					
DfE					
Technology - PRO Digital Archive					
TT Grandstand Development					
DHA					
Fire Station - Ramsey					
Firing Range					
NEW - TETRA					
NEW - Western Blue Light Hub					
New Emergency Services HQ					
DHSC					
Day Care Services - Eastcliffe					
Learning Disabilities - Radcliffe Villas					
Older Persons RRU - North					
DOI					
West Quay Ramsey					
Secondary Waste Incinerator					
Douglas Harbour Strategy - D King Edward VIII Pier Upgrade					
MUA					
Advanced Metering Conversion					
Combined Cycle Gas Turbine					
Electricity Network Refurbishment					
Refurbishment of Local Sewage Treatment Works					
Regional Sewage Treatment Works for Peel, Laxey and Baldrine					
Sewer Flood Alleviation					
Sewers Network Refurbishment					
Total (£000)	32,285,000	26,370,000	22,830,000	29,156,000	103,373,000



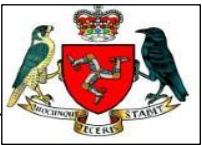
APPENDIX 7 – EXPLANATION OF COLUMN 2 CAPITAL SCHEMES

Table 71 – Column 2 Capital Schemes

DEPARTMENT	SCHEME	Tynwald request to Approve Column 2 (C2 value £000)	DESCRIPTION OF COLUMN 2 SCHEME
CO	MCW - Technology	202	A minor capital works budget created from 2018-19. No revenue budget in place. Will allow replacement of small scheme ICT systems across Government.
CO	Technology - Smart Services	323	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	286	Additional budget for the initiation stage for the replacement of the current event management and timing solution.
DESC	MCW - Regional Pools	280	Minor capital improvement/maintenance works to the Island's 3 Public Swimming Pools. This does not include the swimming pool at the NSC.
DESC	Castle Rushen High School (Fields)	1,764	Redevelopment works to playing fields ahead of major works being performed on main school buildings.
DfE	Fibre Optic Network	1,707	Roll out and extend Fibre Optic Network on the Island.
DfE	Technology - PRO Digital Archive	590	Additional storage capacity.
DEFA	Ballure Slope Periodic Maintenance	8	Periodic maintenance.
DEFA	Essential Building Maintenance	497	Ongoing maintenance of DEFA estate as necessary.
DEFA	Kionslieu Discontinuance	500	New scheme - discontinuance of the resevoir.
DEFA	MCW - National Glens & Footpaths	362	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	62	Planned replacement of Government Laboratory equipment, the use of which includes MUA water sampling.



DEPARTMENT	SCHEME	Tynwald request to Approve Column 2 (C2 value £000)	DESCRIPTION OF COLUMN 2 SCHEME
DHA	Communications Development Programme	293	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 Telephone System.
DHA	Equipment Replacement - Fire & Rescue	124	Ongoing scheme for the replacement of equipment for the Fire & Rescue Service.
DHA	Equipment Replacement - Police	112	Ongoing scheme for the replacement of equipment for the Police.
DHA	Prison Minor Capital Works	250	Ongoing scheme for ongoing improvements and maintenance at the IOM Prison.
DHSC	DHSC Strategic Development Fund	250	An annual provision (non-carry forward) to give the Department capability and resources to react to service change requirements to develop reactive schemes for alteration to properties.
DHSC	MCW - Asset Replacement Scheme	1,000	Ongoing scheme for the replacement of smaller items across the Department.
DHSC	Older Persons RRU - North	75	Redevelopment of Cummal Moar Care Facility (Ramsey).
DHSC	Radiology Equipment Replacement	500	New equipment purchase and building alterations to facilitate new equipment.
DHSC	Replacement Laboratory Information Management System, Pathology, Noble's Hospital	1,770	Purchase of a replacement Laboratory Information Management System (LIMS) computer system as identified in Sir Jonathan Michael's report. (Recommendation 22).
DOI	Active Travel	81	A scheme to enable the delivery of the Active Travel Strategy by promoting walking or cycling as an alternative to motorised travel. Year 4 of a 4 year programme.
DOI	Airfield Drainage	584	Design fees to ensure fields surrounding airport and runway capable of supporting aircraft.
DOI	Airport Ground Services Refurbishment	1,604	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	Airport Training Rig	2,200	Artificial plane structure to aid Airport Fire crew to meet CAA requirements in terms of response to aircraft fire and other emergencies.



DEPARTMENT	SCHEME	Tynwald request to Approve Column 2 (C2 value £000)	DESCRIPTION OF COLUMN 2 SCHEME
DOI	Ambulance Fleet Replacement	498	Ongoing scheme for replacement vehicles.
DOI	Climate Change Adaption	6,250	A 25 year programme of a number of schemes to deliver climate change adaptations across the Island. Significant business cases are presented and approved by Treasury once they are ready to be delivered.
DOI	DHA Vehicle Acquisition	182	Ongoing scheme for the replacement of vehicles on behalf of the Department of Home Affairs (including Fire and Police).
DOI	Douglas Harbour Strategy - D King Edward VIII Pier Upgrade	250	Initial £250,000 of £2,500,000 scheme for works to enhance pier prior to arrival of new IOMSPC new vessel in 2023.
DOI	East Quay Peel	6	Scheme to address structural failure of the highway and enhance the area around the harbour.
DOI	Heritage Rail Budget	2,291	Projects to maintain and improve the heritage railways which have an existing financial commitment.
DOI	Heritage Trail Improvements	933	Improvements to the old railway track in line with the Active Travel Strategy. Previously completed Douglas to Peel, now working on St Johns to Kirk Michael.
DOI	Jurby Development Initiative	758	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 - Heritage Rail & Public Transport	500	This rolling scheme includes expenditure for maintenance and replacement of building, equipment and property service related items for the Transport Services Division. Title changed to now include Heritage Rail to now relect a significant amount of this budget is utilised for this purpose.
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.	260	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	1,103	This rolling scheme includes expenditure for maintenance and replacement of building and property service related items ranging from £5,000 to £250,000.

Appendix 7– Capital Column 2 Schemes

DEPARTMENT	SCHEME	Tynwald request to Approve Column 2 (C2 value £000)	DESCRIPTION OF COLUMN 2 SCHEME
DOI	MCW - Education and Children	2,759	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	900	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 (Compliance)	400	This rolling scheme ensures the hospital's services comply with relevant standards.
DOI	MCW - Nobles Hospital (Plant & Machinery)	200	This rolling scheme is related to expenditure for replacement of hospital plant and machinery.
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.	100	Minor capital works transfer from DEFA for the upkeep and maintenance of the Curragh's Wildlife Park.
DOI	Plant & Vehicle Replacement	3,200	Ongoing programme for the planned replacement of Government's plant and vehicles.
DOI	Pulrose River Bridge	2,177	Scheme to replace the life expired bridge structure and reduce the risk of the bridge, telecoms and power being lost in flooding conditions
DOI	Ramsey District Cottage Hospital	330	Maintenance and improvement works to facility roof.
DOI	Regeneration - Douglas (Castle/Duke/Regent/Granville/Church/Howard and Senna))	911	Regeneration of street and pavement surfaces. Title expanded to now include additional works, previously only Castle and Duke Street.
DOI	Residential Road Refurbishment	644	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	Secondary Waste Incinerator	200	Construction of additional chamber at incinerator to aid increased demand and dilapidation of current facility.
DOI	Site Feasibility Studies	50	To undertake land and property related studies for potential future schemes.



DEPARTMENT	SCHEME	Tynwald request to Approve Column 2 (C2 value £000)	DESCRIPTION OF COLUMN 2 SCHEME
DOI	Strategic Highway Refurbishment	3,811	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	2,144	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	West Quay Ramsey	1,200	Scheme to address the structural failure of the highway and enhance the area around the quay.
DOI	Vehicle Test Centre Relocation	245	Scheme to provide a facility for the relocation of the existing Centre at Tromode.
DOI-HR	MCW - Housing Planned Works	2,947	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	190	This programme is underpinned by the MNH Audience Development Plan.
MNH	MCW - MNH	185	A budget to undertake minor planned maintenance or development projects.
MUA	Advanced Metering Conversion	2,500	Routine replacement of electricity meters to ensure accurate charging, replacement of prepayment metering infrastructure and installation of communications infrastructure to improve customer service.
MUA	Combined Cycle Gas Turbine	880	Repairs and maintenance activities at Pulrose Power Station, including routine replacement of plant and equipment.



DEPARTMENT	SCHEME	Tynwald request to Approve Column 2 (C2 value £000)	DESCRIPTION OF COLUMN 2 SCHEME
MUA	Electricity Network Refurbishment	1,250	Refurbishment of the existing electricity network infrastructure, including overhead line and underground cable reinforcement, substation refurbishment and switchgear replacement.
MUA	MCW - MUA	3,086	Minor Capital works, including small repairs, maintenance schemes and plant replacement (including vehicles).
MUA	Refurbishment of Local Sewage Treatment Works	1,650	Refurbishment of Local Sewage Treatment Works.
MUA	Sewers Network Refurbishment	1,000	Refurbishment of the existing sewerage infrastructure, including lining of existing sewers and manhole repair and replacement.
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.
TSY	Capital Projects Contingency Fund	6,000	£6m 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. Increased by £2 million for 2021/22.
TSY	Climate Change Mitigation Initiatives	5,000	Treasury budget to support climate change mitigation initiatives.



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. However as part of the change in capital financing, the fund will be transferred into the Capital Financing Reserve.

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 £40.7m.

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. The Treasury has agreed to add £2m in 2021-22 to support the meat plant and for general support.

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. As part of the pandemic response, the fund was injected with £40m in 2019-20 and £17.5m in 2020-21 to cover ongoing support schemes.

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 £0.5 million in 2021-22 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.

The fund was established from 1 April 2020 with £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. For 2021-22 a further £5m has been added to the fund.

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 2021-22 of £3 million to ensure there are adequate resources available.

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 £0.75 million in 2021-22.



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 2021-22 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 2021-22 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	3950	3950	0.00%
3,001 to 10,000gt	4515	4515	0.00%
10,001 to 50,000gt	5080	5080	0.00%
50,001 to 100,000gt	5645	5645	0.00%
100,001gt and over	6210	6210	0.00%
Demise out Annual Registration fee	2095	2095	0.00%
PRE-REGISTRATION SURVEY, INITIAL GENERAL INSPECTION AND ADDITIONAL INSPECTION FEE			
Waiting day fee (per day)	545	545	0.00%
Surveyor travel - at cost			
Work undertaken in a port or shipyard in the Island (per hour)	103	103	0.00%
Work undertaken anywhere other than a port or shipyard in the Island	3490	3490	0.00%
COMMERCIAL YACHTS			
Annual registration fee	2095	2095	0.00%
Waiting day fee (per day)	545	545	0.00%
Commercial yacht fee scheme (per month)	230	230	0.00%
Fixed fee for commercial yacht under 500gt			
Work undertaken in a port or shipyard in the United Kingdom, Channel Islands or Republic of Ireland	7545	7545	0.00%
Work undertaken in the European zone	10565	10565	0.00%
Work undertaken in the Middle Eastern and Africa zone	11845	11845	0.00%
Work undertaken in the Americas zone	13665	13665	0.00%
Work undertaken in the Asian zone	17090	17090	0.00%
Work undertaken in the Australasian zone	20510	20510	0.00%
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	9780	9780	0.00%
Work undertaken in the European zone	12820	12820	0.00%
Work undertaken in the Middle Eastern and Africa zone	14130	14130	0.00%
Work undertaken in the Americas zone	15960	15960	0.00%
Work undertaken in the Asian zone	19360	19360	0.00%
Work undertaken in the Australasian zone	22815	22815	0.00%
Commercial yacht other inspections, verifications and surveys			
Surveyor travel - at cost			
Work undertaken in a port or shipyard in the Island (per hour)	103	103	0.00%
Work undertaken anywhere other than a port or shipyard in the Island	3490	3490	0.00%
CERTIFICATES, MANUALS, PLANS AND OTHER DOCUMENTS			
5 year safety management certificate	615	615	0.00%
5 year ship security certificate	615	615	0.00%
5 year safe manning certificate	615	615	0.00%
5 year MLC certificate (including DMLC)	615	615	0.00%
Certificate of compliance for a large charter yacht	615	615	0.00%
High speed craft safety certificate	615	615	0.00%
Any other 5 year statutory certificate	615	615	0.00%
Certificate with less than 5 years validity (fee per year of validity)	126	126	0.00%
DMLC, amendment of DMLC and/or re-issue of DMLC	310	310	0.00%
Assessment and issue of a temporary dispensation	245	245	0.00%
Assessment and extension of any certificate	245	245	0.00%
Assessment and issue of any waiver or letter of comfort	245	245	0.00%
Amendment and/or re-issue of certificate (except DMLC)	105	105	0.00%
Assessment and issue of an exemption, equivalent or alternative arrangement	615	615	0.00%
Assessment and approval of any ship security plan	440	440	0.00%
Assessment and approval of any manual or plan (except ship security plan)	245	245	0.00%
Re-approval of any manual or plan	111	111	0.00%
PASSENGER SHIPS			
Annual Registration Fee	2095	2095	0.00%
Verifications, Surveys, Audits, Inspections, New Build Yard Visits or Pre-Registration Survey			



Appendix 9 – Fees & Charges

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Travel day or waiting day (per day)	545	545	0.00%
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			
Work undertaken in a port or shipyard in the Island (per day)	755	755	0.00%
Work undertaken anywhere other than a port or shipyard in the Island (per day)	1420	1420	0.00%
Fixed Fee for new build passenger ships (50% payable upfront, 50% on completion)	10000	10000	0.00%
CERTIFICATES, MANUALS, PLANS AND OTHER DOCUMENTS			
5 year safety management certificate	615	615	0.00%
5 year ship security certificate	615	615	0.00%
5 year safe manning certificate	615	615	0.00%
5 year MLC certificate (including DMLC)	615	615	0.00%
High speed craft safety certificate	615	615	0.00%
Any other 5 year statutory certificate	615	615	0.00%
Certificate with less than 5 years validity (fee per year of validity)	126	126	0.00%
DMLC, amendment of DMLC and/or re-issue of DMLC	310	310	0.00%
Assessment and issue of a temporary dispensation	245	245	0.00%
Assessment and extension of any certificate	245	245	0.00%
Assessment and issue of any waiver or letter of comfort	245	245	0.00%
Amendment and/or re-issue of certificate (except DMLC)	105	105	0.00%
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	615	615	0.00%
Assessment and approval of any ship security plan	440	440	0.00%
Assessment and approval of any manual or plan (except ship security plan)	245	245	0.00%
Re-approval of any manual or plan	111	111	0.00%
FISHING VESSELS			
Fishing vessel surveys and inspections			
Work undertaken in a port or shipyard in the Island (per hour)	47	47	0.00%
Work undertaken in the United Kingdom, Channel Islands, Republic of Ireland or the European zone (per hour)	94	94	0.00%
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)	130	130	0.00%
Surveyor travel and subsistence outside of the Island - Charged at cost			
Travel day or waiting day outside of the Island (per day)	545	545	0.00%
PLEASURE VESSELS - ANNUAL REGISTRATION FEE			
12 metres and under	255	255	0.00%
Over 12 metres to under 24 metres	515	515	0.00%
24 metres and over	1025	1025	0.00%
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	735	735	0.00%
Work undertaken in the United Kingdom, Channel Islands or Republic of Ireland	2010	2010	0.00%
Work undertaken in the European zone	2930	2930	0.00%
Work undertaken in the Middle Eastern and Africa zone	3190	3190	0.00%
Work undertaken in the Americas zone	3875	3875	0.00%
Work undertaken in the Asian zone	4210	4210	0.00%
Work undertaken in the Australasian zone	4430	4430	0.00%
MLC Title 1.4 private seafarer recruitment and placement services inspection (per hour)	96	96	0.00%
5 year MLC Title 1.4 certificate of compliance for private seafarer recruitment and placement services	310	310	0.00%
5 year Company ISM document of compliance	615	615	0.00%
Liability certificates			
Certificate of financial insurance or other financial security (CLC, Bunkers etc) for civil liability for oil pollution damage for a Manx ship	125	125	0.00%
Wreck removal insurance certificate for a Manx ship	125	125	0.00%
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	255	255	0.00%
Wreck removal insurance certificate for a ship not registered in the Island	255	255	0.00%
Seafarers' certificates and documents			
Endorsement recognising a non-UK certificate of competency (including issue of a CRA) if application is made online	205	205	0.00%
Express processing of an endorsement recognising a non-UK certificate of competency (including express issue of a CRA)	32	32	0.00%
Replacement or amendment to an endorsement recognising a non-UK certificate of competency (due to application error)	64	64	0.00%
Discharge book	79	79	0.00%

**Appendix 9 – Fees & Charges**

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
British seaman's card	52	52	0.00%
Record of sea service book	51	51	0.00%
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)	605	605	0.00%
Transfer of ownership by bill of sale or transmission	245	245	0.00%
Register of mortgage	245	245	0.00%
Transfer of mortgage	245	245	0.00%
Discharge of mortgage	245	245	0.00%
Recording/noting mortgage of intent	42	42	0.00%
Vessel leaving the Register including closure documentation	365	365	0.00%
Change to the registered particulars	37	37	0.00%
Transfer of Registry	765	765	0.00%
Issue of updated CSR and new certificate of registry, including change of particulars in Register	245	245	0.00%
Change to the registered particulars and new certificate of registry including renewal of demise in registration on Part IV of the Register	94	94	0.00%
Replacement or duplicate certificate of registry or a certified copy of the certificate of registry	94	94	0.00%
Issue of a transcript of the particulars recorded in the Register	42	42	0.00%
Certified copy of a document	42	42	0.00%
Letter from the Department (upon request)	42	42	0.00%
Inspection of the particulars recorded on the Register	22	22	0.00%
Pleasure vessel			
Transfer of ownership by bill of sale or transmission	220	220	0.00%
Register of mortgage	220	220	0.00%
Transfer of mortgage	220	220	0.00%
Discharge of mortgage	220	220	0.00%
Recording/noting mortgage of intent	42	42	0.00%
Vessel leaving the Register including closure documentation	64	64	0.00%
Change to the registered particulars	37	37	0.00%
Issue of first full certificate of registry (including CSR if applicable)	170	170	0.00%
Transfer of Registry	170	170	0.00%
Change to the registered particulars and new certificate of registry including renewal of demise in registration on Part IV of the Register	94	94	0.00%
Replacement or duplicate certificate of registry or a certified copy of the certificate of registry	94	94	0.00%
Issue of a transcript of the particulars recorded in the Register	42	42	0.00%
Certified copy of a document	42	42	0.00%
Letter from the Department (upon request)	42	42	0.00%
Inspection of the particulars recorded on the Register	22	22	0.00%
Small Ship			
Transfer of ownership by bill of sale or transmission	37	37	0.00%
Vessel leaving the Register including closure documentation	42	42	0.00%
Change to the registered particulars	37	37	0.00%
Issue of first full certificate of registry (including CSR if applicable)	37	37	0.00%
Change to the registered particulars and new certificate of registry including renewal of demise in registration on Part IV of the Register	37	37	0.00%
Replacement or duplicate certificate of registry or a certified copy of the certificate of registry	37	37	0.00%
Issue of a transcript of the particulars recorded in the Register	42	42	0.00%
Certified copy of a document	42	42	0.00%
Letter from the Department (upon request)	42	42	0.00%
Inspection of the particulars recorded on the Register	22	22	0.00%
Fishing vessel			
First simple registration including a certificate of registry or re-registration from simple to full registry	58	58	0.00%
Transfer of ownership by bill of sale or transmission	58	58	0.00%
Register of mortgage	58	58	0.00%
Transfer of mortgage	58	58	0.00%
Discharge of mortgage	58	58	0.00%
Recording/noting mortgage of intent	42	42	0.00%
Vessel leaving the Register including closure documentation	42	42	0.00%
Change to the registered particulars	37	37	0.00%
Issue of first full certificate of registry (including CSR if applicable)	94	94	0.00%
Change to the registered particulars and new certificate of registry including renewal of demise in registration on Part IV of the Register	37	37	0.00%
Replacement or duplicate certificate of registry or a certified copy of the certificate of registry	37	37	0.00%



Appendix 9 – Fees & Charges

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Issue of a transcript of the particulars recorded in the Register	42	42	0.00%
Certified copy of a document	42	42	0.00%
Letter from the Department (upon request)	42	42	0.00%
Inspection of the particulars recorded on the Register	22	22	0.00%
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)*	400	400	0.00%
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)*	300	300	0.00%
Certificate of validation of flight crew licence*: initial issue for an aircraft operator and specific aircraft type or class rating (for 3 years)*	60	60	0.00%
Certificate of validation of flight crew licence*: renewal for an aircraft operator and specific aircraft type or class rating (for 3 years)*	160	160	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*	160	160	0.00%
Certificate of validation of flight crew licence*: variation during period of validity*	60	60	0.00%
Certificate of validation of aircraft maintenance engineer's licence*: initial issue (for 3 years)*	400	400	0.00%
Certificate of validation of aircraft maintenance engineer's licence*: renewal (for 3 years)*	160	160	0.00%
Certificate of validation of aircraft maintenance engineer's licence*: variation during period of validity*	300	300	0.00%
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	300	20.00%
Change of registration mark*	300	300	0.00%
Certified copy of an entry in aircraft register	75	75	0.00%
De-registration of aircraft*	250	250	0.00%
Acceptance of a non-EASA, non-FAA or non-Transport Canada Type Certificate Data Sheet*	155	160	3.20%
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 mass authorised*	60	60	0.00%



Appendix 9 – Fees & Charges

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
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	600	-40.00%
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			
Grant of a permission to operate a small unmanned aircraft without the remote pilot or a directly adjacent observer maintaining unaided visual contact with the aircraft*	New charge	200	0.00%
Grant of an exemption for the operation of an unmanned aircraft other than a small unmanned aircraft, balloon or a kite*	New charge	200	0.00%
Part 7: Miscellaneous			
Change of operator	300	300	0.00%
Grant, issue or renewal of any other certificate, letter, permission, approval, validation, authorisation, variation or exemption*	150	160	6.67%
Issue of an aircraft noise certificate for single MTOM/MLM*	150	160	6.67%
Issue of, or transfer to, an aircraft noise certificate for multiple MTOM/MLMs*	300	300	0.00%
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	160	160	0.00%
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	98	98	0.00%
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	£12	9.00%
Registration or alteration of name on baptism	£7	£8	9.00%
Certificate of name given or altered on baptism	£7	£8	9.00%
Certificate that a death is not required to be registered	£5.50	£6	9.00%
Duplicate of certificate issued under section 26	£5.50	£6	9.00%
Search of any indices by applicant	£0	£0	9.00%
By registry staff from 1980 to date	£5.50	£6	9.00%
By registry staff before 1980 , for every 5 year period	£27	£29	9.00%
Application to see indices of still-births or adoptions for purpose of research	£27	£29	9.00%
To search any register per register searched	£5.50	£6	9.00%



Appendix 9 – Fees & Charges

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Application to access the registers of still-births or adoptions for purpose of research	£27	£29	9.00%
Short Birth certificate	£8.50	£9	9.00%
Civil Partnership in registry office M-F	£43	£47	9.00%
Civil Partnership in registry office Saturday	£86	£94	9.00%
At a place where person's housebound	£54	£59	9.00%
In an approved place M-F	£225	£245	9.00%
In an approved place Saturday	£270	£294	9.00%
In an approved place any other time	£380	£413	9.00%
In an approved vessel etc M-F	£225	£245	9.00%
In an approved vessel etc Saturday	£270	£294	9.00%
In an approved vessel etc any other time	£380	£413	9.00%
Specified in a judge's licence M-F	£86	£94	9.00%
Specified in a judge's licence Saturday	£175	£190	9.00%
Specified in a judge's licence any other time	£326	£355	9.00%
Additional registrar time per hour M-F	£43	£47	9.00%
Additional registrar time per hour any other time	£86	£94	9.00%
Notice of Civil Partnership	£32	£35	9.00%
Application to shorten the waiting period	£30	£33	9.00%
Issue of schedule	£11	£12	9.00%
Issue of judge's licence	£38	£41	9.00%
3 year approved place application	£1,600	£1,740	9.00%
Application for one off approved place	£225	£245	9.00%
Approved place inspection fee	£108	£117	9.00%
Approved place administration change costs	£16	£17	9.00%
To book Registrars office	£108	£117	9.00%
Rehearsal first hour	£160	£174	9.00%
subsequent hours	£108	£117	9.00%
Application to change date within 5 working days	£27	£29	9.00%
Application to change date in excess of 5 working days	£16	£17	9.00%
Convert CP to marriage in Registrar's office M-F	£43	£47	9.00%
Convert CP to marriage in Registrar's office Saturday	£86	£94	9.00%
Convert CP to marriage for housebound	£54	£59	9.00%
Convert CP to marriage under special procedure M-F	£86	£94	9.00%
Convert CP to marriage under special procedure Saturday	£175	£190	9.00%
Convert CP to marriage under special procedure any other time	£326	£355	9.00%
Convert CP to marriage using 2 stage process	£32	£35	9.00%
Convert CP to marriage approved place M-F	£225	£245	9.00%
Convert CP to marriage approved place Saturday	£270	£294	9.00%
Convert CP to marriage approved place any other time	£380	£413	9.00%
Convert CP to marriage any other place M-F	£225	£245	9.00%
Convert CP to marriage any other place Saturday	£270	£294	9.00%
Convert CP to marriage any other place any other time	£380	£413	9.00%
Convert CP to marriage on religious premises	£54	£59	9.00%
For ceremony in Registrar's office	£108	£117	9.00%
Notice of marriage	£32	£35	9.00%
Certificate authorising marriage	£11	£12	9.00%
Application for religious place to be used for marriages	£120	£131	9.00%
Substitute building for one previously registered	£120	£131	9.00%
Marriage in Registrar's office M-F	£43	£47	9.00%
Marriage in Registrar's office Saturday	£86	£94	9.00%
Marriage for housebound	£54	£59	9.00%
Marriage approved place M-F	£225	£245	9.00%
Marriage approved place Saturday	£270	£294	9.00%
Marriage approved place any other time	£380	£413	9.00%
Marriage any other place M-F	£225	£245	9.00%
Marriage any other place Saturday	£270	£294	9.00%
Marriage any other place any other time	£380	£413	9.00%
Additional registrar time per hour M-F	£43	£47	9.00%
Additional registrar time per hour any other time	£86	£94	9.00%
Entry in marriage books under Deemster's licence	£32	£35	9.00%
Issue of Deemster's licence	£38	£41	9.00%
Marriage by licence of Deemster	£54	£59	9.00%
Fee to be paid for quarterly returns	£9	£10	9.00%
Companies Registry			
Incorporate - Standard (48 hours)	£100	£100	0.00%



Appendix 9 – Fees & Charges

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Incorporate - Priority Service (2 Hours)	£250	£250	0.00%
Incorporate - Priority Service (15 mins)	£500	£500	0.00%
Incorporate - Charity	£0	£0	0.00%
Registration (Business Name)	£50	£50	0.00%
Annual Return	£380	£380	0.00%
Annual Return charity	£0	£0	0.00%
Annual Return Foreign charity	£380	£380	0.00%
Annual Return (Excepted Companies - Property Management & Qualifying Members Clubs)	£95	£95	0.00%
Late Filing Penalty (if filed after 1 month and 1 day to 3 months)	£100	£100	0.00%
Late Filing Penalty (if filed more than 3 months late)	£250	£250	0.00%
Late filing Penalty of a Statement of Particulars of a Business Name	£15	£15	0.00%
Registration of a Charge	£25	£25	0.00%
Satisfaction of a Charge	£10	£10	0.00%
Consolidations - Memorandum & Articles of consolidated Companies 154(2) - 2006 Act	£100	£100	0.00%
Consolidations - Memorandum & Articles of consolidated Companies 159(3) - 2006 Act	£100	£100	0.00%
Continuation - Application to be continued as a Company	£100	£100	0.00%
Continuation - Application to be continued outside of the IOM	£3,000	£3,000	0.00%
Continuation - Application to be continued outside of the IOM additional Company	£1,200	£1,200	0.00%
Continuation - Certified copy of the Instrument of Continuance	£56	£56	0.00%
Filing of a Court Order to Restore a Company to the Register (1931 Act & 2006 Act Sections 188 and 191)	£180	£180	0.00%
Application under section 273B of the 1931 Act to restore a Company	£1,185	£1,185	0.00%
Application for Declaration of Dissolution	£95	£95	0.00%
Filing of a Court Order to declare a dissolution to be void	£180	£180	0.00%
Inspection of a Company File	£5	£5	0.00%
Issue of Duplicate Certificates	£9	£9	0.00%
Photocopy, electrostatic copy of similar process	£1	£1	0.00%
Certification of a copy	£2	£2	0.00%
Extraction Fee for the supply of information for a company file	£37	£37	0.00%
Requisition of a Certificate of Fact/Good Standing (Standard Service 48 Hours)	£50	£50	0.00%
Requisition of a Certificate of Fact/Good Standing (Priority service 3 Hours)	£100	£100	0.00%
Swear Fee	£8	£8	0.00%
Witness exhibit Fee	£5	£5	0.00%
Online search	£2	£2	0.00%
Online search - whole file	£15	£15	0.00%
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	£40	0.00%
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	£100	0.00%
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	£40	0.00%
Extra parish (per parish)	£3	£3	0.00%
Release or receipt to cancel for any mortgage, bond and security, charge, lien or other encumbrance	£40	£40	0.00%
Certificate of Cancellation	£10	£10	0.00%
Filing any document in the Probate Registry	£3	£3	0.00%
Certificate of filing any document in the Probate Registry	£10	£10	0.00%
Minute made on any document	£3	£3	0.00%
Duplicate certificate of registration	£4	£4	0.00%
Print-out of scanned deed or document	£6	£6	0.00%
Inspection of documents, per deed or document	£3	£3	0.00%
Retrieval of original document from storage after scanning (except where retrieval is required by the Registrar)	£45	£45	0.00%
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	£32	0.00%
An affidavit, affirmation, declaration or attestation taken before a public officer	£8	£8	0.00%
Witnessing each exhibit to an affidavit, affirmation, declaration or attestation taken before a public officer	£5	£5	0.00%
Certification of a copy	£5	£5	0.00%
Copy sent via email - per scanned deed or document	£3	£3	0.00%



Appendix 9 – Fees & Charges

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
B&W photocopy of document held in Deeds/Probate, per page A4	£0	£0	0.00%
B&W photocopy of document held in Deeds/Probate, per page A3	£1	£1	0.00%
B&W photocopy of document held in Deeds/Probate, per page over A3	£4	£4	0.00%
Colour photocopy of document held in Deeds/Probate, per page A4	£1	£1	0.00%
Colour photocopy of document held in Deeds/Probate, per page A3	£7	£7	0.00%
Colour photocopy of document held in Deeds/Probate, per page over A3	£13	£13	0.00%
Fee and duty - standard rate, per £1000 of value up to and including £500000	£10	£10	0.00%
Fee and duty - standard rate, per £1000 of value exceeding £500000 and up to and including £3000000	£20	£20	0.00%
Fee and duty - standard rate, per £1000 of value exceeding £3000000	£25	£25	0.00%
Re standard rate - fee as above or £250, whichever is the higher			0.00%
Fee and duty - owner/occupier, per £1000 value of less than £1000000 - of value up to £190000	£0	£0	0.00%
Fee and duty - owner/occupier, per £1000 value of less than £1000000 - of value exceeding £190000 and up to an including 500000	£10	£10	0.00%
Fee and duty - owner/occupier, per £1000 value exceeding £500000 and up to £1000000	£20	£20	0.00%
Re owner/occupier - fee as above or £250, whichever is the higher			0.00%
Gift between spouses or civil partners of sole residential property worldwide	£250	£250	0.00%
Disposition effected by Order under Matrimonial Proceedings Act 2003 or Civil Partnership Act 2011 or intimate personal relationship who are separating - residential property	£250	£250	0.00%
Land Registry			0.00%
Form 7 Request for caution against first registration	£20	£20	0.00%
Form 8 Application to withdraw a caution	£20	£20	0.00%
Form 9 Consent by cautioner to a registration	£0	£0	0.00%
Form 10 Change of service address	£0	£0	0.00%
Form 11 Form of charge	£40	£40	0.00%
[Application for Entry in the Register of Transactions]	[£40]	[£40]	0.00%
Request for Caution against First Registration	£20	£20	0.00%
Application to Withdraw a Caution	£20	£20	0.00%
Consent by Cautioner to a Registration	£0	£0	0.00%
Change of Service Address	£0	£0	0.00%
Form of Charge	£40	£40	0.00%
Notice of entry of a caution against dealing with registered land	£0	£0	0.00%
Transfer of registered charges (per affected title)	£40	£40	0.00%
Alteration to the terms of a registered charge	£100	£100	0.00%
Discharge of Registered Charge	£40	£40	0.00%
Release of part of premises from a registered charge	£40	£40	0.00%
Assent relating to all of the land in a registered title	£100	£100	0.00%
Assent relating to a charge or charges over registered land	£100	£100	0.00%
Assent relating to part of the land in a registered title	£100	£100	0.00%
Form 20 covers a range of change events. Applications to change name, address or 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.	£0	£0	0.00%
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	£40	0.00%
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	£100	0.00%
Form 20-1 Application for Registration of Title to Whole of Registered Land Acquired by Possession	£250 + ad valorum fee	£250 + ad valorum fee	0.00%
Form 20-2 Application for Registration of Title to Part of Registered Land Acquired by Possession	£250 + ad valorum fee	£250 + ad valorum fee	0.00%
Form 20-3 Application to Withdraw the Name of a Deceased Joint Tenant from the Register	£0	£0	0.00%
Form 20-4 Application to remove an Inhibition	£40	£40	0.00%
Form 21 Application to register an entry affecting Registered Title	£100	£100	0.00%
Form 22 Application to Reclassify a Registered Title	£100	£100	0.00%
Form 23 Application to make a land boundary conclusive	£100 per title	£100 per title	0.00%
Form 24 Application to determine boundaries or extent of registered land	£100 per title	£100 per title	0.00%
Form 25 Application to the Land Commissioner for rectification of the Title Register	£250	£250	0.00%
Form 26 Application to Registrar for rectification of the Title Register			
Form 27 Application to be registered as owner on cessation of minority	£250	£250	0.00%



Appendix 9 – Fees & Charges

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Form 28 Determination of Limited ownership	£75	£75	0.00%
Form 29 Notice of presentation of a petition of bankruptcy	£75	£75	0.00%
Form 30 Application to register a Trustee appointed under a bankruptcy petition	£75	£75	0.00%
Form 31 Application for a Caution against dealings affecting registered land	£20	£20	0.00%
Form 32 Application to discharge a Caution against dealings affecting registered land	£20	£20	0.00%
Form 33(a) Application for an Office Copy - hard copy result	£7	£7	0.00%
Form 33(a) Application for an Office Copy - electronic result	£3	£3	0.00%
Form 33(b) Application to inspect the Title or a pending application	£7	£7	0.00%
Form 34 Application for a search	£7	£7	0.00%
Form 35 Application to search and register a priority pursuant to section 73(3) Land Registration Act 1982	£10	£10	0.00%
Form 36 Creation of a rent charge out of registered land	£100	£100	0.00%
Form 37 Affidavit in support of an application for a caution against first registration or registration of a dealing	£0	£0	0.00%
Form 38 Application to merge a registered leasehold title pursuant to section 26 Land Registration Act 1982	£75	£75	0.00%
Form 39a Official Search Result	£7	£7	0.00%
Form 39b Index Search Result	£7	£7	0.00%
Form 40 Priority Search Result	£10	£10	0.00%
Form 41 Declaration of Souvenir Land Scheme	£0	£0	0.00%
Form 42 Notice of Appeal to Land Commissioner	£400	£400	0.00%
Form 56 Application to Amalgamate Registered Freehold Titles	£75 per title	£75 per title	0.00%
Form 64(a) Release of Registered Land Subject to Restriction	£40	£40	0.00%
Form 64(b) Release of Registered Land Subject to Restriction	£40	£40	0.00%
Form 99 Application to extend time for compulsory first registration (first application)	£100	£100	0.00%
Form 99 Application to extend time for compulsory first registration (second or later application)	£30	£30	0.00%
Voluntary first registration	£75	£75	0.00%
Fee and duty - standard rate, per £1000 of value up to and including £500000	£10	£10	0.00%
Fee and duty - standard rate, per £1000 of value exceeding £500000 and up to and including £3000000	£20	£20	0.00%
Fee and duty - standard rate, per £1000 of value exceeding £3000000	£25	£25	0.00%
Re standard rate - fee as above or £250, whichever is the higher			0.00%
Fee and duty - owner/occupier, per £1000 value of less than £1000000 - of value up to £190000	£0	£0	0.00%
Fee and duty - owner/occupier, per £1000 value of less than £1000000 - of value exceeding £190000 and up to an including 500000	£10	£10	0.00%
Fee and duty - owner/occupier, per £1000 value exceeding £500000 and up to £1000000	£20	£20	0.00%
Re owner/occupier - fee as above or £250, whichever is the higher			0.00%
Gift between spouses or civil partners of sole residential property worldwide	£250	£250	0.00%
Disposition effected by Order under Matrimonial Proceedings Act 2003 or Civil Partnership Act 2011 or intimate personal relationship who are separating - residential property	£250	£250	0.00%
Motorsport			
TT Grandstand Qualifying (Ex Friday)	£5	£5	0.00%
TT Grandstand Qualifying (Friday)	£25	£25	0.00%
TT Grandstand Race (Sat)	£60	£60	0.00%
TT Grandstand Race (Mon)	£50	£50	0.00%
TT Grandstand Race (Weds)	£50	£50	0.00%
TT Grandstand Race (Fri)	£60	£60	0.00%
Fan Park Gstand Qualifying (ex Fri)	£5	£5	0.00%
Fan Park Gstand Qualifying (Fri)	£15	£15	0.00%
Fan Park Gstand Race (Sat)	£25	£25	0.00%
Fan Park Gstand Race (Mon)	£25	£25	0.00%
Fan Park Gstand Race (Weds)	£25	£25	0.00%
Fan Park Gstand Race (Sat)	£25	£25	0.00%
Nobles Park Gstand Qualifying (ex Fri)	£5	£5	0.00%
Nobles Park Gstand Qualifying (Fri)	15	15	0.00%
Nobles Park Gstand Race (Sat)	£25	£25	0.00%
Nobles Park Gstand Race (Mon)	£25	£25	0.00%
Nobles Park Gstand Race (Weds)	£25	£25	0.00%
Nobles Park Gstand Race (Sat)	£25	£25	0.00%
TT MERCURY CLUB (Race Day)	£330	£330	0.00%



Appendix 9 – Fees & Charges

Department for Enterprise Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
TT MERCURY CLUB (Senior Race Day)	£390	£390	0.00%
TT LEGENDS (Race Day)	£1,000	£1,000	0.00%
TT LEGENDS (Senior Race Day)	£1,200	£1,200	0.00%
Fastest Lap Hospitality Experience	£100	£100	0.00%
TT MotoGP Lunch	£75	£75	0.00%
Trade High volume hot & cold	£9,500	£9,500	0.00%
Trade Pizza	£5,250	£5,250	0.00%
Trade Low volume hot & cold	£3,700	£3,700	0.00%
Trade Ice Cream & Confectionary	£3,150	£3,150	0.00%
Trade Barista Hot Drinks and Pastries	£2,615	£2,615	0.00%
Trade Retail	£5,250	£5,250	0.00%
Trade Exhibition	£3,150	£3,150	0.00%
<i>Other ticketed events are currently under review</i>			
Strategy and Policy			
Work Permits - 5 year permit	60	0	0%



Appendix 9 – Fees & Charges

Department of Education, Sport and Culture

Department of Education, Sport and Culture Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
School Meals			
Primary School Meal - child	2.35	2.40	2%
Primary School Meal - adult	3.80	3.90	2%
Secondary Free School Meal - child	2.95	3.00	2%
University College IOM			
Course Fees			
Further Education - Full Time Non Resident	8,268	8,433	2%
Further Education - Full Time Resident	4,134	4,217	2%
Part time - GCSE	638	651	2%
Part time - Functional Skills	402	401	2%
Part time - A Level	767	782	2%
Part time leisure courses (per hour)	6.38	6.50	2%
Higher Education			
Annual Undergraduate Fee			
Non Resident Fee	9,435	9,624	2%
Resident Fee	4,835	4,932	2%
Per 20 credit module - Non Resident	1,613	1,645	2%
Pro-rated (50%) - Resident	2,417	2,465	2%
Per 20 credit module - Resident	806	822	2%
Post Graduate Fee			
Non Resident Fee	14,505	14,795	2%
Resident Fee	7,252	7,397	2%
Per 20 credit module - Non Resident	1,495	1,525	2%
Per 20 credit module - Resident	806	822	2%
MUSIC SERVICE FEES CHARGED			
Tuition Fees			
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	
Building Control Fees	Various	CPI Increase	
Planning & Building Control Search Fees	90	CPI Increase	
Demolition Notice	90	90	0%
Relaxation under Section 7 of the BC Act 1991 NEW Fee	-	-	
<u>Environment Policy</u>			
Sea Fishing Licence (SFL)	331	338	2%
Amendment to SFL	42	43	2%
Duplicate SFL	27	27	0%
Hobby Pot Licence	30	TBC	TBC
Seismic Survey Works	500	510	2%
Mineral lease extension	500	500	0%
Mining license extension	100	100	0%
Land search fees	100	100	0%
Mineral royalty payments	Lease/market review	RPI	
Various inland licences		TBD via	
Reservoir season Adult	213.50	Tynwald Fee	
Young person	81	Order	
Week-Adult	76.50		
Young person	33.50		
Day licence Adult	17		
Young person	9.50		
Reservoir season concession (65+/-disabled)	150.50		
<u>Other waters</u>			
Season Adult	71		
Young person	28		
Weekly Adult	28		
Day Adult	11.50		
Young person	7.50		
Course fishing minimum charge for general license	50		
<u>Agriculture and Lands</u>			
Sulby Claddagh Camping Permits	16.00	to be reviewed	
License to carry out work on trees	20.00	to be reviewed	
Game License	8.00	to be reviewed	
Dealers License (Game)	6.00	to be reviewed	
<u>Wildlife Park admissions:</u>			
Adult	11.00	to be reviewed	
Child	8.00	to be reviewed	
Concessions	9.00	to be reviewed	
Adult – Annual Membership	38.00	to be reviewed	
Child – Annual Membership	23.00	to be reviewed	
Concessions	33.00	to be reviewed	
<u>Office of Fair Trading</u>			
<u>Petroleum Spirit:</u>			
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	
<u>Fireworks (Kept on Retail Premises):</u>			
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	
<u>Non-Resident Traders:</u>			
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	
<u>Chapmen:</u>			
Licence to act as a chapman	60.00	to be reviewed	



Appendix 9 – Fees & Charges

Department of Environment, Food and Agriculture Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
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	



Appendix 9 – Fees & Charges

Manx Care

Manx Care Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Non Residential Social Care Services			
Adult Day Centre - Day service including lunch (per day)	5.33	5.33	0.00%
Adult Day Centre - Day service not including lunch (per day)	2.13	2.13	0.00%
Service provided in a private dwelling (Monday - Friday per hour)	20.12	20.12	0.00%
Service provided in a private dwelling (Saturday per hour)	30.17	30.17	0.00%
Service provided in a private dwelling (Sunday & Bank Holidays per hour)	40.33	40.33	0.00%
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)	882.63	882.63	3.00%
Adult Care Home which is not a nursing home (per week)	481.04	481.04	0.00%
Residential Services (specific premises per week)	670.60	670.60	0.00%
Residential Services (Thie Meanagh Unit 1 per week)	775.74	775.74	0.00%
Residential Services (specific properties per week)	74.83	74.83	0.00%
Respite Social Care Services			
Overnight stay, daytime respite and all meals (per night)	15.79	15.79	0.00%
Overnight stay, including only breakfast	7.25	7.25	0.00%
Daytime respite and lunch (per day)	5.33	5.33	0.00%
Daytime respite (per day)	2.13	2.13	0.00%
<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	0.00%
Band 2 (Treatment)	50.50	50.50	0.00%
Band 3 (Provision of Appliances)	219.00	219.00	0.00%
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 (enhanced)	40	40	0.00%
DBS Checks (standard)	23	23	0.00%
Firearms Licenses	75	75	0.00%
Firearms renewals	65	65	0.00%
Black powder licences	30	30	0.00%
Forensic Collision Report	400	10	2.50%
Basic Collision Report	150	3.75	2.50%
File retrieval	40	1	2.50%
Technical collision recording	80	2	2.50%
Copy reports (if requested separately)	80	2	2.50%
Copy photographs (colour)	25	0.63	2.50%
Copy photographs (colour-sheet)	15	0.38	2.50%
Booklet thumbnail prints	40	1	2.50%
Police Officer Constable	47	1.18	2.50%
Police Officer Sergeant	51	1.28	2.50%
Police Officer Inspector	63	1.58	2.50%
Police Officer PC filming	57	1.43	2.50%
Police Officer Sgt filming	61	1.53	2.50%
Police Officer Insp filming	73	1.83	2.50%
Use of Police property	1500	37.5	2.50%
Use of Police vehicle	750	18.75	2.50%
Fingerprinting	50	1.25	2.50%
Certify documents	15	0.38	2.50%
Certify photographs	15	0.38	2.50%
Copy statement (10 pages)	50	1.25	2.50%
Additional pages (per page)	5	0.13	2.50%
Copy witness statement (disclosure)	50	1.25	2.50%
Copy witness statement (non-disclosure) agreed by FISO	75	1.88	2.50%
Police statement	150	3.75	2.50%
Copy interview tape/CD	120	3	2.50%
Typed transcript of interview	150	3.75	2.50%
Copy video tape	80	2	2.50%
Copy of 999 call	30	0.75	2.50%
Copy of CCTV footage	100	2.5	2.50%
Copy of photos on disc	40	1	2.50%
Copy of crime report	50	1.25	2.50%
Copy of Registry file summary	50	1.25	2.50%
Copy of iNet system entries	50	1.25	2.50%
Copy of custody record	50	1.25	2.50%
Copy of search warrant (property only)	50	1.25	2.50%
File search cancellation	150	3.75	2.50%
Criminal Injury Compensation Tribunal (5 copies)	220	6.6	3.00%
Abnormal load escort (MIN)	133	3.99	3.00%
FRS Property Search Fees	65	65	0.00%
FRS Property Search Inspections	165	165	0.00%
Fire Certificate	215	215	0.00%
FRS Interview - Officer	70 ph	70 ph	0.00%
FRS Interview - Senior Officer	140 ph	140 ph	0.00%
FRS Interview - Travel	£6 pm	£6 pm	0.00%
FRS Interview - Image	22	22	0.00%
FRS Interview - Contacts/Thumbnails	35	35	0.00%
FRS Interview - Administration Fee	60	60	0.00%
FRS Incident Reports - Form	120	120	0.00%
FRS Incident Reports - Report	370	370	0.00%
FRS Incident Reports - Copy Report	270	270	0.00%
FRS Incident Reports - Other Documents	40	40	0.00%
FRS Incident Reports - Copy Electronic Media	120	120	0.00%
FRS Incident Reports - Copy Statement	60 for 10 pages +£4 per additional page	60 for 10 pages +£4 per additional page	0.00%
FRS Incident Reports - Images	22	22	0.00%
FRS Incident Reports - Contacts/Thumbnails	35	35	0.00%
FRS Incident Reports - Administration Fee	60	60	0.00%
Pump Hire plus 6 crew	350 ph	350 ph	0.00%



Appendix 9 – Fees & Charges

Pump Hire plus 5 crew	310 ph	310 ph	0.00%
Pump Hire - Travel	£6 pm	£6 pm	0.00%
Pump Hire - Administration Fee	60	60	0.00%
Pit Lane Cover - Normal Day	252 ph	252 ph	0.00%
Pit Lane Cover - Bank Holiday	444 ph	444 ph	0.00%
Pit Lane Cover - Pumping Appliance	110	110	0.00%
Pit Lane Cover - Travel	£6 pm	£6 pm	0.00%
Pit Lane Cover - Administration Fee	60	60	0.00%
AFA Callouts	375	375	0.00%
AFA Callouts - Bank Holiday	750	750	0.00%
Live Fire Training Facility Hire	250 pd	250 pd	0.00%
Live Fire Training Facility Hire - Administration Fee	60	60	0.00%
Personnel Charge Out - Fire Fighter	42 ph/74 bh	42 ph/74 bh	0.00%
Personnel Charge Out - Leading Fire Fighter	42 ph/74 bh	42 ph/74 bh	0.00%
Personnel Charge Out - Sub Officer	42 ph/74 bh	42 ph/74 bh	0.00%
Personnel Charge Out - Station Officer	55 ph/110 bh	55 ph/110 bh	0.00%
Personnel Charge Out - Senior Officer	55 ph/110 bh	55 ph/110 bh	0.00%
Personnel Charge Out - Travel	£6 pm	£6 pm	0.00%
Personnel Charge Out - Small Equipment	30	30	0.00%
Personnel Charge Out - Portable Pump	50	50	0.00%
Personnel Charge Out - Light Pumping Appliance	110	110	0.00%
Personnel Charge Out - Major Pumping Appliance	110	110	0.00%
Personnel Charge Out - Aerial Ladder Platform	110	110	0.00%
Personnel Charge Out - Small Vehicle	55	55	0.00%
Personnel Charge Out - Administration Fee	60	60	0.00%



Appendix 9 – Fees & Charges

Department of Infrastructure

Department of Infrastructure Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
<i>Civic Amenity Site</i>			
Under counter fridge	15	15.30	2%
Chest fridge	27	27.50	1.9%
American style fridge	50	51	2%
Television	14	14.30	2.1%
PC monitor	6	6.10	1.7%
Laptop	6	6.10	1.7%
<i>Wrights Pit North</i>			
Gate fee domestic	93.70	95.66	2.1%
Gate fee commercial	186.55	190.45	2.1%
<i>Airport</i>			
<u><i>Landing Fees</i></u>			
Aircraft up to MTOW 500kg	10.75	10.97	2%
Aircraft up to MTOW 501-2000kg	21.50	21.93	2%
Aircraft up to MTOW 2001-3000kg	43.05	43.92	2%
Aircraft up to MTOW 3001-4000kg	86.10	87.82	2%
Aircraft up to MTOW over 4001kg (per tonne)	21.50	21.93	2%
<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%
Quarterly landing and parking card	Various	Various	2%
Monthly landing and parking card	Various	Various	2%
<i>Harbour</i>			
<u><i>Manx registered fishing vessels, workboats and construction barges</i></u>			
Harbour entry up to 3 days	47.00	47.50	1.1%
Annual payment	94.75	96.65	2%
<u><i>Visiting fishing vessels, workboats and construction barges</i></u>			
Harbour entry up to 3 days	56.50	57.65	2%
Annual payment	97.00	98.95	2%
<u><i>Pleasure vessels</i></u>			
Annual harbour dues (per meter)	16.50	20.00	21.2%
Slipway dues (per meter)	9.00	9.15	1.7%
<u><i>Goods dues</i></u>			
<u><i>Large Motor vehicles</i></u>			
Per metre	5.20	5.30	1.9%
Passenger	1.90	1.95	2.6%
<u><i>Small Motor Vehicles</i></u>			
Motor Cycle	2.70	2.75	1.9%
Car Parking	8.05	8.20	1.9%
Passenger	1.90	1.95	2.6%
Trailer	5.20	5.30	1.9%
<u><i>Bulk ship cargo - per tonne</i></u>			
Liquid petroleum	3.85	3.90	1.3%
Dangerous explosive substances	21.85	22.30	2.1%
General cargo	2.10	2.15	2.4%
<u><i>Passenger Dues</i></u>			
Driver	1.90	1.95	2.7%
Motor cycle	2.70	2.75	1.9%
Car	8.05	8.20	1.9%
Car and trailer	13.30	13.55	1.9%
Heavy passenger vehicle	10.90	11.10	1.9%
Heavy passenger vehicle with trailer	16.15	16.45	2.2%
Foot passenger - adult	0.94	0.95	2.2%



Appendix 9 – Fees & Charges

Department of Infrastructure Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Foot passenger - child	0.47	0.48	2.2%
<i>Pleasure cruise vessels</i>			
per GRT anchored in bay	0.12	0.12	0%
per GRT berthed in harbour	0.14	0.14	0%
per passenger on board	0.65	0.65	0%
<i>Pontoon charges (per meter)</i>			
Annual	157.00	160.00	1.9%
Monthly	16.65	17.00	2.1%
Daily	2.75	2.80	1.8%
<i>Storage Charges (vessels over 6m)</i>			
Annual	747.00	740.00	-0.9%
Monthly	75.00	74.00	-1.3%
up to 7 days	18.70	18.00	-3.7%
Public Sector Rental			
each property is individually pointed; however average rentals by property type can be derived as follows:			
5 Bed House	151.60	153.12	1.0%
4 Bed House	138.09	139.47	1.0%
3 Bed House	102.59	103.62	1.0%
3 Bed Bungalow	104.50	105.55	1.0%
2 Bed House	90.53	91.44	1.0%
2 Bed Bungalow	81.92	82.74	1.0%
2 Bed Flat	83.07	83.90	1.0%
2 Bed Cottage	74.50	75.25	1.0%
1 Bed Flat	73.01	73.74	1.0%
1 Bed Bungalow	58.18	58.76	1.0%
Bedsit	58.99	59.58	1.0%
Highway Services			
Highway Search	45.00	75.00	66.7%
<i>Driving Licence Fees</i>			
First Provisional	22.00	22.40	1.8%
Subsequent Provisional	18.00	18.40	2.2%
Full License under age 66	36.00	36.70	1.9%
Age 66	33.00	33.70	2.1%
Age 67	30.00	30.60	2.0%
Age 68	27.00	27.50	1.9%
Age 69	24.00	24.50	2.1%
Age 70	21.00	21.40	1.9%
Age 71	18.00	18.40	2.2%
Age 72 and over	15.00	15.30	2.0%
Medically restricted 1-2 years	10.00	10.20	2.0%
Medically restricted 3 years	15.00	15.30	2.0%
Duplicate	18.00	18.40	2.2%
Add driving category	18.00	18.40	2.2%
Remove an endorsement	18.00	18.40	2.2%
Emergency fee	33.00	33.70	2.1%
<i>Driving Test fees</i>			
Car	57.00	58.14	2.0%
Car – extended test	120.00	122.40	2.0%
Motorcycle	57.00	58.10	1.9%
Motorcycle – extended test	98.00	100.00	2.0%
Goods	65.00	66.30	2.0%
Buses	65.00	66.30	2.0%
Car and Trailer	65.00	66.30	2.0%
Tractors	65.00	66.30	2.0%
Theory Test	35.00	35.70	2.0%
Additional for Saturday appointment	10.00	10.20	2.0%
<i>Vehicle Registration fees</i>			
Registration	23.00	23.50	2.2%
Cherished number	Various	Various	Tbc
Transfer or retention of cherished number	81.00	82.60	2.0%



Appendix 9 – Fees & Charges

Department of Infrastructure Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Registration on a Q plate	34.00	34.70	2.1%
Change of ownership	12.00	12.24	2.0%
Duplicate registration certificate	18.00	18.40	2.2%
Duplicate vehicle license	12.00	12.20	1.7%
<i>Vehicle Inspection fees</i>			
Car	47.00	48.00	2.1%
Quadcycle	34.00	34.70	2.1%
Motorcycle	29.00	29.60	2.1%
Minibus/motorhome	58.00	59.20	2.1%
Goods vehicle 2 axle	58.00	59.20	2.1%
Goods vehicle 3 axle	63.00	64.30	2.1%
Goods vehicle 4 axle	69.00	70.40	2.0%
Buses	69.00	70.40	2.0%
SVA good under 3500kg	92.00	93.80	2.0%
SVA car	150.00	153.00	2.0%
SVA motorcycle	69.00	70.40	2.0%
SVA quadricycle	104.00	106.10	2.0%
<i>Transport Services</i>			
Bus fares	Various	Various	0%
Rail fares	Various	Various	0%
Private Hire Bus	Various	Various	0%
Private Hire Minibus	Various	Various	0%
Private Hire Rail	Various	Various	0%



Appendix 9 – Fees & Charges

Cabinet Office

Cabinet Office Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
Covid-19 test	New test	£50.00	n/a
Naturalisation under S6(2) of BNA 1981 married to British citizen	£1,349.20	£1,349.20	0.00%
Naturalisation under S6(1) of BNA 1981 not married to British citizen	£1,349.20	£1,349.20	0.00%
Adult registration under S4(C) and 4(G) of BNA 1981	£1,225.20	£1,225.20	0.00%
Registration as a British citizen of a minor (under 18 years)	£1,031.20	£1,031.20	0.00%
Adult registration as a British citizen under S4(C) and 4(G) of BNA 1981	£99.20	£99.20	0.00%
Declaration of renunciation of British citizenship	£321.00	£321.00	0.00%
Application for the amendment or replacement of a certificate of registration or naturalisation as a British citizen	£250.00	£250.00	0.00%
Adult Passport (Standard)	£85.00	£85.00	0.00%
Adult Passport (Express)	£142.00	£142.00	0.00%
Adult Passport (Temporary)	£177.00	£177.00	0.00%
Child Passport (Standard)	£58.80	£58.80	0.00%
Child Passport (Express)	£122.00	£122.00	0.00%
Child Passport (Temporary)	£151.00	£151.00	0.00%
Tier 1 Entrepreneur - Application for an initial grant of Leave (Switching) or an extension of leave as a Tier 1 (Entrepreneur) Main Applicant	£1,277.00	£1,277.00	0.00%
Tier 1 Investor - Application for an initial grant of Leave (Switching) or an extension of leave as a Tier 1 (Investor) Main Applicant	£1,623.00	£1,623.00	0.00%
Start Up - Application to switch into or extend your leave in the Start-Up route on the Isle of Man	£493.00	£493.00	0.00%
Innovator - Application to switch into or extend your leave in the Innovator route on the Isle of Man	£1,277.00	£1,277.00	0.00%
Application to extend your leave as a Worker Migrant on the Isle of Man (LTR)	£704/£1408	£704/£1408	0.00%
Application to extend your leave as a Worker ICT Migrant on the Isle of Man (LTR)	£704.00	£704.00	0.00%
Application for Indefinite Leave to Remain in the Isle of Man as a Worker Migrant (ILR)	£2,389.00	£2,389.00	0.00%
Application for Leave to Remain as a Tier 4 Migrant	£475.00	£475.00	0.00%
Application for an extension of stay in the Isle of Man as the partner of a person present and settled in the Isle of Man	£1,033.00	£1,033.00	0.00%
Application for further leave to remain (other)	£1,033.00	£1,033.00	0.00%
Application for Indefinite Leave to Remain in the Isle of Man as a victim of domestic violence	£2,389.00	£2,389.00	0.00%
Application for Indefinite leave to remain as the family member of a person present and settled in the Isle of Man	£2,389.00	£2,389.00	0.00%
Application for Indefinite leave to remain as the partner of a person present and settled in the Isle of Man	£2,389.00	£2,389.00	0.00%
Application for Indefinite Leave to Remain in the Isle of Man as the dependant of a Worker Migrant, Worker (ICT) Migrant, Business Migrant (Innovator), Business Migrant (Start-up) or Migrant under the Points Based System	£2,389.00	£2,389.00	0.00%
Application for Indefinite leave to remain in the Isle of Man under any route other than those described above	£2,389.00	£2,389.00	0.00%
Application for a residence permit in the Isle of Man by a non EEA national family member of an EEA national residing in the Isle of Man	£65.00	£65.00	0.00%
Application for a document certifying Permanent Residence under the EEA Regulations	£65.00	£65.00	0.00%
Application for a No Time Limit Stamp or transfer of conditions to a new passport	£168/£237	£168/£237	0.00%
Application for Confirmation of the Non-Acquisition of British Citizenship	£161/£229	£161/£229	0.00%
Application for a Certificate of Sponsorship for a Tier 5 Worker	£21.00	£21.00	0.00%



Appendix 9 – Fees & Charges

Executive Government

General Registry

General Registry Proposed Fee (Description)		Current Charge	Proposed Increase	% Increase
COURT SERVICES FEES ORDER				
SMALL CLAIMS/SUMMARY/ORDINARY PROCEDURE				
Filing a claim or counterclaim as appropriate:				
(i)	Up to £300	28.20	28.80	2%
(ii)	£300.01 - £500	43.00	44.00	2%
(iii)	£500.01 - £1,000	59.50	60.80	2%
(iv)	£1,000.01 - £1,500	73.00	74.60	2%
(v)	£1,500.01 - £3,000	80.50	82.20	2%
(vi)	£3,000.01 - £5,000	101.00	103.20	2%
(vii)	£5,000.01 - £10,000	152.00	155.20	2%
(viii)	£10,000.01 - £15,000	208.50	212.80	2%
(ix)	£15,000.01 - £50,000	338.50	345.40	2%
(x)	£50,000.01 - £100,000	577.50	589.20	2%
(xi)	£100,000.01 - £150,000	744.50	759.40	2%
(xii)	£150,000.01 - £200,000	910.50	928.80	2%
(xiii)	£200,000.01 - £300,000	1,243.50	1,268.40	2%
(xiv)	£300,000.01 - £500,000	1,399.50	1,427.60	2%
(xv)	£500,000.01 - £1,000,000	2,237.00	2,281.80	2%
(xvi)	£1,000,000.01 - £5,000,000	2,799.00	2,855.00	2%
(xvii)	£5,000,000.01 - £10,000,000	3,777.00	3,852.60	2%
(xviii)	£10,000,000.01 - £50,000,000	4,614.00	4,706.40	2%
(xix)	Greater than £50,000,000 or unspecified	8,391.50	8,559.40	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)		224.00	228.60	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		843.00	860.00	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	135.50	138.40	2%
(ii)	Ordinary Procedure	224.00	228.60	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	47.00	48.00	2%



Appendix 9 – Fees & Charges

General Registry Proposed Fee (Description)		Current Charge	Proposed Increase	% Increase
(ii)	Ordinary Procedure	135.50	138.40	2%
CHANCERY PROCEDURE				
	Filing of any originating application	224.00	228.60	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	843.00	860.00	2%
	Filing/making any contested (see guidance note 1) application (including those made in court during the court hearing)	224.00	228.60	2%
	Filing/making any agreed (see guidance note 1) application (including those made in court during the court hearing)	135.00	138.40	2%
BANKRUPTCY MATTERS, where no statutory fee is prescribed				
(i)	Application to the court to approve the distribution of assets	148.00	151.00	2%
(ii)	Any other application to the court in relation to assets or accounts	148.00	151.00	2%
NON CONTENTIOUS PROBATE BUSINESS				
(i)	settling a draft testamentary application	57.50	58.80	2%
(ii)	filing, extension or withdrawal of a caveat	57.50	58.80	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	28.20	28.80	2%
(ii)	10,000.01 - 50,000	166.50	170.00	2%
(iii)	50,000.01 - 125,000	489.50	499.40	2%
(iv)	125,000.01 - 250,000	1,040.50	1,061.40	2%
(v)	250,000.01 - 500,000	2,081.00	2,122.80	2%
(vi)	500,000.01 - 1,000,000	4,162.00	4,245.40	2%
(vii)	Exceeds 1,000,000	8,323.50	8,490.00	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	260.50	265.80	2%
(i)	Amendment to grant or the relevant record as a result of an error or omission (see guidance note 5)	28.20	28.80	2%
(ii)	Application for a cessate grant	28.20	28.80	2%
(iii)	Application for revocation of a grant	28.20	28.80	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 of a copy will)	28.20	28.80	2%
Additional copies (see note at paragraph 4.2):-				
(i)	Certified copy grant (per document)	5.10	5.40	2%



Appendix 9 – Fees & Charges

General Registry Proposed Fee (Description)		Current Charge	Proposed Increase	% Increase
(ii)	Certified copy will (per document)	5.10	5.40	2%
(iii)	Certified copy grant & will (requested at the same time) - per bundle	8.20	8.40	2%
Affixing court seal & providing additional certified copy of:			-	2%
(iv)	Certified copy grant (per document)	33.20	34.00	2%
(v)	Certified copy will (per document)	33.20	34.00	2%
(vi)	A copy grant & will (requested at the same time) - per bundle	62.50	63.80	2%
(vii)	Plain copy/photocopy of any additional document (per page)	0.50	0.60	2%
FAMILY, CHILDREN, MATRIMONIAL OR CIVIL PARTNERSHIP PROCEEDINGS				
Filing an initial application or cross-application for a divorce, annulment, separation or dissolution order		286.50	292.40	2%
Filing an application to make a provisional order final. Application of:				
(i)	Applicant	28.20	28.80	2%
(ii)	Respondent (rule 48(2) Rules of the High Courts of Justice (Matrimonial Proceedings) 2004 Procedure)	135.50	138.40	2%
Filing/making an application, etc:				
(i)	In any procedure for the variation of a maintenance agreement or like process	68.00	69.40	2%
(ii)	Under Part 4, CYP Act 2001 (care, supervision orders) (save for stand-alone emergency applications)	224.00	228.60	2%
(iii)	Which is agreed (see guidance note 1) (including those made in court during the court hearing)	68.00	69.40	2%
(iv)	Non-molestation order / occupation order – payable separately except when filed with an initial application	114.00	116.80	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))	135.50	138.40	2%
(vi)	Or an order under the Hague Convention	135.50	138.40	2%
(vii)	For an adoption order	135.50	138.40	2%
(viii)	For a wardship order	135.50	138.40	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	135.50	138.40	2%
(x)	Which is contested (any other) (see guidance note 1) (including those made in court during the hearing)	135.50	138.40	2%
Appeals under section 7(6) of Civil Partnership Act 2011 or section 19 of the Marriage Act 1984 (approval of places of registration)		224.00	228.60	2%
Filing of a parental responsibility agreement		28.20	28.80	2%
APPEAL MATTERS (WHETHER TO THE STAFF OF GOVERNMENT DIVISION OR CIVIL DIVISION)				
Filing/making of any notice or application within the Appeals process		338.50	345.40	2%



Appendix 9 – Fees & Charges

General Registry Proposed Fee (Description)	Current Charge	Proposed Increase	% Increase
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	843.00	860.00	2%
ASSESSMENTS OF COSTS			
Application for, or to set aside, a default/interim costs certificate	68.00	69.40	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	338.50	345.40	2%
MISCELLANEOUS – FEES PAYABLE IN MISCELLANEOUS MATTERS			
Application to pay into Court, or a payment out of Court	28.20	28.80	2%
(i) Search of Court and other indices/records, lists etc. if undertaken by staff (per volume or other medium)	51.00	52.20	2%
(ii) Request for access to a court case file (see guidance note 6)	51.00	52.20	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)	43.00	44.00	2%
(ii) Small Claims or Summary Procedure (instalment order or attachment of earnings order)	68.00	69.40	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)	224.00	228.60	2%
(b) Filing any agreed (see guidance note 1) application (including those made in court during the court hearing)	135.50	138.40	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	34.50	35.20	2%
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")	562.50	573.80	2%



Appendix 9 – Fees & Charges

General Registry Proposed Fee (Description)	Current Charge	Proposed Increase	% Increase
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")	224.00	228.60	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	338.50	345.40	2%

FEES AND DUTIES (GOVERNMENT FEES) ORDER			
Drawing a Commission of a public authority	54.50	56.00	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).	32.80	33.60	2%
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.	8.20	8.40	2%
Witnessing each exhibit to an affidavit, affirmation, declaration or attestation taken before a public officer	5.10	5.20	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%
(ii)	colour copy	1.40	2%
(b)	Printed on A3 size paper:		
	black & white copy (i)	1.30	2%
	Electronic delivery of permitted documents. Document sent by e-mail attachment (per request)	5.70	2%
	Certification of a copy	5.10	2%
Apostilles - attesting or legalising a signature and seal for Hague Convention countries and for the rest of the world			
a	standard service - within 2 working days	27.60	2%
b	premium service - within 90 minutes (additional cost to article 4(a))	54.50	2%

THE CINEMATOGRAPH (LICENSING FEES) ORDER			
Application for a Cinematograph licence	35.00	35.80	2%
Consent/Transfer of a Cinematograph licence	10.00	10.00	0%



Appendix 9 – Fees & Charges

General Registry Proposed Fee (Description)	Current Charge	Proposed Increase	% Increase
MUSIC & DANCING FEES AND DUTIES ORDER			
Application for any licence under the Act (other than an occasional licence)	35.80	36.60	2%
Application for transfer of a licence under the Act	35.80	36.60	2%
Application for a variation or removal of a condition attached to a licence	35.80	36.60	2%
Duplicate/Production of a Licence	51.00	52.50	2%
DUTIES PAYABLE FOR LICENCES			
Licence (other than an occasional licence) -			
• where the floor area of premises does not exceed 50m²	51.00	52.50	2%
• where the floor area of premises exceeds 50m² but is less than 1,000m² , for every 25m² (approx. 269ft²) or part of	35.80	36.60	2%
• where the floor area of premises exceeds 1,000 m²	1,102.00	1,124.50	2%
Occasional licence - for each day or part of the day	46.00	47.00	2%
Special permission -			
• for the first 2 hours or part of	25.60	26.20	2%
• for each succeeding hour or part of	20.40	21.00	2%
LICENSING FEES & DUTIES ORDER			
APPLICATION FEES			
Any Application under the Act	35.80	36.60	2%
Application for a duplicate licence	71.50	73.00	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	918.00	936.50	2%
• where rateable value of licensed premises exceeds £500 but does not exceed £1,500	1,897.50	1,935.50	2%
• where rateable value of licensed premises exceeds £1,500	2,703.00	2,757.50	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	459.00	468.50	2%
• where rateable value of licensed premises exceeds £500 but does not exceed £1,500	954.00	973.50	2%
• where rateable value of licensed premises exceeds £1,500	1,336.50	1,363.50	2%
OCCASIONAL LICENCE			
• for the first day or part of	71.50	73.00	2%
• for each succeeding day or part of	20.40	21.00	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	25.60	26.20	2%
• for each succeeding hour or part of	20.40	21.00	2%



Appendix 9 – Fees & Charges

General Registry Proposed Fee (Description)	Current Charge	Proposed Increase	% Increase
Registration order	66.50	68.00	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
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
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



Appendix 9 – Fees & Charges

General Registry Proposed Fee (Description)	Current Charge	Proposed Increase	% Increase
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
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

***% 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]**

Information Commissioner

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



Appendix 9 – Fees & Charges

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 £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		



Appendix 9 – Fees & Charges

Financial Services Authority

Financial Services Authority Annual Fees		
	Highest	Lowest
Banking	Class 1(1)	Class 1(3)
	27,240	2,730
Increase 20%	32,688	3,277
Investment Business	Class 2(1) to (7)	Class 2(3)(7)
	21,576	1,694
Increase 20%	25,892	2,034
Funds Services/ Asset Management	Class 3(1) or (2)	Class 3(8)
	30,574	1,965
Increase 20%	36,689	2,358
Money/Payment Services	Class 8	Class 8
	13,195	1,091
Increase 20%	15,834	1,309
Fiduciaries	Class 4/5	Class 4/5
	39,063	1,209
Increase 20%	46,877	1,451
Insurance Authorised	65,322	5,578
Increase 20%	78,386	6,694
Insurance Manager	5,189	2,439
Increase 20%	6,228	2,927
Insurance Intermediary	2,439	
Increase 20%	2,927	One Fee Only
Permit Holder	5,578	1,997
Increase 20%	6,694	2,396
Registered Schemes Administrators	4,694	336
Increase 20%	5,633	403
Designated Businesses	1,044	157
Increase 20%	1,254	190



Appendix 9 – Fees & Charges

Gambling Supervision Commission

Gambling Supervision Commission Proposed Fee (Description)	Current Charge	Proposed Charge	% Increase
OGRA Application fee	£5000	£5000	0
OGRA Annual license fee (Full)	£35000	£35000	0
OGRA Annual license fee (Network)	£50000	£50000	0
Machine supplier registration fee	£1610	£1610	0
Machine supplier annual fee	£805	£805	0
Machine site annual fee	£219	£219	0
Bookmakers permit application fee	£700	£700	0
Bookmakers permit annual fee	£100	£100	0
Betting shop application fee	£100	£100	0
Betting shop license annual fee	£100	£100	0
Casino license	£0	£0	0
Casino operative approval	£15	£15	0
Society lottery registration	£5	£5	0
*All GSC fees are predefined in legislation			



Appendix 9 – Fees & Charges

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Isle of Man Government Budget

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Isle of Man
Government

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