

GD 2015/0028



Isle of Man
Government

Reilrys Ellan Vannin

DETAILED
GOVERNMENT ACCOUNTS
(“Light Blue Book”)

Year ended the 31st March 2015

The Treasury
Finance Division
Isle of Man

Yn Tashtey
Fo-Rheynn Argidys
Ellan Vannin

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GD 2015/0028**ISLE OF MAN GOVERNMENT DETAILED ACCOUNTS****For the Year Ended 31st March 2015****LAID BEFORE TYNWALD BY THE TREASURY****ARRANGEMENT OF SECTIONS**

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Section 1 – Summary Information

For the Year Ended 31st March 2015

ISLE OF MAN GOVERNMENT ACCOUNTS

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1. Explanatory Foreword

1.1. Introduction

This book is the unaudited Detailed Government Annual Accounts (also referred to as the "Light Blue Book") and it is the detailed management version of the Government's Accounts. The Light Blue Book is prepared from the Government's accounting system and shows both management information and the accounting transactions in pounds Sterling which are used to compile in rounded thousands of pounds the substantive version of Government's Accounts. That later version of the Accounts, which is issued after the completion of the Public Audit, is formally laid before Tynwald at a later date (normally October).

Whilst the aggregate of transactions and balances are included within the Accounts which are laid before Tynwald and are subject to audit, individual transactions and balances reported within this document are not necessarily subject to detailed audit scrutiny. In the event that any material issues are identified as part of the Public Audit consideration will be given as to whether it is necessary to re-publish these detailed accounts.

It is Treasury's intention to combine the Detailed Government Accounts with Government's Audited Accounts (the "Dark Blue Book") from next year, thus enabling a single set of audited detailed Government accounts, for the year ended 31st March 2016, to be laid before Tynwald.

The pages which follow are the Isle of Man Government Detailed Accounts for the year ended 31 March 2015. The Accounts have been grouped into five Sections, containing the information set out below.

1.2. Section 1 – Summary Information

This Section provides summary information on the Government's transactions and balances for the financial year as follows:

- **Financial Highlights and Commentary** – the Financial Highlights and Commentary are intended to provide a quick guide to the Government's annual transactions and its year end position. The graphs included within the Commentary add further information and give a visual impression of the relative sizes of the General Revenue Account's components.
- **General Revenue Account** – this shows, in summary form, all of the Government's annual income and expenditure and the consequent surplus or deficit which has arisen during the year. It reports the cost for the year of the major services undertaken by Government and compares that cost with the finance provided by Customs and Excise, Income Tax and other Treasury Income.
The actual transaction balances of the General Revenue Account and most other revenue statements within these Accounts are compared with the Estimates. The Estimates are the amounts authorised by Tynwald at the annual Budget (the Votes), as revised by any amounts subsequently authorised by Tynwald (Supplementary Votes). Any Treasury approved transfers between heads of expenditure (Virements) are recognised to the extent they have been processed through the Government accounting system at the time the Accounts are prepared. Any outstanding Virements or Supplementary Votes necessary will be sought by the relevant Departments in due course.
- **Summary of Balances** – These pages list the balances held in the Treasury's books as at the year-end date (31 March). This statement is fundamental to understanding Government's year-end financial position as it reflects, at cost, the balances in the Accounts of the Treasury. It does not include market values on the assets, although the value of Long Term Investments and Investment Cash at Banks can be seen within the Notes to the Accounts. The amount of "Total Net Assets" does not reflect the full current value of Government owned fixed assets or any liability associated with the National Insurance Fund Investments or the unfunded Pensions Schemes.
- **Accounting Policies** – these provide details of the main assumptions and policies used in preparing the Accounts. The Accounts can only be properly appreciated if the policies which have been followed in dealing with material items are explained.

- **Additional Information** – this is other information supporting the information contained in the General Revenue Account and Summary of Balances, which is not presented elsewhere in the document.

1.3. Section 2 – Revenue Accounts

This Section provides more detailed information about the Government's Revenue transactions for the financial year, as follows:

1. **General Revenue Account** – the General Revenue Account included in Section 1 is re-presented showing gross income, gross expenditure and net expenditure by Department. It includes an analysis of Estimates and Supplementary Votes – the financial year's actual transactions of the General Revenue Account and most of the other statements within these Accounts are compared with the Estimates.
2. **Treasury Income** – this contains more detailed analysis of Customs and Excise, Income Tax and Other Treasury Income which are included in summary form in the General Revenue Account.
3. **Summary Revenue Accounts** – these set out more detailed analysis of the income and expenditure of the Departments and other heads of expenditure, which appear in summary form in the General Revenue Account.
4. **Other Expenditure** – this section provides details of Social Security Benefits and Occupational Pensions Transactions.

1.4. Section 3 – Capital Accounts

The allocation of payments to Capital is made in accordance with the Capital Estimates for the year, as approved at the annual Budget by Tynwald and as revised by any subsequent Capital Votes of Tynwald. These Capital payments are financed by means of Advances from the Consolidated Loans Fund. These Advances are repaid to the Fund by annual instalments of principal, plus interest (if applied) on the outstanding balance. These combined repayments (Loan Charges) are included in the General Revenue Account and the amount payable depends on the anticipated life of the asset related to the capital expenditure, and the rate of the annual Consolidated Loans Fund interest charge.

Also presented within this Section is a statement showing the Capital and Revenue transactions of the Housing Advances, the House Purchase Schemes and the House Purchase and Refurbishment Scheme, and how the resultant Revenue surplus or deficit is funded in the General Revenue Account.

1.5. Section 4 – Investments, Reserves and Internal Funds

The assets of Government are represented by a variety of funds set up for specific purposes. These comprise seven funds which are externally managed and numerous other funds whose balances are internally managed by Treasury through the placing of fixed-term cash deposits on the wholesale money markets.

1. **Externally Managed Funds** - the main externally managed funds are:
 - (i) **Hospital Estate Development Fund** – This Fund was established by Tynwald in October 1994 to fund the loan charges in respect of the Capital Expenditure on the Hospital Estate Development, and the statement reflects those transactions.
 - (ii) **Manx Currency Account** – This statement shows the income arising from investments and commercial coin sales, the retention or disposal of that income, the amount of Manx Currency issued in the year, the costs of the Issue, the transactions of the investments held to back the Issue, and the balance carried forward on the Account at the year end.
 - (iii) **Manx National Insurance Fund** – The Manx National Insurance Fund comprises two parts. The first part is the Operating Account, which holds the receipt of the Employees and the Employers' National Insurance Contributions and the payment of Benefits (principally the Retirement and Incapacity Benefits), and those transactions occur within the Treasury (previously Department of Social Care). The second part is the Investment Account, which holds the related National Insurance investment transactions, outside of the Treasury's Votes (previously the Department of Social Care's Votes).

This statement shows the aggregate transactions of those two parts of the Manx National Insurance Fund. It shows the release of investment income from the Investment Account into the Operating Account, the financial adjustments with the United Kingdom, the investment transactions and the balance carried forward on both the Operating Account and the Investment Account at the year end.

- (iv) **Media Development Fund** – This statement shows the transfers in the Fund from the General Revenue Account, the amount of investment income received and retained within the Fund, the investment transactions and the balance carried forward on the Fund at the year-end.
- (v) **Public Service Employees Pension Reserve** – This statement shows the transfers in the Fund from the General Revenue Account, the amount of investment income received and retained within the Fund, the investment transactions and the balance carried forward on the Fund at the year-end.
- (vi) **Reserve Fund** – This statement shows the contributions to and transfers from the Reserve Fund from the General Revenue Account, the amount of investment income received and retained within the Fund, the investment transactions and the balance carried forward on the Fund at the year end.

2. Internally Managed Funds

The following group of Funds has been established by the Treasury, are held as part of General Revenue Account and are managed by Treasury. The purpose of each of these Funds is described in the Notes to each Account, and there is a summary statement of all internal reserves and external investments included in Section 1:

- Agriculture and Forestry Fund
- Economic Development Fund
- Government Energy Initiatives Capital Fund
- Government Marketing Initiatives Fund
- Health Inspection Fund
- Housing Reserve Fund
- Information Communications Technology (“ICT”) Fund
- Insurance Fund
- Land & Property Acquisition Reserve
- Legal Costs Reserve
- Medical Indemnity Fund
- Restructuring Fund
- Seized Assets Fund
- Town & Village Centre Regeneration Fund

1.6. Section 5 – Other Information

This Section contains information of Third Party and other Joint Collection Accounts, which are not directly included within the current year’s General Revenue Account, Capital Accounts or Summary of Balances.

This information includes:

1. Third Party Funds

- (i) the transactions of the Gubay Fund
- (ii) the transactions of the Manx Ex-Services Fund 2002.
- (iii) a statement of National Lottery Excise Duty collections and distributions under the National Lottery Act 1999.

2. Collection Accounts

- (iv) a statement showing the collection by Treasury of Rates on an agency basis on behalf of some of the Island Rating Authorities, and the subsequent distribution of those receipts.

Paula Primrose ACMA
Chief Accountant
Treasury, Finance Division
25 June 2015

2. Financial Highlights

2.1. Financial Highlights

	Year to 31st March 2015 £'000s	Year to 31st March 2014 £'000s
Income Tax and Indirect Taxes	522,745	508,116
Net Revenue Expenditure	540,611	538,230
(Deficit)/Surplus for year Before	(6,265)	(16,850)
Transfer from Reserves	11,000	31,600
Transfer to Reserves	(500)	(8,000)
Balance on General Revenue Account	45,517	41,281
Capital Expenditure	49,464	57,207
Balance on Capital Account	44,409	50,623
Loans Schemes balances	4,372	4,947
Externally Invested Funds	1,739,893	1,655,081
Internal Reserve Funds	71,238	79,814
Income on External Investments	29,441	33,458
External Debt (note 1)	260,000	260,000
External Interest paid (note 1)	14,163	14,163
Manx Notes and Coins in circulation	74,571	71,646
Debtors and Stores (note 2)	33,299	97,073
Creditors and Third Party Funds	40,222	60,293

Notes:

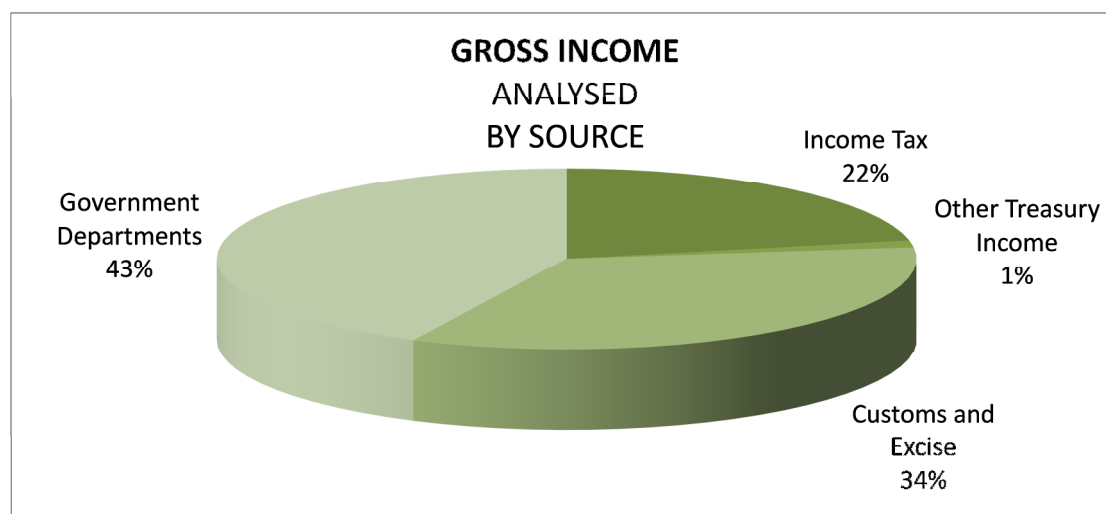
1. These amounts relate solely to Bond Issues made by Treasury on behalf of the Manx Utilities Authority (Bond Issues relating to the former Manx Electricity Authority and the Isle of Man Water Authority).
2. Debtors and Stores include expected recoveries in respect of amounts advanced to the KSFIOML Depositors' Compensation Scheme of £1.1 million (2014: £1.7 million).

3. Financial Commentary

3.1. Income

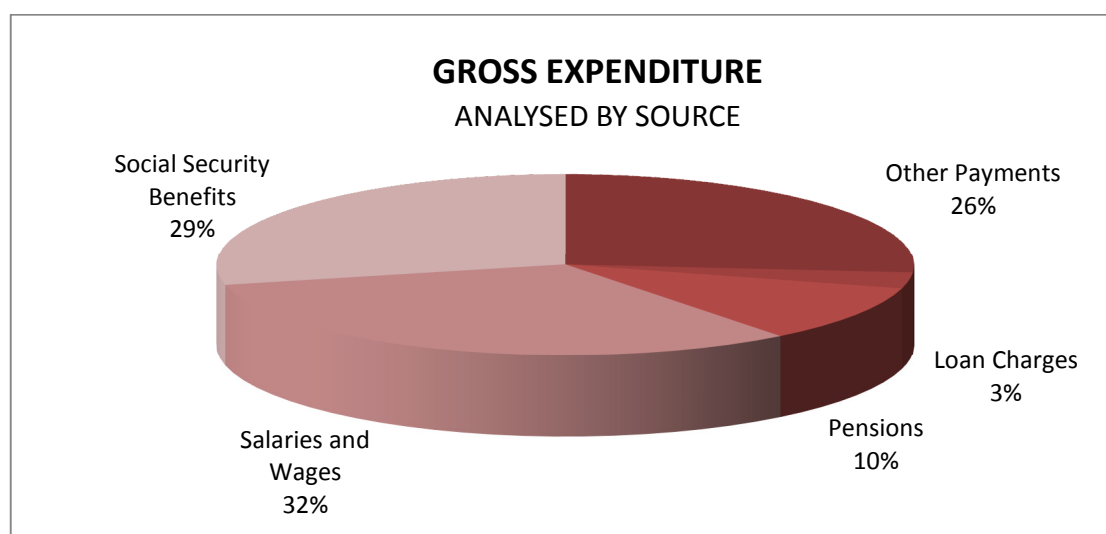
Gross income from all sources at £934.2 million (2013-14: £951.8 million) was generally in line with the various estimates for Departments and Other Bodies but in aggregate were £12.9 million higher (2013-14: £8.8 million higher), due to higher income at the Department of Economic Development and the Treasury.

Treasury income at £534.3 million (2013-14 : £521.4 million) was above estimate by £1.7 million (2013-14 : £4.5 million). Within this higher than anticipated Income Tax receipts (£2.0 million higher, 2013-14 : £5.1 million higher) was partially offset by lower Other Treasury Income (£0.3 million lower; 2013-14 £0.6 million lower). Customs Income was adjusted to reflect the budgeted provisional share from the United Kingdom, as was the case for 2013-14.

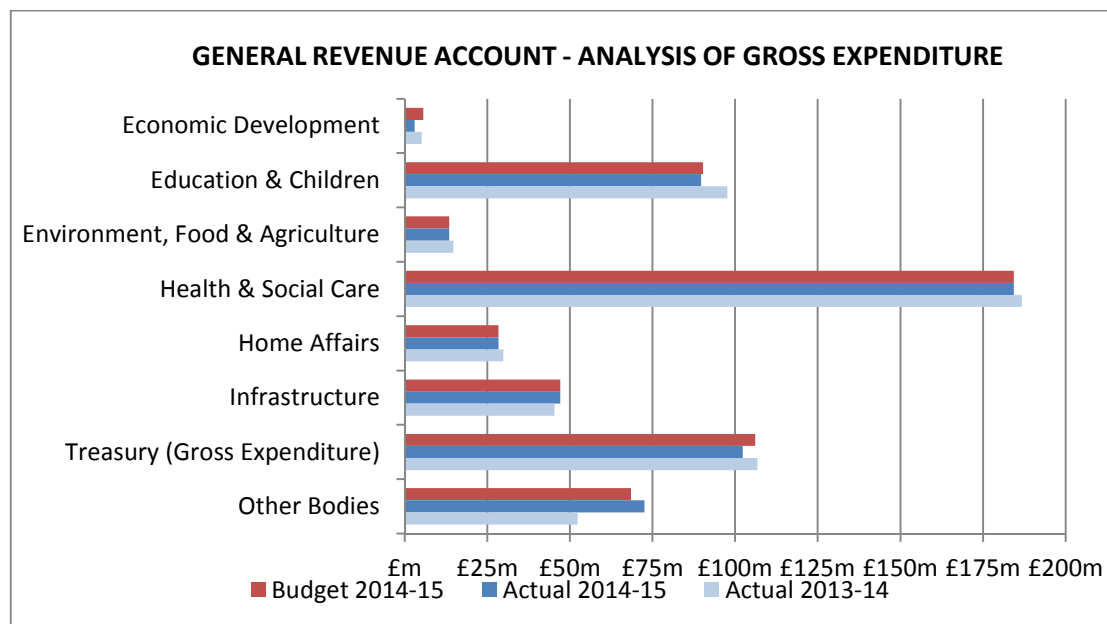


3.2. Expenditure

Net expenditure (excluding Treasury Income) at £540.6 million (2013-14: £538.2 million) was £3.0 million (2013-14 : £9.7 million) less than the original estimate of £543.6 million. No Supplementary Revenue Votes were approved by Tynwald or the Treasury during the year (2013-14: Treasury approved additional expenditure of the Department of Health of £2.1 million).



Net expenditure in respect of Government occupational Pensions has exceeded its Vote by £5.2 million. No other Departments will require further supplementary revenue votes in respect of net expenditure.



Note – the 'Actual 2013-14' amounts above have been restated to reflect the revised Government structure which took effect on 1 April 2014.

3.3. Net General Revenue Account

The actual balance brought forward at 1 April 2014 of £41.3 million (2013-14 : £34.5 million) was £9.7 million (2013-14 : £4.4 million) more than the "Probable" shown at the Budget in February 2014, with income £2.8 million (2013-14 : £4.5 million) higher than anticipated, expenditure £6.9 million (2013-14 : £4.9 million) lower than anticipated. The out-turn for 2013-14 was shown in the audited Government Accounts that were laid before the October 2014 sitting of Tynwald (GD 0055/14).

In the 2014-15 Budget it was originally envisaged that the General Revenue Account would produce a surplus for the year of £6,712 following a transfer from the Reserve Fund of £11.0 million (2013-14 : £37,938 following a transfer from the Reserve Fund of £31.0 million, reduced by the Supplementary Vote for the Department of Health to a deficit after transfer of £2.1 million). However the actual gross income of £934.2 million (2013-14: £951.8 million) and the actual gross expenditure of £940.4 million (2013-14: £968.6 million) resulted in a surplus for the year after the transfer of £11.0 million (2013-14 : £31.6 million) and before other appropriations of £4.7 million (2013-14 : £14.8 million). From that surplus, transfers totalling £0.5 million (2013-14: £8.0 million) to other reserve funds have been made, leaving a net increase of the Net General Revenue Account for the year of £4.2 million (2013-14: increase of £6.8 million).

The net increase of £4.2 million increased the balance brought forward of £41.3 million and resulted in a carried forward balance on Net General Revenue Account as at 31 March 2015 of £45.5 million.

3.4. Capital Expenditure

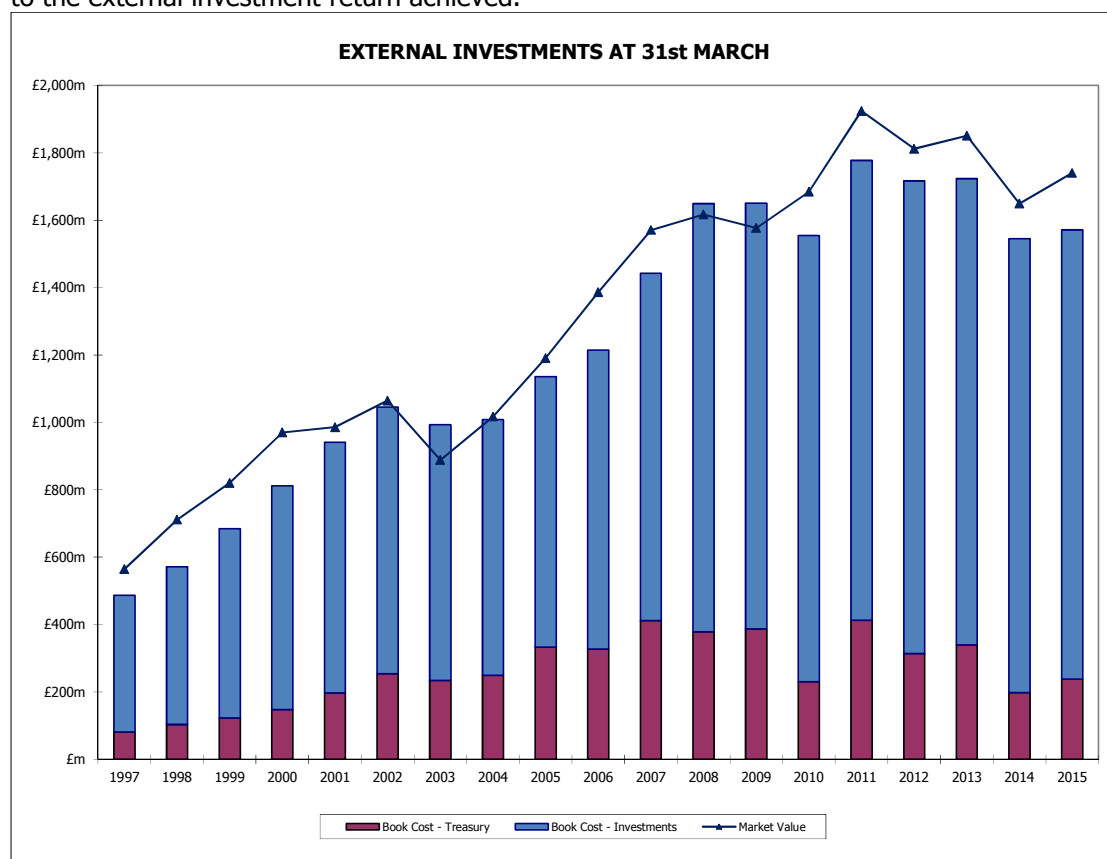
Total Capital expenditure out-turn for the year was £49.5 million (2013-14 : £91.2 million, including loan refinancing of £35.0 million and additional property acquisitions totalling £9.9 million). This compares with the original vote of £71.6 million (2013-14 : £96.5 million) plus Supplementary Votes of £4.8 million (2013-14 : £2.2 million).

The balance on the Capital Fund at the end of the year was £859.1 million (2014 : £859.1 million) and the cash remaining available for capital expenditure was £44.4 million (2014 : £50.6 million).

3.5. Reserve Funds

Treasury's investment strategies for the larger funds (which are externally invested) include exposure to equities and, although their market values can and have fluctuated downwards from time to time, the broad and long term trend has been upwards. At 31 March 2015 the market value of the investments was £1,501.9 million (2014 : £1,457.0 million), an increase (net of transfers into and out of the funds) of £44.9 million (2013-14 : reduction of £54.2 million). Withdrawals from the externally managed funds totalled £64.5 million (Reserve Fund £11.0 million plus income of £6.7 million, Public Service Employees' Pension Reserve £24.0 million and National Insurance Investment Account £20.5 million, Hospital Estates Development Fund £2.3 million; previous year total £114.1 million).

The total market value of investments including cash managed by Treasury of £238.0 million (2014 : £198.1 million) increased to £1,739.9 million (2014 : £1,655.1 million) principally due to the external investment return achieved.



The value of internally invested reserve funds (excluding the Capital Fund) was £71.2 million (2014 : £79.8 million), a decrease of £8.6 million (2013-14 : decrease of £13.1 million, both net of expenditure and transfers) as transfers out of the internal funds exceeded transfers into the funds.

On 9 October 2008 a petition was presented to the High Court in the Isle of Man to appoint a Liquidator Provisionally in respect of Kaupthing Singer & Friedlander (Isle of Man) Limited ("KSFIOML"). Since this date the Liquidator's appointment has been confirmed and is currently forecasting an expected low dividend estimate of 100.0p/£, which has been paid in full. On 9 October 2008, Government had a total of £10.7 million deposited with KSFIOML, £8.0 million in respect of Reserve Funds and these balances have now been recovered in full.

3.6. Other Balances

During 2008-09 Tynwald approved two Early Payment Schemes to advance a total of up to £10,000 per depositor for qualifying depositors of KSFIOML. In 2009-10 the Isle of Man Depositors' Compensation Scheme declared an event of default when the Isle of Man High Court placed KSFIOML into liquidation granting compensation of up to £50,000 per depositor. Government provided advances to the Depositors' Compensation Scheme to enable compensation to be paid to depositors prior to proceeds from the liquidation and annual bank levies (for future years) being received by the Scheme Manager. Amounts advanced under these schemes are recoverable by Government from future liquidation distributions and bank levies.

As at 31 March 2015, a total of £214.4 million (2014: £214.4 million) had been advanced under these schemes and £212.9 million (2013 : £211.6 million) had been recovered, leaving an outstanding balance due to Government of £1.5 million (2014 : £2.8 million). These advances are anticipated to be substantially recoverable from future liquidation distributions.

As at 31 March 2015 the anticipated shortfall in liquidation distributions (based on the Liquidator's low outcome estimate of 100.0p/£) was £1.1 million (2014 : 98.6p/£, £1.1 million) and represented Treasury's proposed share of the administrative costs of the Depositors' Compensation Scheme. A provision of £3.9 million was charged to the Reserve Fund during 2010-11 and was reduced by £2.8 million during 2013-14 to an amount of £1.1 million which was unchanged in 2014/15.

3.7. Government Restructuring

In January 2014 a restructuring of Government Departments was approved by Tynwald. Key changes announced were the creation of a Cabinet Office (principally comprising of the Chief Secretary's Office and Office of Human Resources from Executive Government, together with the Information Systems Division of the Department of Economic Development), the merging of the Department of Health and Department of Social Care (with Social Security transferring to the Treasury) and the dissolution of the Department of Community, Culture and Leisure. Furthermore, a further shared service initiative was announced by Government to centralise additional common functions across Government.

These changes took effect from 1 April 2014 and are reflected in these accounts, with comparative amounts from 2013-14 being restated as appropriate.

4. General Revenue Account

Estimate 2014-15 £		Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
TREASURY INCOME				
319,700,000	Customs and Excise	319,700,176		312,000,000
201,000,000	Income and Other Taxes	203,045,245		196,115,917
11,910,000	Other Treasury Receipts	11,600,720		13,264,402
			534,346,142	
532,610,000			534,346,142	521,380,319
VOTED SERVICES				
Government Departments				
5,541,294	Economic Development	2,991,502		5,077,890
90,248,427	Education & Children	89,633,965		97,594,621
13,474,800	Environment, Food & Agriculture	13,413,124		14,691,363
184,394,301	Health & Social Care	184,386,750		186,741,149
28,363,302	Home Affairs	28,343,246		29,823,457
47,072,994	Infrastructure	47,071,399		45,273,900
106,023,479	Treasury (Gross Expenditure)	102,286,711		106,732,857
475,118,597			468,126,698	485,935,237
Other Bodies				
26,222,675	Cabinet Office	25,720,060		13,863,908
35,033,166	Executive Government	39,744,513		32,168,506
3,794,938	Manx National Heritage	3,764,668		3,716,908
105,000	Road Transport Licensing Committee	79,284		75,545
(1,728,088)	Statutory Boards (Revenue Funded)	(1,529,646)		(1,888,658)
63,427,691			67,778,878	47,936,208
5,057,000	Expenses of the Legislature	4,705,319		4,358,403
5,057,000			4,705,319	4,358,403
543,603,288			540,610,895	538,229,849
Surplus/(deficit) transferred to:				
(10,993,288)	- Net General Revenue Account		(6,264,754)	(16,849,530)

5. Summary of Balances

LIABILITIES	Actual 2014-15 £	Actual 2013-14 £
LOANS MADE TO ISLE OF MAN GOVERNMENT		
Bond Issue (for Manx Electricity Authority)	185,000,000	185,000,000
Bond Issue (for Isle of Man Water Authority)	75,000,000	75,000,000
	260,000,000	260,000,000
ACCUMULATED SURPLUSES AND OTHER FUNDS		
Externally Managed Funds		
Hospital Estate Development Fund	42,427,560	43,419,378
Manx Currency Account	5,112,335	3,867,231
Media Development Fund	34,095,851	34,466,291
National Insurance Investment Account	682,029,785	674,408,972
Public Service Employees Pension Reserve	200,931,058	217,170,433
Reserve Fund	295,665,547	303,032,752
Internally Managed Funds		
Agriculture and Forestry Fund	3,916,216	4,312,507
Economic Development Fund	9,223,334	14,043,151
Government Energy Initiatives Capital Fund	2,129,344	2,298,110
Government Marketing Initiatives Fund	4,321,280	5,112,613
Health Inspection Fund	2,107,291	2,100,000
Housing Reserve Fund	13,995,074	12,137,567
ICT Fund	6,014,623	3,538,598
Insurance Fund	492	2,460,025
Land and Property Acquisition Reserve	2,525,366	2,059,059
Legal Costs Reserve	6,618,130	7,864,854
Medical Indemnity Fund	5,360,734	6,722,423
Restructuring Fund	4,696,540	8,685,778
Seized Assets Fund	3,609,157	2,301,375
Town & Village Centre Regeneration Fund	6,720,179	6,178,041
Other Funds		
Capital Fund	859,107,201	858,986,197
Net General Revenue Account	45,516,646	41,281,400
	2,236,123,744	2,256,446,754
CONTROL ACCOUNTS		
Creditors	31,928,875	50,043,892
Third Party Funds/Deposits	8,293,605	10,249,381
	40,222,480	60,293,273
OTHER LIABILITIES		
National Insurance Operating Account	(735,705)	(2,724,011)
Cash due to Bankers - Revenue Account	113,766,878	115,701,370
Currency in Circulation - Coins	13,112,610	13,112,610
Currency in Circulation - Notes	61,458,497	58,532,998
	187,602,280	184,622,967
Total Liabilities	2,723,948,503	2,761,362,994

ASSETS	Actual 2014-15 £	Actual 2013-14 £
LOANS MADE BY ISLE OF MAN GOVERNMENT		
CLF Advances to Loans Schemes	4,371,691	4,947,398
CLF Advances to Borrowing Accounts	1,070,326,093	1,063,415,774
	<u>1,074,697,784</u>	<u>1,068,363,172</u>
INVESTMENTS		
Hospital Estate Development Fund	36,518,474	38,028,418
Manx Currency Account	28,137,749	27,129,789
Media Development Fund	20,707,024	15,487,791
National Insurance Investment Account	567,230,494	530,232,368
Public Service Employees Pension Reserve	151,235,966	167,651,224
Reserve Fund	239,000,585	272,823,994
	<u>1,042,830,292</u>	<u>1,051,353,584</u>
CASH AND BANK BALANCES		
Imprest Advances - General		
Net Revenue Account	58,468	58,618
Monies at Call / Short Notice :-		
Net General Revenue Account	237,973,845	198,072,060
Cash at Bank -		
Hospital Estate Development Fund	5,909,086	5,390,960
Manx Currency Account	51,545,693	48,383,051
Media Development Fund	12,849,886	23,175,254
National Insurance Investment Account	114,799,291	144,176,604
Public Service Employees Pension Reserve	48,911,079	44,484,988
Reserve Fund	56,664,962	30,208,758
Consolidated Loans Fund	44,409,418	50,623,025
	<u>573,121,727</u>	<u>544,573,319</u>
CONTROL ACCOUNTS		
Debtors Control account	23,424,500	27,387,691
Due from KSFIOML Depositors' Compensation Scheme	413,849	1,663,849
Stores Control Account	3,322,873	2,777,142
Amounts Due From UK HMRC	6,137,479	65,244,237
	<u>33,298,700</u>	<u>97,072,919</u>
Total Assets	<u>2,723,948,503</u>	<u>2,761,362,994</u>

6. Accounting Policies

6.1. General Principles

The general principles adopted in compiling the accounts and the presentation of the accounts are those recommended in accounting standards issued by the United Kingdom Accounting Standards Board (United Kingdom Generally Accepted Accounting Practice, "UK GAAP") to the extent it is considered to be appropriate for a National Government and where this basis is consistent with the budget prepared prior to the start of the year in order that meaningful comparison with budgeted amounts can be made. The main differences between these Accounts and UK GAAP are that fixed assets are expensed on acquisition, pension commitments are not accrued for and investments are stated at book cost, not market value.

6.2. Accounting Basis

These Accounts are prepared in accordance with the requirements of the Accounts and Audit Regulations 2013, on an income and expenditure basis under the historical cost convention. These Accounts do not fully comply with the requirements of the Audit Act 2006 and associated Accounts and Audit Regulations in order to show detailed comparisons to budgeted amounts. Audited Accounts are prepared in compliance with the Audit Act 2006 and published after these detailed Accounts.

6.3. Post Year End Expenditure

The responsibilities of Government are such that significant areas of new expenditure are frequently identified, although the actual expenditure is subject to approval by Tynwald. No attempt has been made to disclose or account for material items of new expenditure which arise in the period between the year end and the date of the signing of the Accounts and which relate to circumstances in existence at the year end. Such items are accounted for in the year in which the Vote is approved.

6.4. Basis of Inclusion of Debtors and Creditors

Material amounts outstanding at the year-end in respect of income due but not received or expenditure committed but not paid are accrued, and are reflected respectively in Income and Expenditure and in the Debtors and Creditors appearing in the Summary of Balances.

The following items are not treated on an accruals accounting basis -

- Payroll costs, pensions and benefits, which are included in the Accounts on the basis of the number of complete pay periods which fall within the financial year;
- Receipts from externally managed investments, direct taxation and indirect taxation; and
- Capital transactions.

6.5. Contingent Assets

These include amounts advanced in respect of loans and grants which are repayable in certain circumstances but for which the timing or amount are uncertain. The payment of the loan or grant is expensed when made with any repayment only being recognised when received.

6.6. Contingent Liabilities

These include threatened or pending legal actions outstanding against the Isle of Man Government or guarantees offered to third parties. As the likelihood of these actions giving rise to material liabilities is considered remote, no provision for these claims has been made in these Accounts. No provision is made for committed Capital Expenditure where contracts have been signed. (Specific guarantees or potential liabilities are referred to in the Notes to the Accounts).

6.7. Consolidated Loans Fund

Capital payments having Loan Sanctions are financed by Advances from the Consolidated Loans Fund, in accordance with the Isle of Man Loans Act 1974. The following is a guide to the financing or repayment periods:

	Years
Land & new buildings (according to type)	30 – 60
Highways, sewers, sewerage & other infrastructure	30 – 50
Plant and equipment	10 – 20
Commercial vehicles	5 – 10
Loans Schemes (eg. Housing, Tourism, Agriculture, Fishing etc.)	The actual principal repaid by Borrowers

6.8. Capital Receipts

The proceeds arising from the approved sale of fixed assets are applied to repay any Consolidated Loans Fund Advance outstanding in respect of the asset sold. Any residue is then applied to repay Advances outstanding in respect of the Board or Department responsible for the asset sold.

6.9. Fixed Assets – Depreciation

Expenditure on the acquisition of a tangible asset, or expenditure which adds to, and not merely maintains the value of an existing asset, is capitalised and is classified as a fixed asset through the Consolidated Loans Fund balances, provided that the fixed asset yields benefit to Government and the services it provides for a period of more than one year. Only major expenditure in relation to the size and nature of the spending Department is capitalised in this manner. In view of the basis of capital financing as described above, fixed assets are recorded at cost with annual loan charges charged to General Revenue defraying the cost of acquisition over the estimated life of the asset in a similar manner to depreciation.

6.10. Foreign Currency

All transactions denominated in foreign currencies are translated into Sterling at the rates of exchange ruling on the dates of the transactions. Foreign currency balances are translated into Sterling at the rates of exchange ruling at the financial year end.

6.11. Investments

Investments held are stated at cost less any provision for permanent diminution in value. The market value of listed investments comprises mid-market prices; the market value of unlisted investments is determined by Treasury's Investment Managers. Investment income received by the Treasury's Investment Managers is included in the year that the transaction occurs. Investment interest collected by the Treasury is recognised on a time proportion basis in the year that it is earned.

6.12. Leasing

Government has acquired a variety of assets ranging from vehicles to computer equipment by means of finance leases; these transfer the risks and rewards of ownership without transferring title to the assets. The associated rentals are charged to the Revenue Account of the spending Board or Department concerned. Material finance leases relating to assets valued in excess of £2.0 million are disclosed within the Notes to the Accounts.

6.13. Government Wholly Owned Companies

The Isle of Man Government holds all the shares in the following six companies, the accounts of which have not been consolidated with Government's Accounts except in respect of certain Capital and General Revenue Account transactions:

- Isle of Man Film Limited;
- Isle of Man Film (DOI) Limited. (a wholly-owned subsidiary of Isle of Man Film Limited);
- Isle of Man National Transport Limited;
- Isle of Man Limited (a Company incorporated in the United Kingdom);
- Laxey Glen Mills Limited; and
- Radio Manx Limited.

The Accounts of all six Companies above are laid before Tynwald annually.

6.14. Statutory Boards of Tynwald

The Accounts of the Statutory Boards funded from General Revenue Account are as described on the General Revenue Account shown in this Section. The Accounts of the following two Statutory Boards which are not funded from General Revenue Account have not been consolidated in these Accounts except in respect of certain Capital and General Revenue Account transactions:

- (i) The Manx Utilities Authority; and
- (ii) The Isle of Man Post Office Authority.

The Accounts of those Authorities are required to be laid before Tynwald annually.

6.15. Current Assets

All current assets are stated at the lower of cost and net realisable value.

6.16. Value Added Tax

The Treasury is registered for the purposes of Value Added Tax ("VAT") and all transactions are recorded net of any VAT recoverable on inputs or due on outputs.

6.17. Pensions

Isle of Man Government employees participate in 13 different pension schemes (2014: 13). These are all unfunded schemes which are regulated by the terms of each individual scheme. The net costs of pensions and other retirement benefits, after allowing for contributions where appropriate from employees, are met from the Revenue Votes of Executive Government on a pay-as-you-go basis. Each year from the 1st April 1996 there is an additional annual charge or credit to Executive Government to reflect the actual annual cost of these schemes and those amounts are disclosed in the Notes to the Accounts.

6.18. Rounding

These Accounts are prepared using figures extracted from the Government's financial systems which are rounded to the nearest penny, but presented in these Accounts rounded to the nearest whole pound. Totals of such amounts are also based on the underlying figures (to the nearest penny). Small differences (<£10.00) may occur between the total figures in these Accounts and the sum of the figures which make up these totals, as presented in the Accounts and rounded to the nearest whole pound.

7. Additional Information

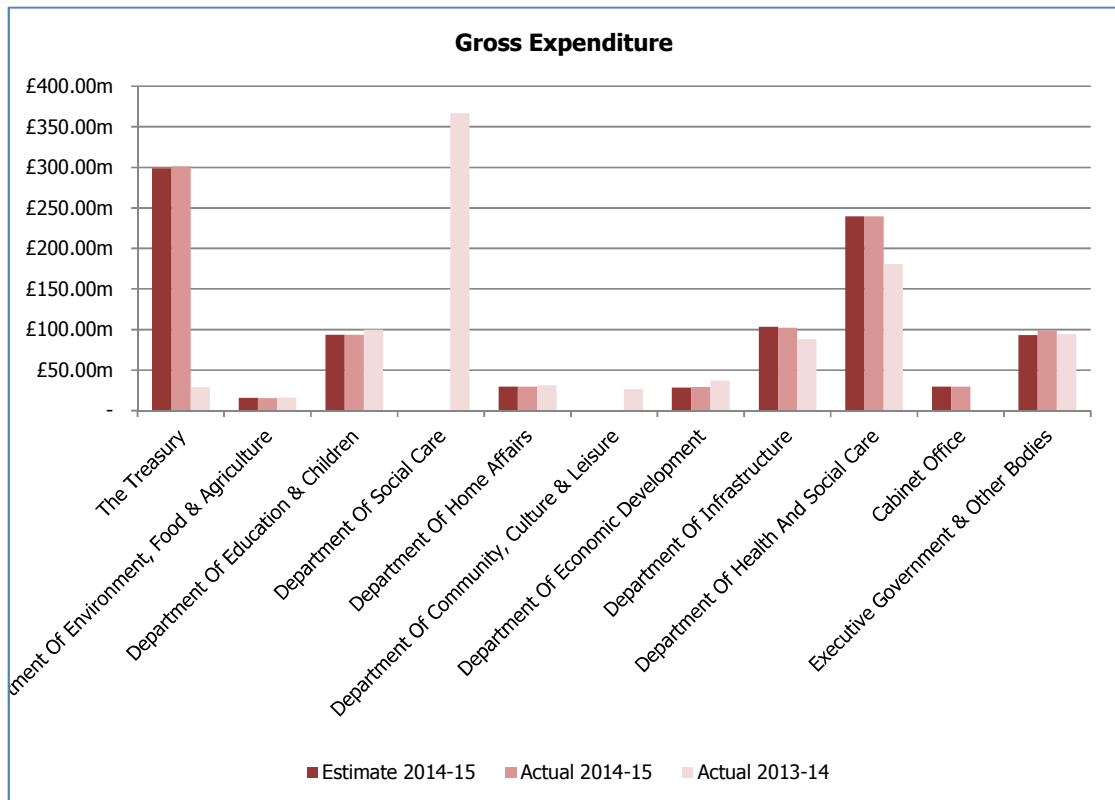
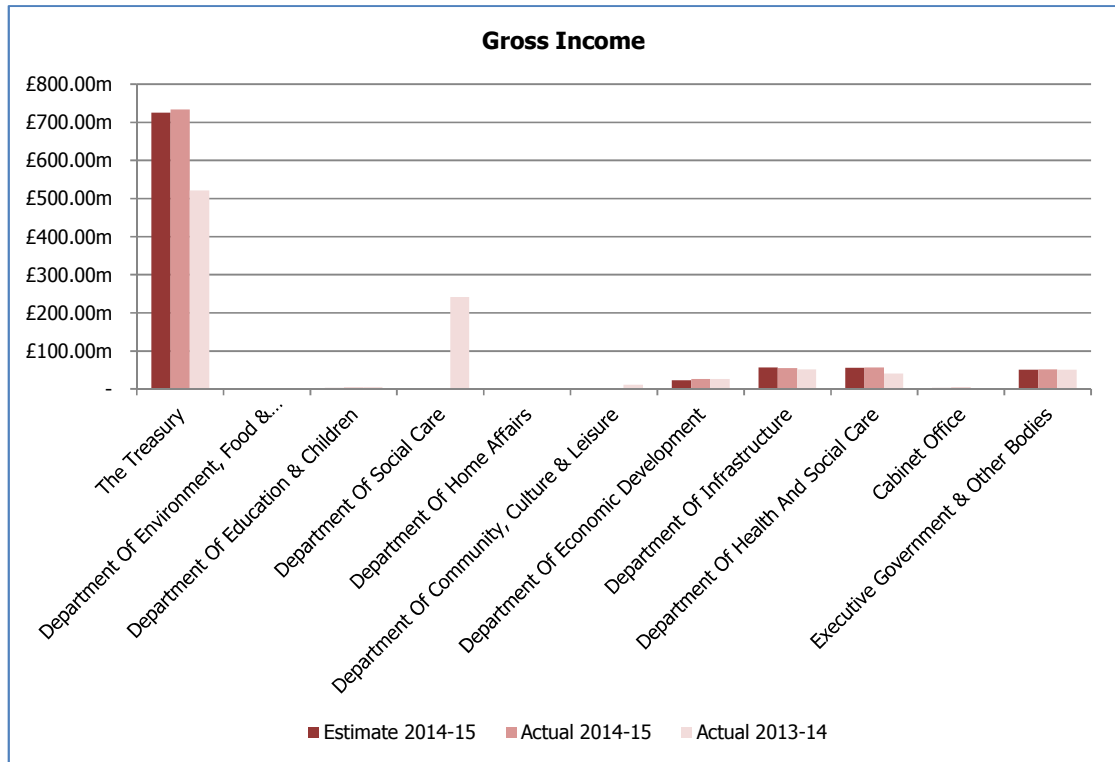
7.1. Introduction

The following information is included in addition to the information included in Sections 2 to 5. This includes information that would ordinarily be included within Notes to the Accounts but does not contain all such information, which will be published as part of the audited Isle of Man Government Accounts.

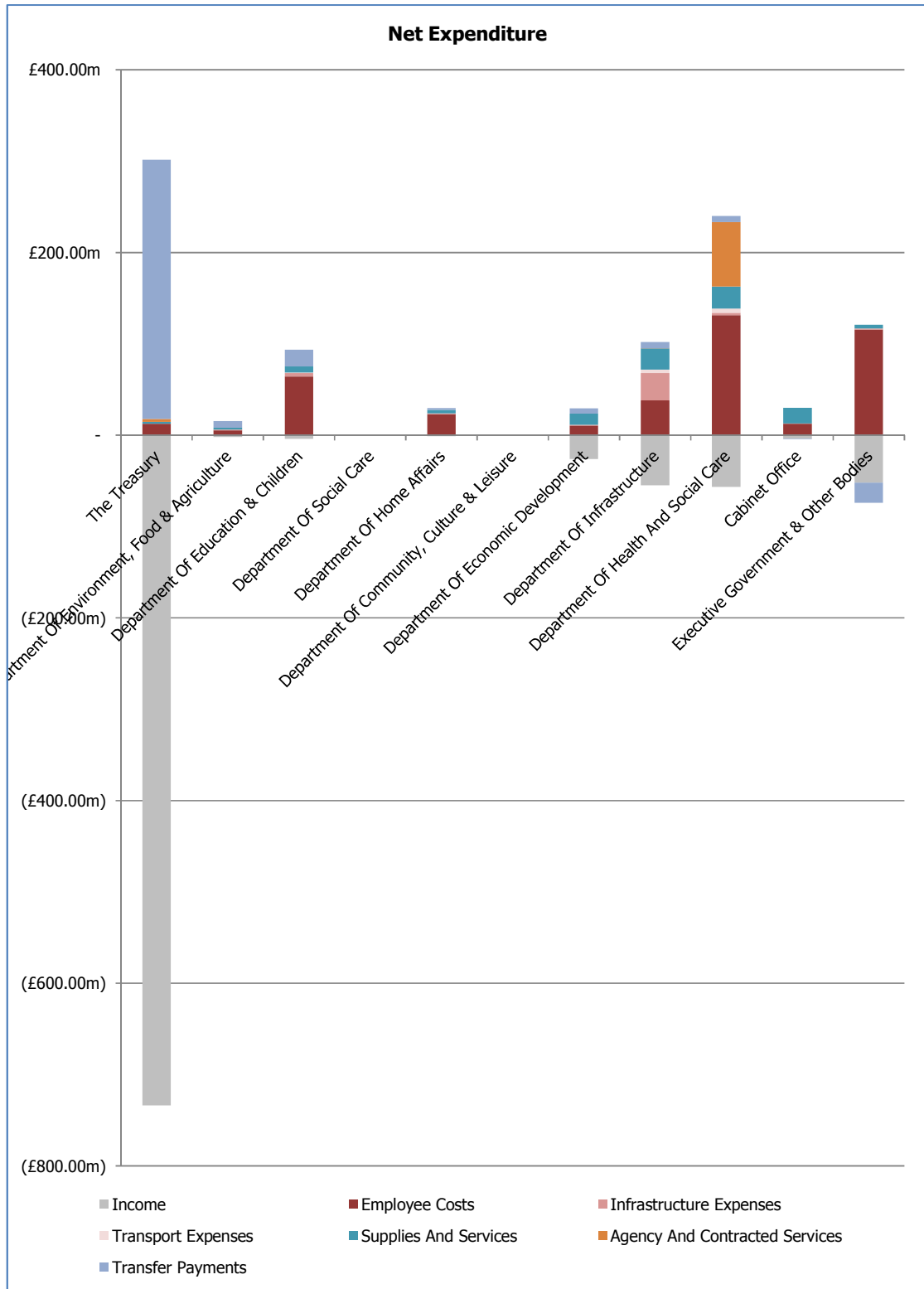
7.2. Summary Revenue Accounts

Estimate 2014-15 £		Actual 2014-15 £	Actual 2013-14 £
GROSS INCOME			
725,434,000	The Treasury	733,776,517	521,526,097
2,076,600	Department Of Environment, Food & Agriculture	1,989,159	1,700,369
3,430,500	Department Of Education & Children	4,020,093	5,453,093
-	Department Of Social Care	-	241,289,760
1,034,127	Department Of Home Affairs	1,053,039	1,043,580
-	Department Of Community, Culture & Leisure	-	10,690,790
23,036,431	Department Of Economic Development	26,243,969	26,345,382
56,432,044	Department Of Infrastructure	54,959,520	51,950,520
55,563,100	Department Of Health And Social Care	56,434,938	40,891,407
3,297,728	Cabinet Office	3,785,265	-
51,027,443	Executive Government & Other Bodies	51,920,498	50,872,042
<u>(48,400)</u>	Income netted off expenditure	<u>(4,203,987)</u>	<u>(12,133,426)</u>
921,283,573		929,979,010	939,629,613
GROSS EXPENDITURE			
(298,847,479)	The Treasury	(301,717,086)	(28,908,809)
(15,551,400)	Department Of Environment, Food & Agriculture	(15,402,282)	(16,003,153)
(93,678,927)	Department Of Education & Children	(93,654,058)	(99,687,870)
-	Department Of Social Care	-	(366,766,348)
(29,397,429)	Department Of Home Affairs	(29,396,285)	(30,867,037)
-	Department Of Community, Culture & Leisure	-	(26,379,424)
(28,577,725)	Department Of Economic Development	(29,235,471)	(37,092,449)
(103,505,038)	Department Of Infrastructure	(102,030,920)	(88,008,972)
(239,957,401)	Department Of Health And Social Care	(240,821,688)	(180,616,671)
(29,520,403)	Cabinet Office	(29,505,325)	-
(93,289,459)	Executive Government & Other Bodies	(98,684,635)	(94,281,836)
<u>48,400</u>	Income netted off expenditure	<u>4,203,987</u>	<u>12,133,426</u>
(932,276,861)		(936,243,764)	(956,479,143)
NET EXPENDITURE			
426,586,521	The Treasury	432,059,431	492,617,288
(13,474,800)	Department Of Environment, Food & Agriculture	(13,413,124)	(14,302,784)
(90,248,427)	Department Of Education & Children	(89,633,965)	(94,234,777)
-	Department Of Social Care	-	(125,476,589)
(28,363,302)	Department Of Home Affairs	(28,343,246)	(29,823,457)
-	Department Of Community, Culture & Leisure	-	(15,688,634)
(5,541,294)	Department Of Economic Development	(2,991,502)	(10,747,067)
(47,072,994)	Department Of Infrastructure	(47,071,399)	(36,058,452)
(184,394,301)	Department Of Health And Social Care	(184,386,750)	(139,725,264)
(26,222,675)	Cabinet Office	(25,720,060)	-
(42,262,016)	Executive Government & Other Bodies	(46,764,137)	(43,409,794)
<u>(10,993,288)</u>		<u>(6,264,754)</u>	<u>(16,849,530)</u>

Summary Revenue Accounts (continued)



Summary Revenue Accounts (continued)



7.3. Summary Income and Expenditure by Type

Estimate 2014-15 £		Actual 2014-15 £	Actual 2013-14 £
GROSS INCOME			
TAXATION INCOME			
201,000,000	Income Tax	203,059,675	196,115,417
179,149,000	Social Security	178,753,007	213,111,677
70,550,000	Duties In Common With The UK	31,257,755	31,390,578
239,550,000	Consumer Taxes/Customs Receipts	278,223,441	270,535,446
9,150,000	Isle Of Man Duties	9,674,016	9,540,215
56,549,553	Other Taxation Income	56,329,014	55,672,556
36,500,000	Pensions	36,596,220	34,775,196
<hr/> 792,448,553		<hr/> 793,893,127	<hr/> 811,141,086
THIRD PARTY CONTRIBUTIONS			
4,583,111	Reimbursements	5,804,118	13,937,551
<hr/> 4,583,111		<hr/> 5,804,118	<hr/> 13,937,551
OPERATING INCOME			
3,549,286	Sale Of Goods	7,195,441	2,787,750
47,877,526	Sales Of Services	44,128,854	49,511,248
15,488,122	Rental Income	16,673,200	14,030,491
24,124,186	Fees Levies And Charges	26,686,345	26,049,537
<hr/> 91,039,120		<hr/> 94,683,840	<hr/> 92,379,026
GRANT INCOME			
1,852,362	Grant Income	1,868,347	2,097,060
<hr/> 1,852,362		<hr/> 1,868,347	<hr/> 2,097,060
OTHER NON TRADING INCOME			
31,408,827	Other Non-Trading Income	37,933,565	32,208,317
<hr/> 31,408,827		<hr/> 37,933,565	<hr/> 32,208,317
<hr/> 921,331,973	Total Income	<hr/> 934,182,997	<hr/> 951,763,039

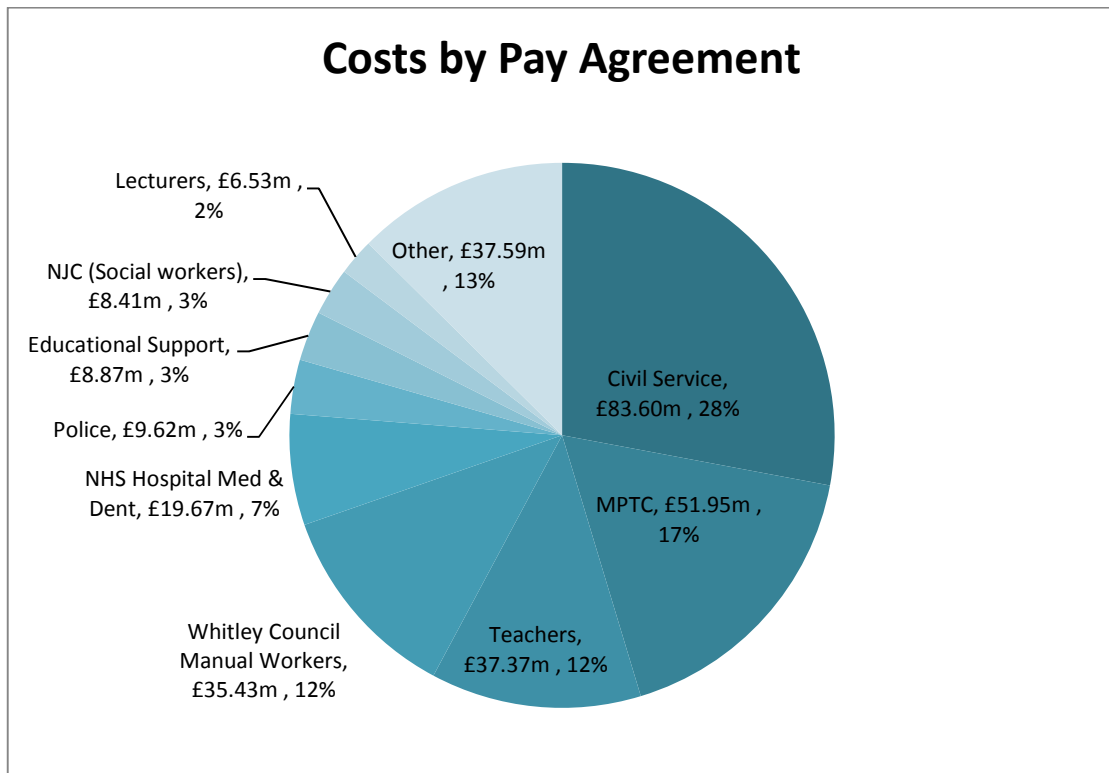
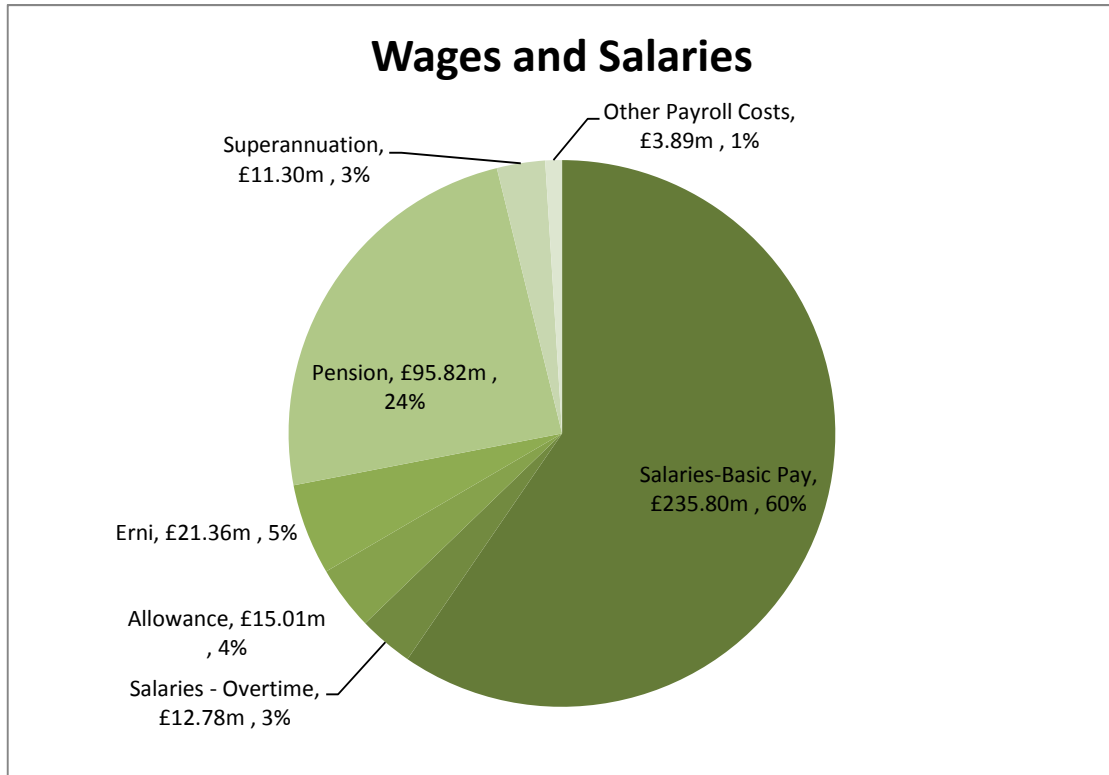
Summary Income and Expenditure by Type (continued)

Estimate 2014-15 £		Actual 2014-15 £	Actual 2013-14 £
GROSS EXPENDITURE			
EMPLOYEE COSTS			
(361,925,064)	Wages And Salaries	(395,954,825)	(380,783,148)
(2,097,558)	Employee Transport And Subsistence	(1,698,287)	(1,786,699)
(2,686,321)	Training	(1,841,624)	(1,901,973)
(39,850)	Other Staff Costs	(40,421)	(33,814)
(1,003,600)	Recruitment Costs	(1,002,366)	(735,616)
-	Severance Payments	(56,349)	(56,874)
(974,000)	Expenses	(2,164,457)	(2,292,931)
(4,451,997)	Agency Staff	(9,928,573)	(7,913,976)
(373,178,390)		(412,686,902)	(395,505,032)
INFRASTRUCTURE EXPENSES			
(11,567,885)	Structures	(6,495,660)	(17,667,882)
(949,476)	Grounds	(410,523)	(1,160,226)
(3,523,662)	Road Runways And Landscaping	(3,864,105)	(12,796,134)
(7,791,967)	Energy Costs	(6,876,539)	(8,363,264)
(6,757,198)	Rent Rates And Water Charges	(6,272,644)	(6,685,666)
(316,592)	Fixtures And Fittings	(270,893)	(323,905)
(11,982,646)	Cleaning And Waste Disposal	(11,772,232)	(12,011,171)
(6,000)	Property Insurance	(27)	-
(3,996,087)	Other Premises Expenses	(4,266,316)	(3,611,474)
(46,891,513)		(40,228,939)	(62,619,721)
TRANSPORT EXPENSES			
(86,200)	Vehicle Purchase	46,659	(143,704)
(847,630)	Vehicle Repairs And Maintenance	(1,056,697)	(1,527,034)
(3,812,776)	Vehicle Running Costs	(2,687,037)	(3,831,021)
(533,960)	Contract Hire And Operating Leases	(511,721)	(3,070,252)
(3,793,000)	Public Transport Costs	(4,634,280)	(4,203,178)
-	Transport - Insurance	-	-
(197,876)	Transport - Carriage	(174,637)	(126,919)
(9,271,442)		(9,017,713)	(12,902,108)

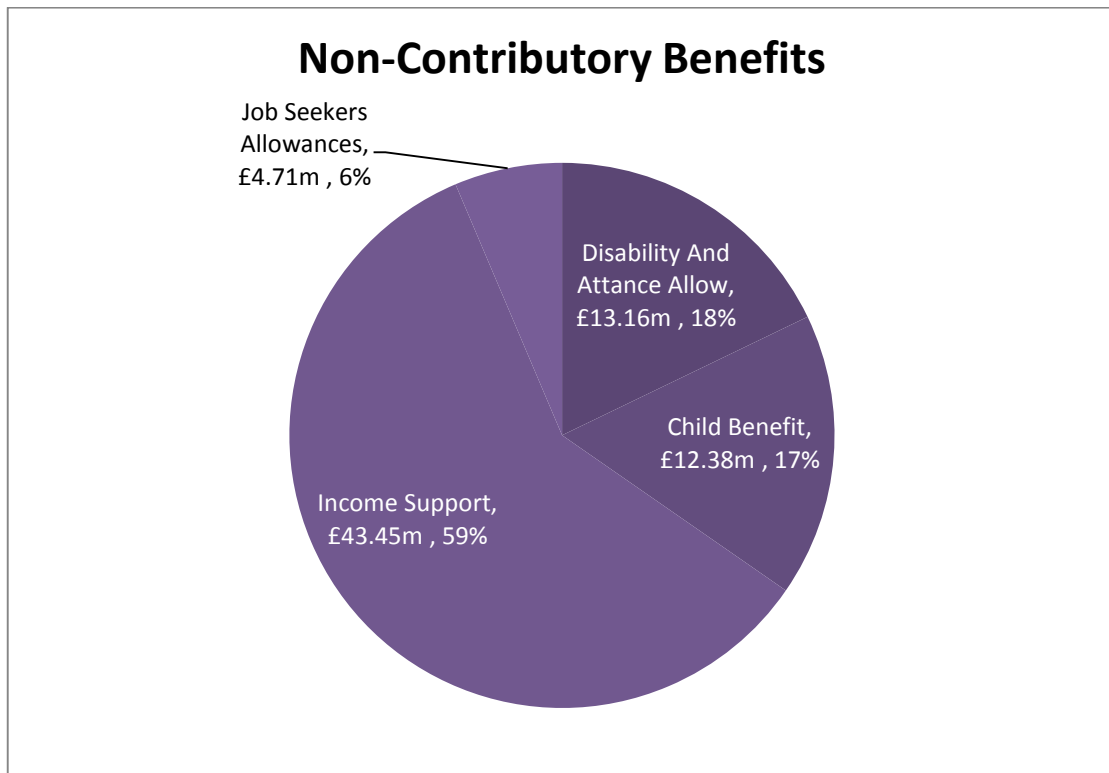
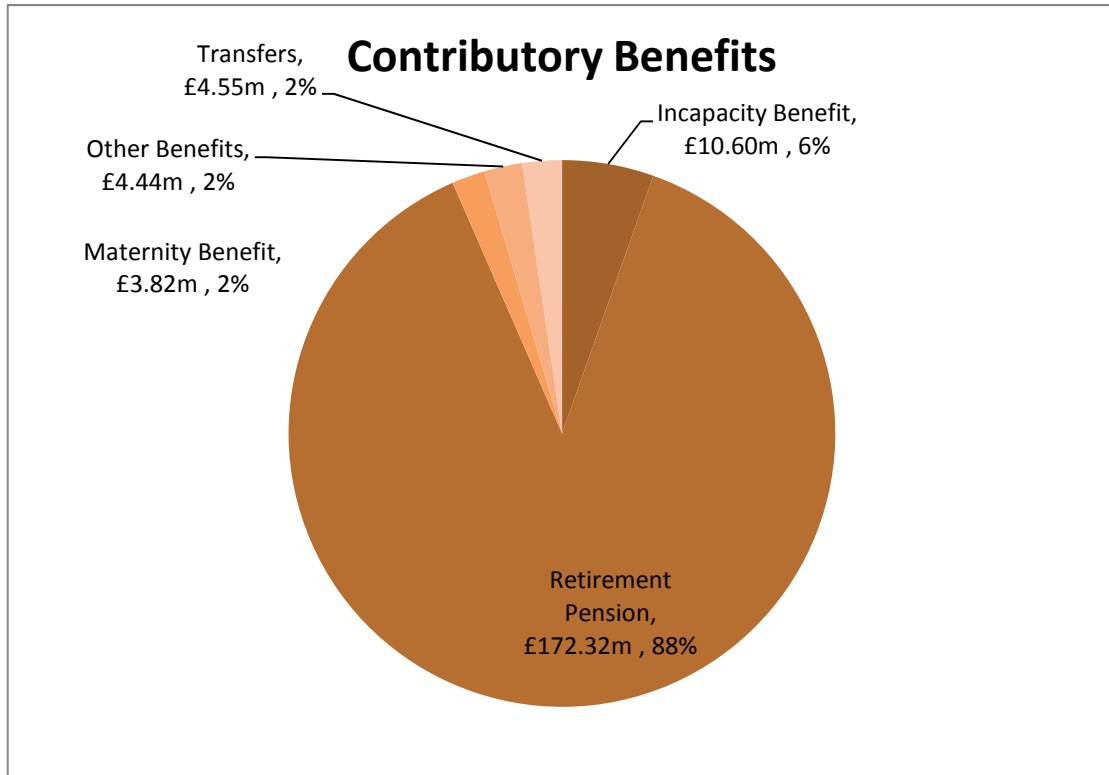
Summary Income and Expenditure by Type (continued)

Estimate 2014-15 £		Actual 2014-15 £	Actual 2013-14 £
	GROSS EXPENDITURE (continued)		
(429,341,345)	Brought forward	(461,933,555)	(471,026,862)
	SUPPLIES AND SERVICES		
(8,397,347)	Equipment	(7,581,200)	(7,779,662)
(259,083)	Furniture	(305,941)	(410,287)
(24,474,543)	Materials	(38,436,190)	(14,033,818)
(3,770,537)	Printing, Stationery And General Office Expenses	(3,132,702)	(3,693,034)
(2,607,682)	Advertising, Publicity, Marketing	(2,442,087)	(2,564,138)
(19,002,120)	Services	(21,796,628)	(23,861,781)
(16,184,712)	Communications And Computing	(18,670,350)	(21,956,283)
(10,712,775)	Expenses	(9,223,305)	(7,516,170)
6,158,972	Other Reimbursements of Costs	3,935,485	(57,098)
(79,249,827)		(97,652,918)	(81,872,270)
	AGENCY AND CONTRACTED SERVICES		
(2,952,000)	Contribution To UK Government	(2,940,526)	(2,880,045)
(3,364,700)	Contribution To Local Authorities	(177,320)	(3,877,000)
(510,000)	Contribution To Departments	(356,116)	(397,121)
(76,950,400)	Medical And Care Services	(70,303,932)	(68,879,198)
(83,777,100)		(73,777,894)	(76,033,364)
	TRANSFER PAYMENTS		
(39,593,255)	Grants And Subsidies	(36,688,753)	(45,730,554)
(207,065)	Compensation Payments	(1,321,642)	(1,093,628)
(272,614,000)	Social Security Clients	(274,068,821)	(303,133,941)
(26,823,200)	Loan Charges	(26,677,114)	(25,814,155)
(595,900)	Other Costs	(1,949,537)	(1,803,643)
(2,400,000)	Aid Payments	(2,416,756)	(2,373,203)
(2,275,916)	Legal Aid Schemes	(3,168,893)	(3,254,166)
4,552,347	Reimbursements From Internal Funds	39,208,132	43,523,215
(339,956,989)		(307,083,384)	(339,680,074)
(932,325,261)	Total Expenditure	(940,447,751)	(968,612,569)
(932,325,261)	Total Expenditure	(940,447,751)	(968,612,569)
921,331,973	Total Income	934,182,997	951,763,039
(10,993,288)	Total	(6,264,754)	(16,849,530)

7.4. Analysis of Payroll Costs



7.5. Analysis of Social Security Benefits



7.6. Staff Remuneration

Number of Employees and Members whose remuneration (including compensation payments made in connection with their employment) is included in these Accounts, as at the end of 31 March in each year:

Remuneration Band	2015	2014
£325,000 - £349,999	-	1
£300,000 - £329,999	1	-
£250,000 - £274,999	2	2
£225,000 - £249,999	4	3
£200,000 - £224,999	14	11
£175,000 - £199,999	22	19
£150,000 - £174,999	18	23
£125,000 - £149,999	25	25
£100,000 - £124,999	40	35
£75,000 - £99,999	120	105
£50,000 - £74,999	577	610

7.7. Contingent Assets

As at 31 March 2015, grants totalling £17,457,961 (2014: £17,294,448) had been issued under House Purchase Assistance Schemes operated by the Department of Health and Social Care. These grants depreciate by 20% of the original value at 5 year intervals, and outstanding grants are repayable on disposal of the property. Total currently outstanding (i.e. less depreciation and repayment) is £9,331,640 (2014: £14,236,409).

At the same date, loans totalling £19,689,951 (including accrued interest) (2014: £19,476,796) had also been issued under the same Scheme. The current balance outstanding is £20,204,769 (2014: £20,653,515).

7.8. Contingent Liabilities

Specific guarantees or potential liabilities at the 31 March 2015 totalled £217,647,788 (2014: £220,947,881), as set out below:

	31st March 2015 £	31st March 2014 £
Local Authority Borrowing	208,115,685	207,987,192
Medical Indemnity Fund	3,665,500	8,792,400
Insurance Fund	4,211,392	2,473,867
Meats Plant	1,000,000	1,000,000
Economic Development Fund	410,000	410,000
Student Loans	245,211	284,422
Total	217,647,788	220,947,881

Notes

1. This statement records Government's identified potential liabilities and specific guarantees, and references the sums available to meet those potential claims.
2. As shown within the table, Treasury has issued Letters of Comfort to Bankers in relation to authorised Local Authority borrowing to a value of £264,237,843 at 31 March 2015 (2014: £256,228,614). Lending drawn against facilities covered by these Letters of Comfort totalled £208,115,685 (2014: £207,987,192).
3. The Department of Education and Children and the Treasury have signed an agreement with the Isle of Man Bank Limited to indemnify the bank for any losses in respect of graduate loans issued by the bank. The maximum amount guaranteed under this facility is £10.0 million (2014: £10.0 million) and loans issued under this facility at 31 March 2015 totalled £245,211 (2014: £284,422).

7.9. Borrowing

The external debt of Government (other than temporary borrowing by way of Bank overdraft) comprises Bonds issued under the Isle of Man Loans Acts 1974. The amount outstanding at 31st March 2015 was £260,000,000 (2014: £260,000,000). This is in respect of Bond Issues made by the Treasury on behalf of the former Manx Electricity Authority (£185,000,000 repayable on the 14th August 2034) and the former Isle of Man Water Authority (£75,000,000 repayable on the 29th March 2030). The Manx Utilities Authority has a financial plan to repay to the Treasury the amounts received from the Bonds so that the Treasury can meet the Bond repayments as they fall due.

7.10. Leasing

At 31 March 2014 there was one material finance lease extant (2014: 1): the Energy from Waste Plant in Braddan has been the subject of a sale and lease back agreement and during the year to the 31 March 2015 the annual rental of £3,404,000 (2013-14: £3,404,000) was charged to the Revenue Account of the Department of Infrastructure. That amount is payable annually until the final payment which is due on 28 September 2028.

7.11. Pensions

The aggregate amount transferred to the General Revenue Account and Executive Government from the Public Service Employees Pension Reserve in the year to 31 March 2015 was £27,999,000 (2014: £23,547,800). A further £5.2m has been requested for approval by Tynwald in July 2015.

7.12. Strategic Gas Oil Reserve

The value of the strategic gas oil reserve at the 31 March 2015 was £1,352,250 (3.0 million litres; 2014: £2,429,200, 4.0 million litres).

Due to on-going maintenance of the storage tanks, the actual volume of gas oil held at 31 March 2015 was 2.2 million litres (2014: 2.2 million litres) and the remaining 0.8 million litres will be reinstated following completion of the maintenance works. The value of the physical stock held was £981,112 (2014: £1,308,315) with the balance of the value being due to Treasury by the Manx Utilities Authority. This value has not been included within the balance sheet in these Accounts.

7.13. Summary of Externally Invested Funds and Reserves

Invested Fund	Balances Brought Forward 1 April 2014 £	Income			Expenditure			Balances Carried Forward 31 March 2015 £
		Contributions Seizures & Other £	Investment Income £	Net Profit on Sale of Investments £	Transfers to Internal Accounts £	Other Expenses £		
Hospital Estate Development Fund	43,419,378	-	1,095,635	240,515	-	2,327,968	42,427,560	
Manx Currency Account	75,512,840	4,078,254	1,066,223	180,691	57,448	1,097,118	79,683,442	
Media Development Fund	34,466,291	2,008,481	9,819	-	-	2,388,740	34,095,851	
National Insurance Fund - Investment A/c	674,408,972	-	14,398,704	15,409,435	20,500,000	1,687,326	682,029,785	
Public Service Employees Pension Reserve	217,170,433	-	4,898,794	7,484,863	27,000,000	1,623,032	200,931,058	
Reserve Fund	303,032,752	-	7,971,870	2,886,129	17,669,162	556,043	295,665,547	
Sub-total	1,348,010,665	6,086,735	29,441,046	26,201,633	65,226,609	9,680,227	1,334,833,243	
General Revenue Account Temporary Loans	198,072,060	39,901,784	-	-	-	-	237,973,845	
Total: Invested Funds	1,546,082,726	45,988,519	29,441,046	26,201,633	65,226,609	9,680,227	1,572,807,088	

Summary of Externally Invested Funds and Reserves (continued)

Market value and book values by fund:

Invested Fund	Market Value	Book Value	Market Value	Book Value
	31 Mar 15	31 Mar 15	31 Mar 14	31 Mar 14
	£	£	£	£
Hospital Estate Development Fund	43,450,373	42,427,560	44,353,332	43,419,378
Manx Currency Account	80,627,547	79,683,442	76,362,912	75,512,840
Media Development Fund	34,095,852	34,095,852	34,466,292	34,466,292
National Insurance Fund - Investment A/c	775,255,074	682,029,785	729,931,407	674,408,972
Public Service Employees Pension Reserve	226,422,615	200,931,058	237,344,319	217,170,433
Reserve Fund	342,067,317	295,665,547	334,550,409	303,032,752
Sub-total	1,501,918,777	1,334,833,243	1,457,008,671	1,348,010,666
General Revenue Account Temporary Loans	237,973,845	237,973,845	198,072,060	198,072,060
Total: Invested Funds	1,739,892,622	1,572,807,088	1,655,080,731	1,546,082,726

Market value and book values by asset type:

Asset Class	Market Value	Book Value	Market Value	Book Value
	31 Mar 15	31 Mar 15	31 Mar 14	31 Mar 14
	£	£	£	£
Property	725,000	407,802	890,000	407,802
Investment in Films	20,707,024	20,707,024	15,487,791	15,487,791
United Kingdom Fixed Interest	235,275,033	216,897,599	275,430,181	261,490,309
United Kingdom Equities	373,889,453	316,817,380	379,868,192	329,067,679
Overseas Fixed Interest	116,739,767	103,103,843	109,008,362	99,500,338
Overseas Equities	366,682,945	300,457,105	299,194,086	267,914,889
Other Investments	91,715,788	84,439,539	76,225,491	77,484,776
Cash & Cash Instruments	240,141,851	235,961,035	237,821,876	233,574,390
Cash funds held by Treasury	294,015,761	294,015,761	261,154,752	261,154,752
Total	1,739,892,622	1,572,807,088	1,655,080,731	1,546,082,726

7.14. Summary of Internally Invested Funds and Reserves

Internal Revenue Fund or Reserve	Balances Brought Forward 1 April 2014 £	Income			Expenditure		Balances Carried Forward 31 March 2015 £
		Contributions Seizures & Other £	Transfers from Departments £	Investment Income £	Transfers to Other Funds £	Other Expenses £	
Agricultural Development Fund	4,312,507	-	210,000	14,973	-	621,264	3,916,216
Economic Development Fund	14,043,151	-	-	113,934	5,000,000	(66,249)	9,223,334
Government Energy Initiatives Capital Fund	2,298,110	-	42,000	7,979	-	218,745	2,129,344
Government Marketing Initiatives Fund	5,112,613	-	-	17,751	-	809,083	4,321,280
Health Inspection Fund	2,100,000	-	-	7,291	-	-	2,107,291
Housing Reserve Fund	12,137,567	4,290,362	2,500,000	42,141	-	4,974,997	13,995,074
ICT Fund	3,538,598	2,000,000	2,230,316	13,877	-	1,768,168	6,014,623
Insurance Fund	2,460,025	-	(3,600)	7,576	-	2,463,509	492
Land & Property Acquisition Reserve	2,059,059	-	458,804	7,504	-	-	2,525,366
Legal Costs Reserve	7,864,854	-	-	27,307	-	1,274,030	6,618,130
Medical Indemnity Fund	6,722,423	-	-	23,340	-	1,385,029	5,360,734
Restructuring Fund	8,685,778	-	300,000	28,109	-	4,317,346	4,696,540
Seized Assets Fund	2,301,375	1,295,757	-	12,025	-	-	3,609,157
Town & Village Centre Regeneration Fund	6,178,041	3,000,000	-	21,450	-	2,479,312	6,720,179
Total: Internal Funds	79,814,100	10,586,119	5,737,520	345,256	5,000,000	20,245,234	71,237,760

7.15. Summary of Current Assets and Current Liabilities

The following shows current assets and current liabilities as at 31 March 2015 analysed by Department. Amounts due to creditors in the course of payment and other similar transitional balances are included within the figures for Treasury.

DEPARTMENT	CURRENT ASSETS		CURRENT LIABILITIES	
	Debtors £	Stocks and Stores £	Creditors £	Third Party Deposits £
Economic Development	2,054,115	-	(11,267,069)	-
Education & Children	1,194,055	-	(3,640,710)	(2,019,081)
Environment, Food & Agriculture	262,446	17,613	(2,466,320)	-
Health and Social Care	4,140,372	1,556,426	(3,696,154)	(1,434,507)
Home Affairs	123,463	-	(995,769)	(561,151)
Infrastructure	7,729,281	1,748,833	(2,722,259)	1,185
Treasury	6,965,588	-	(5,353,272)	(4,177,268)
Cabinet Office	364,612	-	(686,125)	-
Executive Government	14,191	-	(817,526)	(102,735)
Manx National Heritage	64,099	-	(75,519)	-
Road Transport Licensing Committee	1,949	-	(699)	-
Statutory Boards	508,156	-	(177,777)	(50)
Expenses of the Legislature	2,174	-	(29,679)	-
TOTAL at 31st March 2015	23,424,500	3,322,873	(31,928,875)	(8,293,605)

Section 2 – Detailed Revenue Accounts

For the Year Ended 31st March 2015

ISLE OF MAN GOVERNMENT ACCOUNTS

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8. General Revenue Account

8.1. Gross Departmental Expenditure and Income

Estimate (net) 2014-15 £		Gross Expenditure 2014-15 £	Gross Income 2014-15 £	Net Expenditure 2014-15 £
Treasury Income				
(319,700,000)	Customs and Excise	-	319,700,176	(319,700,176)
(201,000,000)	Income and Other Taxes	-	203,045,245	(203,045,245)
(11,910,000)	Other Treasury Receipts	-	11,600,720	(11,600,720)
(532,610,000)	Sub-total -Treasury Income	-	(534,346,142)	(534,346,142)
Expenditure - Voted Services				
Government Departments				
5,541,294	Economic Development	29,235,471	26,243,969	2,991,502
90,248,427	Education & Children	93,654,058	4,020,093	89,633,965
13,474,800	Environment, Food & Agriculture	15,402,282	1,989,159	13,413,124
184,394,301	Health & Social Care	240,821,688	56,434,938	184,386,750
28,363,302	Home Affairs	29,396,285	1,053,039	28,343,246
47,072,994	Infrastructure	102,030,920	54,959,520	47,071,399
106,023,479	Treasury (Gross Expenditure)	301,717,086	199,430,375	102,286,711
Other Bodies				
26,222,675	Cabinet Office	29,505,325	3,785,265	25,720,060
35,033,166	Executive Government	82,287,470	42,542,957	39,744,513
3,794,938	Manx National Heritage	4,585,360	820,692	3,764,668
105,000	Road Transport Licensing Committee	127,868	48,584	79,284
(1,728,088)	Statutory Boards (Revenue Funded)	6,919,061	8,448,707	(1,529,646)
5,057,000	Expenses of the Legislature	4,764,877	59,557	4,705,319
543,603,288	Sub-total - Voted Services	940,447,751	399,836,855	540,610,895
10,993,288	Total	940,447,751	934,182,997	6,264,754

8.2. Net General Revenue Account

Estimate 2014-15 £		Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
(10,993,288)	Surplus/(deficit) for the year from General Revenue Account		(6,264,754)	(16,849,530)
	Transfers from:			
11,000,000	Reserve Fund	11,000,000		31,600,000
<u>11,000,000</u>			11,000,000	<u>31,600,000</u>
6,712			4,735,246	14,750,470
	Transfers to:			
-	Capital Fund	-		-
-	Agricultural Development Fund	-		(1,700,000)
-	ICT Fund	(500,000)		-
-	Insurance Fund	-		(2,500,000)
-	Legal Costs Reserve	-		(1,700,000)
-	Health Inspection Fund	-		(2,100,000)
<u>-</u>			(500,000)	<u>(8,000,000)</u>
6,712	Net Movement for Year		4,235,246	6,750,470
31,571,683	Balance at 1st April		41,281,400	34,530,930
<u>31,578,683</u>	Balance at 31 March		45,516,646	<u>41,281,400</u>

8.3. Balance on Net General Revenue Account Represented by:

	Actual 31 Mar 15 £	Actual 31 Mar 15 £	Actual 31 Mar 14 £
Imprest Advances - DSC	1,520		1,520
Imprest Advances - Other	56,948		57,098
Monies at Call or Short Notice	237,973,845		198,072,060
Stores & Debtors	33,298,700		97,072,919
		271,331,013	<u>295,203,598</u>
Less:-			
Balance due to Bankers	(113,766,878)		(115,701,370)
N.I. Operating Account	735,705		2,724,011
Reserve Funds	(72,560,715)		(80,651,567)
Creditors	(31,928,875)		(50,043,892)
Provision for repayment to UK HMRC	-		-
Third Party Funds	(8,293,605)		(10,249,381)
		(225,814,367)	<u>(253,922,198)</u>
Balance at 31 March		45,516,645	<u>41,281,399</u>

8.4. Analysis of Estimates & Supplementary Votes

Revised Estimate 2013-14 (note 1) £		Original Estimate 2014-15 £	Supplementary Votes 2014-15 £	Revised Estimate 2014-15 £
Treasury Income				
312,000,000	Customs and Excise	319,700,000	-	319,700,000
191,000,000	Income and Other Taxes	201,000,000	-	201,000,000
13,900,000	Other Treasury Receipts	11,910,000	-	11,910,000
516,900,000	Total Income	532,610,000	-	532,610,000
Expenditure - Voted Services				
Government Departments				
15,695,000	Community, Culture & Leisure (note 1)	n/a	n/a	n/a
12,787,000	Economic Development	5,541,294	-	5,541,294
94,337,000	Education & Children	90,248,427	-	90,248,427
14,303,000	Environment, Food & Agriculture	13,474,800	-	13,474,800
139,910,000	Health (note 1)	n/a	n/a	n/a
-	Health and Social Care (note 1)	184,394,301	-	184,394,301
29,983,000	Home Affairs	28,363,302	-	28,363,302
36,067,000	Infrastructure	47,072,994	-	47,072,994
132,744,000	Social Care (note 1)	n/a	n/a	n/a
28,764,189	Treasury (Gross Expenditure)	106,023,479	-	106,023,479
Other Bodies				
-	Cabinet Office	26,222,675	-	26,222,675
37,541,245	Executive Government	35,033,166	-	35,033,166
3,838,343	Manx National Heritage	3,794,938	-	3,794,938
125,000	Road Transport Licensing Cttee	105,000	-	105,000
(1,259,715)	Statutory Boards (Rev' Funded)	(1,728,088)	-	(1,728,088)
5,127,000	Expenses of the Legislature	5,057,000	-	5,057,000
549,962,062	Total Expenditure	543,603,288	-	543,603,288
(33,062,062)	Surplus/Deficit	(10,993,288)	-	(10,993,288)
31,000,000	Transfer from/(to) Reserves	11,000,000	-	11,000,000
30,066,067	Balance Brought Forward	31,571,683	-	31,571,683
28,004,005	Balance Carried Forward	31,578,395	-	31,578,395

Supplementary Votes 2014-15 £
--

Approved by Treasury Prior to Year-End

(none)

-

Approved by Tynwald

(none)

-

Total

-

Notes:

1. The revised budgets for 2013-14 have not been re-stated to reflect the Government restructurings which took effect from 1 April 2015.

9. Treasury Income

9.1. Customs & Excise Income

INCOME	Actual 2014-15 £	Actual 2013-14 £
Duties In Common With The United Kingdom		
Beer	756,920	625,868
Spirits	11,503	11,094
Wine	50,228	40,469
Tobacco	465,303	442,420
Hydrocarbon Oils	29,969,680	30,265,771
Misc. Road Fuels	4,121	4,957
	<u>31,257,755</u>	<u>31,390,578</u>
Consumer Taxes		
Value Added Tax	(115,535,136)	365,066,809
Customs Duties	2,294	60
	<u>(115,532,842)</u>	<u>365,066,869</u>
Isle Of Man Duties		
Betting Duty	657,593	625,842
On Line Gambling	4,584,227	4,164,350
Air Passenger Duties	4,432,195	4,750,023
	<u>9,674,016</u>	<u>9,540,215</u>
Customs Receipts From United Kingdom		
Customs Receipts From United Kingdom	452,863,041	(224,500,987)
Provision For Repayment Back To UK HMRC	(59,106,759)	129,969,564
	<u>393,756,283</u>	<u>(94,531,423)</u>
Other Receipts		
Other Receipts	544,965	533,761
	<u>544,965</u>	<u>533,761</u>
Total	<u>319,700,176</u>	<u>312,000,000</u>

Notes

1. The statement above shows the total Customs and Excise income collected for the year ended 31 March 2015, as recorded in the General Revenue Account. It includes payments on account from the United Kingdom HM Revenue and Customs, Isle of Man Duties and Non-Revenue items.
2. The statement on the following page shows the locally collected duties for the year ended the 31 March 2015. That statement forms part of the joint United Kingdom and Isle of Man Customs Account referred to below.

9.2. Customs & Excise Duties collected in the Isle of Man

	Gross Duties Collected	Drawbacks, Repayments & Allowances	2014-15 Net Duties Collected	2013-14 Net Duties Collected
	£	£	£	£
DUTIES IN COMMON WITH THE U.K.				
Beer	756,920	-	756,920	625,868
Spirits	11,503	-	11,503	11,094
Wine	51,671	(1,444)	50,227	40,469
Tobacco	465,303	-	465,303	442,420
Hydrocarbon Oils	30,154,744	(180,942)	29,973,802	30,270,728
Pool Betting	-	-	-	-
	<u>31,440,141</u>	<u>(182,386)</u>	<u>31,257,755</u>	<u>31,390,579</u>
CONSUMER TAXES				
Value Added Tax	777,604,370	(577,042,485)	200,561,885	609,895,215
CUSTOMS DUTIES				
Customs Duties Order 1979	139,082	(289)	138,793	1,147,456
TOTAL COMMON DUTIES	<u>809,183,593</u>	<u>(577,225,160)</u>	<u>231,958,433</u>	<u>642,433,250</u>
ISLE OF MAN DUTIES				
Betting	667,662	(10,069)	657,593	625,842
On-Line Gambling	4,584,227	-	4,584,227	4,164,350
Air Passenger Duty	4,432,195	-	4,432,195	4,750,023
TOTAL ISLE OF MAN DUTIES	<u>9,684,084</u>	<u>(10,069)</u>	<u>9,674,015</u>	<u>9,540,215</u>
TOTAL DUTIES COLLECTED	<u>818,867,677</u>	<u>(577,235,229)</u>	<u>241,632,448</u>	<u>651,973,465</u>

Notes

1. This statement shows the locally collected duties for the year ended 31 March 2015.
2. The total amount of VAT written off during the year was £1,202,326 (2013-14 : £1,769,690). A further £181,409 (2013-14: £318,171) was written off in respect of default surcharge, penalties and interest.
3. Non-revenue income including default surcharges, penalties and interest are not included in this statement but are included in the Detailed Government Accounts.

9.3. Income Tax Account

INCOME	Actual 2014-15 £	Actual 2013-14 £
Resident Tax		
Receipts	71,188,708	72,751,896
Superannuation	288,133	155,433
Interest	347,878	335,218
Personal Allowance Credit	(3,779,554)	(4,461,395)
Late Return Penalty	276,958	310,578
Refunds	(16,060,104)	(14,219,530)
Repayment Supplement	(50,329)	(47,886)
Relief Minimum Pension Contribution	-	(657)
	52,211,690	54,823,658
Company Tax		
Receipts	18,670,328	19,340,992
Refunds	(370,584)	(2,584,518)
Late Return Penalties	412,944	442,250
	18,712,688	17,198,725
Non Resident Tax		
Receipts	6,906,364	4,033,677
Refunds	(532,132)	(1,117,158)
	6,374,233	2,916,519
ITIP		
Receipts	122,878,526	118,305,631
Refunds	(118,634)	(159,293)
Penalties	150,520	177,954
	122,910,411	118,324,292
Sub Contractors		
Sub-Contractors Receipts	2,831,987	2,762,630
Sub-Contractors Refunds	(12,741)	(16,032)
	2,819,245	2,746,598
EU Savings Directive		
EUSD Receipts	16,978	105,627
	16,978	105,627
Other		
Miscellaneous Income	-	500
	-	500
Total	203,045,245	196,115,917

9.4. Other Treasury Income

INCOME	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
Philatelic Profits Contribution	2,000,000		2,000,000
Fines and Fixed Penalties	913,229		603,399
		2,913,229	2,603,399
Interest on Investments -			
Monies at Call or Short Notice	7,128,743		10,051,002
		7,128,743	10,051,002
Miscellaneous			
Repayment of Grants (H.P.,B.P.E. etc.)	1,205		-
Admin costs charged to Housing Schemes	34,000		34,000
Interest on Government loans	-		88
Laxey Glen Mills - Dividend	-		-
Commission on payroll deductions	10,108		9,676
Miscellaneous Income	653,763		300,558
Rate Collection Charges	252,372		265,679
Sale of Other Goods - Sales of Other Items	607,300		-
		1,558,748	610,000
Total		11,600,720	13,264,402

10. Summary Revenue Accounts

ESTIMATE 2014-15 Net Expenditure £	ACTUAL 2014-15			ACTUAL 2013-14 Net Expenditure £	
	Gross Expenditure £	Gross Income £	Net Expenditure £		
DEPARTMENT OF ECONOMIC DEVELOPMENT					
677,503	Central Services	1,760,436	1,162,825	597,611	951,232
3,051,699	Training Employment Skills	3,128,332	284,588	2,843,744	3,115,062
2,774,600	Economic Development Group	2,612,602	76,690	2,535,912	2,387,915
3,500,000	Financial Assistance Scheme	3,232,956	-	3,232,956	3,025,980
(399,684)	Ship Registry	2,192,456	3,474,569	(1,282,114)	(840,907)
(746,555)	Aircraft Registry	2,753,126	4,899,561	(2,146,435)	(2,236,540)
4,919,617	Tourism	8,393,595	2,290,786	6,102,809	5,974,941
343,940	Tourism Events	-	-	-	-
(10,321,326)	Companies Registry	490,391	10,673,951	(10,183,560)	(10,024,557)
391,800	Manx Welcome Centre	-	-	-	310,288
1,349,700	Villa Gaiety	4,671,579	3,380,999	1,290,580	2,414,475
5,541,294	Total	29,235,471	26,243,969	2,991,502	5,077,890
DEPARTMENT OF EDUCATION & CHILDREN					
21,079,300	Primary Education	20,849,866	61,916	20,787,950	22,407,801
24,929,950	Secondary Education	25,040,740	60,234	24,980,506	26,734,426
8,893,927	IOM College of Further and Higher Education	9,967,760	1,136,521	8,831,238	9,154,845
11,887,600	Universities etc Awards	11,575,131	95,403	11,479,728	14,236,220
-	Works Department	-	-	-	48
-	Works and Estates	70,186	-	70,186	49,865
-	Meals & Milk Service	-	-	-	482,548
872,000	Youth & Community Services	883,298	24,374	858,924	932,091
2,420,350	Education Improvement Service	2,358,699	93,755	2,264,944	3,438,617
8,251,200	Services for Children	8,651,007	20,380	8,630,627	8,386,412
8,079,850	Central	7,855,053	6,335	7,848,718	8,411,903
2,001,250	Sports and Recreation	5,641,875	1,855,196	3,786,679	1,888,205
98,000	Arts and Entertainment	760,443	665,978	94,465	1,471,639
1,735,000	Facility Support	-	-	-	-
90,248,427	Total	93,654,058	4,020,093	89,633,965	97,594,621
DEPARTMENT OF ENVIRONMENT, FOOD & AGRICULTURE					
717,750	Corporate Services	948,045	164,248	783,797	985,006
8,119,750	Agriculture	8,360,574	365,561	7,995,014	8,470,788
404,000	Wildlife Park	651,894	307,562	344,332	388,579
738,750	Fisheries	765,007	189,827	575,179	874,594
1,641,050	Forestry	2,492,988	791,083	1,701,905	2,144,689
1,197,750	Environment	1,463,894	77,490	1,386,405	1,177,252
655,750	Government Laboratory	719,879	93,387	626,492	650,454
13,474,800	Total	15,402,282	1,989,159	13,413,124	14,691,363

Summary Revenue Accounts (continued)

ESTIMATE 2014-15 Net Expenditure £	ACTUAL 2014-15			ACTUAL 2013-14 Net Expenditure £	
	Gross Expenditure £	Gross Income £	Net Expenditure £		
DEPARTMENT OF HEALTH & SOCIAL CARE					
Core Services					
76,400	Chief Executive's Office	476,961	(156)	477,117	245,367
1,092,369	Chief Operating Officer's Office	951,863	89,969	861,894	5,169,574
6,257,200	Finance	9,081,830	3,773,451	5,308,379	818,854
1,611,700	Public Health	1,513,253	5,319	1,507,935	1,268,313
Hospital & Specialist Services					
81,297,132	Noble's Hospital	91,310,465	3,189,464	88,121,002	85,790,706
3,990,200	Ramsey District Cottage Hospital	3,973,592	40,329	3,933,263	4,062,210
14,212,400	Tertiary Referrals	16,014,509	-	16,014,509	15,641,402
15,592,800	Mental Health	16,150,859	3,492	16,147,366	15,649,158
Primary Health Care					
166,050	Administration	30,573	-	30,573	1,286,282
7,752,450	Community Services	8,039,709	134,124	7,905,585	7,910,524
2,611,100	Ambulance Service	3,075,909	401	3,075,507	3,139,908
36,156,300	Practitioner Services	37,135,088	1,332,600	35,802,487	34,633,221
379,200	Prison Health Care	376,194	(23)	376,217	394,744
Social Security Administration Act 1992 (section 162)					
(36,404,400)	NI Contributions	-	36,398,000	(36,398,000)	(36,285,000)
134,790,901	sub-total	188,130,805	44,966,971	143,163,834	139,725,264
Business Support Services					
19,591,800	Children Services Area	15,967,525	(2,566)	15,970,091	16,384,887
26,233,300	Adult Services Area	29,910,898	5,485,215	24,425,683	24,032,447
45,825,100	sub-total	45,878,423	5,482,649	40,395,773	40,417,334
336,600	Core Services (DSC)	668,981	116,580	552,401	2,363,676
Housing Division					
2,508,200	Administration Housing	2,432,298	262	2,432,036	2,762,475
933,500	Local Authority Housing Deficiency	3,711,183	5,868,477	(2,157,294)	1,472,401
3,441,700	sub-total	6,143,480	5,868,738	274,742	4,234,876
184,394,301	Total	240,821,688	56,434,938	184,386,750	186,741,149
DEPARTMENT OF HOME AFFAIRS					
969,800	Chief Executive's Office	1,133,248	118,412	1,014,836	1,105,920
142,592	Civil Defence	131,407	319	131,089	219,024
4,674,675	Fire & Rescue Service	4,760,413	40,019	4,720,394	4,934,014
8,078,700	Prison and Probation	8,291,744	92,006	8,199,738	8,376,389
1,392,135	Communications	1,851,851	467,929	1,383,921	1,459,249
13,105,400	Constabulary	13,227,622	334,354	12,893,268	13,728,861
28,363,302	Total	29,396,285	1,053,039	28,343,246	29,823,457

Summary Revenue Accounts (continued)

ESTIMATE		ACTUAL 2014-15			ACTUAL
2014-15					2013-14
Net		Gross	Gross	Net	Net
Expenditure		Expenditure	Income	Expenditure	Expenditure
£		£	£	£	£
DEPARTMENT OF INFRASTRUCTURE					
21,423,157	Operations	18,101,986	22,260,610	(4,158,624)	18,148,076
5,191,492	Ports	13,885,798	10,359,906	3,525,892	6,314,767
188,592	Highways	21,886,093	8,668,011	13,218,082	881,503
7,865,374	Properties & Estates	32,595,523	7,764,304	24,831,219	8,613,007
640,750	Planning and Building Control	1,299,127	1,040,272	258,856	473,734
2,831,329	Corporate Services	1,066,007	88,176	977,831	1,627,365
38,140,694	sub-total	88,834,534	50,181,278	38,653,256	36,058,452
PUBLIC TRANSPORT DIRECTORATE					
8,096,900	Operations	8,901,048	4,775,081	4,125,967	7,705,681
3,662,100	Engineering	3,645,345	3,080	3,642,266	3,873,383
(5,094,100)	Income	-	-	-	(4,393,771)
2,267,400	Administration & Commercial	649,992	81	649,911	2,030,156
8,932,300	sub-total	13,196,386	4,778,242	8,418,144	9,215,448
47,072,994	Total	102,030,920	54,959,520	47,071,399	45,273,900
TREASURY					
4,758,075	Corporate Strategy Division	4,932,633	-	4,932,633	4,410,119
(317,739,751)	Customs & Excise Division	1,885,877	319,700,176	(317,814,300)	(309,977,171)
(8,316,347)	Finance Division	3,701,562	11,600,720	(7,899,158)	(9,068,738)
(196,708,297)	Income Tax Division	4,079,528	203,045,245	(198,965,717)	(191,685,107)
456,854	Internal Audit Division	534,306	106,954	427,352	405,215
9,768,945	Grants	9,907,125	-	9,907,125	11,545,335
1,300,000	Lottery Duty Distribution	1,479,807	-	1,479,807	1,262,181
National Insurance Benefits					
2,628,000	National Insurance Operating Account	197,334,842	199,323,147	(1,988,306)	(1,566,239)
(2,628,000)	National Insurance Investment Account	274	274	0	-
79,894,000	Non-Contributory Benefits	77,861,133	-	77,861,133	80,026,942
79,894,000	sub-total	275,196,248	199,323,421	75,872,827	78,460,703
(426,586,521)	Total	301,717,086	733,776,517	(432,059,431)	(414,647,462)
CABINET OFFICE					
2,978,014	Chief Secretary's Office	4,264,698	973,144	3,291,554	2,081,491
512,168	Economic Affairs Division	439,597	-	439,597	490,877
17,297,331	Information Systems	19,769,791	2,746,963	17,022,828	8,393,941
5,435,162	Office of Human Resources	5,031,240	65,158	4,966,081	2,897,599
26,222,675	Total	29,505,325	3,785,265	25,720,060	13,863,908

Summary Revenue Accounts (continued)

ESTIMATE 2014-15 Net Expenditure £	ACTUAL 2014-15			ACTUAL 2013-14 Net Expenditure £	
	Gross Expenditure £	Gross Income £	Net Expenditure £		
OTHER BODIES					
Executive Government					
<u>Administration</u>					
158,000	Industrial Relations Office	142,585	-	142,585	136,990
149,000	Office of the Data Protection Supervisor	187,243	93,917	93,326	64,530
88,000	Veterans Welfare Service	76,493	-	76,493	59,741
<u>Administration of Justice</u>					
2,891,280	Attorney General's Office	2,944,465	57,162	2,887,303	2,721,865
3,346,886	General Registry	8,671,275	5,789,745	2,881,531	3,933,590
26,000,000	Pensions	67,850,711	36,605,291	31,245,420	22,852,805
2,400,000	Miscellaneous Statutes & Charges	2,414,699	(3,158)	2,417,856	2,398,985
35,033,166	Total	82,287,470	42,542,957	39,744,513	32,168,506
3,794,938	Manx Museum and National Trust	4,585,360	820,692	3,764,668	3,716,908
3,794,938	Total	4,585,360	820,692	3,764,668	3,716,908
105,000	Road Transport Licensing Committee	127,868	48,584	79,284	75,545
105,000	Total	127,868	48,584	79,284	75,545
Statutory Boards (Revenue Funded)					
(458,367)	Communications Commission	402,277	957,058	(554,781)	(884,268)
-	Financial Supervision Commission	3,506,180	3,506,180	-	-
(1,703,721)	Gambling Supervision Commission	685,958	1,779,029	(1,093,071)	(1,392,651)
(278,000)	Insurance and Pensions Authority	1,610,132	2,156,884	(546,752)	(210,659)
712,000	Office of Fair Trading	708,181	43,223	664,958	598,920
-	Public Service Pension Authority	6,333	6,333	(0)	0
(1,728,088)	Total	6,919,061	8,448,707	(1,529,646)	(1,888,658)
5,936,288	Government Total	935,682,874	934,123,439	1,559,434	12,491,127
Expenses of the Legislature					
4,187,432	Legislature	4,764,877	59,557	4,705,319	3,769,737
869,568	Members' Pensions	-	-	-	588,666
5,057,000	Total	4,764,877	59,557	4,705,319	4,358,403
10,993,288	Total Revenue Expenditure	940,447,751	934,182,997	6,264,754	16,849,530

11. Other Expenditure

11.1. Social Security Benefits

Estimate 2014-15 £	EXPENDITURE	Actual 2014-15 £	Actual 2013-14 £
National Insurance Fund			
8,112,000	Incapacity Benefit Long Term	7,954,331	7,592,291
3,026,000	Incapacity Benefit Short Term	2,595,715	2,340,002
146,000	Incapacity Benefit Youth	52,340	98,909
128,170,000	Retirement Pension - Basic	132,693,098	123,139,158
430,000	Retirement Pension - Age Addition	451,578	434,694
1,917,000	Retirement Pension - Premium	1,694,549	1,703,563
36,546,000	Retirement Pension - Supplement	37,481,383	35,794,726
624,000	Jobseekers Contribution Based	458,181	589,281
622,000	Bereavement Benefit	572,351	528,774
143,000	Bereavement Lump Sum	140,000	116,101
565,000	Disablement Benefit	342,707	359,413
930,000	Lump Sum Xmas Bonus	953,235	1,947,498
4,308,000	Maternity Benefit	3,817,644	3,900,994
4,678,000	Other Benefits	4,436,495	4,205,323
1,185,000	Contracted Out Rebates	1,648	3,761
3,946,000	Administration Contribution	2,562,680	4,011,216
-	Bad Debt	412,320	506,415
-	External Consultancy	497,296	-
-	Computer Maintenance	217,291	-
195,348,000		197,334,842	187,272,118
Non-Contributory Benefits			
766,000	Miscellaneous - Revenue Funded	793,116	583,355
-	Nursing Care Contribution Scheme	(1,331)	-
7,780,000	Disability Living Allowance	8,782,537	7,842,223
-	Carers Allowance	(6,156)	-
640,000	Severe Disability Allowance	600,245	620,517
4,003,000	Attendance Allowance	3,782,365	3,692,824
14,021,000	Child Benefit	12,380,565	15,422,258
95,000	Maternity Benefit	53,706	59,750
34,349,000	Income Support	33,364,201	33,252,914
9,437,000	Employed Persons Allowance	9,240,720	8,529,015
118,000	Exceptional Needs Grant	139,366	134,308
720,000	Winter Bonus	710,455	745,268
6,263,000	Job Seekers (Income Based)	4,713,236	5,736,930
1,702,000	Administration Contribution	1,319,804	1,841,342
79,894,000		75,872,827	78,460,703
<u>275,242,000</u>	TOTAL	<u>273,207,669</u>	<u>265,732,821</u>

Social Security Benefits (continued)

Estimate 2014-15 £	INCOME	Actual 2014-15 £	Actual 2013-14 £
National Insurance Fund			
164,600,000	Contributions - Class 1	169,487,051	164,043,277
771,000	Contributions - Class 2	765,049	738,408
228,000	Contributions - Class 3	155,650	232,224
4,427,000	Contributions - Class 4	4,205,233	4,352,944
(35,477,000)	Less: allocated to Manx NHS	(36,453,000)	(36,345,000)
100,000	Contributions Equivalent Premium	2,694	27,825
44,500,000	Agency Settlement With UK DHSS	41,184,119	44,263,945
-	Class 1 National Insurance Refunds	(268,502)	(236,738)
-	Class 2 National Insurance Refunds	(18,328)	(13,097)
-	Class 3 National Insurance Refunds	(17,065)	(6,124)
-	Class 4 National Insurance Refunds	(289,896)	(290,987)
-	Other Services - Other Services	141	-
72,000	Property Rents	70,000	71,680
13,499,000	Interest On Investments	-	-
-	Transfers from/(to) NIIA	20,500,000	12,000,000
192,720,000	Movement for year	199,323,147	188,838,357
-	Balance at 1st April	(2,724,011)	(4,290,250)
195,348,000	Charge to Revenue for year	197,334,842	187,272,118
Non-Contributory Benefits			
-	Miscellaneous - Revenue Funded	-	-
-		-	-
195,348,000	TOTAL	197,334,842	187,272,118

11.2. Occupational Pension Transactions

Estimate 2014-15 £	EXPENDITURE	Actual 2014-15 £	Actual 2013-14 £
	<u>Pensions and Grants</u>		
43,699,000	Government Unified Scheme	65,631,072	58,235,188
<hr/>		<hr/>	<hr/>
43,699,000	Total Government Unified Scheme	65,631,072	58,235,188
10,299,000	Education Schemes	14,617,267	13,343,814
4,315,000	Police Pension Regulations	6,866,205	5,589,442
219,000	Other Electricity Authority Schemes	268,246	283,582
365,000	Manual Workers No 1 Scheme	452,971	472,003
2,000	Manual Workers No 2 Scheme	2,151	2,095
317,000	Judicial Scheme	414,820	411,441
-	Tynwald 1995	25,310	-
2,000	Other Expenditure	1,451	2,868
<hr/>		<hr/>	<hr/>
15,519,000	Total Other Schemes	22,648,423	20,105,244
59,218,000		88,279,495	78,340,432
160,000	Refunds of Contributions	172,489	207,200
3,122,000	Transfer Values Paid	6,554,565	4,045,322
-	Transfer from PSE Pension Reserve	(27,155,838)	(23,547,800)
<hr/>		<hr/>	<hr/>
62,500,000	TOTAL	67,850,711	59,045,154
	 <i>Analysis of Amounts Paid:</i>		
	Monthly Pensions Paid	54,330,385	61,088,614
	Lump Sum Amounts Paid	33,949,110	17,251,818
	Refunds of Contributions	172,489	207,200
	Transfer Values Paid	6,554,565	4,045,322
	 <i>Total</i>	<hr/> 95,006,549 <hr/>	<hr/> 82,592,954 <hr/>
	 <i>Analysis of Tynwald Members' Pensions :</i>		
911,568	Monthly Pensions Paid	780,530	767,399
50,000	Lump Sum Amounts Paid	-	-
<hr/>		<hr/>	<hr/>
961,568	<i>Total</i>	780,530	767,399

Note

1. A request for an additional £5.2m transfer from the PSE Pension Reserve to revenue will be made in Tynwald in July 2015.

Occupational Pension Transactions (continued)

Estimate 2014-15 £	INCOME	Actual 2014-15 £	Actual 2013-14 £
	<u>Contributions Received</u>		
24,794,000	Government Unified Scheme	23,835,572	25,103,782
<u>24,794,000</u>	Total Government Unified Scheme	<u>23,835,572</u>	<u>25,103,782</u>
9,290,000	Education Schemes	8,980,677	8,799,701
1,149,000	Police Pensions Regulations	1,050,252	1,087,966
-	Other Electricity Authority Schemes	-	-
9,000	Manual Workers Nos.1 Scheme	4,897	8,846
-	Manual Workers Nos.2 Scheme	-	-
35,000	Judicial Schemes	32,915	33,604
-	Tynwald 1995	86,242	-
-	Other Income	10,011	-
<u>10,483,000</u>	Total Other Schemes	<u>10,164,993</u>	<u>9,930,117</u>
<u>35,277,000</u>		<u>34,000,565</u>	<u>35,033,899</u>
1,223,000	Transfer Values Received	2,604,726	1,158,451
-	Transfer to PSE Pension Reserve	-	-
<u>36,500,000</u>	TOTAL	<u>36,605,291</u>	<u>36,192,350</u>

Section 3 – Capital Accounts

For the Year Ended 31st March 2015

ISLE OF MAN GOVERNMENT ACCOUNTS

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12. Accounts of the Consolidated Loans Fund

12.1. Capital Transactions Account

	£	£	£	Actual 2014-15 £	Actual 2013-14 £
Balance brought forward at 1 April				50,623,025	52,155,180
Loan Transactions			Net Increases		
Interest on Capital Fund	121,005	-	121,005	121,005	24,254
	-		Net total raised by loans:	121,005	24,254
				50,744,030	52,179,433
Borrowing Account Transactions	Advances	Repaid	Net Advanced	Net Advanced	
Economic Development	353,933	1,223,600	(869,667)	(988,411)	
Education and Children	7,183,618	4,117,550	3,066,068	1,020,339	
Environment, Food and Agriculture	2,511,208	576,833	1,934,374	1,409,333	
Health and Social Care	10,934,736	6,492,345	4,442,391	2,380,854	
Home Affairs	5,059,696	1,617,400	3,442,296	631,786	
Infrastructure	11,813,155	9,106,100	2,707,055	20,190,165	
Treasury	10,215	667,378	(657,164)	(5,940,120)	
Manx National Heritage	563,477	746,300	(182,823)	(181,702)	
Expenses of the Legislature					
<u>Borrowing Authorities</u>					
Manx Utilities Authority	11,033,616	7,745,991	3,287,626	41,729,781	
	49,463,654	32,635,398	16,828,256	59,910,126	
			Net Advances to Borrowing Accounts:	16,828,256	59,910,126
Other Capital Transactions				33,915,774	(7,730,693)
Contributions from Internal Funds applied in reducing outstanding advances				4,974,997	50,982,991
Capital Receipts applied in reducing outstanding advances				5,518,647	7,370,727
Balance carried forward at 31 March				44,409,418	50,623,025

12.2. Revenue Transactions Account – Interest Transactions

	Actual 2014-15 £	Actual 2013-14 £
Interest Receivable		
Investment Interest	121,005	24,254
Bond interest charged to Manx Utilities Authority (ex-MEA)	9,943,750	9,943,750
Bond interest charged to Manx Utilities Authority (ex-WSA)	4,218,750	4,218,750
Balance - Net Interest recharged to Borrowing Accounts at average rate of 0.0000% (0.0000%)	-	-
	14,283,505	14,186,754
Interest Payable		
Bond interest charged to Manx Utilities Authority (ex-MEA)	9,943,750	9,943,750
Bond interest charged to Manx Utilities Authority (ex-WSA)	4,218,750	4,218,750
Interest on Capital Fund	121,005	24,254
	14,283,505	14,186,754

12.3. Loans Fund Balance Sheet

	As at 31 Mar 15 £	As at 31 Mar 14 £
Assets		
Advances to Borrowing Accounts	1,074,697,784	1,068,363,172
Cash at Bank	44,409,418	50,623,025
	1,119,107,202	1,118,986,197
Liabilities		
Loans Outstanding	-	-
Bond Issue on behalf of IOM Water Authority	75,000,000	75,000,000
Bond Issue on behalf of Manx Electricity Authority	185,000,000	185,000,000
Capital Fund	859,107,202	858,986,197
	1,119,107,202	1,118,986,197

12.4. Capital Payments – Analysis of Estimates & Supplementary Votes

Capital expenditure is approved by Tynwald either as part of the Government's annual Budget or through Supplementary Votes. Capital expenditure approvals comprise both:

- i. an overall approval for the total cost of each project; and
- ii. an approval for expenditure in each financial year.

Capital expenditure for a given financial year is shown separately in the Government Budget between:

- i. Expenditure previously approved by Tynwald (shown in Column 1).
- ii. Expenditure approved by Tynwald as part of the Budget (shown in Column 2).
- iii. Expenditure anticipated but is still awaiting approval by Tynwald (Column 3).

Expenditure shown in Column 3 of the capital estimates in the Budget may be subsequently approved by Tynwald during the financial year. In addition, Departments may bring forward Supplementary Votes for projects not included in capital estimates in the Budget for the financial year.

Summary of Capital Expenditure Approved for the Year Ended 31 March 2015:

	Column 1	Column 2	Column 3	Supplementary	TOTAL
	£	£	£	Votes	£
				£	
Economic Development	1,525,148	270,000	-	-	1,795,148
Education & Children	5,216,812	1,596,500	2,386,800	-	9,200,112
Environment, Food & Agriculture	607,500	735,000	2,150,000	-	3,492,500
Health and Social Care	5,399,094	6,207,307	3,940,000	800,000	16,346,401
Home Affairs	583,000	535,000	3,930,750	671,000	5,719,750
Infrastructure	4,233,835	9,796,817	330,000	3,357,000	17,717,652
Treasury	1,032,773	417,227	-	-	1,450,000
Manx National Heritage	205,340	650,291	-	-	855,631
<u>Borrowing Authorities:</u>					-
MUA - Capital Programme	9,071,640	7,254,183	-	-	16,325,823
Total	27,875,142	27,462,325	12,737,550	4,828,000	72,903,017

The Column 3 amounts above only include Column 3 amounts presented in the Budget which were subsequently approved by Tynwald during the financial year. The Estimates shown in the following pages showing Department capital expenditure by capital scheme include both approved and unapproved Column 3 amounts.

The following schemes were included within Column 3 of the Budget on 18th February 2014 and approved by Tynwald after the Budget:

Project / Scheme	Department	Overall Amount Approved £	Amount Approved for 2014-15 £
QEII High School – Kitchen/Dining Scheme	DEC	756,800	516,800
Noble's Hospital IT System	DHSC	3,200,000	2,500,000
Mill Road Yard Development Phase 3, Peel	DEFA	915,000	550,000
Police Headquarters - Custody Block	DHA	2,795,000	2,625,750
Isle of Man College Construction Crafts and Engineering – Phase 2	DEC	1,424,000	420,000
Ballasalla, Clagh Vane – Project 6	DHSC	1,171,000	440,000
Replacement TETRA Communications System and Associated Maintenance and Support Programme	DHA	4,930,000	1,305,000
Henry Bloom Noble Primary School	DEC	8,922,800	1,450,000
Upgrading and Refurbishment of Thie Quinney, Ramsey	DHSC	533,000	400,000
New Residential Unit – Leece Lodge Site, Braddan	DHSC	1,337,500	600,000
Total		25,985,100	10,807,550

The following schemes were included within Column 3 of the Budget on 18th February 2014 and approved by Tynwald after the Budget at an amount lower than that included in the Budget:

Project / Scheme	Department	Column 3 Amount £	Overall Amount Approved and Amount Approved for 2014-15 £
Refurbishment of the Meat Plant	DEFA	1,631,840	1,600,000
Hazardous Waste Transfer and Treatment Facility	DOI	532,000	330,000
Total		2,163,840	1,930,000

The following schemes were approved by Tynwald after the Budget, but were not included in the Budget on 18th February 2014:

Project / Scheme	Department	Overall Amount Approved £	Amount Approved for 2012-13 £
Snaefell Mountain Railway Track Renewal – Phase 3	DOI	720,000	720,000
Douglas Promenade Improvement Scheme – Phase 2	DOI	1,362,000	1,362,000
Ballure Bridge Remedial Works	DOI	1,275,000	1,275,000
Endoscopy Decontamination Unit	DHSC	1,600,000	800,000
Replacement TETRA Communications System and Associated Maintenance and Support Programme	DHA	-	671,000
Total		4,957,000	4,828,000

The following schemes were included in the Budget on 19th February 2014 but no approval was sought from Tynwald in 2014-15:

Project / Scheme	Department	Scheme Code	Amount Not Approved for 2012-13 £
Castletown Fire Station Replacement	DHA	G14-008	1,040,000
Live Fire Training	DHA	G14-009	557,000
Acute Adult Psychiatric Facility	DHSC	G19-064	550,000
Crossag Farm	DHSC	G13-067	300,000
Douglas Railway Station	DOI	G16-030	500,000
Ramsey Transport Interchange	DOI	G18-039	378,078
Total			3,325,078

12.5. Capital Payments – by Departments and Other Bodies

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
ECONOMIC DEVELOPMENT				
1,525,148	G17-001	Development of Industry	200,000	100,000
270,000	G17-901	Minor Capital Works	153,933	119,489
<hr/> 1,795,148			<hr/> 353,933	<hr/> 219,489

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
EDUCATION & CHILDREN				
80,000	G12-012	Classroom Scheme Phase 2 - St Mary's	-	-
4,567	G12-013	Classroom Scheme Phase 2 - Ballaquayle	-	-
1,345	G12-014	Classroom Scheme Phase 2 - Murrays Road	-	-
900,000	G12-006	Bemahague Secondary School	51,626	469,951
2,750,000	G12-030	Isle of Man College Construction Crafts and Engineering	3,632,270	631,622
250,000	G12-031	Victoria Road Extension	63,136	684,441
1,850,000	G12-042	Noble's New Primary School	1,033,459	136,547
1,260,000	G12-061	Ballakermeen Post 16+ Dining Extension	1,199,105	1,711,266
534,700	G12-059	QE2 Kitchen/Tennis Courts Scheme	609,644	40,279
73,000	G12-036	Isle of Man College PMLD Unit	2,571	1,262,365
621,500	G12-062	IOM College - Precision Engineering Equipment	587,185	-
500,000	G12-063	IOM College - Nunnery Relocation	-	-
375,000		Minor Capital Works - Sports and Recreation	-	-
-	G12-033	Management of Hazardous Materials Phase 1	-	76,832
-	G16-009	Ballafletcher Pitch Development	-	22,498
-	G12-025	Disability Access	4,623	-
<hr/> 9,200,112			<hr/> 7,183,618	<hr/> 5,035,801

Capital Payments – by Departments and Other Bodies (continued)

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
		ENVIRONMENT, FOOD & AGRICULTURE		
15,000	G11-009	Ballure Cliff Stabilisation	15,681	485,261
987,500	G11-010	Mill Road Yard Development	891,335	1,215,346
510,000	G11-016	Farming Improvement Scheme	267,524	-
200,000	G11-015	Essential Building Maintenance	195,876	199,480
80,000	G11-002	Refurbishment of Mill Road Yard	-	-
1,631,840	G11-018	DEFA Grant for Meat Plant	1,038,878	-
100,000		Minor Capital Works - Wild Life Park	99,975	-
-	G11-008	Silverdale Sewerage Works	1,939	11,064
3,524,340			2,511,208	1,911,150

Capital Payments – by Departments and Other Bodies (continued)

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
HEALTH & SOCIAL CARE				
550,000	G13-057	Radiology Equipment Replacement Scheme	295,000	-
820,000	G13-010	Asset Replacement Programme	806,364	717,359
140,000	G13-051	Ambulance Fleet Replacement	32,773	132,253
2,500,000	G19-059	Extension to Neonatal Unit	2,294,776	1,126,338
250,000	G19-063	New Combined Heat and Power Plant Nobles	-	-
1,100,000	G13-063	Endoscopy Decontamination Unit	309,662	-
900,000	G19-064	Acute Adult Psychiatric In-Patient Facility	354,116	-
2,500,000	G19-063	Noble's Hospital IT System	1,275,028	-
80,000	G13-064	Asset Replacement Programme	-	36,898
256,000	G13-068	Vehicle Replacement Programme	242,044	69,292
660,000	G13-070	Learning Disabilities Additional Residential Unit	86,254	-
30,000	G13-071	Reconfiguration of Learning Disabilities (Radcliffe Villas)	13,085	-
450,000	G13-079	Thie Quinney - Leonard Cheshire	131,793	-
70,000	G13-070	Learning Disabilities Supported Housing	-	-
55,000	G13-082	Accommodation for Day Care Services Eastcliffe	22,844	-
20,000	G13-082	Older Persons Residential & Resource Unit East	24,323	-
125,000	G13-072	Park Road Masterplan	24,036	26,280
-	G15-064	Bowling Green Site Demolitions	-	41,132
-	G13-050	Central Community Healthcare Development Phase 3 - Relocation of Ambulance Service	-	123,477
-	G13-069	Demolition of Glenside	-	22,083
-	G13-012	Disability Discrimination Act	-	55,933
-	G13-021	GP Surgery & Community Centre Jurby	-	6,099
-	G13-016	GP Surgery Palatine	-	17,666
-	G13-061	Jurby - Bretney Houses/Environmental work (6No.)	-	32,732
-	G13-020	EMI Unit (Northern)	47,640	-
10,506,000		Carried forward to next page	5,959,739	2,407,540

Capital Payments – by Departments and Other Bodies (continued)

Estimate 2014-15 £	PAYMENTS	Actual 2014-15 £	Actual 2013-14 £
	HEALTH & SOCIAL CARE (continued)		
10,506,000	Brought forward from previous page	5,959,739	2,407,540
	HOUSING - FUNDED FROM THE HOUSING RESERVE FUND (note 1)		
164,209	G15-009 Janet's Corner - Project 4	276,944	732,005
26,192	G13-060 House Improvement and Energy Conservation Scheme 2010	74,173	41,209
550,000	G13-067 Crossag	64,283	22,400
1,600,000	G15-012 DSC Planned Maintenance Schemes	1,461,119	1,641,114
3,000,000	G13-066 House Purchase Assistance Scheme	2,073,842	3,604,314
700,000	G15-010 Janet's Corner - Project 5a	710,093	26,296
500,000	G13-042 Clagh Vane Redevelopment - Project 6	283,926	6,380
150,000	G15-067 Clagh Vane Redevelopment - Project 7	-	-
-	G15-038 Clagh Vane environment work - Project 1	-	3,855
-	G15-040 Clagh Vane Redevelopment - Project 3	-	4,196
-	G15-041 Clagh Vane redevelopment - project 4 new build	30,618	51,223
6,690,401		4,974,997	6,132,991
17,196,401		10,934,736	8,540,531

Notes:

2. These project costs above met by a transfer from the Housing Reserve Fund amounted to £4,873,997 (2013-14 : £6,132,991).

Capital Payments – by Departments and Other Bodies (continued)

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
		HOME AFFAIRS		
475,000	G14-006	Communications Development Programme	363,883	354,389
220,000	G14-004	Minor Capital Works	174,656	208,644
150,000	G14-003	Vehicle Acquisition	128,952	1,271,444
2,695,750	G14-005	Police HQ Custody Block	2,712,492	30,431
595,000	G14-009	Live Fire Training	-	8,583
1,040,000	G14-008	Castletown Fire Station Replacement	7,385	55,374
80,000	G14-010	Police Equipment Replacement Programme	98,220	72,927
85,000	G14-011	Fire and Rescue Equipment	7,152	62,295
1,976,000	G14-012	TETRA Replacement Programme	1,566,957	-
7,316,750			5,059,696	2,064,086

Capital Payments – by Departments and Other Bodies (continued)

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
INFRASTRUCTURE				
25,000	G18-046	Airport Redevelopment Departing Passengers & Baggage	18,762	49,180
531,426	G18-039	Off-Street Car Parking (Ramsey)	50,698	574,922
200,000	G18-040	Off-Street Car Parking (Douglas)	87,776	511,777
75,000	G18-060	Feasibility Studies	-	-
9,993	G18-026	Poortown Quarry Development	-	(32,861)
208,036	G18-034	Runway End Safety Area/Runway	15,856	144,435
67,900	G18-049	Douglas Strategic Harbour Development	-	-
468,233	G18-050	Douglas Promenade	671,967	1,181,853
2,502,138	G18-061	Peel Road	826,402	3,270,655
750,000	G15-035	Government Estate - Planned Maintenance	424,206	207,145
250,000	G15-032	Disability Discrimination Act - Public Buildings	35,869	71,940
684,432	G18-031	Plant Replacement Programme	710,743	493,590
2,000,000	G12-999	Minor Capital Works - Education	1,946,644	1,926,784
200,000	G13-063	Minor Capital Works - Social Care	200,000	219,191
300,000	G13-056	Minor Capital Works - Health	300,000	249,418
162,500	G18-085	Vehicle Replacement Programme - Health	160,620	-
2,716,860	G18-037	Strategic Highway Refurbishment Programme	1,687,648	3,218,056
800,000	G18-033	Ramsey Swing Bridge Refurbishment	637,797	562,390
455,000	G18-054	King Edward Linkspan - Mid Life Renovation	74,352	-
65,000	G18-055	Douglas & Peel Cofferdam	60,450	-
253,128	G18-089	Government Vehicle and Plant Maintenance Depot	1,875	(24,823)
671,084	G18-090	Hazardous Waste Transfer and Treatment Facility	255,382	12,121
15,000	G18-062	Ballasalla Relief Road	-	-
735,000	G16-025	Snaefell Mountain Railway Track	384,278	89,657
1,375,000	G16-047	Ballure Viaduct	903,099	16,536
1,361,000	G16-014	Bus Leasing	1,361,069	2,618,959
725,000	G16-901	Minor Capital Works	664,152	1,389,692
200,000	G16-044	Bus/Rail Ticketing System	344,552	-
-	G16-011	Rail Infrastructure Renewal (to 2008)	[see CCL044]	387,293
400,000	G16-042	Manx Electric Railway/Steam Trackwork	384,099	[see CCL003]
550,000	G16-030	Douglas Railway Station	65,994	25,398
41,000		DEFA Vehicle Purchase	-	-
-	G18-021	Control Tower	-	2,943
18,797,730		Carried forward to next page	12,274,290	17,166,252

Capital Payments – by Departments and Other Bodies (continued)

Estimate 2014-15		Actual 2014-15	Actual 2013-14
£	PAYMENTS	£	£
	INFRASTRUCTURE (continued)		
18,797,730	Brought forward from previous page	12,274,290	17,166,252
-	G18-032 DOT/DTL Cruise Ship Pontoon	1,363	15,121
-	G18-086 Grit Store / Snow Depot	11,391	333,650
-	G18-073 Highway Strategic Maintenance Footway Reconstruction	-	64,268
-	G18-079 Highway Strategic Maintenance Reconstruction Unclassified Roads	-	537,056
-	G18-087 Jurby Hangers Refurbishment	-	11,788
-	G16-023 Laxey MER Station Relay	-	727,382
-	G18-060 Office Site Feasibility Study	4,200	5,501
-	G18-027 Purchase of Land	-	9,850,000
-	G18-070 Radar Replacement	(333,805)	142,448
-	G18-088 Regional Depot Strategy	-	2,200
-	G16-028 Steam Railway - Diesel Shunter	17,572	154,144
-	G18-053 Tribunal/ Court House Accommodation	-	6,163
-	G18-068 Vehicle Test Centre	4,652	84,292
-	G18-047 Airport Pavement Refurbishment	72	-
-	G18-041 Peel Inner Harbour	(170,681)	-
-	Strategic Structural Maintenance	4,100	-
18,797,730		11,813,155	29,100,265

Capital Payments – by Departments and Other Bodies (continued)

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
TREASURY				
1,000,000		Capital Project Risk Contingency	-	-
450,000	G16-035	Manx Radio Refurbishment of Broadcasting House	10,215	32,748
1,450,000			10,215	32,748

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
MANX NATIONAL HERITAGE				
25,000	G24-005	Rushen Abbey Development	20,429	135,247
75,000	G24-009	Digitisation & Public Electronic Access	31,894	33,725
100,000	G24-007	Heritage Property Conservation	65,895	83,633
320,000	G24-010	Minor Capital Works	279,460	118,350
335,631	G24-013	Gallery Redisplay	165,800	185,744
855,631			563,477	556,698

Capital Payments – by Departments and Other Bodies (continued)

Estimate 2014-15			Actual 2014-15	Actual 2013-14
£		PAYMENTS	£	£
BORROWING AUTHORITIES				
MANX UTILITIES AUTHORITY				
1,600,000	G18-042	All Island Refurbishment of Infrastructure	1,532,935	869,534
145,000	G18-085	Repay Local Authority Drainage Loans	-	-
250,000	G18-089	IRIS Pumping Stations Refurbishment	348,104	363,131
8,780,823	G18-053	Regional Sewerage Strategy Phase 1	3,643,182	3,554,077
850,000		Sewer Flood Alleviation in Douglas Onchan and Andreas	375,723	-
-	G18-053	IRIS Regional Programme	-	582
4,700,000		MEA Borrowing - Capital Programme	4,700,000	3,462,000
-		Borrowing Refinancing	-	35,000,000
-		MEA Borrowing - Natural Gas Network	-	172,622
-	G18-059	Pumping Stations Refurbishment - Phase 3	21	11,317
-	G18-003	Treatment Plant Santon	27,377	81,061
-	G18-006	TM Castletown/Santon	187,085	137,292
-	G18-008	TM Mount Murray/Newtown	219,188	64,466
16,325,823			11,033,616	43,716,082

Capital Receipts

CAPITAL RECEIPTS	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
1. SALE OF ASSETS			
Department of Economic Development			
		-	200,321
Department of Education and Children			
The Nunnery Estate	5,000,350		
		5,000,350	-
Department of Environment, Food and Agriculture			
Sale of land - Cringle Plantation	30,000		
Sale of land - Laurel Bank, St Johns	10,000		
Sale of land - Thalloo yn Troan	2,500		
		42,500	676,694
Department of Health and Social Care			
Windsor House	110,000		
		110,000	930,097
Department of Home Affairs			
Port St Mary Police Station	255,297		
		255,297	261,075
Department of Infrastructure			
Disposal of Land - Poyll Dooley	110,000		
Disposal of Land - Other	501		
		110,501	129,540
Manx Utilities Authority			
		-	5,173,000
		5,518,647	7,370,727
2. CONTRIBUTIONS TO CAPITAL FROM INTERNAL FUNDS			
<u>Land & Property Acquisition Reserve</u>			
Department of Infrastructure	-		9,850,000
<u>Housing Reserve Fund</u>			
Department of Health and Social Care	4,974,997		6,132,991
<u>Transfers from Reserve Funds</u>			
Reserve Fund	-		35,000,000
		4,974,997	50,982,991
		10,493,644	58,353,718

12.6. Summary of Capital Advances

DEPARTMENT	Advances Outstanding at 1st April 2014		Advances		Repayments			Advances Outstanding at 31st March 2015
	£	£	Year 2014-15	Total to 31st March 2015	Advances Repaid 2014-15	Capital Receipts etc 2014-15	Total Repaid to 31st March 2015	
Economic Development	17,138,495	353,933	55,196,314	1,223,600	-	38,927,487	16,268,828	
Education and Children	101,209,732	7,183,618	195,150,161	4,117,550	5,000,350	95,874,711	99,275,450	
Environment, Food and Agriculture	12,151,645	2,511,208	35,161,700	576,833	42,500	21,118,181	14,043,519	
Health and Social Care	145,956,801	10,934,736	408,085,346	6,492,345	5,084,997	262,771,151	145,314,195	
Home Affairs	48,153,764	5,059,696	82,303,233	1,617,400	255,297	30,962,469	51,340,764	
Infrastructure	191,330,799	11,813,155	431,085,077	9,106,100	110,501	237,157,723	193,927,353	
Treasury	7,581,917	10,215	138,918,559	667,378	-	131,993,806	6,924,753	
Executive Government	-	-	402,100	-	-	402,100	-	
Manx National Heritage	10,935,479	563,477	24,302,304	746,300	-	13,549,649	10,752,656	
Expenses of the Legislature	6,441,540	-	10,257,010	341,900	-	4,157,370	6,099,640	
Borrowing Authorities	-	-	900,000	-	-	900,000	-	
Isle of Man Post Office	527,463,001	11,033,616	639,067,211	7,745,991	-	108,316,584	530,750,626	
Manx Utilities Authority	-	-	-	-	-	-	-	
TOTAL	1,068,363,172	49,463,654	2,020,829,014	32,635,398	10,493,644	946,131,230	1,074,697,784	

12.7. Summary of Loan Sanctions and Capital Expenditure

DEPARTMENT	Unexercised Loan Sanctions at 1st April 2014 £	Loan Sanctions 2014-15 £	Aggregate Loan Sanctions to 31st March 2015 £	Capital Expenditure 2014-15 £	Balance of Sanctions Unexercised at 31st March 2015 £
Economic Development	2,801,414	-	2,801,414	353,933	2,447,481
Education & Children	2,742,434	6,799,000	9,541,434	7,183,618	2,357,816
Environment, Food & Agriculture	1,438,817	1,811,000	3,249,817	2,511,208	738,609
Health and Social Care	2,410,238	16,217,000	18,627,238	10,934,736	7,692,502
Home Affairs	49,362	11,754,400	11,803,762	5,059,696	6,744,066
Infrastructure	7,277,782	1,995,000	9,272,782	11,813,155	(2,540,373)
Treasury	1,000,156	526,000	1,526,156	10,215	1,515,941
Executive Government	9,948,862	-	9,948,862	-	9,948,862
Manx National Heritage	1,051,701	-	1,051,701	563,477	488,224
Statutory Boards (Communications Commission)	6,139,129	-	6,139,129	-	6,139,129
Expenses of the Legislature	1,587,906	-	1,587,906	-	1,587,906
Manx Utilities Authority	(2,261,779)	15,782,000	13,520,221	11,033,616	2,486,605
Post Office Authority	1,134,300	-	1,134,300	-	1,134,300
Borrowing Authorities (Local Authorities)	1,000,000	-	1,000,000	-	1,000,000
TOTAL	36,320,323	54,884,400	91,204,723	49,463,654	41,741,069

12.8. Statement of Loans Made by the Isle of Man Government – Advances, Repayments and Balances Outstanding

Consolidated Loans Fund Description of Loan	Balance Outstanding at 1 April 2014 £		Advances		Repayments		Balance Outstanding at 31 March 2015 £
	£	2014	Year	Total to	Year	Total to	
			2014-15	31 March 2015	2014-15	31 March 2015	2014-15
Agricultural Holdings Scheme 1978	320,822	-	-	5,452,042	57,596	5,188,816	263,226
Agricultural Holdings Scheme 2000	643,507	-	-	935,000	31,894	323,387	611,613
Agricultural Credits Acts 1924-66	39,678	-	-	2,797,358	5,761	2,763,440	33,918
Fishing Industry	273,198	-	-	5,038,220	117,083	4,882,104	156,115
Agriculture and Fisheries Sub-Total	1,277,206	-	-	14,222,620	212,333	13,157,747	1,064,872
Building By Private Enterprise Schemes 1962/63	-	-	-	-	-	-	-
Building By Private Enterprise Schemes 1968/74	3,497	-	-	2,704,179	2,094	2,702,776	1,403
Housing Advances Schemes	-	-	-	21,447,499	-	21,447,499	-
House Purchase Schemes	94,572	-	-	56,663,769	30,865	56,600,062	63,707
House Purchase & Refurbishment Scheme 1991	1,235,481	-	-	25,997,081	224,220	24,985,819	1,011,261
Royal British Legion Housing Association	343,491	-	-	675,724	5,631	337,864	337,860
Housing Sub-total	1,677,041	-	-	107,488,252	262,810	106,074,020	1,414,231
Sports Club Improvement Scheme	750	-	-	178,150	750	178,150	-
Local Authorities	1,992,402	-	-	19,870,722	99,814	17,978,133	1,892,588
Miscellaneous Sub-Total	1,993,152	-	-	20,048,872	100,564	18,156,283	1,892,588
TOTAL	4,947,399	-	-	141,759,743	575,707	137,388,050	4,371,692

Notes:

1. No provision is made for doubtful accounts; proven bad debts are only written off following formal write-off approval.

12.9. Housing Loans Schemes

EXPENDITURE	Actual 2014-15 £	Actual 2013-14 £
1. HOUSING ADVANCES AND HOUSE PURCHASE SCHEMES		
Revenue Account		
Administration Expenses	5,000	2,500
Loan Charges - Interest	-	-
Loans Written Off	-	-
Surplus transferred to Treasury, Finance Division	-	4,045
	5,000	6,545
Capital Account		
Advances on Property		
Outstanding at 31st March	63,707	94,572
	63,707	94,572
2. HOUSE PURCHASE & REFURBISHMENT SCHEME		
Revenue Account		
Administration Expenses	29,000	31,500
Loan Charges - Interest	-	-
Loans Written Off	-	-
Surplus transferred to Treasury, Finance Division	37,769	39,944
	66,769	71,444
Capital Account		
Advances on Property		
Outstanding at 31st March	1,011,261	1,235,481
	1,011,261	1,235,481
NET SURPLUS TRANSFERRED TO TREASURY, FINANCE DIVISION		
Housing Advances And House Purchase Schemes	(800)	4,045
House Purchase & Refurbishment Scheme	37,769	39,944
Total	36,969	43,989

Housing Loans Schemes (continued)

INCOME	Actual 2014-15 £	Actual 2013-14 £
1. HOUSING ADVANCES AND HOUSE PURCHASE SCHEMES		
Revenue Account		
Interest on Advances	4,200	6,545
Fees	-	-
Deficit transferred to Treasury, Finance Division	800	-
	5,000	6,545
Capital Account		
Advances on Property		
Outstanding at 1st April	94,572	148,379
Transfer from C.L.F. Capital		
Transactions Account to meet repayments	(30,865)	(53,808)
	63,707	94,572
2. HOUSE PURCHASE & REFURBISHMENT SCHEME		
Revenue Account		
Interest on Advances	53,329	61,734
Fees	-	-
Additional Sums Recovered	13,440	9,710
	66,769	71,444
Capital Account		
Advances on Property		
Outstanding at 1st April	1,235,481	1,409,418
Transfer from C.L.F. Capital		
Transactions Account to meet repayments	(224,220)	(173,937)
	1,011,261	1,235,481

Section 4 – Investments, Reserves and Balances

For the Year Ended 31st March 2015

ISLE OF MAN GOVERNMENT ACCOUNTS

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13. Externally Managed Invested Funds

13.1. Hospital Estate Development Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Income from Investments	1,095,635		966,421
Net profit or loss on realisation of Investments	<u>240,515</u>		<u>1,092,230</u>
		1,336,150	<u>2,058,651</u>
EXPENDITURE			
<u>Department of Health</u>			
Loan Charges on New Nobles Hospital	2,278,000		2,282,000
<u>Other</u>			
Custodian Fees	4,737		7,885
Investment Management Fees	<u>45,231</u>		<u>46,692</u>
		2,327,968	<u>2,336,576</u>
Net Movement for Year		(991,818)	(277,925)
Balance brought forward at 1 April		43,419,378	43,697,303
Balance carried forward at 31 March		42,427,560	<u>43,419,378</u>

Notes

1. Investments at 31 March 2015 were :

	As at 31 March 2015		As at 31 March 2014	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
United Kingdom Fixed Interest	34,117,902	35,483,633	34,532,183	35,796,445
United Kingdom Equities	2,144,643	1,766,729	3,202,340	2,795,239
Overseas Equities	255,929	290,755	293,895	369,950
Cash & Cash Instruments	5,909,086	5,909,256	5,390,960	5,391,697
Total	42,427,560	43,450,373	43,419,378	44,353,332

2. The Hospital Estate Development Fund was established by Tynwald on the 20 October 1994. On the 11 April 1995, Tynwald authorised the transfer of £44.0 million from the Manx National Insurance Fund Investment Account to the Hospital Estate Development Fund. The book cost of the investments transferred was £44.1 million. Further contributions to the Fund totalling £12.0 million were made in the two years to 31 March 1999.
3. The purpose of the Fund is to meet the Loan Charges arising from the Capital Expenditure in respect of the New Hospital after the 1 April 1996.

(accompanying notes are continued on the following page)

Hospital Estate Development Fund (continued)

4. The Loan Charges in respect of Capital Expenditure on the New Hospital up to the 31 March 1996 are charged to the Votes of the Department of Health and Social Care.
5. Included within 'Cash & Cash Instruments' is an amount of £nil (2014 : £88,552) relating to a £2,000,000 deposit and accrued interest of £108,370 placed with Kaupthing Singer & Friedlander (Isle of Man) Limited prior to its liquidation. Distributions totalling £2,108,370 (2014: £2,019,818) have been received in respect of this deposit. The Liquidators' estimated low realisation is now £100.00p/£ (2014: 97.9p/£) and this has been paid in full. There is no longer any potential reduction to the value of the Fund (2014: potential reduction of £44,276) arising from the liquidation.
6. A review of the remaining expected life of the fund is performed annually. At 31 March 2015 it was anticipated that the fund would be exhausted in 2033-34 (2014: 2035-36). Key assumptions made during this forecast are:
 - a. Net return on investments being constant at 4.3% (2014 : 4.8%); and
 - b. Consolidated Loans Fund Pool Rate increasing from 0.0% to 1.0% in 2015-16 and then to 1.5% in 2016-17 and 2.0% thereafter (2014 : increasing from 0.0% to 1.0% in 2014-15 and then to 2.0% in 2015-16).
 - c. Loan sanction duration 50 years (2013: 50 years).

13.2. Manx Currency Account

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Income from Investments	1,066,223		1,100,262
Net profit or loss on realisation of Investments	180,691		643,448
Increase/(decrease) in Notes in Circulation	2,925,499		(1,017,836)
Increase/(decrease) in base metal Coins in Circulation	1,056,235		629,125
Income on Commemorative Coin Sales	96,520		114,371
		5,325,168	<u>1,469,370</u>
EXPENDITURE			
<u>Treasury</u>			
Custodian Fees	4,052		7,885
Investment Management Fees	33,903		34,068
Expenses of the Note Issue	526,580		290,957
Cost of Circulating Coin Sales	516,575		201,503
Commemorative Coin Expenses	16,009		16,951
<u>Transfers</u>			
Transfer to General Revenue Account	57,448		648,069
		1,154,566	<u>1,199,432</u>
Net Movement for Year		4,170,602	269,939
Balance brought forward at 1 April		75,512,840	75,242,901
Balance carried forward at 31 March		79,683,442	<u>75,512,840</u>
Net profit on Commemorative Coin Sales	80,511		<u>97,420</u>

(accompanying notes are set out on the following page)

Manx Currency Account (continued)**Notes**

1. Investments at 31 March 2015 were:

	As at 31 March 2015		As at 31 March 2014	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
United Kingdom Fixed Interest	26,548,518	27,550,559	24,809,884	25,672,527
United Kingdom Equities	1,385,878	1,295,619	2,102,789	2,026,825
Overseas Equities	203,353	235,385	217,116	279,350
Cash & Cash Instruments	4,700,801	4,701,092	5,519,893	5,521,053
Cash funds held by Treasury	46,844,892	46,844,892	42,863,158	42,863,158
Total	79,683,442	80,627,547	75,512,840	76,362,912

2. The face value of Manx Currency in circulation at 31 March was:

	As at	As at
	31 Mar 15	31 Mar 14
	£	£
Notes	61,458,497	58,532,998
Coins	14,797,970	13,741,735
Total	76,255,467	72,274,733

3. At the 31 March 2015 the balance on the Currency Account exceeded the face value of Notes and Coins in circulation by £3,426,975 (2014 : £3,238,107).

4. The balance at 31 March on the Coins Account comprises:

	As at	As at
	31 Mar 15	31 Mar 14
	£	£
Cash at Bank	5,680,160	5,680,160
Money at call or short notice	8,700,000	8,700,000
Total	14,380,160	14,380,160

5. Net profit on Commemorative Coin Sales for the year was £75,675 (2013-14 : £97,420).

13.3. Media Development Fund

	Internal Fund £	External Fund £	Total 2014-15 £	Total 2013-14 £
INCOME				
Recoupment of investments	-	9,819	9,819	2,757
Investment Income	72,239	1,936,242	2,008,481	112,025
	<u>72,239</u>	<u>1,946,061</u>	<u>2,018,300</u>	<u>114,781</u>
EXPENDITURE				
<u>Treasury</u>				
Transfer to Working Capital	-	1,930,015	1,930,015	284,866
Commission on Recoupment	86,544	-	86,544	-
Isle of Man Film Obligations	-	7,181	7,181	1,478
Investment Manager's Fees	-	365,000	365,000	365,000
<u>Transfers</u>				
Transfer to External Fund	(4,750,000)	4,750,000	-	-
Transfer to Housing Reserve Fund	-	-	-	3,000,000
Transfer to Legal Costs Reserve	-	-	-	2,000,000
	<u>(4,663,456)</u>	<u>7,052,196</u>	<u>2,388,740</u>	<u>5,651,344</u>
Net Movement for Year	4,735,695	(5,106,135)	(370,440)	(5,536,563)
Balance brought forward at 1 April	(4,196,754)	38,663,045	34,466,291	40,002,854
Balance carried forward at 31 March	<u>538,941</u>	<u>33,556,910</u>	<u>34,095,851</u>	<u>34,466,291</u>

Notes

1. Investments at 31 March 2015 were :

The balance of the fund as at 31 March consisted of :

	As at 31 March 2015		As at 31 March 2014	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Cash Available to Fund Managers	25,682,841	25,682,841	22,010,979	22,010,979
Cash Balance of Internal Funds	8,413,011	8,413,011	12,455,313	12,455,313
	<u>34,095,852</u>	<u>34,095,852</u>	<u>34,466,292</u>	<u>34,466,292</u>

2. Investments held by the Fund Managers at 31 March 2015 were:

	As at 31 March 2014		As at 31 March 2013	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Investment in Films	20,707,024	20,707,024	15,487,791	15,487,791
Cash & Cash Instruments	4,975,816	4,975,816	6,523,187	6,523,187
Total	<u>25,682,841</u>	<u>25,682,841</u>	<u>22,010,979</u>	<u>22,010,979</u>

(accompanying notes are continued on the following page)

Media Development Fund (continued)

3. The purpose of the Fund, together with Isle of Man Film Limited (an incorporated Isle of Man company) is to support the development of the media and film industry by providing funds to invest in larger budget film productions and local media infrastructure facilities. In this manner, it is intended to create additional local employment opportunities and to enable a greater proportion of film and media related activities to be undertaken on the Isle of Man.
4. The Media Development Fund was established by the Treasury with effect from 31 March 2002. It was announced during the 2007-08 Budget in March 2007 that the fund would be externally managed on behalf of the Treasury and in August 2007 £50 million of the balance on the internal fund was transferred to the external fund managers. During 2012-13 the management of the external fund and control of £25 million of cash balances transferred from CinemaNX Limited to Pinewood Film Advisors Limited.
5. Each year the investment manager of the external fund reviews the amount recoverable from each film investment and makes provisions against the value of investments in certain films to more prudently reflect the future receipts anticipated. No such additional provisions were applied in the current year (2013-14: £nil).
6. On 1 April 2014 an amount of £4.75 million was transferred from the external fund manager to the internal fund. This transfer has been reported within the fund statement for 2014-15.

13.4. National Insurance Account

	Operating Account £	Investment Account £	Total 2014-15 £	Total 2013-14 £
INCOME				
National Insurance Contributions	137,639,030	-	137,639,030	132,574,411
Income from Investments	-	14,398,704	14,398,704	14,378,520
Net profit or loss on realisation of Investments	-	15,167,951	15,167,951	22,176,098
Net profit or loss on Currency Transfers	-	241,484	241,484	850,583
Financial adjustments with United Kingdom	41,184,119	-	41,184,119	44,263,945
<u>Transfers</u>				
Income transferred to Operating Account	20,500,000	(20,500,000)	-	-
	199,323,148	9,308,139	208,631,288	214,243,557
EXPENDITURE				
Benefits	194,057,575	-	194,057,575	183,260,902
Administration Costs	2,562,680	-	2,562,680	4,011,216
Consultancy and ICT Costs	714,587	-	714,587	-
Custodian Fees	-	55,728	55,728	39,423
Investment Management Fees	-	1,631,598	1,631,598	1,568,704
	197,334,842	1,687,326	199,022,168	188,880,245
Net Movement for Year	1,988,307	7,620,813	9,609,120	25,363,313
Balance brought forward at 1 April	(2,724,012)	674,408,972	671,684,960	646,321,647
Balance carried forward at 31 March	(735,706)	682,029,785	681,294,079	671,684,960

Notes

- The National Insurance Fund comprises
 - the National Insurance Operating Account and
 - the National Insurance Investment Account.

The National Insurance Investment Account is invested by external Investment Managers on behalf of the Treasury. The National Insurance Operating Account represents the operating balance on income and expenditure transactions (i.e. cash). A more detailed statement of the National Insurance Operating Account is included within the Treasury, Social Security Division accounts.

- Balances of the combined fund at 31 March 2015 were:

	As at 31 March 2015		As at 31 March 2014	
	Cost £	Market Value £	Cost £	Market Value £
Balance on externally managed fund	681,621,983	774,530,074	674,001,170	729,041,407
Freehold Property vested in Treasury	407,802	725,000	407,802	890,000
Cash Balance of Operating Account	(735,706)	(735,706)	(2,724,012)	(2,724,012)
	681,294,079	774,519,369	671,684,960	727,207,395

(accompanying notes are continued on the following page)

National Insurance Account (continued)

3. Investments held by the Fund Managers at 31 March 2015 were:

	As at 31 March 2015		As at 31 March 2014	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
UK Fixed Interest	62,056,157	68,816,520	64,301,127	68,865,242
UK Equities	168,845,949	203,067,350	165,467,907	190,705,139
Overseas Fixed Interest	74,545,109	83,974,853	71,340,775	77,424,003
Overseas Equities	194,799,976	229,695,959	175,916,358	190,475,561
Other Investments	66,575,501	71,366,100	52,798,399	54,714,690
Cash & Cash Instruments	114,799,291	117,609,292	144,176,604	146,856,771
Total	681,621,983	774,530,074	674,001,170	729,041,407

4. National Insurance Contributions comprise:

	2014-15	2013-14
	£	£
Gross Contributions	174,021,886	168,847,732
Less: Allocation to Health Services Division	(36,453,000)	(36,345,000)
Total	137,568,886	132,502,732

5. Financial adjustments with the United Kingdom comprise:

	2014-15	2013-14
	£	£
2014 up rating for pre 1978 transfers	3,357,000	-
2013 up rating for pre 1978 transfers	-	3,415,000
Provisional receipt for 2014-15 split liability	42,828,904	-
Provisional receipt for 2013-14 split liability	-	41,161,557
Final settlement of 2013-14 split liability	(3,571,079)	-
Final settlement of 2012-13 split liability	-	4,201,465
Sub-total Receipts	42,614,825	48,778,022
Annual Contribution Settlement 2014-15	(1,425,706)	-
Annual Contribution Settlement 2013-14	-	(4,514,077)
Total	41,189,119	44,263,945

13.5. Public Service Employees Pension Reserve

	Internal Fund £	External Fund £	Total 2014-15 £	Total 2013-14 £
INCOME				
Interest on funds held by Treasury	17,479	-	17,479	24,631
Income from Investments	-	4,881,316	4,881,316	5,480,871
Net profit or loss on realisation of Investments	-	7,570,777	7,570,777	12,151,323
Net profit or loss on Currency Transfers	-	(85,914)	(85,914)	(92,804)
	<u>17,479</u>	<u>12,366,179</u>	<u>12,383,657</u>	<u>17,564,021</u>
EXPENDITURE				
<u>Department of Home Affairs</u>				
Staffing Reductions	-	-	-	21,098
<u>Department of Infrastructure</u>				
Staffing Reductions	132,681	-	132,681	326,983
<u>Treasury</u>				
Manx Radio Restructuring	23,157	-	23,157	25,860
Staffing Reductions	-	-	-	190,212
<u>Public Sector Pensions Authority</u>				
Operating Expenses	774,591	-	774,591	890,762
Pensions Project	337,257	-	337,257	-
<u>Other</u>				
Custodian Fees	-	18,502	18,502	15,769
Investment Management Fees	-	336,844	336,844	353,778
<u>Transfers</u>				
Transfer to General Revenue Account	27,000,000	-	27,000,000	23,547,800
Transfer from External Fund	(24,000,000)	24,000,000	-	-
	<u>4,267,686</u>	<u>24,355,346</u>	<u>28,623,032</u>	<u>25,372,262</u>
Net Movement for Year	(4,250,208)	(11,989,167)	(16,239,375)	(7,808,241)
Balance brought forward at 1 April	5,034,221	212,136,212	217,170,433	224,978,673
Balance carried forward at 31 March	<u>784,013</u>	<u>200,147,045</u>	<u>200,931,058</u>	<u>217,170,433</u>

(accompanying notes are continued on the following page)

Public Service Employees Pension Reserve (continued)**Notes**

1. Balances of the combined fund at 31 March 2015 were:

	As at 31 March 2015		As at 31 March 2014	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Balance on externally managed fund	200,147,045	225,638,602	212,136,212	232,310,099
Cash Balance of Internal Fund	784,013	784,013	5,034,221	5,034,221
	200,931,058	226,422,615	217,170,433	237,344,320

2. Investments held by the Fund Managers at 31 March 2015 were:

	As at 31 March 2015		As at 31 March 2014	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
United Kingdom Fixed Interest	29,679,022	32,836,221	41,095,179	43,278,767
United Kingdom Equities	57,563,821	66,051,255	63,228,614	71,975,015
Overseas Fixed Interest	16,007,282	18,766,116	18,429,963	20,839,288
Overseas Equities	38,427,870	46,976,908	34,296,162	38,648,472
Other Investments	9,557,971	11,205,275	10,601,306	11,992,190
Cash & Cash Instruments	48,911,079	49,802,827	44,484,988	45,576,367
Total	200,147,045	225,638,602	212,136,212	232,310,099

3. The overall fund comprises an externally managed fund and an internally managed fund. Balances are transferred to the external fund when approved through the Government budget.
4. The Public Service Employees Pension Reserve was established by the Treasury on the 1st April 1994.
5. The purpose of the Fund is to accumulate within a General Revenue Account Reserve the receipt of Transfer Values in respect of incoming employees and to provide a long term reserve to stabilise the annual finance of :
- Transfer Values payable for outgoing employees;
 - Lump sums payable to retiring employees;
 - On-going costs of Pension Administration and the implementation of the Government Unified Scheme; and
 - the emerging pensions liability.
6. The internal fund's income arises from transfers from General Revenue approved in the budget, the transfer of any unspent vote from the Superannuation section of Executive Government and allocation of interest on funds held by Treasury.
7. Included within 'Cash & Cash Instruments' is an amount of £nil (2014 : £44,276) relating to a £1,000,000 deposit and accrued interest of £54,185 placed with Kaupthing Singer & Friedlander (Isle of Man) Limited prior to its liquidation. Distributions totalling £1,054,185 (2014: £1,009,909) have been received in respect of this deposit. The Liquidators' estimated low realisation is now £100.00p/£ (2014 : 97.9p/£) and this has been paid in full. There is no longer any potential reduction to the value of the Fund (2014 : potential reduction of £22,138) arising from the liquidation.

13.6. Reserve Fund Account

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Income from Investments	7,971,870		9,890,586
Net profit or loss on realisation of Investments	3,188,668		10,395,808
Net profit or loss on Currency Transfers	(302,539)		11,909
		10,857,999	<u>20,298,303</u>
EXPENDITURE			
<u>Treasury</u>			
KSF Costs (Repaid)	-		(2,730,000)
<u>Other</u>			
Custodian Fees	30,829		43,012
Investment Management Fees	525,213		573,270
<u>Transfers</u>			
Transfer to Capital Fund	-		35,000,000
Transfer to General Revenue	11,000,000		31,600,000
General Revenue (income)	6,669,162		9,218,632
		18,225,204	<u>73,704,914</u>
Net Movement for Year		(7,367,205)	(53,406,611)
Balance brought forward at 1 April		303,032,752	356,439,363
Balance carried forward at 31 March		295,665,547	<u>303,032,752</u>

Notes

1. Investments at 31 March 2015 were:

	As at 31 March 2015		As at 31 March 2014	
	Cost £	Market Value £	Cost £	Market Value £
United Kingdom Fixed Interest	64,496,000	70,588,101	96,751,936	101,817,201
United Kingdom Equities	86,877,089	101,708,500	95,066,029	112,365,974
Overseas Fixed Interest	12,551,452	13,998,798	9,729,600	10,745,071
Overseas Equities	66,769,977	89,483,937	57,191,358	69,420,753
Other Investments	8,306,067	9,144,412	14,085,071	9,518,610
Cash & Cash Instruments	56,664,962	57,143,568	27,478,758	27,952,801
Cash funds held by Treasury	-	-	2,730,000	2,730,000
Total	295,665,547	342,067,317	303,032,752	334,550,409

(accompanying notes are continued on the following page)

Reserve Fund (continued)

1. The current Budget strategy is to make progress towards the long term objective of increasing the market value of the Reserve Fund to a level equivalent to half of Government's annual revenue funded gross expenditure.
2. Included within 'Cash & Cash Instruments' is an amount of £nil (2014: £223,049) relating to a £5,000,000 deposit and accrued interest of £270,925 placed with Kaupthing Singer & Friedlander (Isle of Man) Limited ("KSFIOML") prior to its liquidation. Distributions totalling £5,270,925 (2014: £5,047,895) have been received in respect of this deposit. The Liquidators' estimated low realisation is now £100.00p/£ (2014: 97.9p/£) and this has been paid in full. There is no longer any potential reduction to the value of the Fund (2014: potential reduction of £110,689) arising from the liquidation.
3. In June 2012 Tynwald approved the purchase of a strategic shareholding in Pinewood Shepperton plc, the parent company of Pinewood Film Advisors Limited appointed to manage investments in film productions made from the Media Development Fund. Approval was granted for a stake of up to 19.99% at a cost of up to £24 million. In October 2012 the purchase of 4,891,582 shares (representing a stake of 9.90%) was completed at a cost of £12,290,100. As at 31 March 2015 the market value of this shareholding was £20,288,000 (2014: £21,645,250). Following the year-end the shareholding was reduced by 2,026,827 shares (41%), realising proceeds from the sale of £7,600,601.
4. In 2010-11 an amount of £3,850,000 was transferred to General Revenue to meet the expected cost of Government providing compensation to the KSFIOML Depositors' Compensation Scheme. Since this transfer was made the expected recovery of assets in the liquidation of KSFIOML has improved and the expected shortfall has reduced to £1,120,000 and therefore £2,730,000 was returned to the Fund in 2013-14.

14. Internal Revenue Funds and Reserves

14.1. Agriculture and Forestry Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on Funds held by Treasury	14,973		17,961
<u>Contribution from Departments:</u>			
Department of Environment, Food and Agriculture	210,000		-
<u>Transfers</u>			
Transfer from General Revenue	-		1,700,000
		224,973	1,717,961
EXPENDITURE			
<u>Department of Environment, Food and Agriculture</u>			
Egg Boxes	-		26,106
Farm and Horticultural Improvement Scheme	-		297,774
Isle of Man Meats	-		900,000
Marketing Officer	11,264		11,699
Meat Plant Subvention	610,000		-
Plastics	-		6,200
Severe Weather Financial Assistance Scheme	-		547,965
		621,264	1,789,744
Net Movement for Year		(396,291)	(71,783)
Balance brought forward at 1 April		4,312,507	4,384,289
Balance carried forward at 31 March		3,916,216	4,312,507

Notes

1. The Agricultural Development Fund was established by the Treasury in the 2007-08 Budget on 20 March 2007. In the Budget 2014 it was announced that the name of the fund would be changed to the Agriculture and Forestry Fund to enable the fund to be utilised to respond to dangerous disease within the forestry estate..
2. The Fund was established with a £5.0 million transfer from General Revenue Account.
3. The purpose of the fund is to assist the Department of Environment, Food and Agriculture (previously the Department of Agriculture, Fisheries and Forestry) in providing funding for additional financial support to the agricultural community during the transition from production-based subsidies towards a form of de-coupled support intended to enable Island farmers to adjust positively to the potential loss of the red meat derogation in 2010.
4. Applications for monies held in this Fund are considered by Treasury and must be used to implement strategies designed to provide sales and marketing initiatives, processing efficiencies and administrative restructurings. Any proposal needs to demonstrate its contribution to the transitional process and provide sustainable benefits for the industry in the medium to long term.

14.2. Economic Development Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Income from Investments	65,000		85,945
Interest on Funds held by Treasury	48,934		68,441
		113,934	154,386
EXPENDITURE			
<u>Department of Economic Development</u>			
Grant Assistance (EDF)	(102,157)		-
Offshore Wind Consultancy	35,908		-
<u>Transfers</u>			
Transfer to ICT Fund	2,000,000		-
Transfer to TVCRF	3,000,000		3,000,000
		4,933,751	3,000,000
Net Movement for Year		(4,819,817)	(2,845,614)
Balance brought forward at 1 April		14,043,151	16,888,765
Balance carried forward at 31 March		9,223,334	14,043,151
Loan Balances Included Within Balance at 31 March			
e-Ilan Communications Limited		160,000	200,000
Sefton Group plc		1,300,000	1,300,000
Cash Balance on Fund		7,763,334	12,543,151

(accompanying notes are continued on the following page)

Economic Development Fund (continued)**Notes**

1. The General Development Reserve was announced in the Budget in February 1999, and was established by the Treasury on 31 March 1999. During the Budget presented in March 2007 it was announced that for 2007-08 the General Development Reserve would be renamed Economic Development Fund, with the purpose of the fund being amended accordingly.
2. The purpose of the Fund is to provide financial assistance to organisations undertaking projects which are not eligible under any other Government scheme and which are deemed to have a positive contribution to the local economy. Applications are processed by the Department of Economic Development with Treasury concurrence required for all applications.
3. During 2008-09 a loan in the amount of £400,000 was made from the Fund (together with a grant of £200,000) to e-lan Communications Limited, a subsidiary of the Manx Electricity Authority. The loan is repayable at a rate of £40,000 per annum and interest payable annually is charged at a variable rate interest notified by Treasury, currently 0.0% per annum. The outstanding balance of the loan at 31 March 2015 was £160,000 (2014: £200,000).
4. During 2013-14 a loan in the amount of £1,300,000 was made from the Fund to the Sefton Group plc. The loan is repayable in full after five years and interest payable quarterly is charged at a rate of 5.0% per annum. The outstanding balance of the loan at 31 March 2015 was £1,300,000 (2014: £1,300,000).
5. As announced in the 2011-12 Budget, the balances on the Financial Services (Inward Investments) Fund and the Visitor Facility Improvement Fund were transferred to the Economic Development Fund as a result of the planned simplification of economic support applications. The Fund continues to meet commitments made under the Financial Services (Inward Investments) Scheme ("FSIIS") and Visitor Facility Improvements Scheme ("VFIS").
6. The value of guarantees granted as at 31 March 2015 was £410,000 (2014: £410,000).

14.3. Government Energy Initiatives Capital Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on Funds held by Treasury	7,979		9,634
<u>Contribution from Departments</u>			
Department of Education and Children	42,000		33,660
Department of Infrastructure	-		23,129
		49,979	<u>66,423</u>
EXPENDITURE			
<u>Department of Education and Children</u>			
Air Tightness Upgrades	36,161		-
Cavity Insulation	16,200		-
Lighting Controls	100,000		-
<u>Department of Environment, Food and Agriculture</u>			
Energy Savings Trust - Internet Tools	3,000		-
HQ Energy Audit Report	-		51,150
Office Costs	-		3,760
Upgrade Vehicle Charging Points	-		3,520
<u>Department of Health and Social Care</u>			
Passivhaus - Janet's Corner	49,500		-
<u>Manx Utilities Authority</u>			
Energy Eye	-		49,200
Bright Ideas Energy Advice	13,884		20,513
Interest transfer to General Revenue	-		-
		218,745	<u>128,143</u>
Net Movement for Year		(168,766)	(61,720)
Balance brought forward at 1 April		2,298,110	2,359,830
Balance carried forward at 31 March		2,129,344	<u>2,298,110</u>

Notes

1. The Government Energy Initiatives Capital Fund was established by the Treasury in the 2008-09 Budget in February 2008.
2. The purpose of the Fund is to provide additional funding to Government Departments for schemes for reducing their carbon emissions and costs by reducing the use of fossil fuels. Resultant savings will be shared between the fund and the Department. Applications will be prioritised by the Department of Environment, Food and Agriculture and the Treasury based upon the environmental and financial savings that are expected to result from the initiatives proposed.
3. The Fund was established with a £3.0 million transfer from General Revenue Account.

14.4. Government Marketing Initiatives Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on Funds held by Treasury	17,751		24,799
		17,751	24,799
EXPENDITURE			
<u>Department of Economic Development</u>			
Classic TT TV	-		80,000
Development of e-gaming	18,086		28,959
External Perceptions Research	-		8,618
Funds Development Strategy	30,299		26,991
ICT Sector Marketing Strategy	55,973		-
Opportunities for Additional Growth	119,240		-
Promotion of Captive Insurance Industry	7,421		13,339
Ship Registry	16,478		8,389
Space Commerce	-		80,000
Target Market Access	19,784		7,996
Tourism Division Marketing Budget	62,428		83,097
TT Marketing	160,777		170,754
TT World Series	-		42,907
Two Country Marketing Strategy	141,477		211,656
<u>Cabinet Office</u>			
Public Relations Contract	177,120		202,800
		809,083	965,506
Net Movement for Year		(791,332)	(940,707)
Balance brought forward at 1 April		5,112,613	6,053,319
Balance carried forward at 31 March		4,321,281	5,112,613

Notes

1. The Government Marketing Initiatives Fund was established by the Treasury in the 2005-06 Budget on 15 February 2005.
2. The Fund was established with a £2.0 million transfer from General Revenue Account.
3. There is an identified need to fund marketing initiatives that can often involve more than one Department and the purpose of this Fund is to provide financial support for such initiatives. From 1 April 2007, Treasury approves application up to £100,000. Applications over £100,000 are referred to the Council of Ministers.

14.5. Health Inspection Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on Funds held by Treasury	7,291		-
<u>Transfers</u>			
Transfer from General Revenue	-		2,100,000
		7,291	<u>2,100,000</u>
EXPENDITURE			
<u>Department of Health and Social Care</u>			
Expenditure	-		-
		-	<u>-</u>
Net Movement for Year		7,291	2,100,000
Balance brought forward at 1 April		2,100,000	-
Balance carried forward at 31 March		2,107,291	<u>2,100,000</u>

Notes

1. The Health Inspection Fund was established by the Treasury with effect from 31 March 2014.
2. The purpose of the Fund is to provide finance for the controlled implementation of changes which may now be required as a result of reviews undertaken at Noble's Hospital. Draw-downs to fund additional resources will be made if approved by the Council of Ministers.
3. A £2.1 million transfer from General Revenue to the Health Inspection Fund was announced in the Isle of Man Government Budget 2014 in February 2014.

14.6. Housing Reserve Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
House Purchase Assistance Scheme repayments	4,290,362		3,690,967
Interest on Funds held by Treasury	42,141		47,245
<u>Contribution from Departments</u>			
Department of Health and Social Care	2,500,000		-
<u>Transfers</u>			
Transfer from Media Development Fund	-		3,000,000
		6,832,503	<u>6,738,213</u>
EXPENDITURE			
Transfer to Capital Account for:			
<u>Department of Health and Social Care</u>			
- Clagh Vane Environment Work (Project 1)	-		3,855
- Clagh Vane Redevelopment (Project 3)	-		4,196
- Clagh Vane Redevelopment (Project 4)	30,618		51,223
- Clagh Vane Redevelopment (Project 6)	283,926		6,380
- Crossag Farm	64,283		22,400
- House Improvement and Energy Conservation	74,173		41,209
- House Purchase Assistance Scheme	2,073,842		3,604,314
- Janet's Corner - Project 4/5 Construction	276,944		758,300
- Janet's Corner - Project 5a	710,093		-
- Planned Maintenance Schemes	1,461,119		1,641,114
		4,974,997	<u>6,132,991</u>
Net Movement for Year		1,857,506	605,222
Balance brought forward at 1 April		12,137,567	11,532,346
Balance carried forward at 31 March		13,995,073	<u>12,137,567</u>

Notes

1. The Housing Reserve Fund was established by the Treasury with effect from 31 March 2002.
2. The purpose of the Fund is to provide finance for housing related projects, and amounts from the Fund are to be transferred to the Capital Account to meet the cost of those projects which have been approved by Tynwald.
3. The life of the Fund is extended by investment interest on its free balance and from the sale of land to developers and properties to first time buyers.

14.7. ICT Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on Funds held by Treasury	13,877		26,553
<u>Contribution from Departments</u>			
Department of Education and Children	-		310,000
Department of Economic Development	500,000		-
Treasury	242,180		23,336
Cabinet Office	1,459,136		-
Financial Supervision Commission	29,000		-
Insurance and Pensions Authority	-		350,000
<u>Transfers</u>			
Transfer from EDF	2,000,000		-
		4,244,193	709,889
EXPENDITURE			
<u>Department of Education and Children</u>			
Isle of Man College ICT Equipment	36,057		60,580
Laptops for Teachers	-		430,749
Secondary Schools ICT Equipment	-		9,240
<u>Department of Environment, Food and Agriculture</u>			
Mobile Working	-		20,050
<u>Department of Home Affairs</u>			
Fire - Infopath	-		1,573
Fire - Asset Management System	-		858
Police - Records Management	-		206
Police - Data Mining	-		1,590
Prison - Records Management	20,000		14,972
Prison - Integrated Records	-		8,300
<u>Treasury</u>			
Axapta Financial System Upgrade	288,263		-
Human Resources and Payroll Upgrade	-		108,480
Expenditure sub-total		344,320	656,598

(continued on the following page)

ICT Fund (continued)

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
Total income		4,244,193	709,889
Expenditure from previous page	344,320		656,598
<u>Cabinet Office</u>			
Aircraft Registry Database	248,133		-
BoardPad	-		15,500
Cashless Catering	47,590		-
Common Services - Customer Management	51,338		122,735
ConnectMann	-		307,301
Corporate Tills	5,850		-
Desktop Services	-		502,980
Enterprise Architecture	178,090		-
Hotswop	240,008		-
Lease Repayment	-		798,110
MannGIS	15,340		-
New Generation Passports	84,435		81,000
OneMann (On-line Services / Migrate Portal)	497,630		954,708
RecordsMann (Electronic Records)	55,434		130,510
Ship Registry System	-		33,400
<u>Attorney General's Chambers</u>			
Practice Management System	-		50,000
		1,768,168	3,652,842
Net Movement for Year		2,476,025	(2,942,953)
Balance brought forward at 1 April		3,538,598	6,481,551
Balance carried forward at 31 March		6,014,623	3,538,598

Notes

1. The Information and Communication Technology ("ICT") Fund was established by the Treasury with effect from 31 March 2000.
2. The purpose of the Fund is to provide additional funding to meet the cost of Information Technology initiatives.
3. The Fund is built up by transfers from General Revenue Account and by investment income by way of interest on its balances.

14.8. Insurance Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on funds held by Treasury	7,576		9,631
Income - General	(3,600)		-
<u>Transfers</u>			
Transfer from General Revenue	-		2,500,000
		3,976	<u>2,509,631</u>
EXPENDITURE			
<u>Treasury</u>			
Net Cost of Central Insurance Programme	1,863,509		2,075,493
Liability Claims & Advances to Claims Handlers	600,000		600,000
<u>Transfers</u>			
Interest transfer to General Revenue	-		-
		2,463,509	<u>2,675,493</u>
Net Movement for Year		(2,459,533)	(165,862)
Balance brought forward at 1 April		2,460,025	2,625,887
Balance carried forward at 31 March		492	<u>2,460,025</u>

Notes

1. The Insurance Fund was established by Treasury with effect from 1 April 1994. As part of the Budget announced in February 2014 the Treasury Minister stated that the fund is expected to be closed in 2016-17 when it is exhausted.
2. The purpose of the Fund is to generate a Reserve to meet valid claims for damages made against Government Departments where the risk is self-insured. Self-insurance to a value of approximately £140,000 (2013-14 : £141,000) is undertaken in respect of Employers', Public Liability and Professional Indemnity claims.
3. The Fund's income arises from transfers from General Revenue and the investment income on the fund balance.
4. As at 31 March 2015, reserves held against outstanding claims amounted to £4,211,392 (2014 : £2,473,867).

14.9. Land and Property Acquisition Reserve

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on Funds held by Treasury	7,504		48,278
<u>Contribution from Departments</u>			
Department of Infrastructure	458,804		458,804
		466,308	507,082
EXPENDITURE			
<u>Department of Infrastructure</u>			
Finch Hill House	-		6,650,000
Middlemarch Site	-		3,200,000
		-	9,850,000
Net Movement for Year		466,308	(9,342,918)
Balance brought forward at 1 April		2,059,059	11,401,977
Balance carried forward at 31 March		2,525,366	2,059,059

Notes

1. The Land and Property Acquisition Reserve was established by the Treasury with effect from 31 March 2000.
2. The purpose of the Reserve is to provide additional funding to meet the cost of acquiring land for land bank and other purposes and to be able to move swiftly as and when desirable or required land necessary for public services becomes available.
3. The Reserve is built up by transfers from General Revenue Account and by investment income by way of interest on its balances.
4. All land bank acquisitions, both planned and unplanned and any other unanticipated approved land acquisitions are made through the Capital Account. The cost of Capital expenditure on unplanned land acquisitions is met by transfers from the Land and Property Acquisition Reserve.

14.10. Legal Costs Reserve

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on Funds held by Treasury	27,307		30,844
<u>Transfers</u>			
Transfer from General Revenue	-		1,700,000
Transfer from Media Development Fund	-		2,000,000
		27,307	3,730,844
EXPENDITURE			
<u>Department of Home Affairs</u>			
Prosecution Costs	-		119,873
<u>Treasury</u>			
Legal Costs	-		99,731
<u>General Registry</u>			
Criminal Injuries Compensation Tribunal	51,331		-
Failed Prosecution Cost Awards	76,343		456,519
Irrecoverable VAT on Failed Prosecutions	10,340		-
Legal Aid Costs	-		443,481
<u>Cabinet Office</u>			
Legal Costs	119,373		1,284,903
<u>Attorney General's Chambers</u>			
Drafting Costs	93,296		-
Legal Costs	606,520		790,270
Salary Costs	181,827		200,000
<u>Financial Supervision Commission</u>			
Legal Costs	135,000		-
		1,274,030	3,394,777
Net Movement for Year		(1,246,723)	336,067
Balance brought forward at 1 April		7,864,854	7,528,787
Balance carried forward at 31 March		6,618,131	7,864,854

Notes

1. The Legal Costs Reserve was established by the Treasury in the 2005-06 Budget on 15 February 2005.
2. The Fund was established with a £3.0 million transfer from General Revenue Account. During 2009-10 the remaining balance on the MEA Standing Charges Fund of £3.4 million was transferred to the Legal Costs Reserve. Further transfers into the fund have been made since.
3. The Isle of Man Government has been subject to several large and complex legal cases, which have resulted in strain on the resources provided for legal aid for prosecutions by the Attorney General's Chambers. Given the ad-hoc nature of these cases, this Reserve is created to meet the costs of agreed exceptional cases.

14.11. Medical Indemnity Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on funds held by Treasury	23,340		27,202
<u>Contribution from Departments</u>			
Department of Health and Social Care	-		650,000
		23,340	<u>677,202</u>
EXPENDITURE			
<u>Department of Health and Social Care</u>			
Payment of Claims	1,385,029		594,712
		1,385,029	<u>594,712</u>
Net Movement for Year		(1,361,689)	82,490
Balance brought forward at 1 April		6,722,423	6,639,933
Balance carried forward at 31 March		5,360,734	<u>6,722,423</u>

Notes

- The Medical Indemnity Fund was established by Treasury with effect from 1 April 1994.
- The purpose of the Fund is to generate a Reserve to meet valid self-insured claims for damages made by or on behalf of patients against staff working in the Island Hospitals employed by the Department of Health and Social Security.
- The Fund's income arises from annual savings in insurance premiums and the investment income thereon.
- As at 31 March 2015 there were 22 notified, claims outstanding (2014: 17). The estimated liability in respect of these claims was £3,665,500 (2014: £8,792,400) analysed by probability as follows:

Probability	As at 31 March 2015 £	As at 31 March 2014 £
High	£3,178,000	£8,595,400
Medium	£330,500	£197,000
Low	£157,000	-
	£3,665,500	<u>£8,792,400</u>

14.12. Restructuring Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on funds held by Treasury	28,109		40,003
<u>Contribution from Departments</u>			
Department of Home Affairs	300,000		-
Department of Health and Social Care	-		500,000
	<hr/>	328,109	<hr/> 540,003 <hr/>
EXPENDITURE			
<u>Department of Community, Culture and Leisure</u>			
Customer First Project	-		160,356
<u>Department of Health and Social Care</u>			
Redundancy Costs	1,796,365		-
<u>Department of Home Affairs</u>			
Modernisation of the Criminal Justice System	33,049		-
<u>Department of Infrastructure</u>			
Voluntary Resignation Scheme	932,736		1,000,000
<u>Treasury</u>			
Strategic Asset Management Unit	-		39,204
<u>Cabinet Office</u>			
BrowseAloud	-		8,000
Transforming Government Scope Project	218,196		411,285
Voluntary Resignation Scheme	747,000		-
<u>Attorney General's Chambers</u>			
Restructuring Costs	590,000		-
	<hr/>	4,317,346	<hr/> 1,618,845 <hr/>
Net Movement for Year		(3,989,237)	(1,078,842)
Balance brought forward at 1 April		8,685,778	9,764,619
Balance carried forward at 31 March		4,696,540	8,685,778

Notes

1. The Restructuring Fund was established by Tynwald in the 2010-11 Budget. The Fund arises from the Medium Term Rebalancing Strategy announced in that Budget in February 2010 and the need for additional expertise to be brought in on occasion.
2. The purpose of the Fund is two-fold:
 - a. to enable additional expertise to be brought in to deliver medium-term savings; and
 - b. to provide advice on developing international situations where these may impact on budgetary plans.
3. The Fund was established with a transfer from the Economic Development Fund during 2010-11 and the closing balance on the Land Registry Indemnity Fund was also transferred into the Restructuring Fund in 2010-11.

14.13. Seized Assets Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Receipts	1,295,757		1,220,015
Interest on Fund balance	12,025		8,644
		1,307,782	<u>1,228,659</u>
EXPENDITURE			
<u>Department of Home Affairs</u>			
Surveillance Training	-		16,000
Drug Awareness Film	-		20,000
		-	<u>36,000</u>
Net Movement for Year		1,307,782	1,192,659
Balance brought forward at 1 April		2,301,375	<u>1,108,716</u>
Balance carried forward at 31 March		3,609,157	<u>2,301,375</u>

1. The Seized Assets Fund was established by Tynwald with effect from 12 October 1994. The Fund arises from a recommendation contained in a Department of Home Affairs Report on Drug Abuse to the Council of Ministers, dated May 1994.
2. In June 2012 the purpose of the Fund was amended by Treasury in conjunction with the Department of Home Affairs and is now:

"To enable the proceeds of drug seizures and other crimes to:

 - a) be applied to the specific countering of all criminal activities, in particular the damage caused to people and communities by serious and organised crime;
 - b) be utilised to protect the public through the promotion and implementation of community safety initiatives.
 - c) fund Constabulary initiatives which are closely related to emerging threats and developing issues, as defined by the Strategic Tasking and Co-ordinating Group of the Constabulary.
 - d) be used to provide grant assistance at Treasury's discretion to assist with community initiatives which are designed to counter the undesirable effects of drugs and alcohol."

14.14. Town & Village Centre Regeneration Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Interest on Funds held by Treasury	21,450		25,317
<u>Transfers</u>			
Transfer from Economic Development Fund	3,000,000		3,000,000
		3,021,450	3,025,317
EXPENDITURE			
Castletown	54,139		240,403
Douglas	1,438,680		1,762,254
Laxey	364,849		63,760
Peel	17,504		13,348
Ramsey	587,067		862,885
South-West	11,036		42,849
All-Island	6,037		41,433
Total Expenditure		2,479,312	3,026,932
Net Movement for the Year		542,138	(1,615)
Balance brought forward at 1 April		6,178,042	6,179,657
Balance carried forward at 31 March		6,720,179	6,178,042

Notes

1. The Town & Village Centre Regeneration Fund was established by the Treasury in the 2008-09 Budget in February 2008.
2. The purpose of the Fund is to provide funding to revitalise the centres of the Isle of Man's towns and villages. It is available for use by Government to design and carry out infrastructure work on retail areas to improve the look and feel of the environment.
3. The Fund was established with a £8.0 million transfer from General Revenue Account in 2007-08.

Section 5 – Third Party, Joint Collection and Other Accounts

For the Year Ended 31st March 2015

ISLE OF MAN GOVERNMENT ACCOUNTS

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15. Third Party Funds

15.1. Gubay Fund

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Investment Income	<u>960</u>	-	<u>1,440</u>
		960	<u>1,440</u>
EXPENDITURE			
Student Support Initiatives	37,000		39,000
Sports Initiatives	<u>28,500</u>		<u>29,500</u>
		65,500	68,500
Net Movement for Year		<u>(64,540)</u>	<u>(67,060)</u>
Balance brought forward at 1 April		<u>238,364</u>	<u>305,424</u>
Balance carried forward at 31 March		<u>173,824</u>	<u>238,364</u>

Notes

1. This Account was established by the Treasury on 15 May 2006 to receive, invest and distribute the £1.0 million gift from Mr A. Gubay.
2. The Fund is a gift for the advancement of sporting achievement and educational attainment by residents of the Isle of Man.
3. Agreed use of the Funds:
 - a. **Education** – The Fund will be used to contribute to the cost of high educational achievers being able to study at one of the top ten world class universities. Any assistance provided will be in addition to that which the Department of Education and Children would normally grant to such persons.
 - b. **Sport** – The Fund will be utilised to facilitate off-Island travel, subsistence and training and benefit on and off-Island support services so as to enable recipients to fulfil their potential.

15.2. Manx Ex-Services Fund 2002

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
RAF Association	<u>10,258</u>		<u>10,000</u>
		10,258	<u>10,000</u>
EXPENDITURE			
Provision of home comforts and facilities	<u>4,886</u>		<u>3,392</u>
		4,886	<u>3,392</u>
Net Movement for Year		<u>5,372</u>	6,608
Balance brought forward at 1 April		<u>7,680</u>	<u>1,072</u>
Balance carried forward at 31 March		<u>13,052</u>	<u>7,680</u>

Notes

1. The Manx Ex-Services Fund 2002 was established by a Memorandum of Understanding between the Council of Ministers and the Isle of Man War Pensions Committee in August 2002.
2. The stated purpose of the Fund is "that it be disbursed for the benefit of men and women who have served in the British Royal Navy, Army, Royal Air Force, the British Wartime Merchant Service and other British wartime services and their dependants".
3. The Fund is administered by a sub-committee of the Isle of Man War Pensions Committee.

15.3. National Lottery Act 1999

	Actual 2014-15 £	Actual 2013-14 £
INCOME		
National Lottery Excise Duty arising from Lottery Sales in the Isle of Man :	<u>1,479,807</u>	<u>1,262,181</u>
	1,479,807	1,262,181
EXPENDITURE		
Advances to the Sports Council	518,942	453,654
Advances to the Arts Council	491,923	404,874
Advances to the Manx Heritage Foundation	368,942	303,654
Advances to the Manx Lottery Trust	<u>100,000</u>	<u>100,000</u>
	1,479,807	1,262,181

Notes

1. Lottery Duty arising from the UK National Lottery Sales in the Island is not retained by Government and is entirely distributed by Treasury to various local organisations in proportions which can vary from year to year.
2. The basis for the distribution of the 2014-15 Lottery Duty receipts determined in the Government's Budget for 2014-15 approved by Tynwald in February 2015 was:
 - a. The Manx Lottery Trust will be funded from a grant of £300,000 received from the Big Lottery Fund;
 - b. In addition, for 2014-15 the first £100,000 of lottery duty will be paid to the Manx Lottery Trust. The remainder will be split as follows:
 - i. the first £150,000 of lottery duty will be paid to the Sports Council; with the remainder being split between
 - ii. the Sports Council (30%);
 - iii. Arts Council (40%);
 - iv. Culture Vannin (previously known as Manx Heritage Foundation, 30%).
3. The basis for the distribution of the 2013-14 Lottery Duty receipts was the same as that for 2014/15.
4. The income shown in the statement above for the current year is extracted from the Customs and Excise Accounts. The actual amount of National Lottery excise duty arising from local Lottery sales is known at the end of the financial year. However it is actually collected in the United Kingdom and it is not allocated from the "Payments on Account from the UK" to Customs & Excise Division until after these accounts are published. Also, because receipts and payments occur monthly in arrears, the receipts and payments specified by the relevant distribution approvals will overlap the accounting year end.

16. Collection Accounts

16.1. Treasury Rates Collection

	Actual 2014-15 £	Actual 2014-15 £	Actual 2013-14 £
INCOME			
Gross amount to be collected for year	30,368,199		27,363,200
		30,368,199	27,363,200
Less :			
Discounts	(1,077,139)		(968,822)
Exemptions	(107,134)		(83,364)
Cost of Collection	(102,372)		(98,693)
Refunds	(4,892)		(12,323)
		(1,291,537)	(1,163,202)
Total Rates due for the year		29,076,662	26,199,998
Less :			
Arrears of Rates	(482,137)		(469,300)
		(482,137)	(469,300)
Add:			
Previous Years Arrears recovered	437,029		483,242
		437,029	
Total Rates collected during the year		29,031,554	26,213,940
EXPENDITURE			
Distributed as follows :			
Burial Ground Authorities	393,137		383,608
Manx Utilities Authority	20,397,490		17,927,106
Town and Village Commissioners	5,976,456		5,815,664
Parish Commissioners	2,264,471		2,087,562
		29,031,554	26,213,940
Total Rates distributed during the year		29,031,554	26,213,940

Notes

1. The Treasury Rates Section collects Rates on an agency basis for most Local Authorities and the Isle of Man Water Authority. The following Local Authorities collect their own Rates:-
 - a. Braddan Parish Commissioners;
 - b. Douglas Corporation; and
 - c. Onchan District Commissioners.

Appendix A. Index of Abbreviations

Abbreviation	Description
AFF	Agriculture and Forestry Fund
CO	Cabinet Office
CLF	Consolidated Loans Fund
CSO	Chief Secretary's Office (now part of the Cabinet Office)
DCCL	Department of Community, Culture & Leisure
DED	Department of Economic Development
DEC	Department of Education & Children
DEFA	Department of Environment, Food & Agriculture
DHA	Department of Home Affairs
DHSC	Department of Health and Social Care
DOH	Department of Health (now part of the DHSC)
DOI	Department of Infrastructure
DSC	Department of Social Care (now part of the DHSC)
EDF	Economic Development Fund
FSC	Financial Supervision Commission
GEICF	Government Energy Initiatives Capital Fund
GMIF	Government Marketing Initiatives Fund
GSC	Gambling Supervision Commission
GTS	Government Technology Service (now part of the Cabinet Office)
HEDF	Hospital Estate Development Fund
HMRC	United Kingdom HM Revenue and Customs
HIF	Health Inspection Fund
HRF	Housing Reserve Fund
ICT Fund	Information Communications Technology Fund
IOMPO	Isle of Man Post Office
IOMWSA	Isle of Man Water & Sewerage Authority (now part of the MUA)
IPA	Insurance and Pensions Authority
ITIP	Income Tax Instalment Plan
KSFIOML	Kaupthing Singer & Friedlander (Isle of Man) Limited (in Liquidation)
LCF	Legal Costs Reserve
LGML	Laxey Glen Mills Ltd
LPAR	Land and Property Acquisition Reserve
LRIF	Land Registry Indemnity Fund
MDF	Media Development Fund
MEA	Manx Electricity Authority (now part of the MUA)
MUA	Manx Utilities Authority
MHF	Manx Heritage Foundation
MIF	Medical Indemnity Fund
MNH	Manx National Heritage
NI	National Insurance
OHR	Office of Human Resources (now part of the Cabinet Office)
PSEPR	Public Service Employees Pension Reserve
PSPA	Public Sector Pensions Authority
RTLC	Road Transport Licensing Committee
SAF	Seized Assets Fund
TVCRF	Town & Village Centre Regeneration Fund
UK	United Kingdom
VAT	Value Added Tax