

# EXECUTIVE COUNCIL

## PUBLIC

<b>Title:</b>	Draft Estimates 2018/19
<b>Paper Number:</b>	94/18
<b>Date:</b>	28th May 2018
<b>Responsible Director:</b>	Financial Secretary
<b>Report Author:</b>	Financial Secretary / Head of Finance/ Management Accountant
<b>Portfolio Holder:</b>	MLA Roger Spink
<b>Reason for paper:</b>	This paper is submitted to Executive Council:  To consider the draft operating and capital estimates for the forthcoming financial year.
<b>Publication:</b>	Yes on completion of the deliberations of the Budget Select Committee in the public records of the Government
<b>Previous papers:</b>	08/18 - Budget Planning – 2018/19 onwards 87/18 - Draft Estimates for 2018/19 and Medium Term Financial Plan for the five years to 2022/23
<b>List of Documents:</b>	Appendix 1 – Summary of Draft Estimates 2018/19

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### 1. Recommendations

It is recommended that Honourable Members:

- a) refer the Draft Estimates to the Budget Select Committee;
- b) remit the Appropriation Bill to the Legislative Assembly;
- c) remit the Capital Appropriation Bill to the Legislative Assembly;

### 2. Additional Budgetary Implications

The financial impact of these recommendations represents the Appropriation and Capital Appropriation Bills for financial year 2018/19.

A summary of the proposed appropriations for 2018/19 is as follows:

	2018/19 £
Operating Budget 18/19 <sup>1</sup>	71,656,677
Less Internal Charges	(1,088,722)
Appropriation 18/19	<u>70,567,955</u>
Amendments to 17/18 Capital Programme	(11,639,667)
18/19 Capital Programme	<u>46,730,708</u>
Capital Appropriation 18/19	<u>35,091,041</u>

### 3. Executive Summary

- 3.1 This paper is submitted as part of the 2018/19 budget process. It builds upon reports previously considered by Members and takes account of the deliberations of the Budget Select Committee meetings to date.
- 3.2 The aim of the paper is to consider the draft operating and capital estimates for the forthcoming financial year.

### 4. Background

- 4.1 This paper should be read in conjunction with the “Budget Planning – 2018/19 onwards – 08/18” and also the “Draft Estimates for 2018/19 and Medium Term Financial Plan for the five years to 2022/23 – 87/18.”
- 4.2 At the Executive Council meeting of 15 May 2018, investment and policy decisions made by the Budget Select Committee in relation to the 2018/19 estimates were agreed.
- 4.3 Section 4 of the “Draft Estimates for 2018/19 and Medium Term Financial Plan for the five years to 2022/23” paper confirms that the budget principles agreed in January 2018 were complied with during the budget process.
- 4.4 The attached Appendix containing the Summary Draft Estimates of Revenue and Expenditure 2018/19 is an integral part of this paper.
- 4.5 The total draft budget and the appropriation requirement for 2018/19 is summarised on page 4 of the summary budget booklet, with individual department operating budget totals detailed on pages 7,8 & 9 and Islands’ Plan and Social Investments on pages 12 & 13.

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<sup>1</sup> Excluding depreciation

- 4.6 The draft estimates of operating revenue total £82.5m, compared to budgeted 2017/18 income of £60.5m and forecast operating revenue<sup>2</sup> for 2017/18 of £102.7m. The main variance has been in the level of both current year actual and 2018/19 budgeted corporation tax income.
- 4.7 Variations in anticipated revenue from individual Directorates can be identified from page 10 of the summary budget booklet.
- 4.8 The draft estimates of operating expenditure (including Islands' Plan and social investments, before adjusting for internal charges) totals £71.7m. This is an increase of £9.5m on the previous year's estimate (though £4.4m of this increase relates to a change in accounting treatment of MOD flight related expenditure).
- 4.9 The individual variances have been considered previously by Budget Select Committee during the budget process but variations in anticipated expenditure on individual Directorates can be identified from page 11 of the summary budget booklet.
- 4.10 **Appropriation Bill 2018**
- 4.11 A copy of the draft Appropriation Bill appears on pages 3 & 4 in the summary budget booklet. The Appropriation represents a permission to withdraw cash from the Consolidated Fund necessary to support operating budgets.
- 4.12 The Net Operating Budget therefore excludes Capital Charges (depreciation) and Internal Charges. This is because depreciation is not a cash cost, and internal recharges within an organisation amount to no cash movement.
- 4.13 The Appropriation for 2018 will be £70,567,955.
- 4.14 **Capital Programme**
- 4.15 Net capital expenditure for 2018/19 is £46.7m. This includes the carry over of some projects from the current year's approvals, and funded from Capital Appropriations from previous years. It is anticipated that some additional projects will extend into next year.
- 4.16 A draft Capital Appropriation Bill is included on pages 5 and 6 of the summary budget booklet.
- 4.17 The Capital Appropriation for 2018 will be £35,091,041.
- 4.18 The five year net programme from 2018/19 – 2022/23 is £109.4m.
- 4.19 There are some elements of the capital programme that will cover more than one year. If there is a planned contract that required funding for more than one financial year, then there will need to be a transfer from the Consolidated Fund to support these commitments. The process to do this will be through an in year Supplementary Appropriation Bill and to make a transfer to the Capital Equalisation Fund from the

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<sup>2</sup> As at 31/03/18

Consolidated Fund. In addition a Capital Appropriation would be required to permit the total spend, if in addition to an existing Capital Appropriation.

- 4.20 The Capital Equalisation Fund becomes a means to enable unspent amounts relating to a project to be available for the project in future years, without recourse to a new appropriation.

4.21 **Capital Equalisation Fund**

- 4.22 A summary of the Fund allocation for the current financial year is shown below:

- 4.23 A Capital Appropriation Bill will be required to provide for the withdrawal of £46,730,708 from the Capital Equalisation Fund to finance capital expenditure during 2018/19. After taking into account the adjusted 2017/18 appropriation above the net appropriation from the Fund will be £35,091,041. The unspent approvals from the current year will also be automatically available to finance remaining elements from the current year's capital programme. An analysis of the projected movements in the Capital Equalisation Fund is provided on page 16 of the summary budget booklet.

**5. Options and Reasons for Recommending Relevant Option**

- 5.1 Please refer to section 4.

**6. Resource Implications**

**6.1 Financial Implications**

- 6.2 This report represents a summary of the projected financial position of FIG following a series of Budget Select Committee meetings. As such, the detailed financial implications are included in the various reports that have already been considered by Members.

**6.3 Human Resource Implications**

- 6.4 Although there are a number of staffing adjustments which have been separately identified during the process, there are no direct HR implications arising from this report.

**6.5 Legal Implications**

- 6.6 The legal implications from the budget process are taken account of in the draft Appropriation Bill and draft Capital Appropriation Bill in the Summary Budget Booklet attached, together with the Finance Bill 2018.



# **FALKLAND ISLANDS GOVERNMENT**

## **SUMMARY DRAFT ESTIMATES OF REVENUE & EXPENDITURE FOR THE FINANCIAL YEAR 2018/19**

**The Treasury  
STANLEY  
FALKLAND ISLANDS**

**FALKLAND ISLANDS GOVERNMENT  
ESTIMATES 2018/19**

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## **Appropriation Bill 2018**

(No: of 2018)

### **ARRANGEMENT OF PROVISIONS**

Clause

1. Title
2. Commencement
3. Appropriation

Schedule

## **APPROPRIATION BILL 2018**

(No: of 2018)

*(assented to: XX 2018)*  
*(commencement: on publication)*  
*(published: xx 2018)*

A BILL

for

AN ORDINANCE

To authorise the withdrawal from the Consolidated Fund of money for the financial year ending 30 June 2019.

BE IT ENACTED by the Legislature of the Falkland Islands —

### **1. Title**

This Ordinance is the Appropriation Ordinance 2018.

### **2. Commencement**

This Ordinance comes into force on publication in the Gazette.

### **3. Appropriation**

(1) The Financial Secretary may withdraw the sum of £70,567,955 from the Consolidated Fund.

(2) Any sum withdrawn under subsection (1) may be applied in the financial year ending 30 June 2019 for the purpose of supplying the votes set out in the Schedule.

## SCHEDULE

	Operating Budget	Capital Charges	Departmental Expenditure	Less Internal Charges	Net Operating Budget
	£	£	£	£	£
Development and					
110 Commercial Services	6,753,714	377,490	6,376,224	116,982	6,259,242
120 Human Resources	1,011,269	800	1,010,469	1,700	1,008,769
200 Health and Social Services	12,094,401	567,480	11,526,921	201,060	11,325,861
250 Education	7,862,450	414,450	7,448,000	98,090	7,349,910
350 Public Works	14,908,557	3,530,200	11,378,357	298,910	11,079,447
410 Natural Resources	7,379,680	127,950	7,251,730	272,230	6,979,500
451 Law and Regulation	1,841,405	3,580	1,837,825	10,700	1,827,125
550 Emergency Services	3,449,638	287,030	3,162,608	48,100	3,114,508
600 Executive Management	6,339,981	59,150	6,280,831	21,380	6,259,451
615 Policy	959,060	0	959,060	3,940	955,120
620 Mineral Resources	582,702	3,020	579,682	3,380	576,302
700 The Treasury	3,074,206	6,190	3,068,016	12,250	3,055,766
997 Oil	800,000		800,000	0	800,000
999 Islands Plan	6,993,984		6,993,984	0	6,993,984
<b>TOTAL OPERATING BUDGET</b>	<b>74,051,047</b>	<b>5,377,340</b>	<b>68,673,707</b>	<b>1,088,722</b>	<b>67,584,985</b>
998 Fund Transfers	2,982,970		2,982,970		2,982,970
<b>TOTAL EXPENDITURE</b>	<b>77,034,017</b>	<b>5,377,340</b>	<b>71,656,677</b>	<b>1,088,722</b>	<b>70,567,955</b>

## OBJECTS AND REASONS

The Bill provides for the withdrawal from the Consolidated Fund of the sums necessary to supply the expenditure votes contained in the annual estimates for the 2018/19 financial year, in accordance with section 8(1) of the Finance & Audit Ordinance (Title 19.3).



## **Capital Appropriation Bill 2018**

(No: 1 of 2018)

### **ARRANGEMENT OF PROVISIONS**

#### Clause

1. Title
  2. Commencement
  3. Appropriation
- Schedule

## **CAPITAL APPROPRIATION BILL 2018**

(No: of 2018)

*(assented to: XX 2018)*  
*(commencement: on publication)*  
*(published: xx 2018)*

### **A BILL**

for

### **AN ORDINANCE**

To authorise the withdrawal from the Capital Equalisation Fund of money for capital projects.

BE IT ENACTED by the Legislature of the Falkland Islands —

#### **1. Title**

This Ordinance is the Capital Appropriation Ordinance 2018.

#### **2. Commencement**

This Ordinance comes into force on publication in the Gazette.

#### **3. Appropriation**

(1) The Financial Secretary may make payments out of the Capital Equalisation Fund not exceeding, in total, £35,091,041 as are required to fund the amendments to the capital programme detailed in the Schedule.

(2) The authorisation given in subsection (1) authorises payments additional to those authorised by order made under section 11(2) of the Public Funds Ordinance (Title 19.7).

## SCHEDULE

*section 3*

### Capital Programme

	Financial Year 2017/18 £	Financial Year 2018/19 £	Total £
Economic Development	(3,592,791)	5,975,000	2,382,209
Infrastructure and Maintenance	(2,327,372)	22,819,368	20,491,996
Social Investment	(5,719,504)	17,936,340	12,216,836
	<u>(11,639,667)</u>	<u>46,730,708</u>	<u>35,091,041</u>

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### OBJECTS AND REASONS

The Bill provides for the withdrawal from the Capital Equalisation Fund of the additional sums necessary to supply the expenditure votes contained in the 2018/19 capital programme.

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**FALKLAND ISLANDS GOVERNMENT**  
**ESTIMATES 2018/19**  
**SUMMARY OF REVENUE & EXPENDITURE – DEPARTMENTAL SURPLUS/DEFICIT**

	Revenue	Expenditure	Inc/(Dec)	Depreciation	Surplus/
	£000s	£000s	in NLA	£000s	(Deficit)
	£000s	£000s	£000s	£000s	£000s
<b>110 DEVELOPMENT AND COMMERCIAL SERVICES</b>					
DCS Admin & HR	287	1,524	(1,237)	36	(1,273)
Falkland Islands Government Air Service	848	2,054	(1,206)	87	(1,293)
Stanley Airport	10	124	(114)	109	(223)
Fire Airport	-	263	(263)	21	(284)
Posts	-	295	(295)	1	(296)
Posts Administration	218	74	144	-	144
Philatelic Bureau	154	73	81	-	81
Leisure Centre	98	501	(403)	57	(460)
Court	92	386	(294)	13	(307)
The Governor	-	240	(240)	13	(253)
Computer Section	-	576	(576)	37	(613)
Environmental Planning	6	266	(260)	3	(263)
	1,713	6,376	(4,663)	377	(5,040)
<b>120 HUMAN RESOURCES</b>	-	1,010	(1,010)	1	(1,011)
<b>200 HEALTH &amp; SOCIAL SERVICES</b>					
Health Admin	1,671	991	680	556	124
Dental	21	400	(379)	7	(386)
Social Services	11	1,420	(1,409)	4	(1,413)
Medical	-	1,841	(1,841)	-	(1,841)
MTO	-	1,200	(1,200)	-	(1,200)
Ward	-	1,059	(1,059)	-	(1,059)
Theatre	-	163	(163)	-	(163)
Primary Care	-	126	(126)	-	(126)
Community Health	49	257	(208)	-	(208)
Allied Health Services	30	267	(237)	-	(237)
Pharmacy	10	929	(919)	-	(919)
Pathology	20	508	(488)	-	(488)
Medical Estates	-	495	(495)	-	(495)
Medical Facilities	-	663	(663)	-	(663)
Vulnerable Peoples Services	-	769	(769)	-	(769)
SMT	-	439	(439)	-	(439)
	1,812	11,527	(9,715)	567	(10,282)
<b>250 EDUCATION</b>					
Administration & General Expenses	-	501	(501)	7	(508)
Training Centre	37	1,002	(965)	1	(966)
Accommodation for Camp Children	51	441	(390)	32	(422)
Public Library	3	47	(44)	-	(44)
Further Education	17	1,335	(1,318)	-	(1,318)
Infant/Junior School (inc. Camp Ed)	14	2,306	(2,292)	98	(2,390)
Community School	-	1,816	(1,816)	277	(2,093)
	122	7,448	(7,326)	415	(7,741)

**FALKLAND ISLANDS GOVERNMENT**  
**ESTIMATES 2018/19**  
**SUMMARY OF REVENUE & EXPENDITURE – DEPARTMENTAL SURPLUS/DEFICIT**

	Revenue £000s	Expenditure £000s	Inc/(Dec) in NLA £000s	Depreciation £000s	Surplus/ (Deficit) £000s
<b>350 PUBLIC WORKS DEPARTMENT</b>					
Administration & Planning	-	444	(444)	7	(451)
Design & Contracts	101	347	(246)	65	(311)
Quarry & Asphalt	3,447	2,818	629	360	269
Plant & Vehicle Workshop	810	879	(69)	775	(844)
Electricity Supply	3,432	2,789	643	502	141
Property & Municipal Services	238	1,532	(1,294)	193	(1,487)
Water Supply	514	400	114	16	98
Housing	1,539	697	842	548	294
Highways	321	1,366	(1,045)	1,051	(2,096)
Fox Bay Village	17	106	(89)	13	(102)
	10,419	11,378	(959)	3,530	(4,489)
<b>410 NATURAL RESOURCES</b>					
Administration & General Expenses	19,483	596	18,887	23	18,864
Fisheries Protection/Harbour Control	-	3,031	(3,031)	10	(3,041)
Fisheries Port & Storage System	400	759	(359)	61	(420)
Scientific Budget	70	1,404	(1,334)	8	(1,342)
Agriculture	154	1,035	(881)	18	(899)
Veterinary Services	141	427	(286)	8	(294)
	20,248	7,252	12,996	128	12,868
	£000s	£000s	£000s	£000s	£000s
<b>451 ATTORNEY GENERAL'S CHAMBERS</b>					
AG's Chambers	56	1,153	(1,097)	2	(1,099)
Registry	64	50	14	1	13
Regulation	25	258	(233)	1	(234)
Telecoms Regulation	20	377	(357)	-	(357)
	165	1,838	(1,673)	4	(1,677)
<b>550 EMERGENCY SERVICES</b>					
Customs & Immigration	4,034	455	3,579	3	3,576
Falkland Island Defence Force	3	424	(421)	100	(521)
Police	426	1,325	(899)	57	(956)
Domestic Fire	-	411	(411)	127	(538)
Emergency Services Admin	-	279	(279)	-	(279)
Prison	-	269	(269)	-	(269)
	4,463	3,163	1,300	287	1,013
<b>600 EXECUTIVE MANAGEMENT</b>					
Executive Management	1	538	(537)	10	(547)
SAERI	-	-	-	5	(5)
Legislature	6	822	(816)	1	(817)
Falkland Island Government Office, London	3,783	4,921	(1,138)	43	(1,181)
	3,790	6,281	(2,491)	59	(2,550)

**FALKLAND ISLANDS GOVERNMENT**  
**ESTIMATES 2018/19**  
**SUMMARY OF REVENUE & EXPENDITURE – DEPARTMENTAL SURPLUS/DEFICIT**

	Revenue £000s	Expenditure £000s	Inc/(Dec) in NLA £000s	Depreciation £000s	Surplus/ (Deficit) £000s
<b>615 POLICY</b>	225	959	(734)	-	(734)
<b>620 DEPARTMENT OF MINERAL RESOURCES</b>	842	580	262	3	259
<b>700 THE TREASURY</b>					
Treasury	431	2,171	(1,740)	1	(1,741)
Investment Income & Public Debt	8,485	515	7,970	-	7,970
Taxation	29,501	382	29,119	5	29,114
	38,417	3,068	35,349	6	35,343
<b>DEPARTMENTAL SURPLUS/(DEFICIT)</b>	82,216	60,880	21,336	5,377	15,959
<b>999 ISLANDS PLAN</b>	115	6,994	(6,879)	-	(6,879)
<b>OPERATIONAL SURPLUS/(DEFICIT)</b>	82,331	67,874	14,457	5,377	9,080
<b>997 OIL</b>	210	800	(590)	-	(590)
<b>998 FUND TRANSFERS</b>	-	2,983	(2,983)	-	(2,983)
<b>TOTAL SURPLUS/(DEFICIT)</b>	82,541	71,657	10,884	5,377	5,507

**FALKLAND ISLANDS GOVERNMENT  
ESTIMATES 2018/19**

**ABSTRACT OF REVENUE BY DIRECTORATE**

<b>Actual 2016/17</b>		<b>Original Estimate 2017/18</b>	<b>Original Estimate 2018/19</b>	<b>Projection for 2019/20</b>	<b>Projection for 2020/21</b>	<b>Projection for 2021/22</b>	<b>Projection for 2022/23</b>
<b>£</b>		<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
2,149,700	110 Development and Commercial Services	1,695,459	<b>1,712,801</b>	1,722,801	1,727,801	1,732,801	1,732,801
-	120 Human Resources	-	-	-	-	-	-
2,763,600	200 Health and Social Services	2,181,255	<b>1,812,020</b>	1,812,020	1,812,020	1,812,020	1,812,020
141,120	250 Education	136,488	<b>122,524</b>	122,524	122,524	122,524	122,524
8,888,290	350 Public Works	9,768,357	<b>10,418,761</b>	10,418,761	10,418,761	10,418,761	10,418,761
22,022,900	410 Natural Resources	18,338,080	<b>20,247,660</b>	20,247,660	20,202,660	20,202,660	20,202,660
207,190	450 Attorney General	208,490	<b>165,370</b>	165,370	165,370	165,370	165,370
3,934,730	550 Emergency Services	4,028,390	<b>4,463,005</b>	4,458,670	4,477,530	4,496,670	4,516,100
53,900	600 Executive Management	10,300	<b>3,790,000</b>	3,790,000	3,790,000	3,790,000	3,790,000
-	615 Policy	300	<b>225,090</b>	2,600	2,600	2,600	2,600
869,710	620 Mineral Resources	775,500	<b>841,500</b>	541,500	251,500	1,500	1,500
42,488,210	700 The Treasury	21,856,490	<b>38,417,130</b>	29,946,985	30,020,435	30,104,370	30,182,980
83,519,350	<b>TOTAL DEPARTMENTAL BUDGET</b>	58,999,109	<b>82,215,861</b>	73,228,891	72,991,201	72,849,276	72,947,316
<b>TRANSFER PAYMENTS</b>							
161,130	999 Island Plan Investments	80,000	<b>115,000</b>	20,000	20,000	20,000	20,000
367,710	997 Oil Revenues	1,417,860	<b>210,000</b>	480,000	480,000	480,000	480,000
<b>84,048,190</b>	<b>TOTAL OPERATING REVENUE</b>	<b>60,496,969</b>	<b>82,540,861</b>	<b>73,728,891</b>	<b>73,491,201</b>	<b>73,349,276</b>	<b>73,447,316</b>

**FALKLAND ISLANDS GOVERNMENT  
ESTIMATES 2018/19**

**ABSTRACT OF EXPENDITURE BY DIRECTORATE**

<b>Actual 2016/17</b>		<b>Original Estimate 2017/18</b>	<b>Original Estimate 2018/19</b>	<b>Projection for 2019/20</b>	<b>Projection for 2020/21</b>	<b>Projection for 2021/22</b>	<b>Projection for 2022/23</b>
<b>£</b>		<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
5,457,400	110 Development and Commercial Services	6,748,260	<b>6,753,714</b>	6,554,880	6,566,950	6,414,170	6,421,820
504,330	120 Human Resources	664,531	<b>1,011,269</b>	1,011,269	952,129	952,129	952,129
11,613,950	200 Health and Social Services	12,098,976	<b>12,094,401</b>	12,412,177	12,412,177	12,412,177	12,412,177
6,593,680	250 Education	7,447,333	<b>7,862,450</b>	7,973,554	7,873,604	7,823,340	7,828,340
11,227,970	350 Public Works	14,250,207	<b>14,908,557</b>	14,885,717	14,930,591	14,930,799	14,931,011
6,698,820	410 Natural Resources	7,171,489	<b>7,379,680</b>	7,368,980	7,277,941	7,244,941	7,244,941
1,318,520	450 Attorney General	1,732,120	<b>1,841,405</b>	1,543,775	1,483,875	1,483,975	1,484,075
3,058,600	550 Emergency Services	3,007,040	<b>3,449,638</b>	3,427,404	3,340,661	3,330,661	3,330,661
2,163,150	600 Executive Management	1,796,401	<b>6,339,981</b>	6,310,921	6,311,271	6,309,171	6,309,171
416,530	615 Policy	566,648	<b>959,060</b>	726,089	726,089	726,089	726,089
616,680	620 Mineral Resources	573,060	<b>582,702</b>	582,702	582,702	582,702	582,702
3,552,250	700 The Treasury	2,530,367	<b>3,074,206</b>	3,089,647	3,097,132	3,105,687	3,144,042
53,221,880	<b>TOTAL DEPARTMENTAL BUDGET</b>	58,586,432	<b>66,257,062</b>	65,887,114	65,555,121	65,315,840	65,367,157
<b>ISLANDS PLAN INVESTMENTS</b>							
9,138,350	999 Island Plan Investments	6,125,690	<b>6,993,985</b>	6,681,931	6,701,110	6,721,253	6,701,683
62,360,230	<b>TOTAL OPERATING EXPENDITURE</b>	64,712,122	<b>73,251,047</b>	72,569,045	72,256,231	72,037,093	72,068,840
998,682	Less <b>Internal Recharges</b>	999,650	<b>1,088,722</b>	1,086,940	1,086,940	1,086,940	1,086,940
5,353,000	Less <b>Capital Charges</b>	6,226,430	<b>5,377,340</b>	5,377,340	5,377,340	5,377,340	5,377,340
56,008,548	<b>NET OPERATING EXPENDITURE</b>	57,486,042	<b>66,784,985</b>	66,104,765	65,791,951	65,572,813	65,604,560
2,929,270	Add <b>Social Investments</b>	2,929,270	<b>2,982,970</b>	2,982,970	2,982,970	2,982,970	2,982,970
-	<b>Oil Expenditure</b>	773,500	<b>800,000</b>	800,000	800,000	800,000	800,000
58,937,818	<b>TOTAL APPROPRIATION</b>	61,188,812	<b>70,567,955</b>	69,887,735	69,574,921	69,355,783	69,387,530

**FALKLAND ISLANDS GOVERNMENT  
ESTIMATES 2018/19  
SUMMARY OF ISLANDS' PLAN AND SOCIAL INVESTMENTS**

	<b>Adjusted Estimate 2017/18 £</b>	<b>Proposed Budget 2018/19 £</b>	<b>Projection for 2019/20 £</b>	<b>Projection for 2020/21 £</b>	<b>Projection for 2021/22 £</b>	<b>Projection for 2022/23 £</b>
999 <b><u>ISLANDS' PLAN INVESTMENTS</u></b>						
<b><u>Economic Development</u></b>						
4114 FIMCO (Abattoir subsidy)	450,000	<b>450,000</b>	450,000	450,000	450,000	450,000
4189 Museum & National Trust	150,000	<b>329,550</b>	329,550	329,550	329,550	329,550
4190 Falklands Conservation	180,000	<b>210,000</b>	180,000	180,000	180,000	180,000
4191 FIRS – Media Trust	272,000	<b>272,000</b>	295,151	299,870	304,693	310,123
2000 National Trust	35,000					
4631 FIDC	1,000,000	<b>1,000,000</b>	1,000,000	1,000,000	1,000,000	1,000,000
4635 FITB	600,000	<b>600,000</b>	600,000	600,000	600,000	600,000
3232 SAERI	150,000	<b>143,605</b>	-	-	-	-
<b><u>Self-Determination</u></b>						
1176 Public Relations	40,000	<b>40,000</b>	40,000	40,000	40,000	40,000
1179 Public Diplomacy	225,000	<b>150,000</b>	150,000	150,000	150,000	150,000
1177 Media Relations	50,000	<b>50,000</b>	50,000	50,000	50,000	50,000
1429 Public Relations Consultancy	33,000	-	-	-	-	-
1391 Translation Service	3,840	<b>3,840</b>	3,840	3,840	3,840	3,840
0759 Mandatory Training	500	<b>500</b>	500	500	500	500
<b><u>Infrastructure</u></b>						
1009 MPA Wind Farm	87,350	<b>87,350</b>	87,350	87,350	87,350	87,350
<b><u>Social &amp; Community Development</u></b>						
Nursery Provision Subsidy		<b>747,000</b>	747,000	747,000	747,000	747,000
Travel Credit Scheme		<b>760,140</b>	767,740	775,350	782,960	782,960
4175 Disaster Aid Relief	5,000	<b>5,000</b>	5,000	5,000	5,000	5,000
<b><u>Transport &amp; Communication</u></b>						
4205 Shipping Links	1,300,000	<b>350,000</b>	175,000	150,000	125,000	100,000
4870 Coastal Subsidy Services	1,724,000	<b>1,795,000</b>	1,800,800	1,832,650	1,865,360	1,865,360
<b>TOTAL EXPENDITURE</b>	<b>6,305,690</b>	<b>6,993,985</b>	<b>6,681,931</b>	<b>6,701,110</b>	<b>6,721,253</b>	<b>6,701,683</b>



	<b>Adjusted Estimate 2017/18 £</b>	<b>Proposed Budget 2018/19 £</b>	<b>Projection for 2019/20 £</b>	<b>Projection for 2020/21 £</b>	<b>Projection for 2021/22 £</b>	<b>Projection for 2022/23 £</b>
998 <b><u>SOCIAL INVESTMENTS</u></b>						
To Retirement Pensions Fund	1,534,270	<b>1,587,970</b>	1,587,970	1,587,970	1,587,970	1,587,970
To Pensions (Old Scheme) Fund	1,395,000	<b>1,395,000</b>	1,395,000	1,395,000	1,395,000	1,395,000
<b>Total Fund Transfers</b>	<b>2,929,270</b>	<b>2,982,970</b>	2,982,970	2,982,970	2,982,970	2,982,970

**FALKLAND ISLANDS GOVERNMENT  
ESTIMATES 2018/19**

**SUMMARY OF CAPITAL PROGRAMME**

		<b>2017/18</b>	<b>2018/19</b>	<b>2019/20</b>	<b>2020/21</b>	<b>2021/22</b>	<b>2022/23</b>
	<b>REVENUE</b>						
0951	Sale of Miscellaneous Assets	1,000	<b>1,000</b>	1,000	1,000	1,000	1,000
0951	EDF Grant	850,000	-	-	-	-	-
0952	Repayment of Loans	620,000	<b>95,200</b>	95,200	95,200	95,200	55,400
0953	Sale of Vehicles & Plant	20,000	<b>20,000</b>	20,000	20,000	20,000	20,000
0955	Sale of Houses & Land	50,000	<b>50,000</b>	172,500	172,500	50,000	50,000
	<b>Total Revenue</b>	<u>1,541,000</u>	<u><b>166,200</b></u>	<u>288,700</u>	<u>288,700</u>	<u>166,200</u>	<u>126,400</u>
	<b>EXPENDITURE</b>						
	Economic Development	2,230,870	<b>5,975,000</b>	2,100,000	1,500,000	500,000	500,000
	Infrastructure and Maintenance	16,005,761	<b>22,985,568</b>	13,771,400	11,345,200	9,641,000	9,463,000
	Social Investment	4,692,710	<b>17,936,340</b>	10,150,804	3,495,000	515,000	515,000
	<b>Total Expenditure</b>	<u>22,929,341</u>	<u><b>46,896,908</b></u>	<u>26,022,204</u>	<u>16,340,200</u>	<u>10,656,000</u>	<u>10,478,000</u>

**FALKLAND ISLANDS GOVERNMENT  
ESTIMATES 2018/19**

**CONSOLIDATED FUND  
Fund History 2017/18 to 2022/23**

		<b>Opening Unrestricted Reserves (NLA)</b>	<b>Operating Revenue</b>	<b>Dept. Expenditure *</b>	<b>Island Plan Investments</b>	<b>Social Investments</b>	<b>Operating Surplus/ (Deficit)</b>	<b>Transfers to CEF</b>	<b>Other Gains/ Losses</b>	<b>Net Liquid Assets £M</b>
		£M	£M	£M	£M	£M				
2010/11	Actual	<b>92.2</b>	61.7	(34.0)	(4.6)	(3.9)	<b>19.3</b>		(1.3)	<b>110.2</b>
2011/12	Actual	<b>110.2</b>	66.0	(42.9)	(5.3)	(6.3)	<b>11.6</b>		(2.7)	<b>119.0</b>
2012/13	Actual	<b>119.0</b>	96.6	(46.7)	(9.7)	(4.4)	<b>35.8</b>		8.4	<b>163.2</b>
2013/14	Actual	<b>163.2</b>	75.5	(45.8)	(21.7)	(2.2)	<b>5.8</b>		3.4	<b>172.4</b>
2014/15	Actual	<b>172.4</b>	69.3	(47.5)	(18.7)	(2.4)	<b>0.6</b>		2.5	<b>175.5</b>
2015/16	Actual	<b>175.5</b>	72.8	(50.1)	(13.7)	0.0	<b>9.0</b>		3.6	<b>188.1</b>
2016/17	Actual	<b>188.1</b>	84.6	(50.3)	(9.1)	(1.5)	<b>23.7</b>		11.4	<b>223.2</b>
2017/18	Forecast	<b>223.2</b>	102.7	(60.8)	(5.1)	(2.9)	<b>33.9</b>	(57.9)	0.0	<b>199.2</b>
2018/19	Budget	<b>199.2</b>	82.4	(61.7)	(7.0)	(3.0)	<b>10.7</b>	(25.7)	0.0	<b>184.2</b>
2019/20	Budget	<b>184.2</b>	73.7	(61.3)	(6.7)	(3.0)	<b>2.7</b>	(16.1)	0.0	<b>170.9</b>
2020/21	Budget	<b>170.9</b>	73.5	(61.0)	(6.7)	(3.0)	<b>2.8</b>	(10.5)	0.0	<b>163.2</b>
2021/22	Budget	<b>163.2</b>	73.3	(60.7)	(6.7)	(3.0)	<b>2.9</b>	(10.4)	0.0	<b>155.7</b>
2022/23	Budget	<b>155.7</b>	73.4	(60.7)	(6.7)	(3.0)	<b>3.0</b>	(10.4)	0.0	<b>148.3</b>

Note 1) Transfers to Capital Equalisation Fund included in Island Plan Investments to 2016/17

Note 2) Operating Revenues and Department Expenditures include Oil and Gas items

# CAPITAL EQUALISATION FUND

Fund History 2017/18 to 2022/23

		Fund Transfers	Net Return On Investments	Capital Receipts	Net Fund Revenue	Capital Expenditure	Total Surplus/ (Deficit)	Capital Equalisation Fund Balance
		£M	£M	£M	£M	£M	£M	£M
2010/11	Actual	3.5	0.5	1.2	5.2	7.1	(1.9)	21.4
2011/12	Actual	8.5	1.3	0.8	10.6	6.6	4.0	25.4
2012/13	Actual	11.0	0.1	0.3	11.4	13.5	(2.1)	23.3
2013/14	Revised	15.0	0.1	1.1	16.2	17.8	(1.6)	21.7
2014/15	Estimate	14.0	0.9	1.1	16.0	13.2	2.8	24.5
2015/16	Projection	9.0	1.7	1.0	11.7	15.7	(4.0)	20.5
2016/17	Projection	4.0	0.6	2.1	6.7	17.0	(10.3)	10.2
2017/18	Projection	57.9	0.0	1.5	59.4	22.9	36.5	46.7
2018/19	Projection	25.7	0.0	0.2	25.9	46.9	(21.0)	25.7
2019/20	Projection	16.1	0.0	0.3	16.4	26.0	(9.6)	16.0
2020/21	Projection	10.5	0.0	0.3	10.8	16.3	(5.5)	10.5
2021/22	Projection	10.4	0.0	0.2	10.6	10.7	(0.1)	10.4
2022/23	Projection	10.4	0.0	0.1	10.5	10.5	0.0	10.4
<b>Cumulative 3 year Programme</b>		<b>88,515,712</b>						
<b>Cumulative 5 year Programme</b>		<b>109,357,112</b>						