

STANDING FINANCE COMMITTEE

The Honourable R Spink, MLA (Chair)
The Honourable M Pollard MLA (Vice Chair)
The Honourable T Barkman, MLA
The Honourable P Biggs, MLA
The Honourable J Birmingham, MLA
The Honourable J Ford, MLA
The Honourable L Roberts, MLA
The Honourable G Short, MLA

Honourable Members are advised that a meeting of the Standing Finance Committee will take place on Wednesday 29th October 2025 at 9am in the Liberation Room.

AGENDA Part I - Open

- 1 **Apologies for absence**
- 2 **Declarations of interest**
- 3 **Confirmation of the minutes of the meeting held on 24th September 2025**
- 4 **Matters arising from the minutes of the meeting held on 24th September 2025**
- 5 **RPI Update Q3 2025** Report
40/25
- 6 **Summary Financial Report – Sep 2025** Report
38/25
- 7 **June 2025 Electricity Unit Rate Public Quarterly Report** Report
39/25
- 8 **Capital Report Q1 2025/26** Report
41/25
- 9 **Summary of Five-Year Plan** Report
46/25
- 10 **Consideration of public Executive Council reports with financial implications submitted to Executive Council on Tuesday 28th October 2025.**
- 11 **Confirmation of the date of the next meeting:** Wednesday 28th January 2026
- 12 **Exclusion of Press and Public:**
The Chairman to move as follows: "I move that the press and public be now excluded on the grounds that the next items of business to be considered are likely to disclose exempt information under Part 2 of Schedule 3 of the Committees (Public Access) Ordinance 2012".

Part II – Closed

- 13 Debtors Report Q1 2025/26 (Director Public Works in attendance)** **Report 44/25**
NOT FOR PUBLICATION by virtue of Paragraph 9 of Schedule 3 of the Committees (Public Access) Ordinance 2012, relating to information about others' financial and business affairs.
- 14 FIMCO Update (FIMCo in attendance)** **Report 43/25**
NOT FOR PUBLICATION by virtue of paragraph 9 of Schedule 3 of the Committees (Public Access) Ordinance 2012, relating to information about others' financial and business affairs.
- 15 Confirmation of the closed minutes of the meeting held on 24th September and the extraordinary meeting of 15th October 2025**
- 16 Matters arising from the closed minutes of the meeting held on 24th September and the extraordinary meeting of 15th October 2025**
- 17 Capital Report Q1 2025/26** **Report 42/25**
NOT FOR PUBLICATION by virtue of Paragraph 10 of Schedule 3 of the Committees (Public Access) Ordinance 2012, relating to information about relevant contracts and negotiations.
- 18 Camp Education Teacher Accommodation and Schoolroom** **Report 45/25**
NOT FOR PUBLICATION by virtue of paragraph 8 of Schedule 3 of the Committees (Public Access) Ordinance 2012, relating to information about children.
- 19 Consideration of closed/redacted Executive Council reports with financial implications submitted to Executive Council on Tuesday 14th & Tuesday 28th October 2025.**
NOT FOR PUBLICATION by virtue of Schedule 3 of the Committees (Public Access) Ordinance 2012

STANDING FINANCE COMMITTEE

OPEN MINUTES OF THE
STANDING FINANCE COMMITTEE MEETING
HELD ON WEDNESDAY 24TH SEPTEMBER 2025
In the Liberation Room, Secretariat, 13.00

These minutes are draft minutes until confirmed by resolution at the next meeting of the Committee.

Present:	The Honourable Roger Spink, MLA (Chair) The Honourable Mark Pollard, MLA The Honourable Teslyn Barkman, MLA The Honourable Peter Biggs, MLA The Honourable Leona Roberts, MLA The Honourable Gavin Short, MLA	
	The Honourable Financial Secretary, Pat Clunie	FS
In Attendance:	The Honourable Chief Executive, Andrea Clausen Head of Finance, Steven Cannon Senior Accountant, Darren McDowell Management Accountant, September Maldonado	CE HoF SA MA
Secretary:	Executive Assistant for CE & FS, Imogen Didlick	
Public & Press:	Press x 2 Public x 0	

PART I – OPEN

1. Apologies for absence:

- 1.1 The Honourable John Birmingham, MLA
The Honourable Jack Ford, MLA

2. Declarations of interest:

- 2.1 MLA Short – item 13.1.

3. Confirmation of the minutes of the meeting held on 27th August 2025:

- 3.1 The minutes were confirmed with no amendments.

4. Matters Arising from the minutes of the meeting held on 27th August 2025:

- 4.1 **Action 1, request for dedicated budget line within Education for nursery staff training** – MLA Roberts confirmed she had spoken to DoE who will think through some options. However, this will be considered as part of an overall picture so would likely not happen until next year.

5. Summary Financial Management Report August 2025

- 5.1 *The purpose of this report is to provide Members with a summary financial report as at 31 August 2024 for the 2025/26 financial year.*
- 5.2 MA presented the report.

- 5.3 MLA Pollard noted para 3.3(c) of the report and asked what the adverse number was based on given that cruise ship passengers had not yet arrived for the 2025/26 season. MA confirmed that this was an estimate based on last year's data, with the same cancellation factor being applied.
- 5.4 MLA Spink asked when all tax receipts were expected to be in by. FS advised that the timetable was end of Aug/first week of Sep; last year was £14M and received so far this year was just under £13M.
- 5.5 MLA Spink commented that this was going to be a difficult time. FS agreed and said that they had entered a budget with a net surplus of £5M, which was a tight number and 'wouldn't take much to tip it'. FS highlighted the importance of maximising available revenue streams, with cash management and control being critical.
6. **Consideration of public Executive Council reports with financial implications submitted to Executive Council on Tuesday 23rd September 2025:**
- 6.1 ***The Supplementary Appropriation (2025-26) (No.2) Bill 2025 (report 185/25):***
- 6.1.1 This referral to SFC was for information only. Honourable Members noted.
- 6.2 ***Phase 2 redevelopment of KEMH Pathology Laboratories (report 196/25):***
This is a public paper with redactions as per paragraph 10 (information about relevant contracts and negotiations).
- 6.2.1 This referral to SFC was for information only. Honourable Members noted.
- 6.3 ***Approval for the refurbishment of the KEMH roof (report 197/25):***
This is a public paper with redactions as per paragraph 10 (information about relevant contracts and negotiations).
- 6.3.1 This referral to SFC was for information only. Honourable Members noted.
- 6.4 ***Supported Living Service Business Plan (report 159/25):***
This is a public paper with redactions as per paragraphs 7 (information about individuals), 8 (information about children) and 11 (information about labour relations).
- 6.4.1 Honourable Members noted the operational budget saving, with MLA Spink highlighting this welcome cost saving by a department who had clearly thought about delivering a service 'at less cost to the public purse'. MLA Roberts pointed out that it was also about providing better provision for adults with learning difficulties that hadn't existed before.
- 6.4.2 Honourable Members **approved** the financial recommendations of the report and congratulated the department.
7. **Confirmation of the date of the next meeting:** Wednesday 29th October 2025
8. **Exclusion of Press and Public:** 13.17
"I move that the press and public be now excluded on the grounds that the next items of business to be considered are likely to disclose exempt information under Part 2 of Schedule 3 of the Committees (Public Access) Ordinance 2012".

PART II - CLOSED

9. **Confirmation of the closed minutes of the meeting held on 27th August 2025:**
- 9.1 The minutes were confirmed with no amendments.

- 10. Matters Arising from the closed minutes of the meeting held on 27th August 2025:**
- 10.1 There was one matter arising discussed.
- 11. Defence Related Taxation Exemptions (report 34/25):**
NOT FOR PUBLICATION by virtue of paragraph 9 of Schedule 3 of the Committees (Public Access) Ordinance 2012, relating to information about others' financial and business affairs.
- 11.1 *The purpose of this report was to:*
 (a) present the addition of two further employers to the list of Designated Employers;
 (b) present to SFC a request for an extension of the Defence Contractors Exemption granted under the Taxes and Duties Special Exemptions Ordinance;
 (c) propose that SFC agree the list of Designated Employers in conjunction with the Commissioner of Taxation.
- 11.2 FS presented the report.
- 11.3 Honourable Members approved the recommendations off the report, excluding MLA Barkman who said she did not support the last request and so, to remain consistent, she would not support this one either.
- 12. Electricity Unit Rate Quarterly Review (Actuals to 30 June 2025) (Report 35/25):**
NOT FOR PUBLICATION by virtue of paragraph 17 of Schedule 3 of the Committees (Public Access) Ordinance 2012) relating to budgetary information.
- 12.1 *The purpose of this report was to provide an update to SFC following a review of the unit rate of electricity using the most recently available production data.*
- 12.2 SA presented the report.
- 12.3 MLA Short asked whether the installation of the new wind turbines would help reduce cost to the consumer. CE advised that work was ongoing; they hope to complete this before the 2026/27 budget process, but it would not be before Assembly dissolution on 31st October.
- 12.4 MLA Spink suggested that the paper be published to show the calculations. Honourable Members agreed. Action
1 - FS
- 12.5 MLA Roberts reminded that electricity price was one of the few levers Honourable Members had to lessen the cost-of-living impact; and whilst the current costs were understandable, it was important to have that in the back of minds when making decisions.
- 13. Consideration of closed/redacted Executive Council reports with financial implications submitted to Executive Council on Tuesday 23rd September 2025:**
- 13.1 ***Recommendations for write-off of bad debts and waiver of fees (report 167/25) –***
NOT FOR PUBLICATION by virtue of paragraph 9 of Schedule 3 of the Committees (Public Access) Ordinance 2012, relating to information about others' financial and business affairs.
- 13.1.1 FS said that to maintain good governance, this referral had been brought forward for noting by SFC. MLA Spink asked for an update on debt recovery; FS confirmed this work had commenced, as well as drafting a debt policy. Honourable Members **noted** the referral.
- 13.2 ***FIDC Capital Lending (report 194/25) –***
NOT FOR PUBLICATION by virtue of paragraph 4 (relating to economic interests) and paragraph 10 (relating to information about relevant contracts and negotiations) of Schedule 3 of the Committees (Public Access) Ordinance 2012.

- 13.2.1 FS said that this referral was also just for noting by SFC and that there would be a presentation for Honourable Members on these financial arrangements. MLA Short highlighted the importance of oversight for this lending facility. Honourable Members **noted** the referral.
- 13.3 **Department of Mineral Resources (report 178/25) –**
NOT FOR PUBLICATION by virtue of paragraph 3 (relating to international relations and relations with the United Kingdom and other OTs), paragraph 7 (relating to information about individuals) and paragraph 9 (information about others financial and business affairs) of Schedule 3 of the Committees (Public Access) Ordinance 2012.
- 13.3.1 FS presented and advised that this report was for a team to support hydrocarbons development. Honourable Members **approved** the budgetary recommendations of the paper.
- 13.4 **Phase 2 redevelopment of KEMH Pathology Laboratories (report 196/25) –**
NOT FOR PUBLICATION by virtue of paragraph 10 (relating to information about relevant contracts and negotiations) of Schedule 3 of the Committees (Public Access) Ordinance 2012.
- 13.4.1 Honourable Members **approved** the release of pre-approved funds for the purpose of completing the required redevelopment of the KEMH pathology laboratories.
- 13.5 **Approval for the refurbishment of the KEMH roof (report 197/25) –**
NOT FOR PUBLICATION by virtue of paragraph 10 (relating to information about relevant contracts and negotiations) of Schedule 3 of the Committees (Public Access) Ordinance 2012.
- 13.5.1 Honourable Members **approved** the release of pre-approved funds for the purpose of completing the required KEMH roof works.
- 13.6 **Sapper Hill Housing Development Phase 7 - request for additional funding (report 198/25)**
NOT FOR PUBLICATION by virtue of paragraph 10 (relating to information about relevant contracts and negotiations) of Schedule 3 of the Committees (Public Access) Ordinance 2012.
- 13.6.1 FS presented the report and advised that officer recommendation was to reduce the Stanley roads budget to allow the release of some of the funding and then to allocate the remainder from the KEMH redevelopment budget 7131.
- 13.6.2 MLA Biggs asked what the officer preference was. FS advised that DPW didn't have a preference as regardless of what happened 'money would need to come out of a pot'.
- 13.6.3 Honourable Members discussed and decided by majority vote. CE said she would ask DPW how he would plan to phase the work based on the decision made.
- 13.7 **Supported Living Service Business Plan (report 159/25) –**
NOT FOR PUBLICATION by virtue of paragraph 7 (relating to information about individuals), paragraph 8 (information about children) and paragraph 11 (information about labour relations) of Schedule 3 of the Committees (Public Access) Ordinance 2012.
- 13.7.1 Honourable Members discussed and agreed that this should be sought from identified money, not new money. MLA Roberts said that was the point of this report – to agree that a capital budget code be funded using the identified operational budget savings.
14. **Dispensation Requests Overview (report 37/25):**
NOT FOR PUBLICATION by virtue of paragraph 10 of Schedule 3 of the Committees (Public Access) Ordinance 2012, relating to information about relevant contracts and negotiations.
- 14.1 *The purpose of this report was to provide an update on dispensation request activity.*

- 14.2 HoF presented the report and said that an interim measure was put in place in February 2025 by SFC that DR requests originated from Directors only. Following this, the current run rate was now lower than previous figures (5 received so far for 2025/26).
- 14.3 HoF advised that the cumulative value being significantly higher for 2024/25 was due to the new bank notes and wind farm.
- 14.4 HoF said the financial instructions for DR was under review, and the fortnightly tender board combined with the DR review would ensure thorough due diligence and send a message across FIG that there was a process that needed following.
- 14.5 Honourable Members **noted** the report.

The meeting finished at 14.22hrs

Minutes confirmed this _____ day of _____ 2025

Chairperson

Standing Finance Committee
For information only

Title of Report: **Stanley Retail Price Index**

Paper No: 40/25

Date of Meeting: 29/10/25

Report of: Head of Policy

Purpose

1. To report and publicise the results of the calculation of the Stanley Retail Price Index (“RPI”) for the third quarter of 2025 (“Q3 2025”).

Main findings

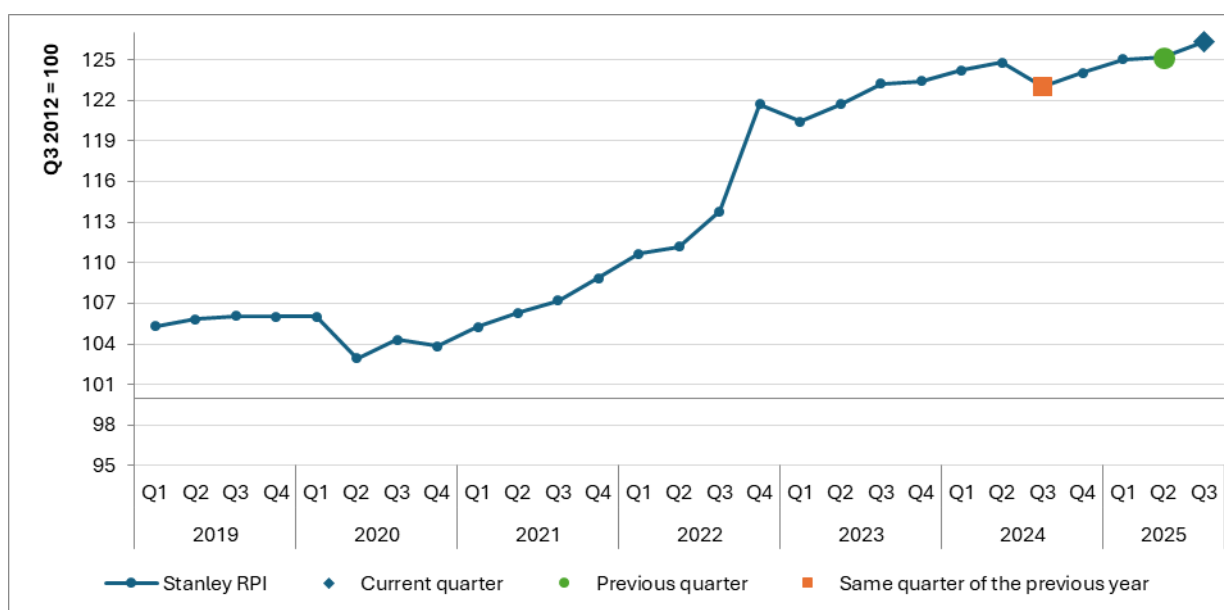
2. Inflation increased again this quarter, driven largely by the increases to Government services brought in through the 25/26 budget, particularly rent. A slight increase in the cost of diesel also played a part, as did increases in services across the board. Overall volatility decreased, with fewer items recording changes of 0.1% or more. This is likely down to stocking issues felt in the last 12 months ebbing away, which in turn required less items on the basket to be substituted.

3. **Table 1**

Date	Index	Quarterly % Increase/ Decrease	Annual % Increase/ Decrease
30-Sept-2024	123.056	-1.4%	-0.1%
31-Dec-2024	124.045	0.8%	0.5%
31-Mar-2025	125.059	0.8%	0.7%
30-Jun-2025	125.181	0.1%	0.3%
30-Sep-2025	126.150	0.8%	2.7%

4. The following chart shows the evolution of the Index since Q1 2019:

Figure 1



Change in prices by category

5. The following charts show the contribution of the different categories of items to quarterly and annual inflation:

Figure 2 – Contribution to quarterly inflation

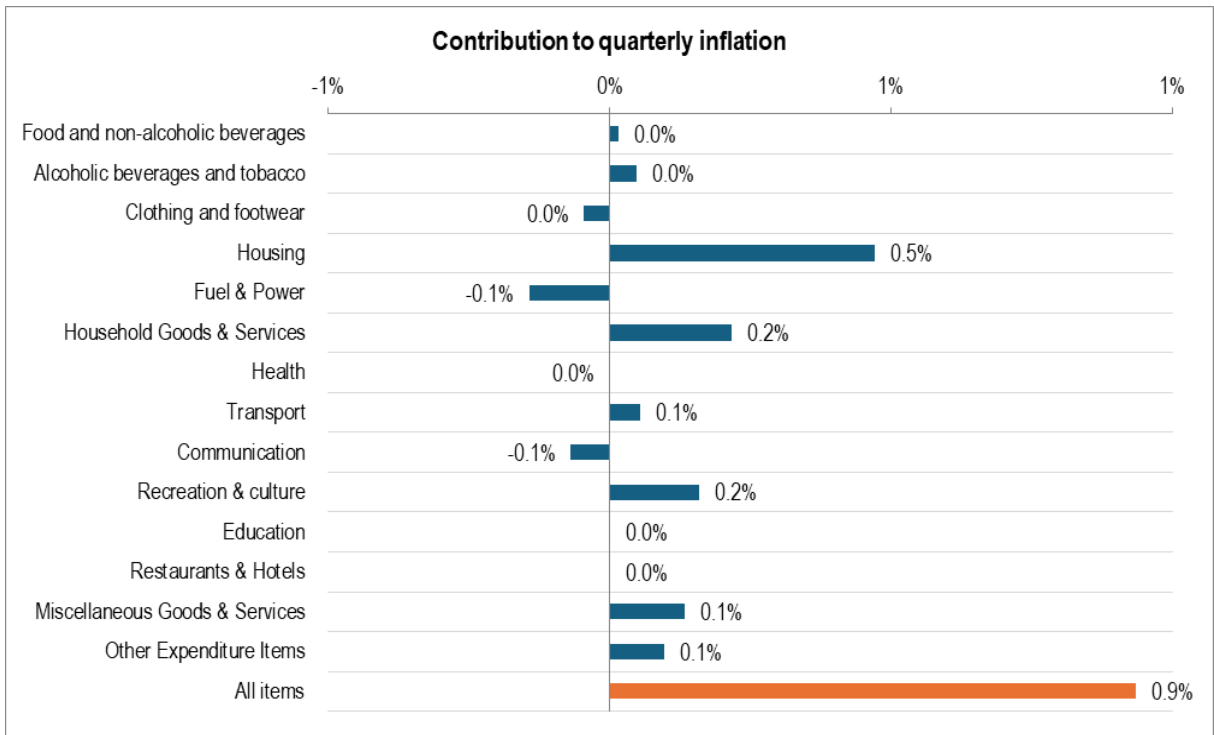
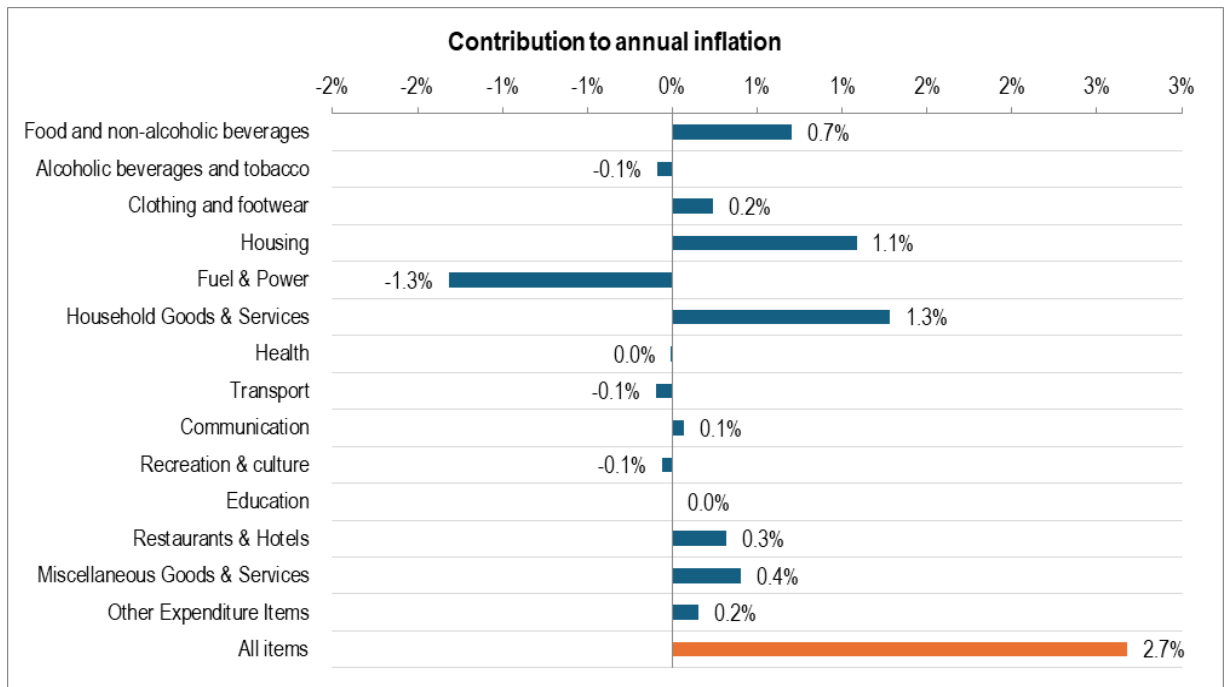


Figure 3 - Contribution to annual inflation



6. Noticeable movements in prices for Q3 2025:

a. **Annual Change:**

Fuel & power represented the biggest annual change (-1.3%) once again, as the earlier drops in kerosene and diesel continue to be felt regardless of the increase in diesel this month. Similarly, the 12-month evolution of diesel prices continued to have a net deflationary effect

on the transport category, albeit less pronounced than in the previous quarter. Housing costs continue to increase, fuelled largely by the increase in FIG rents, service charge, and timber¹.

b. Quarterly Change:

Increased rents and service charge had a more pronounced impact on the quarterly inflation figure, accounting for over half of the increase. That increase was counterbalanced by the drop in kerosene prices, which dragged down inflation in the fuel and power category. Despite the high inflation in the UK, the food and non-alcoholic category posted a very modest increase this quarter, suggesting that the lag between UK prices and Falklands shelf prices is still ongoing.

Figure 6 – Kerosene and Diesel prices since 2013

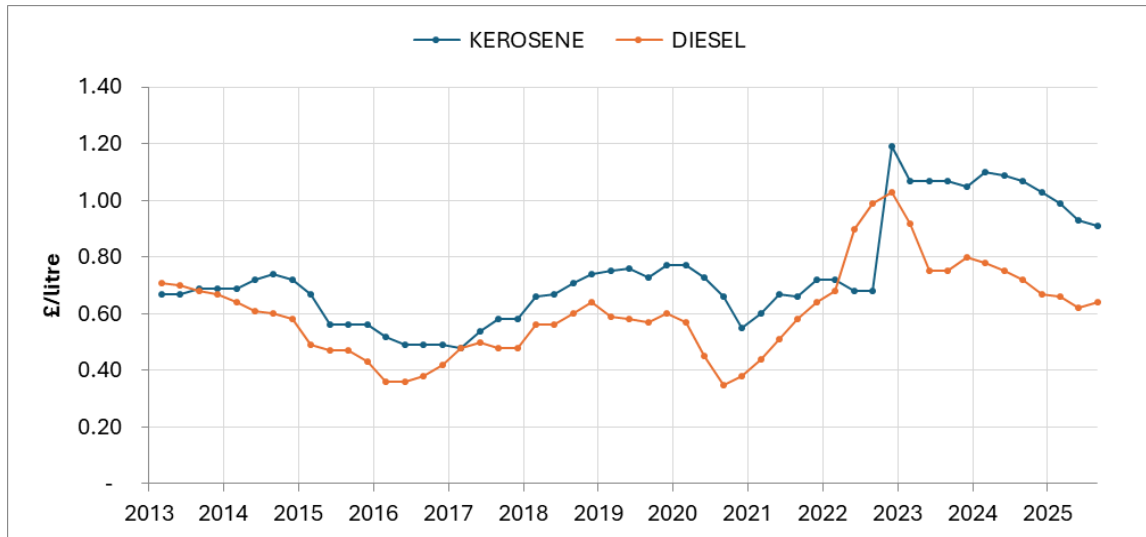


Figure 7 - Category contribution to annual change

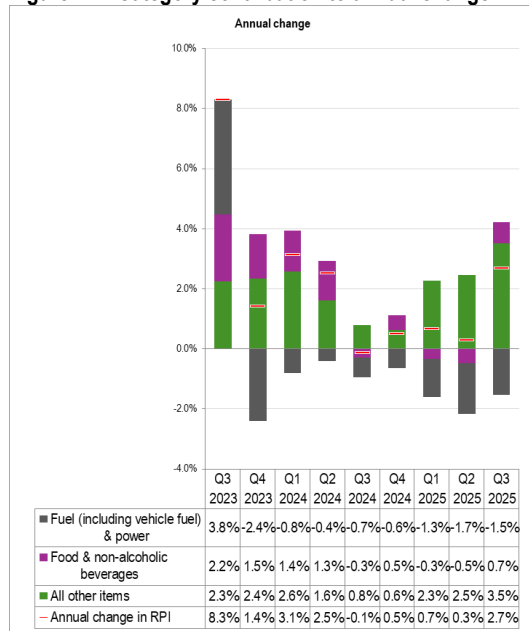
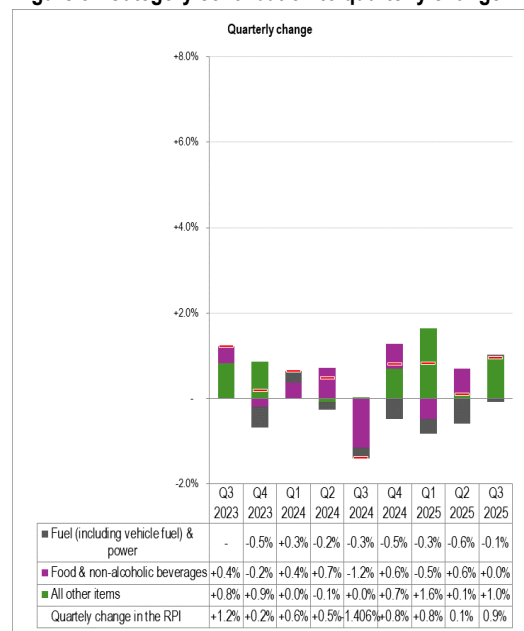


Figure 8 - Category contribution to quarterly change



¹ Timber sits in the housing category, as opposed to the building supplies category, which includes power tools, hand tools and building consumables.

7. The major contributors to quarterly inflation (those items contributing a change of over +/- 0.1 percentage points) are shown in the table below, together with a summary of the number of positive/negative items.

Table 2 Major contributors to quarterly inflation

Code	Item	Contribution to overall inflation (in percentage points)
04.1.1	RENT	0.5%
12.1.1	HAIR CUT	0.2%
05.1.1	FURNITURE	0.2%
09.3.4.2	GARDEN PLANTS & SEEDS	0.1%
13.2.1	VEHICLE ROAD TAX	0.1%
09.1.3.1	COMPUTER PERIPHERALS	0.1%
04.5.1	STANLEY SERVICE CHARGE	0.1%
01.1.7.1.2	ONIONS	0.1%
05.3.1	HOUSEHOLD APPLIANCES	0.1%
01.1.9.1.3	READY MEAL	0.1%
07.2.3	VEHICLE FUEL - DIESEL	0.1%
01.1.1.1.2	CEREAL	0.1%
07.2.2	VEHICLE ACCESSORIES	0.1%
01.1.8.3.1	CHOCOLATE BAR	-0.1%
05.6.2.3	KITCHEN UTENSILS	-0.1%
01.1.5.2.1	MARGARINE	-0.1%
12.1.2	TOILETRIES	-0.1%
08.2.1	TELEPHONE (Mobile Handset)	-0.1%
01.1.1.3.1	BISCUITS	-0.1%
01.1.2.5.2	SAUSAGES	-0.1%
09.1.1	AUDIO / VIDEO EQUIPMENT	-0.1%
04.2.1.2	BUILDING SUPPLIES	-0.1%
04.6.3.1	HEATING FUEL - KEROSENE	-0.2%

Summary of positive / negative movement

2024	2025	2025	2025		2024	2025	2025	2025
Q4	Q1	Q2	Q3		Q4	Q1	Q2	Q2
57	50	48	59	Items with Positive Movement	2.5%	2.4%	3%	2.3%
47	54	48	46	Items with Negative Movement	-1.7%	-1.6%	-2.9%	-1.4%
71	71	79	70	Items with No Movement	/	/	/	0.0%
175	175	175	175	Total	+0.8%	+0.8%	0.1%	0.9%

Summary of positive / negative movement (more than 0.1 percentage points)

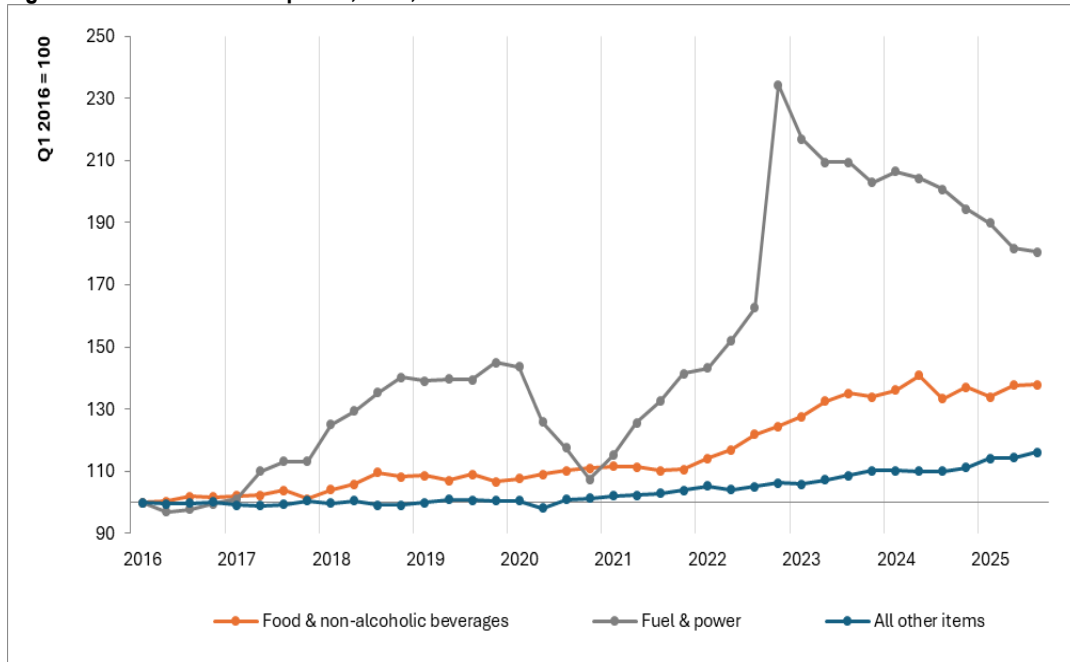
2024	2025	2025	2025		2024	2025	2025	2025
Q4	Q1	Q2	Q3	Items with:	Q4	Q1	Q2	Q3
6	8	7	4	Positive Movement of more than 0.1 pp	1.2%	1.4%	2.1%	1.0%
4	4	6	2	Negative Movement of more than 0.1 pp	-0.8%	-0.7%	-1.6%	-0.3%
94	92	83	99	Positive/Negative Movement of less than 0.1	0.3%	0.2%	-0.3%	0.2%
71	71	79	70	No movement	/	/	/	0.0%
175	175	175	175	Total	0.8%	0.8%	0.1%	0.9%

NB: totals may not add up due to rounding.

Headline inflation v. core inflation

8. The overall change in the RPI is known as 'headline inflation rate'. The change in the RPI excluding food and energy items (i.e. those items that are usually the most volatile) is known as 'core inflation rate'.
9. The following chart shows the change in the price of fuel & power (also including vehicle fuel), food & non-alcoholic beverages, and all other items, since Q1 2016.

Figure 9 – Trends in fuel & power, food, and all other items



10. Table 3 below shows what values the annual and quarterly change in the RPI would take when excluding:
- fuel & power (also including vehicle fuel);
 - both food & non-alcoholic beverages and fuel & power.

Table 3 – Core and Headline inflation

Q2 2025		Quarterly change	Annual change
Change in the RPI	<i>'Headline inflation'</i>	+0.9%	2.7%
Change in the RPI, excluding: fuel & power		+1.1%	+4.4%
Change in the RPI, excluding: – food & non-alcoholic beverages; – fuel & power	<i>'Core inflation'</i>	+1.1%	+3.9%

Conclusions

11. The effect of the latest Government budget, which brought up rents, service charges, road tax, and leisure centre fees, was felt in this quarter's RPI figure. Drops in fuel prices over the last 12 months have kept annual inflation under control as services across the board increased. UK inflation is expected to have an impact on food prices in the Falklands over the coming year. The communications category is also expected to increase next quarter as the October increases announced by Sure are implemented.
12. The stock issues that had an impact on last quarter's RPI figure seem to have settled, resulting in less variability across the basket. However, changes in items or services that are only supplied by one or two businesses continue to have a large impact on the basket. This reflects the choice faced by consumers, who will likely have no alternative than to purchase a good or item from that business, and therefore it still remains an accurate reflection of inflationary pressures.
13. A new household expenditure survey will be launched this year, allowing the basket to be renewed in 2026. This is timely, as the widespread use of alternative internet providers and changes in consumption patterns (e.g. the rise of subscription-based entertainment), means that there are aspects of the basket that no longer reflect the proportion of household spending they once did.

STANDING FINANCE COMMITTEE

Title of Report: Summary Financial Report – September 2025

Paper No: 38/25

Date of Meeting: 29 October 2025

Report of: Management Accountant

1. Introduction

1.1. The purpose of this report is to provide Members with a summary financial report as at 30 September 2025 for the 2025/26 financial year.

2. Recommendation

2.1. None. This report is for information only.

3. Summary

3.1. Table 1 below summarises the current financial position for the year to date (YTD) and the latest full year (FY) projected outturn.

Table 1 Falkland Islands Government - Financial Management Report For the Month Ending 30 September 25 Surplus / (Deficit) versus Revised budget										
	Sep-25			Sep-25			Aug-25	Aug-25	Aug-25	Sep-25 vs Aug-25
	YTD Actual	YTD Budget (Revised)	Variance Actual vs Budget Fav/(Adv)	FY Forecast	FY Budget (Revised)	Variance Forecast vs Budget Fav/(Adv)	FY Forecast	FY Budget (Revised)	Variance Forecast vs Budget Fav/(Adv)	FY Forecast
	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s
Total Revenue (excluding Unrealised Investment Income)	(28,354)	(29,733)	(1,379)	(116,766)	(119,946)	(3,180)	(116,766)	(119,946)	(3,180)	-
Total Expenditure (excluding unrealised investment losses)	25,218	30,076	4,858	120,188	119,673	(514)	119,973	118,696	(1,277)	214
Surplus/ (Deficit) for 24/25 (excluding unrealised investment losses)	3,136	(343)	3,479	(3,422)	273	(3,694)	(3,207)	1,250	(4,457)	(214)

3.2. The YTD surplus of £3.1m against a budgeted deficit of (£0.3m) as at end of September 2025 shows an overall favourable variance of £3.5m, primarily due to:

Adverse

- a) Net investment income (£2.4m), unrealised gains of £5.3m, not currently recognised in the forecast, offset the under-recovery in realised gains
- b) Corporation tax receipts (£0.6m) lower than budget, included in the forecast the (£2.5m) adverse variance against budget following the early closure of fishing season last year and businesses investment into vessels
- c) Staff cost, (£0.1m) in Police and (£0.06m) for veterinary locum to cover vacant post

Favourable

- d) Personal tax £0.95m, due to timing
- e) Sale of quarry products £0.5m
- f) Operating costs favourable by £5.2m (cost phasing/ delayed invoicing/vacancy lag).

3.3. The FY deficit is forecast to be (£3.4m) as at end of September 2025, an adverse variance against budget by (£3.7m) due to:

Adverse

- a) Corporation Tax (£2.5m) due to early closure of fishing season last year and businesses investment into vessels
- b) Passenger levy due to lower number of tourist and cancellations assumption at 16,000 pax (>17,000 last season), (£0.7m)
- c) Additional staff cost in Police (£0.1m) and in Natural Resources (£0.4m), £0.2m is from the 7 additional DMR staff (ExCo 178/25), £0.2m for the locum vet cost

3.4. The FY deficit as at end of September 2025 of (£3.4m) adverse versus August 2025 by (£0.2m) This is due to an increase in staff costs (£0.5m), offset by a transfer to capital for heliport design (£0.3m), as outlined below:

Adverse

- a) Additional staff cost in Natural Resources (£0.4m), £0.2m is from the 7 additional DMR staff (ExCo 178/25), £0.2m for the locum vet cost
- b) Police staff cost, (£0.1m)

3.5. Treasury request Directorates to report any variances over £100k considered highly likely to occur or have already occurred in the full year (FY) financial forecast. Treasury has included those significant variances reported by Directorates in its full year (FY) forecast. No additional material variances have been reported than those detailed in paragraph 3.3. Actuals are reported against the appropriated funds that include 2024/25 carry forwards of £3.9m, additional funding for telecommunication consultancy phase two (exco 101/25) of £1.3m and budget transferred to capital of (£0.3m) for Heliport Design.

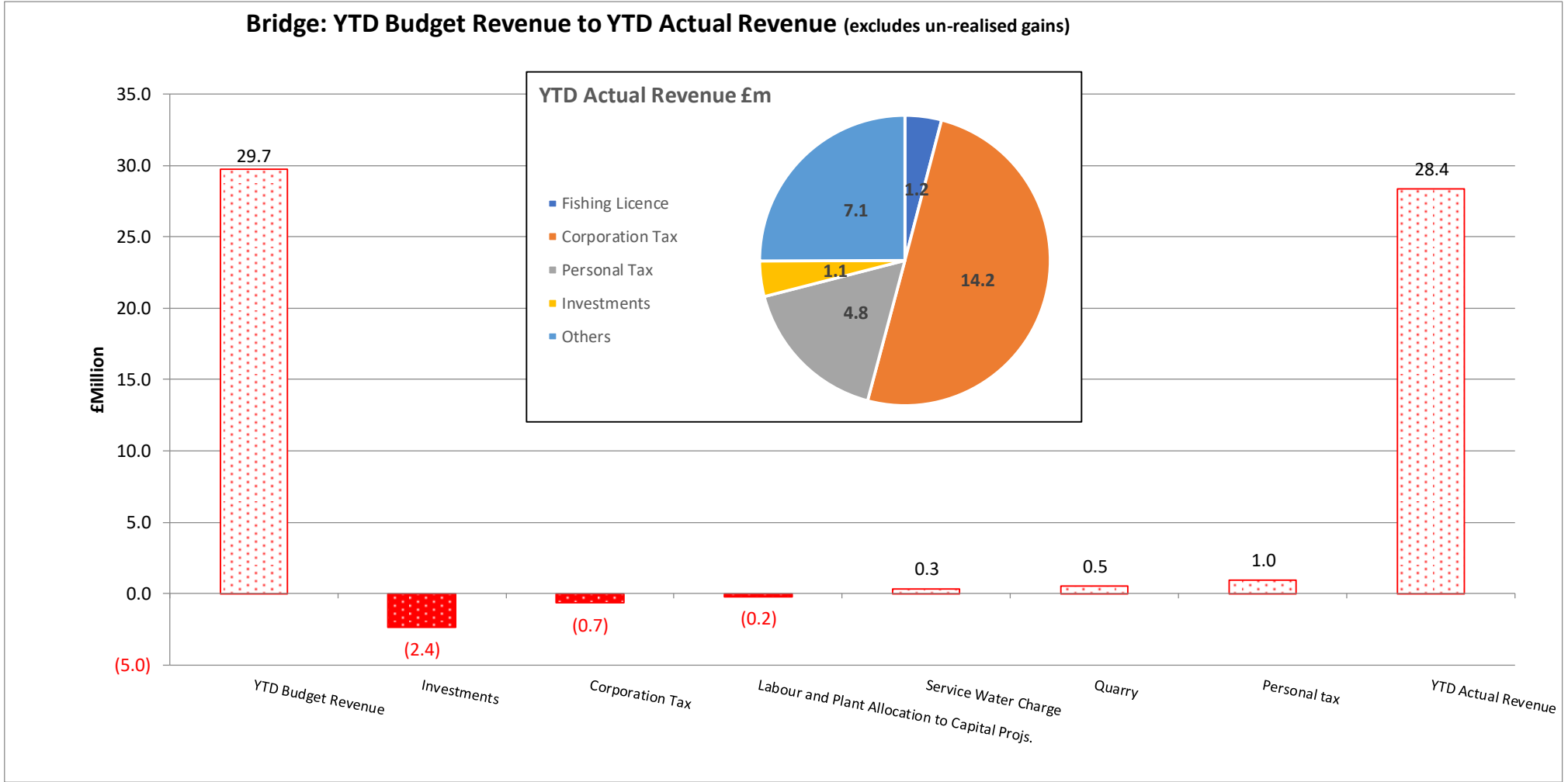
3.6. Graph 1 shows the key drivers of the year to date (YTD) budget revenue to YTD actual revenue and Graph 2 shows the full year (FY) budget surplus/(deficit) 25/26 to latest FY forecast surplus/(deficit) 25/26. Graph 3 YTD revenue versus FY revenue forecast versus the FY revised budget shows

the gap between what has been achieved and what remains to be achieved by main revenue categories. Graph 4 shows the monthly movement in FY surplus variance.

- 3.7. Table 2 details the variance between YTD actuals and YTD revised budget (i.e. as per the Appropriation Bill 2025 plus the £3.9m carry forwards approved in the Supplementary Appropriation, additional funding for telecommunication consultancy phase two (exco 101/25) of £1.3m and budget transferred to capital of (£0.3m) for Heliport Design).
- 3.8. Table 3 details the variance between the FY forecast and the FY revised budget and gives explanations for the variances.

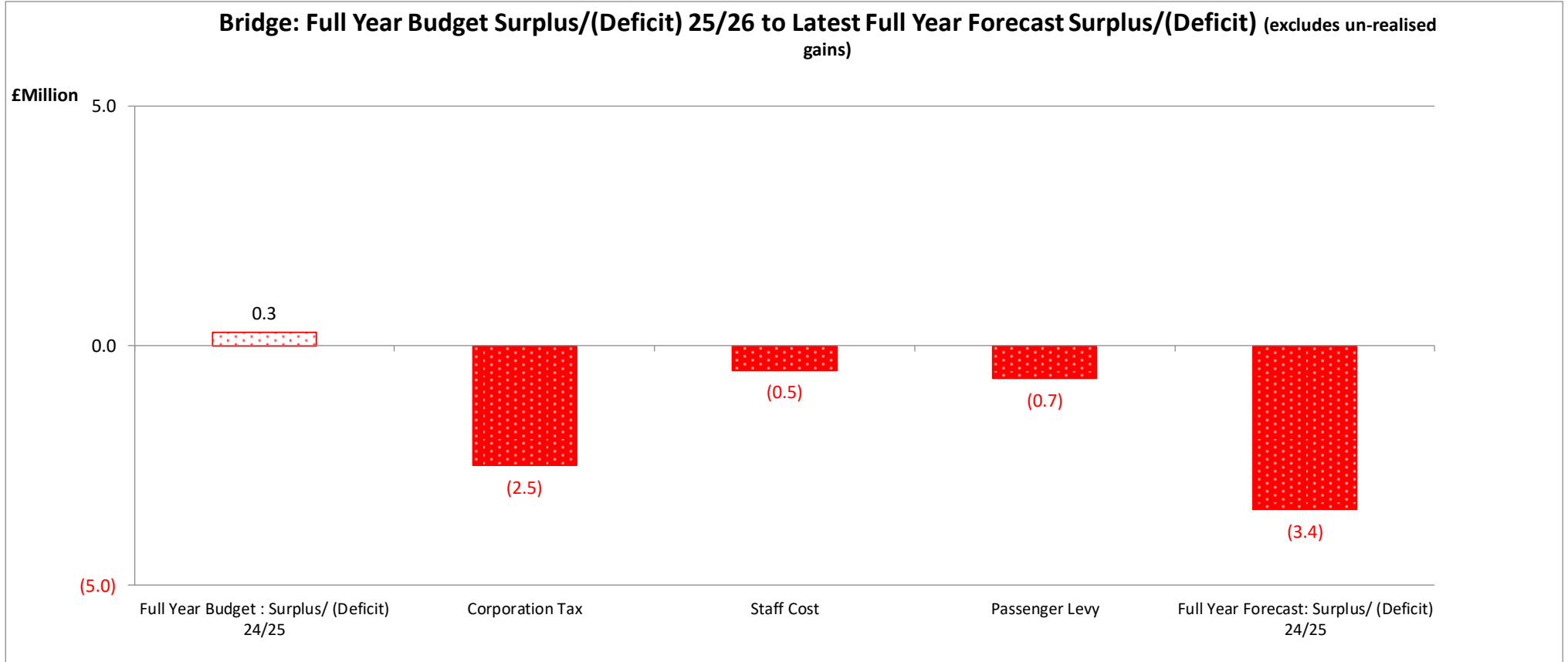
GRAPH 1

**Falkland Islands Government - Financial Management Report
For the Month Ending 30 September 25**



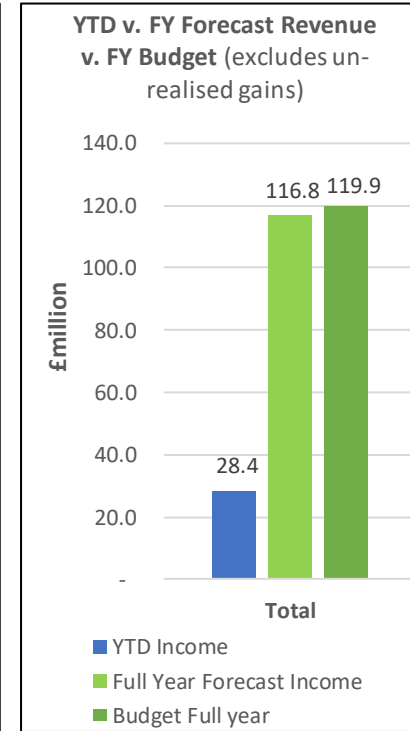
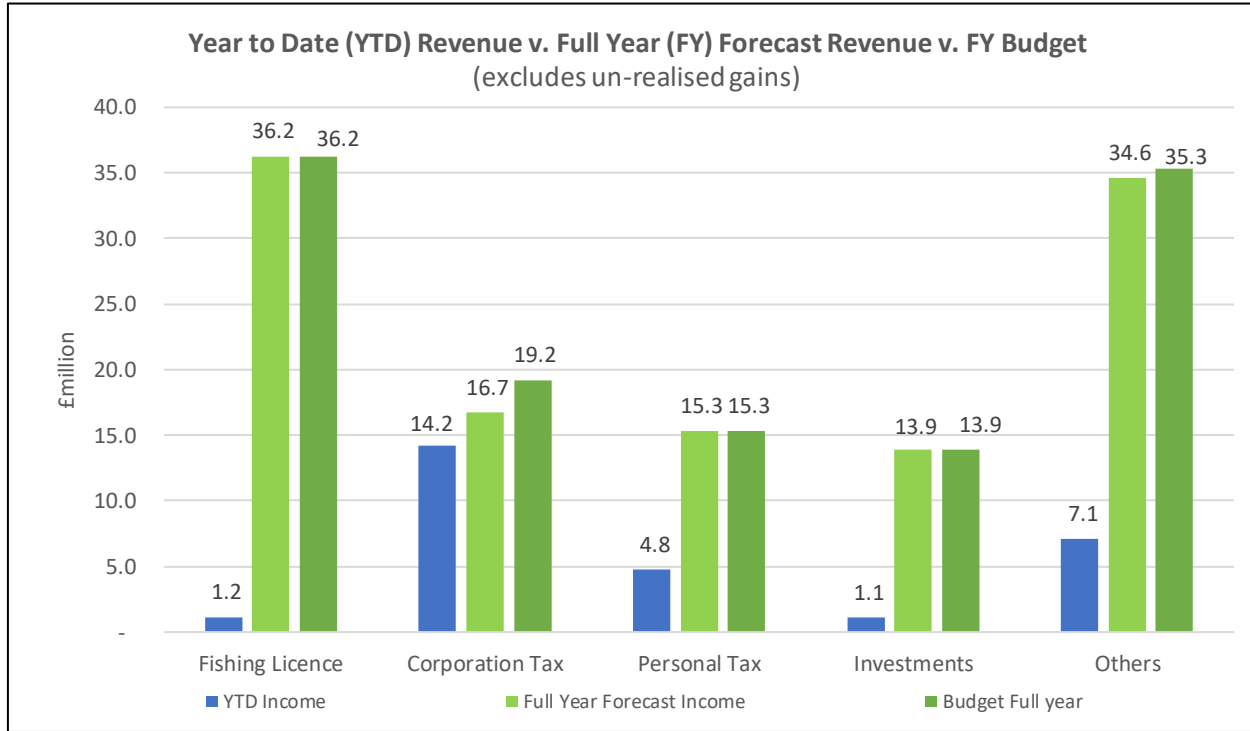
GRAPH 2

**Falkland Islands Government - Financial Management Report
For the Month Ending 30 September 25**



GRAPH 3

**Falkland Islands Government - Financial Management Report
For the Month Ending 30 September 25**



GRAPH 4

**Falkland Islands Government - Financial Management Report
For the Month Ending 30 September 25**

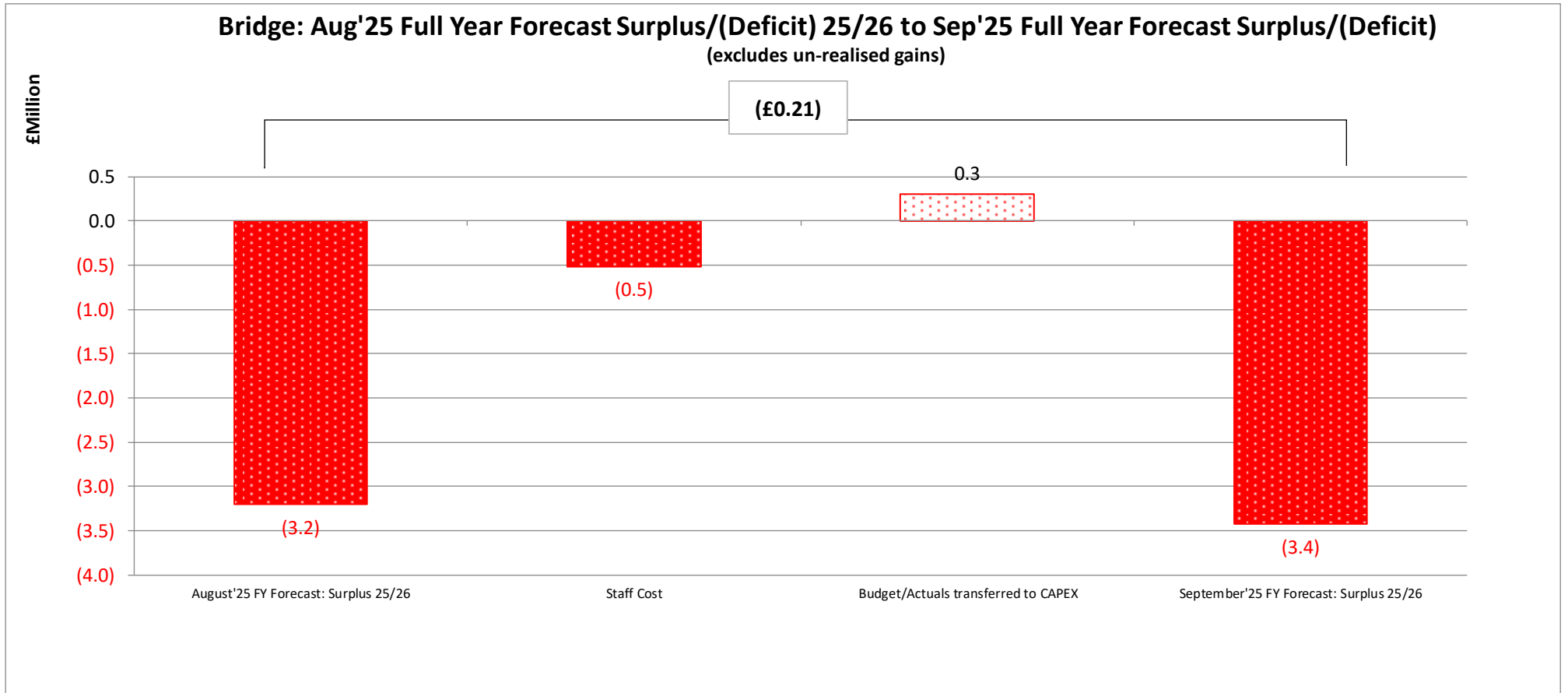


TABLE 2

**Falkland Islands Government - Financial Management Report
For the Month Ending 30 September 25**

OPERATING REVENUES	£000s	£000s	£000s	
Description	YTD Actual Sep-25	YTD Budget (Revised) Sep-25	Variance Actual vs Budget Fav/(Adv)	Variance commentary
Revenue				
110 Development and Comm Services	(191)	(299)	(108)	Adverse FIGAS passenger revenue (£0.04m), swimming pool & sports fees (£0.03m), Aerial Surveillance On-costs (£0.02m), Court Fines (£0.02m), Commercial Charter (£0.01m), partially offset by favourable FIG Ferry Usage £0.01m
200 Health & Social Services	(199)	(231)	(32)	Adverse resident fees (£0.02m), eye tests/spectacles (£0.013m), hospital and medical charges (£0.01m), theatre treatment (£0.006m), but partially offset by Immigration Medicals £0.008m and in-patient £0.007m
250 Education	(71)	(70)	1	
350 Public Works	(4,287)	(3,679)	608	Favourable Sale of Quarry Products £0.5m, Service Water Charge £0.35m, Refuse Collection Charge - Private £0.12m, Community Services Charge £0.06m, partially offset by adverse Plant and Labour Allocation to Capital Projects (£0.2m), Electricity (£0.13m), Rents received (£0.07m), others (£0.02m)
410 Natural Resources	(1,210)	(1,178)	32	Favourable fishing license £0.05m, transshipping fees £0.008m, clinical services (Vet.), £0.007m, partially offset by adverse miscellaneous revenue (£0.03m) and regulatory services (Vet.) (£0.004m)
450 Law & Regulation	(63)	(108)	(45)	Adverse land rent (£0.03m), legal advice fees (£.01m) and recovery of legal costs (£0.01m)
540 Emergency Services	(512)	(528)	(16)	Adverse customs duty (£0.05m) and embarkation tax (£0.005m), partially offset by favourable customs services £0.04m
600 Executive Management	(1,341)	(1,001)	340	FIGO Flight
615 Policy and Economic Development	-	-	-	
700 The Treasury	(20,480)	(22,614)	(2,134)	Adverse investment income (£2.4m) (investment loss is a favourable of £0.3m), corporation tax (£0.7m), partially offset by favourable personal tax £1m
Total Departmental Revenue	(28,354)	(29,708)	(1,354)	
996 Medical Treatment Overseas	-	(6)	(6)	
998 Social Investments	-	-	-	
999 Island Plan Investments	-	(19)	(19)	
608 Public Accounts Committee	-	-	-	
997 Oil Development	-	-	-	
Total Revenue (Unrealised Investment Income excluded)	(28,354)	(29,733)	(1,379)	

TABLE 2**Falkland Islands Government - Financial Management Report****For the Month Ending 30 September 25**

OPERATING COSTS	£000s	£000s	£000s	
	YTD Actual	YTD Budget (Revised)		Variance Actual vs Budget Fav/(Adv)
	Sep-25	Sep-25		
Costs				
110 Development and Comm Services	2,043	2,546	503	Favourable repairs & maintenance £0.2m, service contracts £0.1m, post mortem expenses £0.08m from reimbursement received from Argos, live TV £0.07m, Mi-Player £0.03m and freight consolidation £0.02m
200 Health & Social Services	4,239	4,978	739	Favourable service contracts £0.24m, vacancy lag of £0.14m, Medical Stores £0.09m, Electricity £0.08m, Specialist/Consultancy Services £0.06m, Central Heating costs £0.05m, Mandatory Training/CPD £0.04m, others £0.04m
250 Education	2,982	3,375	393	Favourable Student Grants/Training £0.19m, Central Heating costs £0.04m, Nursery Provision £0.02m, vacancy lag £0.07m and others £0.07m
350 Public Works	4,050	4,842	792	Favourable explosives £0.2m, repairs and maintenance £0.15m, Fuel & lubricants £0.17m, furniture - household £0.06m, maintenance MPA Road £0.06m, hire of plant £0.05m, and various accounts £0.1m
410 Natural Resources	3,279	3,479	200	Favourable hydrocarbon consultancies £0.07m, specialist/consultancy services £0.04m, charter fuel £0.03m, education facilities review £0.03m, and several accounts £0.05m, partially offset by adverse calafate control programme (£0.02m)
450 Law & Regulation	542	491	(51)	Adverse aviation safety (£0.04m) and vacancy lag (£0.04m), partially offset by small variances from various accounts (£0.03m)
540 Emergency Services	1,314	1,241	(73)	Adverse net salaries & wages (£0.09m) and investigation expenses (£0.03m), partially offset by favourable airport security £.05m
600 Executive Management	1,604	3,065	1,461	Favourable FIGO flight cost £1.1m, software licences £0.29m, telephone telex & fax charges £0.02m, specialist/consultancy £.02m and various accounts £0.07m, partially offset by public relations (£0.04m)
615 Policy and Economic Development	586	479	(107)	Adverse environmental studies (£0.1m), grant recoverable expenditure (£0.03m), partially offset by favourable vacancy lag (£0.03m)
700 The Treasury	1,110	1,504	394	Favourable loss on sale of investments £0.34m, investment management fees £0.16m, partially offset by adverse audit fees (£0.05m), specialist/consultancy services (£0.03m) and various accounts (£.03m)
Total Departmental Expenditure	21,749	25,999	4,250	
996 Medical Treatment Overseas	562	964	402	Demand-led services
998 Social Investments	-	-	-	
999 Island Plan Investments	2,896	3,095	199	Timing of invoices from Subvention bodies
608 Public Accounts Committee	11	17	6	
997 Oil Development	-	-	-	
Total Expenditure (excluding unrealised investment losses)	25,218	30,076	4,858	
Surplus/ (Deficit) for 24/25 (excluding unrealised investment losses)	3,136	(343)	3,479	

Notes

- Cost figures exclude depreciation and transfer to capital equalisation fund

- Executive Management includes the income and expenditure relating to Airbridge flights

TABLE 3

**Falkland Islands Government
Financial Management Report
Full Year Forecast as at 30 September 25**

OPERATING REVENUES

Description	FY Forecast Sep-25 £000s	FY Budget (Revised) Sep-25 £000s	Variance FY FC vs Budget Fav/(Adv) £000s	Better/ Worse than prior month variance / No change transparent	Variance commentary
Revenue					
110 Development and Comm Services	(1,805)	(1,805)	-	○	
200 Health & Social Services	(923)	(923)	-	○	
250 Education	(183)	(183)	-	○	
350 Public Works	(17,360)	(17,360)	-	○	
410 Natural Resources	(38,643)	(38,643)	-	○	
450 Law & Regulation	(470)	(470)	-	○	
540 Emergency Services	(5,718)	(6,398)	(680)	○	Adverse (£0.68m) Passenger levy due to lower number of tourist, assuming cancellations would be at 16,000 pax (>17,000 last season)
600 Executive Management	(4,009)	(4,009)	-	○	
615 Policy and Economic Development	-	-	-	○	
700 The Treasury	(47,553)	(50,053)	(2,500)	○	Adverse (£2.5m) Corporation tax following the early closure of the fishing season last year and investment into vessels
Total Departmental Revenue	(116,664)	(119,844)	(3,180)	○	
996 Medical Treatment Overseas	(26)	(26)	-	○	
998 Social Investments	-	-	-	○	
999 Island Plan Investments	(76)	(76)	-	○	
608 Public Accounts Committee	-	-	-	○	
997 Oil Development	-	-	-	○	
Total Revenue	(116,766)	(119,946)	(3,180)	○	

TABLE 3

**Falkland Islands Government
Financial Management Report
Full Year Forecast as at 30 September 25**

OPERATING COSTS Description	FY Forecast	FY Budget (Revised)	Variance FY FC vs Budget Fav/(Adv)	Better/ Worse than prior month variance / No change transparent	
	Sep-25	Sep-25			
	£000s	£000s	£000s		
Costs					
110 Development and Comm Services	10,377	10,377	-	○	
200 Health & Social Services	18,928	18,928	-	○	
250 Education	11,640	11,640	-	○	
350 Public Works	19,643	19,643	-	○	
410 Natural Resources	12,281	11,867	(414)	●	£0.2m is from the 7 additional DMR staff (ExCo 178/25), £0.2m for the locum vet cost
450 Law & Regulation	1,938	1,938	-	○	
540 Emergency Services	5,426	5,326	(100)	●	£0.1m is due to staff cost
600 Executive Management	9,373	9,373	-	○	
615 Policy and Economic Development	2,352	2,352	-	○	
700 The Treasury	14,960	14,960	-	○	
Loan Finance Cost	-	-	-	○	
Total Departmental Expenditure	106,919	106,404	(514)	●	
996 Medical Treatment Overseas	3,561	3,561	-	○	
998 Social Investments	-	-	-	○	
999 Island Plan Investments	9,639	9,639	-	○	
608 Public Accounts Committee	70	70	-	○	
997 Oil Development	-	-	-	○	
Total Expenditure (excluding unrealised investment losses)	120,188	119,673	(514)	●	
Surplus/ (Deficit) for 24/25 (excluding unrealised investment losses)	(3,422)	273	(3,694)	●	

Notes - Cost figures exclude depreciation and transfer to capital equalisation fund
- Executive Management includes the income and expenditure relating to Airbridge flights

STANDING FINANCE COMMITTEE

Title of Report:	June 2025 Electricity Unit Rate Public Quarterly Report (actuals to 30 June 2025)
Paper No:	39/25
Date of Meeting:	29th October 2025
Report of:	Senior Accountant

1. Purpose

- 1.1. To provide an update to SFC following a review of the unit rate of electricity using the most recently available production data.

2. Recommendation

- 2.1. Members to note:
 - a) Surplus of £0.582m for Financial Year 24/25;
 - b) Cumulative deficit as at 30 June 2025 is £0.842m.

3. Background

- 3.1. The approved approach to cost recovery for electricity production is the user pays policy i.e. the unit price of electricity is set at a rate which ensures the full costs of production are recovered.
- 3.2. Since Q1 21/22, electricity prices per unit rose from 23p to a peak of 39p, reducing to the current 35p per unit. Over the same period diesel prices rose from 56p per litre to £1.01, reducing to the current price of 61p per litre.
- 3.3. The electricity unit price reduction is not comparable to the reduction in fuel price due to FIG historically under-recovering electricity production costs up to 23/24, in effect subsidising electricity users when considering the full cost of electricity production.
- 3.4. The cumulative deficit from 21/22 peaked at £2.1m in 22/23 due to significantly higher costs during 22/23 than were recovered with a unit price of 39p.

4. Electricity Actuals and Forecasts

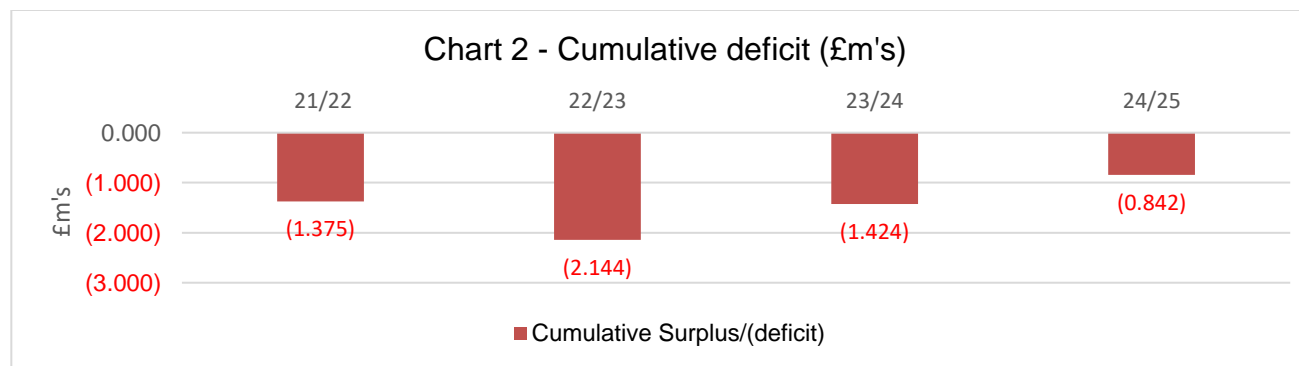
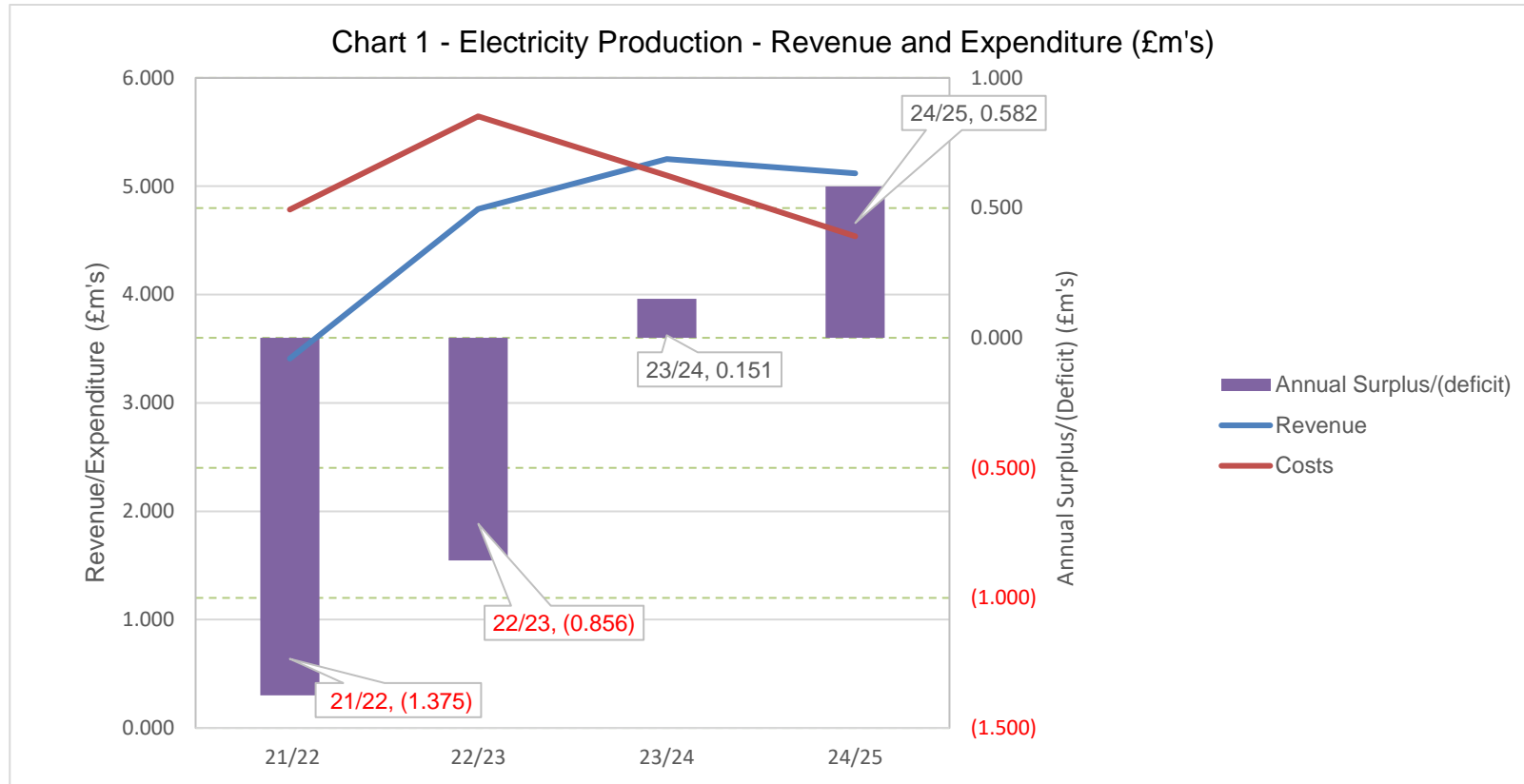
- 4.1. Revenue for the financial year was £5.121m against expenditure of £4.538m, resulting in a 24/25 surplus of £0.582m (Annex 1 and 2), reducing the cumulative deficit, as at 30 June 2025, to £0.842m (Annex 2 – Chart 2).

Annex 1 – Updated Electricity Price actuals to 30 June 2025

	2021/22	2022/23	2023/24	2024/25
	£	£	£	£
Table 1 – Surplus/Deficit by financial year				
Revenue	3,408,942	4,789,819	5,251,174	5,120,501
Costs	(4,783,780)	(5,645,412)	(5,100,321)	(4,538,153)
Surplus/(Deficit)	(1,374,838)	(855,593)	150,853	582,348
Cumulative Surplus/(Deficit)	(1,374,838)	(2,230,431)	(2,079,578)	(1,497,230)
Costs written off/borne by FIG (ExCo Approvals)	-	86,766	568,710	-
Cumulative Surplus/(Deficit) after costs borne by FIG	(1,374,838)	(2,143,665)	(1,424,102)	(841,754)

	2021/22	2022/23	2023/24	2024/25
	£	£	£	£
Table 2 – Cost Breakdown by financial year				
Fuel & Lubricant Costs	2,113,339	3,538,896	3,112,142	2,466,976
Staff Costs	775,900	799,111	738,721	663,913
Repairs and Maintenance	506,264	165,478	122,608	317,048
Depreciation	1,299,432	1,048,460	1,048,073	1,345,289
Other Costs	88,845	93,467	78,777	(235,073)
Total Costs	4,783,780	5,645,412	5,100,321	4,538,153

Annex 2 – Electricity Production – Revenue and Expenditure & Cumulative Surplus/(Deficit) Position



STANDING FINANCE COMMITTEE

Title of Report: Capital Projects Progress Report Open Items – 2025/26 Q1 - 30/09/2025

Paper No: 41/25

Date of Meeting: 29 October 2025

Report of: Capital Accountant

1. Introduction

The purpose of this report is to provide Members with an update on the progress of capital projects excluding those costings that cannot be publicly disclosed for tender purposes.

2. Recommendation

2.1. None. This report is for information only.

3. Summary

A summary of actual capital expenditure as at 30 September 2025 against the revised budget for 2025/26 split by the Islands Plan objectives is shown below in Table 1.

Total (Open and Closed)	YTD Actual July- September 25/26	YTD Revised Budget 25/26	YTD Variance	25/26 Full Year Forecast	25/26 Full Year Revised Budget	Variance
	£m	£m	£m	£m	£m	£m
Economic Development	5.0	27.9	22.9	62.5	84.6	22.2
Infrastructure and Maintenance	5.5	6.4	0.9	28.8	35.1	6.2
Social Investment	2.8	5.1	2.3	17.0	17.3	0.3
Budget Reserve					2.8	2.8
Total expenditure	13.3	39.4	26.1	108.3	139.8	31.5
Income	(0.1)	(0.2)	(0.2)	(1.0)	(1.0)	(0.0)
Net expenditure	13.2	39.2	25.9	107.3	138.8	31.5

3.1 Year to date expenditure on capital projects and programmes is £13.3m, which is £26.1m underspent against the YTD budget. The biggest contributor to this was the FIPASS Replacement/Port project.

3.2 The full year expenditure forecast for capital is projected to be £108.3m.

3.3 The table on page 2 summarises the main variances for those projects that can be disclosed.

Table 2 – Open Items – Largest Q1 Variances

Project Name	Code	Actual £m	Budget £m	Variance £m	Commentary
Housing construction	7033	0.15	0.65	0.50	Variance due to phasing of the budget. The last 8 houses from FIG are anticipated to be delivered within the next 2 months. The MOD power issue have been resolved which were causing delays; however, other infrastructure problems still need to be addressed by MOD. The new completion date, due to these delays, is now set for 16 July 2026.
FIPASS Improvements	7040	0.03	0.45	0.42	Variance due to phasing of the budget, which is distributed equally across each month. The majority of the work is scheduled in November and December.
Vehicles	7008	0.14	0.44	0.30	Programme spend to date is mainly on the 5 x Hilux Double Cabin 5 seater heavy duty pick up. Further spend in line with the budget are the purchase of the 5 door 4x4 and a wheel chair accessible vehicle.
Hillside FIG office refurbishment	7166	0.00	0.24	0.24	The tender process has been completed, and is now in the design phase. Overall, it is anticipated to be an underspend since the main refurbishment is expected to take place in the next financial year.
Plant for PWD	7006	0.21	0.40	0.19	The year-to-date variance is attributed to the timing of payments. All plants have been ordered, with payments scheduled upon delivery to the UK dock. The revised cash flow has been incorporated into the forecast. The remaining balance will be allocated for the purchase of additional items for other equipment.

3.4 A full breakdown of the capital programme by individual project/programme highlighting progress and variances against budget is shown in the appendix to this report.

3.5 Capital income was £0.1m against a revised budget of £0.2m. Income received was from the sale of houses, land and payment of loans.

Name	Code	Accountable Department	YTD 25/26 Actual Spend Jul-Sep	YTD 25/26 Revised Budget	YTD Variance	25/26 Full Year Revised Budget	25/26 Full Year Forecast	FY Variance	Full Year % of Budget still to spend	Commentary	Budget category
			£(000's)	£(000's)	£(000's)	£(000's)	£(000's)	£(000's)	%		
Mare Harbour Wind Farm	7167	PWD	1,230	1,117	(113)	4,469	4,582	(113)	72%	(£113.2k) adverse variance ytd The Tender for the Mare Harbour Road is being finalised with work expected to start in the next month. The MoD has further payments to make under the yet to be agreed LOA but has already made payments beyond the current position of the project.	Infrastructure and Maintenance
FIPASS Improvements	7040	DCS	27	451	424	1,806	1,381	425	99%	£425k favourable variance ytd Variance due to phasing of the budget. Most work taking place in November and December.	Economic Development
Packaway Buildings (FIGAS Hangar)	7121	PWD	344	414	70	1,321	1,281	40	74%	£69.5k favourable variance ytd Design has been finalized, including revisions. The contractor is currently working onsite, with the main steel expected to arrive in November 2025. Material procurement is in progress. The completion date is scheduled for June/July 2026.	Infrastructure and Maintenance
Plant for PWD	7006	PWD	207	401	194	1,174	1,119	55	82%	£193K favourable ytd variance The year-to-date variance is attributed to the timing of payments. All plants have been ordered, with payments scheduled upon delivery to the UK dock. The revised cash flow has been incorporated into the forecast. The remaining balance will be allocated for the purchase of additional items for other equipment.	Infrastructure and Maintenance
Balance Camp Roads for Reallocation	7023	PWD	0	0	0	1,000	0	1,000	100%	Budget to be allocated in 7011,7014,7021 and 7026	Infrastructure and Maintenance
Hillside FIG office refurbishment	7166	PWD	3	241	238	991	753	238	100%	£235k favourable variance ytd The tender process has been completed, and is now in the design phase. Overall, it is anticipated to be an underspend since the main refurbishment is expected to take place in the next financial year.	Infrastructure and Maintenance
Housing related maintenance	7034	PWD	263	124	(139)	970	872	98	73%	(£139k) adverse variance ytd The variance is attributed to the phasing of the budget; however, the full-year forecast indicates that the works align with the budget. Expenditures are associated with the refurbishment of kitchens and bathrooms in Jersey Flats, JMA, Endurance, and Callaghan flats. Materials have been delivered, and we are now waiting for the ITT to proceed with the installation.	Infrastructure and Maintenance
FIGAS airframe	7084	DCS	3	0	(3)	931	1,033	(102)	100%	(£2.8k) minor adverse variance ytd Aircraft is set for delivery in March/April 2026	Infrastructure and Maintenance
Building Maintenance	7037	PWD	119	162	43	900	919	(19)	87%	£43.1k favourable variance ytd Variance resulting from the budget phasing. The current expenditure pertains to the refurbishment of the IT building, the installation of additional CCTV for the FIGAS estate, and kitchen materials for Stanley House. Additional expenses include the renovation of Education's bathrooms, external decorations for the town hall, the replacement of the East Conservatory at GH, external doors for FICS, and the upgrade of IJS boilers and the plant room.	Infrastructure and Maintenance
Sports Facility Development	7103	DCS	459	0	(459)	838	1,296	(458)	45%	(£458.6k) adverse variance ytd Project is overspent, and Members are aware of the background via ExCo papers, approving increased NSC budget. Whilst FIG Officers provide oversight, NSC controls the spend on its allocated project activities. NSC notes its projected completion of works by Feb '26.	Social Investment
Jetty Renovations	7042	PWD	140	41	(99)	689	678	11	80%	(£99k) adverse variance ytd The unfavourable spend is linked to the payment of the contractor for the lively island works which is almost completed. It also includes additional spend for ordering of the davit at Sea Lion Island. This has been factored into the total budget for this project. This will not be a continuation throughout the year only the beginning of the year.	Infrastructure and Maintenance
Medical Equipment	7091	DHSS	319	287	(32)	681	678	3	53%	(£32k) adverse variance ytd 24/25 FY underspend has been rolled forward into 25/26 FY to pay for equipment, KEMH have received for invoices of ordered Medical equipment along with replacement items that were slipped (Anaesthetic Machine) to 25/26 from 24/25 as it was determined they were still in good working order. The Medical Devices committee had a meeting last September to reach an agreement on 25/26 medical devices that requires approval for purchase. The overspend against the budget ytd is as a result of the X-Ray unit invoice being paid in 25/26 after it was purchased in 24/25. The budget for this was rolled forward from 24/25 and was expected.	Infrastructure and Maintenance
MPA Road	7020	PWD	1	0	(1)	681	662	19	100%	(£746) minor adverse variance ytd Project is within budget. Programme is for the completion of culverts and road marking	Infrastructure and Maintenance
Housing construction	7033	PWD	154	651	497	651	985	(334)	76%	£498k favourable variance ytd Variance due to phasing of the budget. The last 8 houses from FIG are anticipated to be delivered within the next 2 months. The MOD power issue have been resolved which were causing delays; however, other infrastructure problems still need to be addressed by MOD. The new completion date, due to these delays, is now set for 16 July 2026.	Social Investment

Name	Code	Accountable Department	YTD 25/26 Actual Spend Jul-Sep	YTD 25/26 Revised Budget	YTD Variance	25/26 Full Year Revised Budget	25/26 Full Year Forecast	FY Variance	Full Year % of Budget still to spend	Commentary	Budget category
			£(000's)	£(000's)	£(000's)	£(000's)	£(000's)	£(000's)	%		
Hospital Maintenance	7049	DHSS	156	245	89	642	553	89	76%	£88k favourable variance ytd Work ongoing with Pathology and CSSD re development. This work is identifying a number of additional (Contract Variation Instruction) CVI's for work required that weren't original costed in the original funding allocation managed through PWD. KEMH picking up the additional costs.25/26 maintenance plan is now being developed. Work is progressing well.	Infrastructure and Maintenance
Repair of Stanley Roads	7015	PWD	244	137	(107)	587	384	203	58%	(£106k) adverse variance ytd Ross Road Phase 11 – Final Snags. Practical Completion Certificate to be issued. Ross Ross West Gully works – 2weeks duration. Start TBC. Industrial Ross Upgrades – Timing TBC.	Infrastructure and Maintenance
Projects with 24/25 budget of more than £500,000 - Open Session			3,669	4,272	603	18,332	17,176	1,156	80%		
Projects with 24/25 budget of less than £500,000 - Open Session			865	1,122	257	3,123	3,354	(231)	72%		
Projects only disclosed in Closed Session			8,745	34,020	25,275	118,341	87,776	30,565	93%		
Total			13,279	39,415	26,136	139,795	108,308	31,487	91%		

Name	Code	Accountable Department	YTD 25/26 Actual Spend Jul-Sep	YTD 25/26 Revised Budget	YTD Variance	25/26 Full Year Revised Budget	25/26 Full Year Forecast	FY Variance	Full Year % of Budget still to spend	Commentary	Budget category
			£(000's)	£(000's)	£(000's)	£(000's)	£(000's)	£(000's)	%		
Detail of smaller active projects:											
Vehicles	7008	PWD	144	444	300	444	370	74	68%	£300K favourable ytd variance Programme spend to date is mainly on the 5 x Hilux Double Cabin 5 seater heavy duty pick up. Further spend in line with the budget is the purchase of the 5 door 4x4 and a wheel chair accessible vehicle.	Infrastructure and Maintenance
Pumped Sewage Disposal System	7071	PWD	0	110	110	441	25	416	100%	£110.2k favourable variance ytd Variance due to phasing of the budget. Awaiting decision on the design and build Pump Station for Boxer Bridge. More replacement pumps will need ordering.	Infrastructure and Maintenance
Industrial Infrastructure (ARSIE)	7070	PWD	4	102	98	407	4	403	99%	£97.9k favourable variance ytd Variance due to phasing of the budget. ARSIE Phase 2A & B start date is to be confirmed.	Infrastructure and Maintenance
Framework Contract	7088	DCS	100	75	(25)	300	325	(25)	67%	(£24.9k) adverse variance ytd Unfavourable budget is due to accrued invoice for June 25 being pulled into 25/26 budget unexpectedly, this overspend should come down in the year.	Infrastructure and Maintenance
Provider improvements to comply with nursery regulations	7046	EDU	63	75	12	243	194	49	74%	£11.9k favourable variance ytd The initial invoices from the project were received in September. The completion date is scheduled for November, which means the final invoices are anticipated in December.	Social Investment
Aviation Services Development	7078	DCS	26	6	(20)	200	150	50	87%	(£20.4k) adverse variance ytd Variance due to timing and phasing of the budget. Programme further spend is for AWOS (Automated Weather Observing System); Avionics Test equipment #2; CCTV Upgrade; Security Shutters; Platform scales x 2; Tungsten Bucking Bars; 720-litre appliances modifications	Infrastructure and Maintenance
Replacement No 7 generator	7137	PWD	32	48	16	187	171	16	83%	£187.4k favourable variance ytd Project has been completed. The current expenditures are for the payment of the spare packages related to the ordered equipment.	Infrastructure and Maintenance
New Sports Facility – Fit Out	7175	DCS	78	0	(78)	167	245	(78)	53%	(£78.5k) adverse variance ytd Currently out for tender, difficult to forecast at this stage due to uncertainties in the capital build costs.	Social Investment
General Infrastructure (Bio Disc Drainage)	7069	PWD	5	125	120	150	145	5	97%	£119.5k favourable variance ytd 2 Bio Disc Fencing & vent stacks (Rex Hunt & Sandy Woodward ongoing. Completion expected by October.	Infrastructure and Maintenance
New Plot Servicing-Services to New Properties-	7149	PWD	2	37	35	150	114	36	99%	£35.2k favourable variance ytd Variance due to phasing of the budget. Awaiting for an updated forecast.	Infrastructure and Maintenance
Electricity Supply Improvement	7059	PWD	21	25	4	125	122	3	83%	£3.3k minimal favourable variance ytd The current expenditure pertains to the replacement of cables and the work on generator sets for Wind Farms. Awaiting an updated forecast.	Infrastructure and Maintenance
Training Centre	7036	EDU	0	13	13	50	50	0	100%	£12.5k favourable variance ytd Variance due to phasing of the budget. Awaiting for the design work. NIL spend to date.	Economic Development
Design & Consultancy	7072	PWD	10	13	3	50	47	3	80%	£2.5k favourable variance ytd Variance due to phasing of the budget. Programme funding is to continue delivering the design works for the DoA lab which is currently done by Ramboll.	Infrastructure and Maintenance
FIGAS Fleet Modifications	7081	DCS	11	0	(11)	41	11	30	73%	Project is now completed.	Infrastructure and Maintenance
Landscaping Stanley	7038	PWD	0	8	8	33	33	0	100%	Nil spend ytd Future spend is for various landscaping, tree planting and purchase of soil.	Social Investment
Fox Bay - Agents Office	7169	DCS	8	0	(8)	32	8	24	75%	(£8.1k) adverse variance ytd Project is mid way and being completed mostly in-house through the Fox Bay Agent. Difficult to include projections until later in the FY.	Infrastructure and Maintenance
West Roads Improvements	7021	PWD	28	26	(2)	26	378	(352)	(8)%	(£2.4k) adverse variance ytd Programme funding required to replace 6 culvert crossings, armouring of the south shoulder of the embankment and raising the embankment in section of 2km of the Main Point. Budget to be vired from project code 7023.	Infrastructure and Maintenance
Disabled facility and adaptations	7130	PWD	1	5	4	20	16	4	95%	£3.9k favourable variance ytd Variance due to phasing of the budget. Funding is to facilitate the Tussac house.	Infrastructure and Maintenance
FIPASS office replacement	7179	DCS	0	0	0	20	20	0	100%	Nil spend ytd This project won't happen until new Port is delivered and thus new office is needed to FIPASS site - same as previous notes	Infrastructure and Maintenance
PMO Software	7174	DCS	0	0	0	18	7	11	100%	Nil spend ytd Forecast spend in Jan 2026 when we renew the Wrike licenses, this amount is based on the amount of licenses we have now but could increase slightly if we need to purchase more in the upcoming months, in this case I will update the forecasts in future months.	Infrastructure and Maintenance

Name	Code	Accountable Department	YTD 25/26 Actual Spend Jul-Sep	YTD 25/26 Revised Budget	YTD Variance	25/26 Full Year Revised Budget	25/26 Full Year Forecast	FY Variance	Full Year % of Budget still to spend	Commentary	Budget category
			£(000's)	£(000's)	£(000's)	£(000's)	£(000's)	£(000's)	%		
FIDF Security Improvements	7133	DESES	0	10	10	15	15	0	100%	£10k favourable variance ytd Variance due to phasing of the budget. Updated forecast has been provided. New door installed, waiting for access controls system to arrive.	Infrastructure and Maintenance
Fox Bay - Fire Shed	7170	DCS	15	0	(15)	3	15	(12)	(356)%	(£11.7k) adverse variance ytd Project is complete, we will look to deal with the over-spend during the latter part of the year.	Infrastructure and Maintenance
Camp Roads	7011	PWD	0	0	0	0	319	(319)		(£163) minor adverse variance ytd Project starting in November. Programme is for the completion of the last section of Doyle Farm Road (5km) Budget to be vired from project code 7023.	Infrastructure and Maintenance
East Roads Capping	7014	PWD	136	0	(136)	0	299	(299)		(£136k) adverse variance ytd Programme is to complete 5km of capping on the Goose Green Road. Budget to be vired from project code 7023.	Infrastructure and Maintenance
Cattle Grid Installation - West	7026	PWD	3	0	(3)	0	93	(93)		(£3k) minor adverse variance ytd Programme is for the completion of installation of 5 new cattlegrids to be installed within Stanley. Budget to be vired from project code 7023.	Infrastructure and Maintenance
Fox Bay building improvements	7051	PWD/DCS	6	0	(6)	0	6	(6)		(£5.6k) adverse variance ytd Unforeseen costs that have resulted in an overspend, which has carried over into the new fiscal year (FY). The work on House No. 5 will be planned in due course. Forecast is challenging to assess at this stage.	Infrastructure and Maintenance
Workforce Accommodation	7116	PWD	167	0	(167)	0	167	(167)		(£166.8k) adverse variance ytd Overspend should be netted off by underspend elsewhere.	Infrastructure and Maintenance
Climate Change Data Gathering in Camp	7143	DPECS	5	0	(5)	0	5	(5)		(£5k) adverse variance ytd To be covered by operational budget	Social Investment
Projects with 24/25 budget of less than £500K - Open Session			865	1,122	257	3,123	3,354	(231)	72%		

Summary of 5 Year Plan – 2024/25 to 2029/30 including New Bids

	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30
Net Operating Surplus/(Deficit)	11.5	5.1	13.1	12.0	16.0	15.4
Summary of Capital (Project) Budgets						
	19.4	139.8	119.6	66.5	10.6	12.4
Total Net Expenditure	(7.9)	(134.7)	(106.5)	(54.5)	5.4	3.0
The Annual Operating Surplus / Deficit affects the level of Uncommitted Reserves						
Opening Net Liquid Assets Balance	271.0	397.6	270.5	159.0	99.5	100.0
Closing Net Liquid Assets	397.6	270.5	159.0	99.5	100.0	98.0
Ratio of Uncommitted Reserves to adjusted Departmental Expenditure	5.8	3.2	2.0	1.2	1.2	1.2
Headroom 1.5x	295.3	144.2	36.7	(22.7)	(21.2)	(23.2)
<u>25/26 Adjustments</u>						
Total operational changes		-8.5	-2.4	-1.2	0.0	0.0
Capital changes						
Total capital changes	0.0	-0.1	-24.2	-0.2	-0.2	-0.2
Overall movement	0.0	-8.6	-26.6	-1.4	-0.2	-0.2
	0.0	-8.6	-35.2	-36.6	-36.8	-37.0
Ratio of Uncommitted Reserves to adjusted Departmental Expenditure	5.8	3.1	1.6	1.2	1.2	1.2
Headroom 1.5x	295.3	135.6	1.5	(59.3)	(58.0)	(60.2)