

Phasing of Savings and Investment Costs

Appendix C

	One-off Capital Investment Costs	One-off Revenue Investment Costs	Annual recurring revenue Costs	Annual recurring revenue Savings	Phasing of Savings and Costs					
					2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Capital One-Off Investment Costs										
<u>ICT</u>										
ICT Contract cost	708,000				340,000	368,000				
Workstation and Infrastructure cost	155,000				102,000	53,000				
<u>Implementation</u>										
Implementation of the Future Model	175,000				175,000					
<u>Accommodation</u>										
Capital Costs	25,000				25,000					
Revenue One-Off Investment Costs										
<u>Contribution to Strategic Change Earmarked Reserve</u>										
Contribution to Strategic Change Earmarked Reserve (see 4.8 of the report)		1,520,000			275,000	805,000	125,000	160,000	120,000	35,000
<u>Training costs</u>										
Staff Training		72,000			18,000	54,000				
<u>Contingency</u>										
Contingency (5%)		175,000			75,000	100,000				
Revenue recurring costs										
<u>Accommodation</u>										
Costs of remodelling KP for tenants			10,000			10,000	10,000	10,000	10,000	10,000
Workstation rental costs - payment to South Hams			90,000			70,000	90,000	90,000	90,000	90,000
Revenue recurring annual savings										
<u>Staff</u>										
Staff savings (30% saving of current staff levels)				-1,385,000	-160,000	-700,000	-1,385,000	-1,385,000	-1,385,000	-1,385,000
Travel and other savings				-72,000		-25,000	-50,000	-72,000	-72,000	-72,000
<u>Delivery Unit</u>										
Delivery Unit saving (see 4.6 of the report)				-10,000		-10,000	-10,000	-10,000	-10,000	-10,000
<u>IT</u>										
Reduced annual software costs				-47,000		-47,000	-47,000	-47,000	-47,000	-47,000
<u>Accommodation</u>										
Rationalisation of the two councils' headquarters - reduced running costs at Kilworthy				-170,000	-20,000	-85,000	-170,000	-170,000	-170,000	-170,000
Additional new income from letting surplus accommodation				-60,000		-15,000	-30,000	-45,000	-60,000	-60,000
Total Costs / (Savings)	1,063,000	1,767,000	100,000	-1,744,000	830,000	578,000	-1,467,000	-1,469,000	-1,524,000	-1,609,000
	(A)	(B)	(C)	(D)						
Total One Off Investment Costs (Capital + Revenue) = (A) + (B) 2,830,000										
Total Net annual revenue savings = (C) + (D) -1,644,000										