

Financial Analysis

1. The profile of payments changes year by year over the 3 year programme, with an increasing proportion dependent on results, as follows:-

	Upfront attachment fees	Results based payments in arrears
2012/13	80%	20%
2013/14	60%	40%
2014/15	40%	60%

2. Applying to this standard national profile the Stockton figure of 379 families eligible for payment, and applying the start figures of 40%, 35%, 25% produces the following local profile:-

	Families	Upfront attachment fees £	Results based payments in arrears £	Total £
2012/13	152	486,400	121,600	608,000
2013/14	133	319,200	212,800	532,000
2014/15	94	150,400	225,600	376,000
Total	379	956,000	560,000	1,516,000

3. Making a prudent assumption that we will only achieve 50% of the results based payments yields the following income:-

	Families	Upfront attachment fees £	Results based payments @ 50% £	Total £
2012/13	152	486,400	60,800	547,200
2013/14	133	319,200	106,400	425,600
2014/15	94	150,400	112,800	263,200
Total	379	956,000	280,000	1,236,000

4. Finally, dividing the 3 year total into 3 equal amounts gives £412,000 per year.