

**FROM THE PERMANENT SECRETARY
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John Dallat MLA
Deputy Chairperson
Public Accounts Committee
Room 371
Parliament Buildings
Ballymiscaw
Belfast
BT4 3XX

11 February 2016

Dear Mr Dallat

**PUBLIC ACCOUNTS COMMITTEE EVIDENCE SESSION ON INVEST TO SAVE
FUNDING**

Thank you for your correspondence dated 4th February 2016 seeking additional information on the level of savings delivered through Invest to Save schemes as covered in the recent Northern Ireland Audit Office report.

As referenced in our recent evidence session, the table attached at **Appendix 1** details savings totalling £456.5 million to the end of the 2015-16 year.

Yours sincerely



DAVID STERLING

Invest to Save Scheme Savings Projected to 2015-16

	£million	
	2011-15	2015-16
2010-11 Scheme - Estimated Savings (NIAO Report)	77.6	19.4
2011-15 Scheme - Estimated Savings (NIAO Report)	75.8	23.1
2012-13 Scheme - Estimated Savings (NIAO Report)	25.8	15.8
DFP Assessment of LPS Scheme Savings	65.0	
DFP Calculation of DRD Roads Structural Maintenance Savings	92.4	61.6
Total Savings		456.5

Notes:

Savings apply only from the year after implementation

DFP calculation of 2011-15 savings is based on a pro rata approach over the four years

2015-16 numbers are annualised savings

RSM savings are calculated based on the broad methodology within Professor Snaith's 2009 Report and are annualised for 7 years

LPS savings are removed from the 2011-15 line to avoid double counting

LPS savings based on income generated over the 2010-11 target (not annualised)

Whilst the LPS and RSM savings are DFP estimates, DFP is confident they provide a reasonable representation of savings