

**Breakdown of costs**

The tables below provide a summary breakdown of the current and anticipated costs of delivering the traffic management function, based on Hampshire County Council's proposal to reduce the funding it provides by 60%.

For convenience the cost of internal recharges and Southampton Legal Services have not been included, because these costs will still be incurred by the Council and would have to be distributed to other budgets.

<b>Budget Cost 2016/17</b>	
Employees	£76,000
Transport	£2,200
Supplies and Services	£16,500
<b>GROSS EXPENDITURE</b>	<b>£94,700</b>
<b>HCC Funding</b>	<b>-£88,700</b>
<b>NET EXPENDITURE</b> (Cost to Fareham Borough Council)	<b>£6,000</b>

<b>Predicted Budget Cost 2017/18</b>	
Employees	£76,100
Transport	£2,200
Supplies and Services	£16,500
<b>GROSS EXPENDITURE</b>	<b>£94,700</b>
<b>HCC Funding</b>	<b>-£35,500</b>
<b>NET EXPENDITURE</b> (Cost to Fareham Borough Council)	<b>£59,200</b>
<b>Additional cost to Fareham Borough Council</b>	<b>£53,200</b>