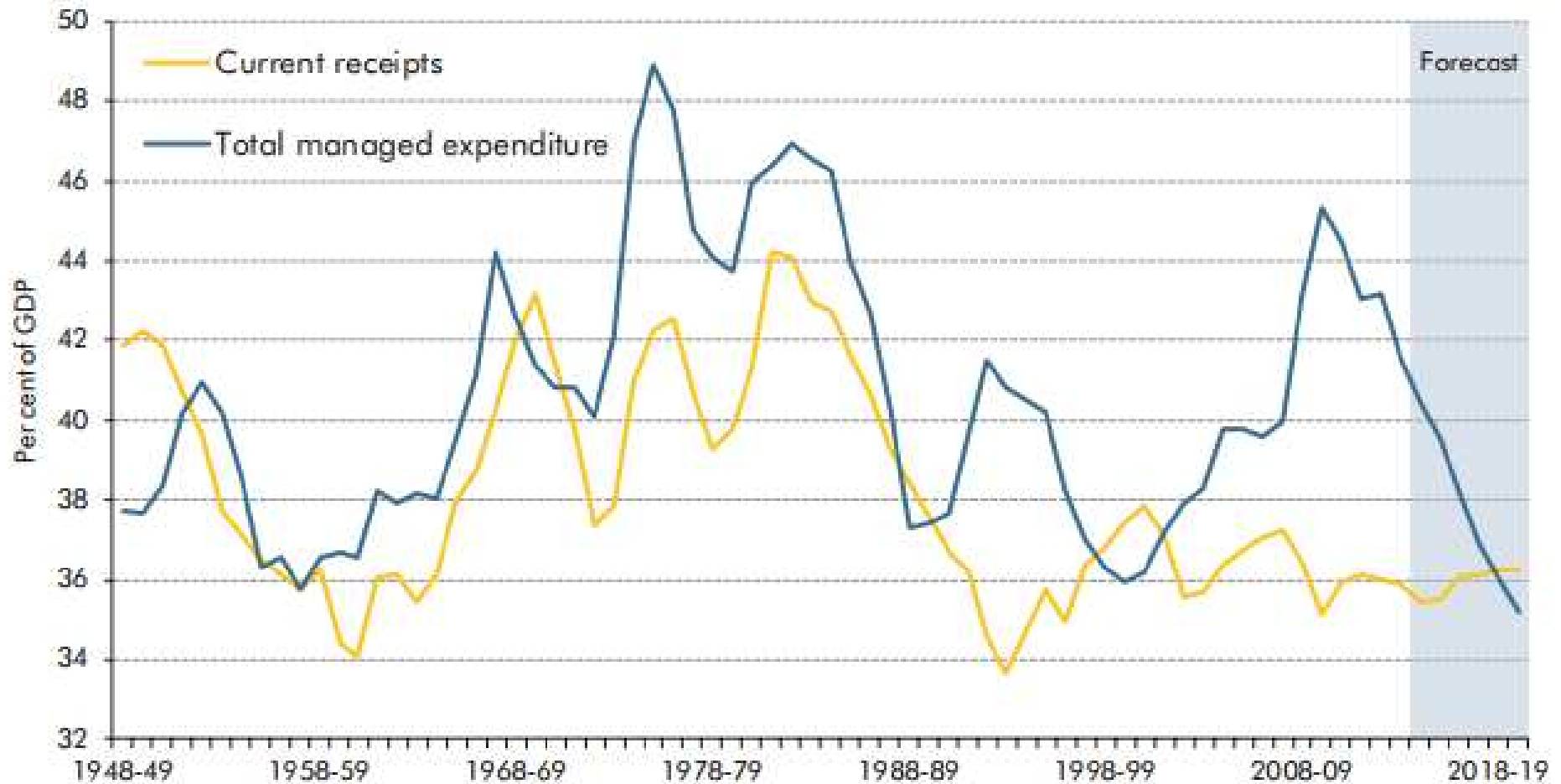


Becky Shaw
Chief Executive
East Sussex County Council

Taxation and Public Expenditure as % of GDP



Source: ONS, OBR

Source: Office for Budget Responsibility, *Economic and fiscal outlook Charts and Tables*, March 2014, Chart 1.1

The State is Changing: more welfare and less of everything else

- The NHS is increasing within the State, as is welfare and education
- Defence, Business, Home Office, Justice, Transport and Local Government all now in long-term decline
- Reducing public expenditure to 37%, or even 35%, of GDP will further raise the share of welfare within public expenditure

Response

- Recognise the reality
- Use the local evidence base
- Focus on local priority outcomes
- Make the best use of all the resources

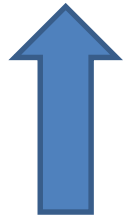
Demographic Cost Drivers – next three years



Total population (5561 = 1%)



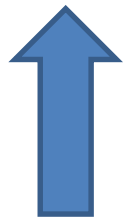
Pre school (0-3) (-795 = -3.6%)



School age (4-17) (244 = 0.3%)

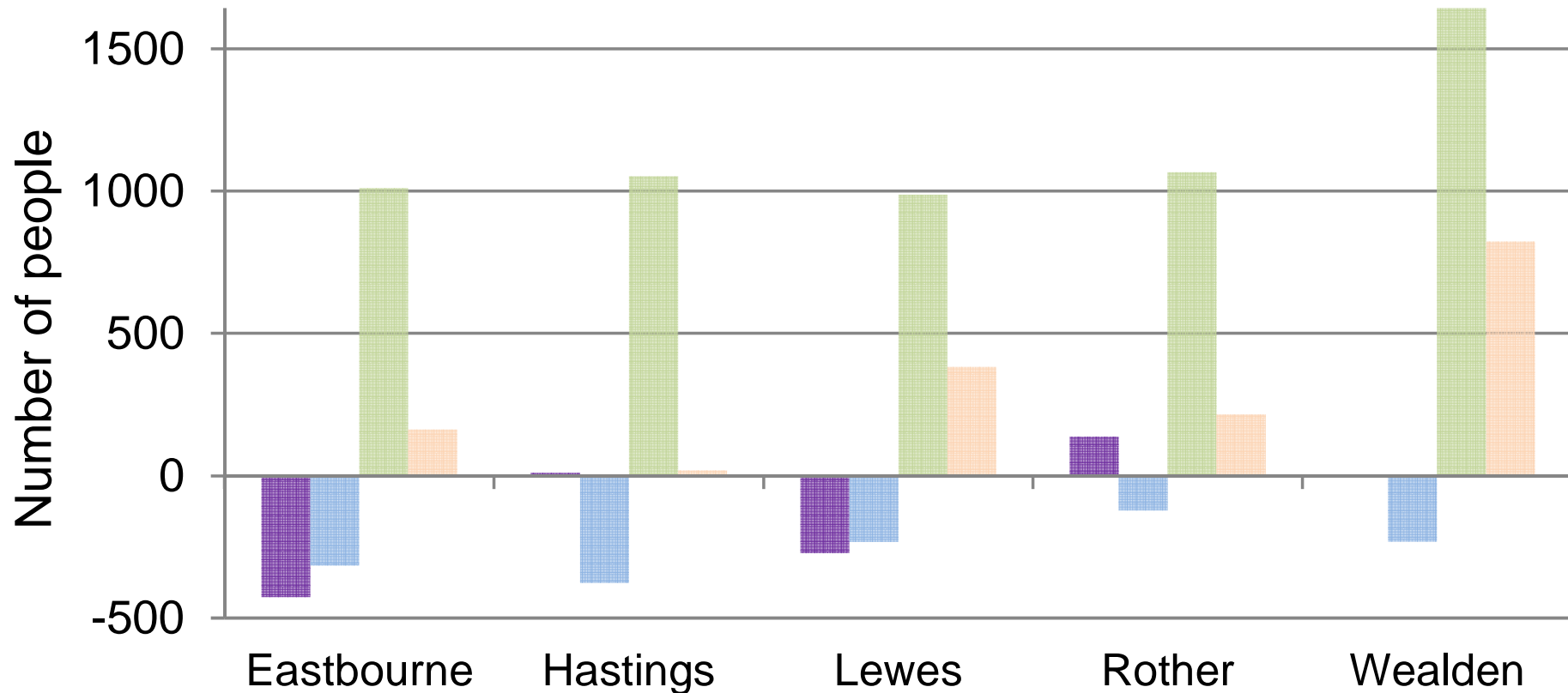


Working age (18-64) (-1281 = -0.4%)



Older people 65+ (7392 = 5.5%)

Projected Population Change By District 2015-19



0-17 18-64 65-84 85+