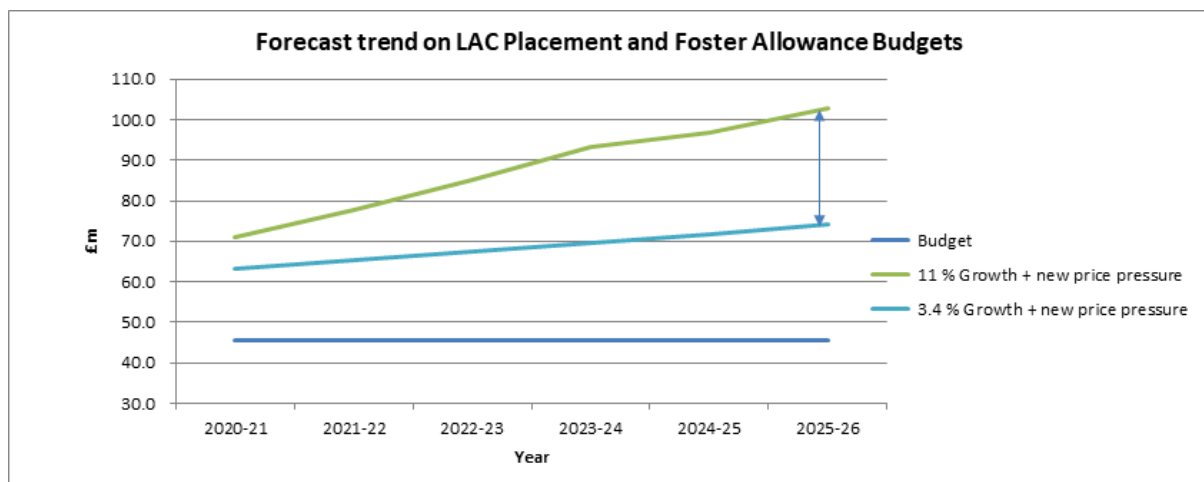


Appendix 5 – “Do Nothing” Scenario



LAC - Fostering Allowances and External Placements Budget							
£m	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
Budget	45.5	45.5	45.5	45.5	45.5	45.5	45.5
Standstill	56.4	58.4	58.4	58.4	58.4	58.4	58.4
Growth in Numbers	-	10.6	17.2	24.6	32.8	36.4	41.4
Prices	-	2.0	2.0	2.0	2.0	2.9	3.0
11 % Growth + new price pressure	56.4	71.0	77.6	85.0	93.3	97.8	102.8
3.4 % Growth + new price pressure	56.4	63.4	65.4	67.4	69.5	71.7	74.0
Gap 11% Growth	10.9	25.5	32.1	39.5	47.7	52.3	57.2
Gap 3.4% Growth	10.9	17.9	19.8	21.9	24.0	26.2	28.5
Projected LAC increase	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
LAC @11%	1,220	1,354	1,503	1,668	1,851	2,055	2,281
LAC(exc UASC) @11%	1,201	1,333	1,480	1,643	1,824	2,025	2,248
LAC @3.4%	1,220	1,261	1,304	1,348	1,394	1,441	1,490
LAC(exc UASC) @3.4%	1,201	1,242	1,284	1,328	1,373	1,420	1,468