

Cabinet Office: Civil superannuation

Introduction

1. This Supplementary Estimate is required for the following purposes:

RfR 1: Civil superannuation

Amount £

Increases:

Change in AME forecasts

- | | | |
|---|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| 1 | To increase gross provision by £110,000,000 for the provision of pension and other payments to members of the Principal Civil Service Pension Scheme and other pension schemes. | 110,000,000 |
|---|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|

Decreases:

Other decreases

- | | | |
|---|-------------------------------------------------------------------------------------------------------------|-------------|
| 1 | Increase in appropriations in aid of £ 48,000,000 in respect of higher than expected pension contributions. | -48,000,000 |
|---|-------------------------------------------------------------------------------------------------------------|-------------|

Total change in Estimate	62,000,000
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2. As a result of the above and associated non-cash adjustments, there is an increase in the net cash requirement of £335,000,000.
3. Symbols are explained in the Introduction to this booklet.

Part I

		£
RfR 1: Civil superannuation	†	62,000,000
Total additional net resource requirement		62,000,000
Additional net cash requirement	†	335,000,000

SUPPLEMENTARY amounts required in the year ending 31 March 2007 for expenditure by the Cabinet Office on:

RfR 1: Civil superannuation

The superannuation of civil servants; pensions etc., and other pensions and non-recurrent payments; and for other related services and associated non-cash items.

The **Cabinet Office** will account for this Estimate.

† Pending passage of the Consolidated Fund Act, urgent cash expenditure of £ 70,000,000 in respect of £ 62,000,000 resources supporting the services under subhead A will be met by repayable advances from the Contingencies Fund.

Part II: Changes proposed

Resources	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	£'000 New Net Provision
RfR 1: Civil superannuation					
Spending in Annually Managed Expenditure (AME)					
RfR 1 - A Civil superannuation	5,982,596	110,000	48,000	62,000	6,044,596
Total RfR 1		110,000	48,000	62,000	

Capital and Cash	Present Provision	Change in Provision	£000 New Provision
Total Capital Expenditure	-	-	-
Non-Operating A in A	-	-	-
Net cash requirement	495,000	335,000	830,000

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Civil superannuation								
-	-	9,317,504	9,317,504	3,272,908	6,044,596	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central government spending</i>								
A Civil superannuation								
-	-	9,317,504	9,317,504	3,272,908	6,044,596	-	-	
Total for Estimate:								
-	-	9,317,504	9,317,504	3,272,908	6,044,596	-	-	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net total Resources	5,982,596	62,000	6,044,596
Voted capital items			
Capital expenditure	-	-	-
<i>Less:</i> non-operating A in A	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-9,199,504	-109,000	-9,308,504
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-165,000	205,000	40,000
Increase(-)/decrease (+) in creditors	3,938	134,000	137,938
Use of provisions	3,872,970	43,000	3,915,970
Total accruals to cash adjustments	-5,487,596	273,000	-5,214,596
Excess cash to be CFERd	-	-	-
Net cash requirement	495,000	335,000	830,000

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Combined Revenue Account

		£'000
		2006-07 provision
Net Programme Costs		
<i>of which:</i>		
Income		
Contributions received	3,047,908	
Transfers in	145,000	
Other income receivable	80,000	
	<u> </u>	3,272,908
Total Net Administration Costs		
Expenditure		
Increase in liability	3,801,709	
Interest on scheme liability	5,506,795	
Other expenditure	9,000	
	<u> </u>	9,317,504
Total Net Programme costs		6,044,596
Total Net Operating Cost		6,044,596
<i>of which:</i>		
Net Resource Outturn		-
CFERs		-
Non-voted expenditure		-
Resource Budget Outturn		6,044,596

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2006-07 Provision
Net Resource Outturn (Estimates)	-
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts (CFERS) in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	6,044,596
<i>Adjustments to remove:</i>	
capital grants to local authorities	-
capital grants financed from the Capital Modernisation Fund	-
European Union income and related adjustments	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-
unallocated resource provision	-
Other adjustments	-
Resource Budget Outturn (Budget)	6,044,596
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	-
Annually Managed Expenditure (AME)	6,044,596

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2006-07 Provision
Net Voted Capital Outturn (Estimates)	-
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants to local authorities	-
capital grants financed by the Capital Modernisation Fund	-
local authority credit approvals	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
Capital Budget Outturn (Budget)	-
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	-
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Sir Gus O'Donnell, Permanent Head of the Cabinet Office

Sir Gus O'Donnell, as the Accounting Officer (AO) of the Cabinet Office has personal responsibility for the the proper presentation of the Cabinet Office: Civil Superannuation's resource accounts as prescribed in legislation or by the Treasury and their transmission to the Comptroller and Auditor General. The AO as the permanent head in addition to the responsibilities for an assigned RfR, remains in general overall charge of the Cabinet Office.

The responsibilities of an Accounting Officer are set out in Annex 4.1 of Government Accounting. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for the keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the Cabinet Office: Civil superannuation's policies, aims, and objectives; and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000
	2006-07
	Provision
RfR 1: Civil superannuation	
Programme	
<i>of which:</i>	
Pension scheme related income	3,272,908
Total RfR 1	3,272,908 †
† Amount that may be applied as appropriations in aid in addition to the net total, arising from: charges received from departments and others on account of the cost of pension cover provided for their staff; periodical contributions for widows', widowers' and dependants' benefits, other superannuation contributions and transfer values and bulk transfer value receipts.	
Total Operating A in A	3,272,908

Notes to the Estimate (*continued*)

Cash which may be retained to offset expenditure**£'000**

3,272,908

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid
