
Department for Business, Enterprise and Regulatory Reform: UKAEA pension schemes

Introduction

1. This Request for Resources covers the provision of pensions and lump sums to retired members or their dependants, transfer values for members transferring to other schemes and repayments of contributions under the UKAEA pension schemes.

2. There are three schemes: the Combined Scheme (CPS), the Principal Non-industrial superannuation scheme (PNISS), and the Protected Persons superannuation scheme (PPSS). The schemes cover employees of the UKAEA, British Nuclear Fuels plc and the Civil Nuclear Police Authority and some employees of the Health Protection Agency, the Engineering and Physical Sciences Research Council, the Science and Technology Facilities Council, and former UKAEA employees who transferred to the Ministry of Defence Atomic Weapons Establishment (AWE). The PNISS and PPSS are closed to new entrants.

3. The income consists of contributions from employers and employees, and transfer values in respect of staff joining from other schemes. Income is appropriated in aid.

4. Assumptions for 2008-09 compared to 2007-08 are

	2008-09			2007-08		
	Average pension			Average pension		
	Number	Annual	Weekly	Number	Annual	Weekly
Pensioners	15,985	8,908	171.30	17,102	8,573	164.87
Dependents	6,208	3,938	75.74	6,716	3,791	72.90

5. Associated administrative costs are borne by the UKAEA who recover the appropriate proportion from the other participating employers.

6. Symbols are explained in the Introduction to this booklet.

Department for Business, Enterprise and Regulatory Reform: UKAEA pension schemes

Part I

	£
Request for Resources 1: Effective management of UKAEA pension schemes	267,343,000
Total net resource requirement	267,343,000
Net cash requirement	112,000,000

Amounts required in the year ending 31 March 2009 for expenditure by the Department for Business, Enterprise and Regulatory Reform: UKAEA pension schemes on:

RfR 1: Effective management of UKAEA pension schemes

Payment of pensions etc., to members of the United Kingdom Atomic Energy Authority pension schemes, related expenditure and associated non-cash items.

The **Department for Business, Enterprise and Regulatory Reform: UKAEA pension schemes** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
RfR 1	267,343,000	129,997,000	137,346,000
Total net resource requirement	267,343,000	129,997,000	137,346,000
Net cash requirement	112,000,000	30,705,000	81,295,000

Part II: Subhead detail

£'000

2008-09 Provision						2007-08 Provision	2006-07 Outturn		
Resources						Capital	Non- operating	Net Total	Net Total
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	A in A	Resources	Resources
1	2	3	4	5	6	7	8	9	10
RfR 1: Effective management of UKAEA pension schemes									
-	-	332,343	332,343	65,000	267,343	-	-	288,884	245,557
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
A	Payments of pensions, transfer values and repayments of contributions								
-	-	332,343	332,343	65,000	267,343	-	-	288,884	245,557
Total for Estimate:									
-	-	332,343	332,343	65,000	267,343	-	-	288,884	245,557

Part II: Resource to cash reconciliation

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Resource Requirement	267,343	288,884	245,557
Voted capital items			
Capital	-	-	-
Less 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	-332,343	-390,060	-338,878
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-48
Increase (+) / Decrease (-) in stock	-	-	-1,669
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	177,000	169,412	164,404
Total accruals to cash adjustments	-155,343	-220,648	-176,191
Excess cash to be CFERd	-	-	-
Net Cash Requirement	112,000	68,236	69,366

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	£'000					
	2008-09		2007-08		2006-07	
	Provision		Provision		Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-	7,024	<i>1,013</i>
Non-operating income not classified as A in A	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	-	-
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	-	-	-	-	7,024	<i>1,013</i>

Forecast Combined Revenue Account

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Programme Costs			
RfR 1	267,343	288,884	238,533
<i>of which:</i>			
Income			
Contributions received	59,341	93,287	90,887
Transfers in	5,659	7,889	9,506
Other income receivable	-	-	-
Total Income	65,000	101,176	100,393
Expenditure			
Increase in liability	77,396	152,024	113,538
Interest on scheme liability	254,947	238,036	225,340
Other expenditure	-	-	-
Total Expenditure	332,343	390,060	338,878
Total Net Programme costs	267,343	288,884	238,533
Total Net Operating Cost	267,343	288,884	238,533
<i>of which:</i>			
Net Resource Requirement	267,343	288,884	245,557
Non-voted expenditure	-	-	-
Consolidated Fund Extra Receipts	-	-	-7,024
Resource Budget	267,343	288,884	238,533

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Resource Requirement (Estimates)	267,343	288,884	245,557
<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 in the OCS	-	-	-7,024
Other adjustments	-	-	-
Net Operating Cost (Accounts)	267,343	288,884	238,533
<i>Adjustments to remove:</i>			
Gains / losses from sale of capital assets	-	-	-
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
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 (Budget)	267,343	288,884	238,533
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	267,343	288,884	238,533

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Voted Capital (Estimates)	-	-	-
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-	-	-
Capital spending by non-departmental public bodies	-	-	-
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
Supported capital expenditure (revenue)	-	-	-
Capital spending by levy funded bodies	-	-	-
Unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget (Budget)	-	-	-
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main 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 appointment for the Request for Resource within this Estimate.

Request for Resources 1: Sir Brian Bender, Permanent Head of the Department

Sir Brian Bender as the Accounting Officer of the Department for Business, Enterprise and Regulatory Reform: UKAEA pension schemes has personal responsibility for the proper presentation of the department'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, remains in general overall charge of the Department for Business, Enterprise and Regulatory Reform: UKAEA pension schemes.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for 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 the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Main Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
RfR 1: Effective management of UKAEA pension schemes			
Programme	65,000	101,176	93,369
<i>of which:</i>			
Pension scheme related income	65,000	101,176	93,369
Total RfR 1	65,000†	101,176	93,369
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts of employers' and employees' contributions and inward transfers.</i>			
Total Operating A in A	65,000	101,176	93,369

Notes to the Main Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000					
	2008-09		2007-08		2006-07	
	Provision	Receipts	Provision	Receipts	Outturn	Receipts
	Income		Income		Income	
Excess A in A Δ					7,024	1,013
Total	-	-	-	-	7,024	1,013

Notes to the Main Estimate (*continued*)

Comparison of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2008-09 of £267,343,000 is 7.5 per cent lower than the final net provision for 2007-08 of £288,884,000 and 7.5 per cent lower than the forecast outturn for 2007-08 of £288,883,000.

Cash which may be retained to offset expenditure

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
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.	65,000	101,176	93,369

