
Department for International Development: Overseas Superannuation

Introduction

1. This Estimate covers the payment of pensions and grants under various superannuation schemes relating to service overseas. The main components are pensions, including UK supplements and increases, of former officers of the India, Pakistan and Burma civil and military services and their dependants, and of former colonial public servants and their dependants; pensions for beneficiaries of certain former overseas pensions funds for which the UK assumed responsibility; contributions to pension funds guaranteed by the UK; refunds of contributions made by overseas governments; and war service credit.
2. The resource provision in the Estimate is for the interest cost arising during the year from the increase in the present value of the discounted provision for scheme liability because the benefits are one year closer to settlement. The schemes are closed with no active members and there is therefore no resource provision for current service costs.
3. The Net Cash Requirement reflects payments to pensioners during the year.
4. The administration costs associated with the Estimate are met from the Department for International Development Estimate
5. Symbols are explained in the Introduction to this booklet.

Department for International Development: Overseas Superannuation

Part I

	£
Request for Resources 1: Overseas superannuation	57,643,000
Total net resource requirement	57,643,000
Net cash requirement	114,503,000

Amounts required in the year ending 31 March 2008 for expenditure by the Department for International Development: Overseas Superannuation on:

RfR 1: Overseas superannuation

Pension and superannuation payments, grants and compensation payments, etc. in respect of overseas services; pensions for beneficiaries of certain former overseas pensions funds for which the UK assumed responsibility; contributions to pensions funds guaranteed by the UK; refunds of contributions made by overseas governments; war service credit; and associated non-cash items.

The **Department for International Development: Overseas Superannuation** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
RfR 1	57,643,000	29,769,000	27,874,000
Total net resource requirement	57,643,000	29,769,000	27,874,000
Net cash requirement	114,503,000	51,568,000	62,935,000

Part II: Subhead detail

										£'000	
2007-08 Provision										2006-07 Provision	2005-06 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: Overseas superannuation											
-	-	57,647	57,647	4	57,643	-	-	66,154	68,134		
Spending in Annually Managed Expenditure (AME)											
<i>Central Government spending</i>											
A Pensions and associated expenditure											
-	-	57,647	57,647	4	57,643	-	-	66,154	68,134		
Total for Estimate:											
-	-	57,647	57,647	4	57,643	-	-	66,154	68,134		

Part II: Resource to cash reconciliation

	£'000		
	2007-08 Provision	2006-07 Provision	2005-06 Outturn
Net Resource Requirement	57,643	66,154	68,134
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	-57,647	-66,158	-78,952
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	600	53
Use of provisions	114,507	114,000	114,589
Total accruals to cash adjustments	56,860	48,442	35,690
Excess cash to be CFERd	-	-	7,900
Net Cash Requirement	114,503	114,596	111,724

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					
	2007-08		2006-07		2005-06	
	Provision		Provision		Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-	13	<i>13</i>
Non-operating income not classified as A in A	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	-	<i>18</i>
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	<i>7,900</i>
Total	-	-	-	-	13	<i>7,931</i>

Forecast Combined Revenue Account

	£'000		
	2007-08 Provision	2006-07 Provision	2005-06 Outturn
Net Programme Costs			
RfR 1	57,643	66,154	68,121
<i>of which:</i>			
Income			
Contributions received	4	4	4
Transfers in	-	-	10,827
Other income receivable	-	-	-
Total Income	4	4	10,831
Expenditure			
Increase in liability	-	-	10,827
Interest on scheme liability	57,647	66,158	68,125
Other expenditure	-	-	-
Total Expenditure	57,647	66,158	78,952
Total Net Programme costs	57,643	66,154	68,121
Total Net Operating Cost	57,643	66,154	68,121
<i>of which:</i>			
Net Resource Requirement	57,643	66,154	68,134
Non-voted expenditure	-	-	-
Consolidated Fund Extra Receipts	-	-	-13
Resource Budget	57,643	66,154	68,121

Notes to the Main Estimate (*continued*)

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2007-08 Provision	2006-07 Provision	2005-06 Outturn
Net Resource Requirement (Estimates)	57,643	66,154	68,134
<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	-	-	-13
Other adjustments	-	-	-
Net Operating Cost (Accounts)	57,643	66,154	68,121
<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)	57,643	66,154	68,121
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	57,643	66,154	68,121

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2007-08 Provision	2006-07 Provision	2005-06 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 Resources within this Estimate.

Request for Resources 1: Sir Suma Chakrabarti, Permanent Head of the Department

Sir Suma Chakrabati as the Accounting Officer of the Department for International Development: Overseas Superannuation 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 International Development: Overseas Superannuation.

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 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		
	2007-08 Provision	2006-07 Provision	2005-06 Outturn
RfR 1: Overseas superannuation			
Programme	4	4	10,818
<i>of which:</i>			
Pension scheme related income	4	4	10,831
CFERs	-	-	-13
Total RfR 1	4†	4	10,818
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: UK police force share of superannuation in respect of retired UK police officers with joint UK and overseas service.</i>			
Total Operating A in A	4	4	10,818

Notes to the Main Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000					
	2007-08		2006-07		2005-06	
	Provision		Provision		Outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Police Transfer Values Δ	-	-	-	-	13	13
Transfer Values \bullet	-	-	-	-	-	18
Excess cash receipts \bullet	-	-	-	-	-	7,900
Total	-	-	-	-	13	7,931

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 2007-08 of £57,643,000 is 12.9 per cent lower than the final net provision for 2006-07 of £66,154,000 and the forecast outturn for 2006-07 of £66,154,000.

Cash which may be retained to offset expenditure

	£'000		
	2007-08 Provision	2006-07 Provision	2005-06 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.	4	4	10,818

Notes to the Main Estimate (*continued*)

Expenditure resting on the sole authority of the Appropriation Act

The following subheads contain provision sought under the sole authority of Part I of the Estimate and of the confirming Appropriation Act:

RfR/Section	Service	£'000
RfR 1 A	Payments to pensioners for service with the Cotton Research Corporation	18,200
RfR 1 A	Grants to certain former civil servants of the Republic of Yemen and its predecessors and to former civil servants of Burma, Guyana, Jamaica, Somaliland, Tanzania, Uganda, Zanzibar and the East African Community under the Carr/Robertson Assurance 1964	280,000
RfR 1 A	Pensions to and in respect of certain officers and warrant officers of the former British India and Burma armed forces analagous to the pensions payable to British armed forces personnel under the Naval, Military and Air Forces (Disablement and Death) Service Pensions Order, as amended	1,380,000
RfR 1 A	Pensions in respect of certain former Palestine Police personnel analagous to the pensions payable to British civilians under the Personal Injuries Civilian Scheme	30,500