

Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Introduction

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

	Amount £
<u>Changes in resources</u>	
RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England	
Increases:	
<u>Take up of End Year Flexibility</u>	
Take up of Resource DEL End-Year Flexibility (near cash) (subhead A2).	185,000
<u>Other increases</u>	
DEL Reserve claim to cover specialist advice costs on work relating to the investigation of the regulation of Equitable Life (subhead A2).	600,000
Neutral Changes:	
Increase of £68,000 in costs of externally seconded staff (subhead A2) offset by additional cost recovery (subhead A5).	
Total change in resources for RfR1	785,000
Total change in resources for Estimate	785,000

Changes in capital

Increases:

Take up of End Year Flexibility

Take up of capital End-Year Flexibility (subhead A7) to cover accommodation refurbishment. 1,499,000

Decreases:

Additional non-operating appropriations in aid arising from sale of assets (subhead A8). -5,000

Total change in capital for Estimate 1,494,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £2,279,000.
3. Symbols are explained in the Introduction to this booklet.

Part I

£

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England	785,000
Total additional net resource requirement	785,000
Additional net cash requirement	2,279,000

SUPPLEMENTARY amounts required in the year ending 31 March 2007 for expenditure by the Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England on:

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Administration costs; capital expenditure; providing services to support the Public Services Ombudsman for Wales and the Scottish Public Services Ombudsman; and associated non-cash items.

The **Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England** will account for this Estimate.

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: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England					
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - A Administration	22,856	853	68	785	23,641
Total RfR 1		853	68	785	
Total Changes to RfRs		853	68	785	

	Present Provision	Change in Provision	£000 New Provision
Capital and Cash			
Total Capital Expenditure	3,500	1,499	4,999
Non-Operating A in A	-	5	5
Net cash requirement	25,371	2,279	27,650

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: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England								
-	24,047	-	24,047	406	23,641	4,999	5	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
-	24,047	-	24,047	406	23,641	4,999	5	
Total for Estimate:								
-	24,047	-	24,047	406	23,641	4,999	5	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net Resource Requirement	22,856	785	23,641
Voted capital items			
Capital	3,500	1,499	4,999
<i>Less: Non-operating A in A</i>	<i>-</i>	<i>5</i>	<i>5</i>
Total net voted capital	3,500	1,494	4,994
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-75	-	-75
Depreciation	-1,355	-	-1,355
New provisions and adjustments to previous provisions	98	-	98
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-53	-	-53
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	400	-	400
Total accruals to cash adjustments	-985	-	-985
Excess cash to be CFERd	-	-	-
Net Cash Requirement	25,371	2,279	27,650

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2006-07 provision
Net Administration Costs	
RfR1	-
Total Net Administration Costs	-
Net Programme Costs	
RfR1	23,641
Non-voted	180
Total Net Programme costs	23,821
Total Net Operating Cost	23,821
<i>of which:</i>	
Net Resource Requirement	23,641
Non-voted expenditure	180
Consolidated Fund Extra Receipts	-
Resource Budget	23,821

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2006-07 Provision
Net Resource Requirement (Estimates)	23,641
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	180
Consolidated Fund extra receipts in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	23,821
<i>Adjustments to remove:</i>	
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)	23,821
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	23,821
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2006-07 Provision
Net Voted Capital (Estimates)	4,994
<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	-
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)	4,994
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	4,994
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Parliamentary Commissioner for Administration and the Health Service Commissioner for England (known as the Parliamentary and the Health Service Ombudsman (PHSO)) is appointed by Her Majesty by Letters Patent and is ex-officio Accounting Officer for the Request for Resources within the Office's Estimate.

Request for Resources 1

Ms Ann Abraham, Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Ann Abraham, as the ex-officio Accounting Officer of the Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England, has agreed with the Treasury that the Accounting Officer duties as laid down in Government Accounting apply.

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 Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2006-07
Provision

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Administration	-
<i>of which:</i>	
Sale of goods and services	-
Programme	406
<i>of which:</i>	
Sale of goods and services	406

Total RfR1 **406 †**

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: charges levied on the Public Services Ombudsman for Wales, the Scottish Public Services Ombudsman, the Commissioner for Local Administration in England and the Commissioner for Information for the provision of Ombudsman and support services; and recovery of costs of staff on loan.

Total Operating A in A **406**

Analysis of non - operating appropriations in aid (A in A)

£'000

2006-07
Provision

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Programme	5
<i>of which:</i>	
Sale of assets	5

Total RfR1 **5 †**

† Amount that may be applied as non-operating appropriations in aid arising from: sale of assets.

Total Non - operating A in A **5**

Notes to the Estimate (continued)**Departmental Expenditure Limits and Administration Budgets**

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	785	23	23,641	180	23,821
<i>of which:</i>					
<i>Administration budget*</i>	-	-	-	-	-
<i>Near-cash in RDEL</i>	785	-177	22,456	180	22,636
Capital**	1,494	-	4,994	-	4,994
Less Depreciation†	-	-	-1,355	-	-1,355
Total	2,279	23	27,280	180	27,460

* The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

**Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

†Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
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	411