

Charity Commission

Introduction

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

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Giving the public confidence in the integrity of charity			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
<u>Other changes in DEL spending</u>			
To take effect of the additional funding agreed in the 2007 Comprehensive Spending Review Settlement.			
Section A	To review terrorist financing of charities.	1,000,000	
Section A	To fund additional responsibilities following the passage of the Charities Act 2006.	500,000	
<u>Other changes</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
Section A	Continuation of the International Outreach project funding by the Foreign and Commonwealth Office.	450,000	-450,000
Section A	Creation of the Faith and Social Cohesion unit funded by the Department for Communities and Local Government.	400,000	-400,000
Section A	Additional accommodation charges funded by sub-letting a floor in the London building.	250,000	-250,000
		<u>Total</u>	<u>2,600,000</u> <u>-1,100,000</u>
Total change in resources for RfR1			1,500,000
Total change in resources for Estimate			1,500,000

Changes in Capital

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Other changes in DEL spending</u>			
Section A	To take effect a reduction of funding on capital spending following the 2007 Comprehensive Spending Review.		-499,000
		<u>Total</u>	<u>-</u> <u>-499,000</u>
Total change in capital for Estimate			-499,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £1,001,000.

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

Charity Commission

Part I

£

RfR 1: Giving the public confidence in the integrity of charity	1,500,000
Total additional net resource requirement	1,500,000
Additional net cash requirement	1,001,000

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by the Charity Commission on:

RfR 1: Giving the public confidence in the integrity of charity

Administration, capital expenditure and associated non-cash items.

The Charity Commission 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: Giving the public confidence in the integrity of charity					
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Administration	30,243	2,600	1,100	1,500	31,743
Total RfR 1		2,600	1,100	1,500	
Total Changes to RfRs		2,600	1,100	1,500	

Capital and Cash	Present Provision	Change in Provision	£'000 New Provision
Total Capital Expenditure	1,399	-499	900
Non-Operating A in A	-	-	-
Net cash requirement	30,631	1,001	31,632

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: Giving the public confidence in the integrity of charity								
32,863	-	-	32,863	1,120	31,743	900	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
32,863	-	-	32,863	1,120	31,743	900	-	
Total for Estimate:								
32,863	-	-	32,863	1,120	31,743	900	-	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net Resource Requirement	30,243	1,500	31,743
Voted capital items			
Capital	1,399	-499	900
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	1,399	-499	900
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-88	-	-88
Depreciation	-650	-	-650
New provisions and adjustments to previous provisions	-93	-	-93
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-180	-	-180
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-1,011	-	-1,011
Excess cash to be CFERd	-	-	-
Net Cash Requirement	30,631	1,001	31,632

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2007-08 provision
Net Administration Costs	
RfR1	31,743
Total Net Administration Costs	31,743
Net Programme Costs	
RfR1	-
Non-voted	-
Total Net Programme costs	-
Total Net Operating Cost	31,743
<i>of which:</i>	
Net Resource Requirement	31,743
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	31,743

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
Net Resource Requirement (Estimates)	31,743
<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	-
Other adjustments	-
Net Operating Costs (Accounts)	31,743
<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)	31,743
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	31,743
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
Net Voted Capital (Estimates)	900
<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)	900
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	900
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

Andrew Hind, Chief Executive of the Charity Commission

Andrew Hind as the Accounting Officer of the Charity Commission 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 Charity Commission.

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 Estimate (continued)

Analysis of operating appropriations in aid (A in A)

£'000

2007-08

RfR 1: Giving the public confidence in the integrity of charity

Administration	1,120
<i>of which:</i>	
Sale of goods and services	1,120
Programme	-
<i>of which:</i>	

Total RfR1	1,120 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: the sale of copies of documents, amounts which relate to the Foreign and Commonwealth Office/Charity Commission joint International Outreach project, amounts which relate to funding from the Department of Government and Local Communities for the Faith and Social Cohesion Unit and sub-letting of part of the London building.

Total Operating A in A	1,120
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	1,500	-	31,743	-	31,743
<i>of which: †</i>					
<i>Administration budget</i>	1,500	-	31,743	-	31,743
<i>Near-cash in RDEL</i>	1,500	-	30,732	-	30,732
Capital DEL ††	-499	-	900	-	900
Less Depreciation †††	-	-	-650	-	-650
Total DEL	1,001	-	31,993	-	31,993

† 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	1,120