

Ministry of Justice: Judicial Pensions Scheme

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: Judicial Pensions Scheme			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
<u>Changes in Annually Managed expenditure (AME)</u>			
	<u>AME Forecast</u>		
A	1. To provide for expected increases in the Current Service Cost of £1,000,000, split between £432,000 for the voted element and £568,000 for the non-voted element, following revised valuation from Government Actuary's Department.	432,000	
	2. To provide for expected increases in the Interest Cost, following revised valuation from Government Actuary's Department.	2,000,000	
	<u>AME Forecast</u>		
	3. To provide for expected decreases in the employer and employee contributions income.	1,065,000	
		<u>Total</u>	<u>-</u>
Total change in resources for RfR1		3,497,000	3,497,000
Total change in resources for Estimate			3,497,000

2. As a result of the changes above and associated non-cash adjustments, there is no increase in the net cash requirement of £1,000.
3. Symbols are explained in the Introduction to this booklet.

Ministry of Justice: Judicial Pensions Scheme †

Part I

	£
RfR 1: Judicial Pensions Scheme	3,497,000
Total additional net resource requirement	3,497,000
Additional net cash requirement	-

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by the Judicial Pensions Scheme on:

RfR 1: Judicial Pensions Scheme

Pensions etc, in respect of members of the judicial pensions scheme; and for other related services.

The **Ministry of Justice** will account for this Estimate.

† In the Main Estimate this Estimate was entitled 'Department for Constitutional Affairs: Judicial Pensions Scheme'.

Part II: Changes proposed

Resources	£'000				
	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Judicial Pensions Scheme					
Spending in Annually Managed Expenditure (AME)					
RfR 1 - A Judicial Pensions Scheme	39,539	2,432	-1,065	3,497	43,036
Total RfR 1		2,432	-1,065	3,497	
Total Changes to RfRs		2,432	-1,065	3,497	

Capital and Cash	£000		
	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	-	-	-
Non-Operating A in A	-	-	-
Net cash requirement	1	-	1

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: Judicial Pensions Scheme								
-	-	124,952	124,952	81,916	43,036	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central government spending</i>								
A Judicial Pensions Scheme								
-	-	124,952	124,952	81,916	43,036	-	-	
Total for Estimate:								
-	-	124,952	124,952	81,916	43,036	-	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net total Resources	39,539	3,497	43,036
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	-122,520	-2,432	-124,952
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	-	-	-
Use of provisions	22,000	3,392	25,392
Total accruals to cash adjustments	-100,520	960	-99,560
Excess cash to be CFERd	60,982	-4,457	56,525
Net cash requirement	1	-	1

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-
Non-operating income not classified as A in A	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-
Excess receipts to be surrendered to the Consolidated Fund	-	<i>60,982</i>	-	<i>56,525</i>
Total	-	<i>60,982</i>	-	<i>56,525</i>

Forecast Combined Revenue Account

	£'000
	2007-08 provision
Net Programme Costs	
RfR1	43,036
<i>of which:</i>	
Income	
Contributions received	81,916
Transfers in	-
Other income receivable	-
	<u>81,916</u>
Expenditure	
Increase in liability	47,952
Interest on scheme liability	77,000
Other expenditure	-
	<u>124,952</u>
Non-voted	<u>63,048</u>
Total Net Programme costs	106,084
Total Net Operating Cost	106,084
<i>of which:</i>	
Net Resource Requirement	43,036
Non-voted expenditure	63,048
CFERs	-
Resource Budget	106,084

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
Net Resource Requirement (Estimates)	43,036
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	63,048
Consolidated Fund extra receipts (CFERS) in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	106,084
<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)	106,084
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	-
Annually Managed Expenditure (AME)	106,084

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
Net Voted Capital (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	-
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 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 Suma Chakrabarti, Permanent Head of Department

Sir Suma Chakrabarti as the Accounting Officer (AO) of the Ministry of Justice: Judicial Pensions Scheme 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 Ministry of Justice: Judicial Pensions Scheme.

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 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 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 <u>Provision</u>
RfR 1: Judicial Pensions Scheme	
Programme	81,916
<i>of which:</i>	
Pension scheme related income	81,916
CFERs	-
Total RfR 1	81,916 †
<i>† Amount that may be applied as appropriations in aid in addition to the net total, arising from: accruing superannuation liability charges (ASLCs); and Office Holders' pension contributions.</i>	
Total Operating A in A	81,916

Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

		£'000
	2007-08 provision	
	Income	Receipts
Excess cash receipts ●	-	56,525
Total	-	56,525

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	81,916