

National School of Government

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: To provide a centre of excellence for learning and development in support of the strategic business priorities of Government			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
A1	<u>Take up of DEL End-Year Flexibility</u>	1,002,000	
	This represents part of the Investment Funding that departments paid for the year starting September 2006. Not all the funding could be used in 2006/07 and the unspent element is required to fund planned Investment Funding Projects in 2007/08. We do not anticipate a similar underspend at the end of 2007/08.		
A1	<u>Transfers from resource spending to capital spending (not capital grants)</u>		-200,000
	The National School needs to maintain the ICT infrastructure. There were no available funds in 2006/07 for this work to take place, which is now essential for 2007/08.		
		<u>Total</u>	
Total change in resources for RfR1		1,002,000	-200,000
			802,000
Total change in resources for Estimate			802,000

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>			
A1	<u>Take up of End Year Flexibility</u>	201,000	
	In the financial settlement relating to the machinery of government change when the National School was separated from the Cabinet Office, the only transfer of Voted Capital that was agreed related to the Sunningdale Park PFI deal. Prior Estimates meant that the transfer was £0.201m too high in 2006/07 and the Cabinet Office reduced the 2007/08 allocation by the same amount. Thus the unspent element is required to fund the PFI accounting treatment in 2007/08.		

A1	<u>Transfers from resources to capital</u>	200,000
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The National School needs to maintain the ICT infrastructure. There were no available funds in 2006/07 for this work to take place, which is now essential for 2007/08.

	<u>Total</u>	401,000	-
Total change in capital for Estimate		401,000	401,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £ 1,203,000.
3. Symbols are explained in the Introduction to this booklet.

National School of Government

Part I

£

RfR 1: To provide a centre of excellence for learning and development in support of the strategic business priorities of Government 802,000

Total additional net resource requirement 802,000

Additional net cash requirement 1,203,000

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by the National School of Government on:

RfR 1: To provide a centre of excellence for learning and development in support of the strategic business priorities of Government

Administration and the associated non-cash costs incurred in the management of the National School of Government.

The National School of Government 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 provide a centre of excellence for learning and development in support of the strategic business priorities of					
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - A Administration	415	802	-	802	1,217
Total RfR 1		802	-	802	
Total Changes to RfRs		802	-	802	

Capital and Cash	Present Provision	Change in Provision	£000
			New Provision
Total Capital Expenditure	869	401	1,270
Non-Operating A in A	-	-	-
Net cash requirement	184	1,203	1,387

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 provide a centre of excellence for learning and development in support of the strategic business priorities of Government								
31,217	-	-	31,217	30,000	1,217	1,270	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
31,217	-	-	31,217	30,000	1,217	1,270	-	
Total for Estimate:								
31,217	-	-	31,217	30,000	1,217	1,270	-	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000 Revised</u>
Net Resource Requirement	415	802	1,217
Voted capital items			
Capital	869	401	1,270
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	869	401	1,270
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-600	-	-600
Depreciation	-500	-	-500
New provisions and adjustments to previous provisions	-	-	-
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	-	-	-
Total accruals to cash adjustments	-1,100	-	-1,100
Excess cash to be CFERd	-	-	-
Net Cash Requirement	184	1,203	1,387

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	1,217
Total Net Administration Costs	1,217
Net Programme Costs	
RfR1	-
Total Net Programme costs	-
Total Net Operating Cost	1,217
<i>of which:</i>	
Net Resource Requirement	1,217
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	1,217

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
Net Resource Requirement (Estimates)	1,217
<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)	1,217
<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)	1,217
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	1,217
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
Net Voted Capital (Estimates)	1,270
<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)	1,270
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,270
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

Robin Ryde, interim Principal of the National School

Robin Ryde as the interim Accounting Officer (AO) of the National School of Government 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 National School of Government.

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 Provision
RfR 1: To provide a centre of excellence for learning and development in support of the strategic business priorities of Government	
Administration	30,000
<i>of which:</i>	
Sale of goods and services	30,000
Total RfR1	30,000 †
<i>† Amount that may be applied as appropriation in aid in addition to the net total, arising from: income from courses</i>	
Total Operating A in A	30,000

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	802	-	1,217	-	1,217
<i>of which:</i>					
<i>Administration budget*</i>	802	-	1,217	-	1,217
<i>Near-cash in RDEL</i>	802	-	117	-	117
Capital**	401	-	1,270	-	1,270
Less Depreciation†	-	-	-500	-	-500
Total	1,203	-	1,987	-	1,987

*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
30,000

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

