

# Government Actuary's Department

## Introduction

This Supplementary Estimate is required for the following purposes:

£			
Changes in budgets, non-budget voted provision and cash	Increases	Reductions	Total
i. Increase in Employers liability (Section A) for untaken leave due to a temporary relaxing of annual leave carry forward rules in 2012 as a means to help reduce staff travel on the London transport system over the period of the Olympic Games	90,000		
ii. Increased income to reflect an increase in client demand for GAD services		-527,000	
iii. Increased General Administrative Expenditure (Section A) Gross Provision	400,000		
iv. Use of Provision (Section B) will now be higher due to an Injury Benefit award calculation needing to be revised. This sum offsets the increase in AME below	38,000		
<b>Total change in Resource DEL (Voted)</b>	<b>528,000</b>	<b>-527,000</b>	<b>1,000</b>
i. Use of Provision (section D) will now be higher due to an Injury Benefit award calculation needing to be revised.		-38,000	
<b>Total change in Resource AME (Voted)</b>		<b>-38,000</b>	<b>-38,000</b>
i. Revisions to the net cash requirement reflect not only the changes to resources as set out above but also an increase in debtors (higher level of trade receivables due to increased demand for work related to reform of public service pensions) and a decrease in creditors (Employer liability for untaken leave is expected to increase due to a temporary relaxation of annual leave carryforward rules).	271,000		
<b>Total change in Net cash requirement</b>	<b>271,000</b>		<b>271,000</b>

**Part I**

	Voted	Non-Voted	Total
			£
<b>Departmental Expenditure Limit</b>			
Resource	1,000	-	1,000
Capital	-	-	-
<b>Annually Managed Expenditure</b>			
Resource	-38,000	-	-38,000
Capital	-	-	-
<b>Total Net Budget</b>			
Resource	-37,000	-	-37,000
Capital	-	-	-
<b>Non-Budget Expenditure</b>	-		
<b>Net cash requirement</b>	<b>271,000</b>		

Supplementary amounts required in the year ending 31 March 2012 for expenditure by Government Actuary's Department on:

**Departmental Expenditure Limit:**Expenditure arising from:

administration costs incurred in providing an actuarial service to Government and to other clients principally in the public sector; advising on a wide range of areas including employer sponsored pension arrangements and other employee benefits, social insurance, health care, financing arrangements, risk management, strategic investment, asset/liability consideration, pensions and insurance regulation and associated non-cash items.

Income arising from:

receipts for payments for actuarial, accommodation and facilities management services.

**Annually Managed Expenditure:**Expenditure arising from:

the setting up and use of provisions, losses on revaluation of fixed assets and other associated non-cash items

**Government Actuary's Department** will account for this Estimate.

## Part II: Changes Proposed

						£'000				
Present		Net Resources Changes		Revised		Present	Net Capital Changes	Revised		
Admin	Prog	Admin	Prog	Admin	Prog	7	8	9		
1	2	3	4	5	6					
<b>Spending in Departmental Expenditure Limits (DEL)</b>										
<b>Voted expenditure</b>										
	30	-	1	-	31	-	336	-	336	
<i>Of which:</i>										
A	Administration	-384	-	-37	-	-421	-	336	-	336
B	Use of Provisions (DEL)	414	-	38	-	452	-	-	-	-
<b>Total Spending in DEL</b>			<b>1</b>	<b>-</b>				<b>-</b>		
<b>Spending in Annually Managed Expenditure (AME)</b>										
<b>Voted expenditure</b>										
	-	-295	-	-38	-	-333	-	-	-	
<i>Of which:</i>										
D	Provisions (AME)	-	-414	-	-38	-	-452	-	-	
<b>Total Spending in AME</b>			<b>-</b>	<b>-38</b>				<b>-</b>		
<b>Total for Estimate</b>										
			<b>1</b>	<b>-38</b>				<b>-</b>		
<i>Of which:</i>										
<b>Voted expenditure</b>										
			1	-38				-		
<b>Non-voted expenditure</b>										
			-	-				-		

£'000

	Present Plans	Changes	Revised Plans
<b>Net cash requirement</b>	<b>157</b>	<b>271</b>	<b>428</b>

## Part II: Revised subhead detail including additional provision

£'000

Revised Plans								
Resources						Capital		
Gross 1	Administration Income 2	Net 3	Gross 4	Programme Income 5	Net 6	Gross 7	Income 8	Net 9
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<b>Voted expenditure</b>								
	15,631	-15,600	31	-	-	336	-	336
<i>Of which:</i>								
A	Administration							
	15,179	-15,600	-421	-	-	336	-	336
B	Use of Provisions (DEL)							
	452	-	452	-	-	-	-	-
<b>Total Spending in DEL</b>								
	<b>15,631</b>	<b>-15,600</b>	<b>31</b>	<b>-</b>	<b>-</b>	<b>336</b>	<b>-</b>	<b>336</b>
<b>Spending in Annually Managed Expenditure (AME)</b>								
<b>Voted expenditure</b>								
	-	-	-	-333	-	-333	-	-
<i>Of which:</i>								
C	Losses on revaluation							
	-	-	-	119	-	119	-	-
D	Provisions (AME)							
	-	-	-	-452	-	-452	-	-
<b>Total Spending in AME</b>								
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-333</b>	<b>-</b>	<b>-333</b>	<b>-</b>	<b>-</b>
<b>Total for Estimate</b>								
	<b>15,631</b>	<b>-15,600</b>	<b>31</b>	<b>-333</b>	<b>-</b>	<b>-333</b>	<b>336</b>	<b>-</b>
<i>Of which:</i>								
<b>Voted expenditure</b>								
	15,631	-15,600	31	-333	-	-333	336	-
<b>Non-voted expenditure</b>								
	-	-	-	-	-	-	-	-

**Part II: Resource to cash reconciliation**

£'000

	Present Plans	Changes	Revised Plans
<b>Net Resource Requirement</b>	-265	-37	-302
<b>Net Capital Requirement</b>	336	-	336
<b>Accruals to cash adjustments</b>	86	308	394
<i>Of which:</i>	-		
<i>Adjustments to remove non-cash items:</i>	-		
Depreciation	-369	-	-369
New provisions and adjustments to previous provisions	-	-	-
Departmental Unallocated Provision	-	-	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-57	-	-57
<i>Adjustment for NDPBs:</i>	-		
Remove voted resource and capital	-	-	-
Add cash grant-in-aid	-	-	-
<i>Adjustments to reflect movements in working balances:</i>	-		
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	360	360
Increase (-) / Decrease (+) in creditors	98	-90	8
Use of provisions	414	38	452
<b>Removal of non-voted budget items</b>	-	-	-
<i>Of which:</i>	-		
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
<b>Net Cash Requirement</b>	<b>157</b>	<b>271</b>	<b>428</b>

## Part III: Note A - Forecast Operating Cost Statement & Reconciliation Table

	£'000
	Revised Plans
Gross Administration Costs	15,179
<i>Less:</i>	
Administration DEL Income	-15,600
<b>Net Administration Costs</b>	<b>-421</b>
Gross Programme Costs	119
<i>Less:</i>	
Programme DEL Income	-
Programme AME Income	-
Non-budget income	-
<b>Net Programme Costs</b>	<b>119</b>
<b>Total Net Operating Costs</b>	<b>-302</b>
<i>Of which:</i>	
Resource DEL	-421
Capital DEL	-
Resource AME	119
Capital AME	-
Non-budget	-
<i>Adjustments to include:</i>	
Departmental Unallocated Provision (resource)	-
Consolidated Fund Extra Receipts in the budget but not in the OCS	-
<i>Adjustments to remove:</i>	
Capital in the OCS	-
Non-Budget Consolidated Fund Extra Receipts in the OCS	-
Other adjustments	-
<b>Total Resource Budget</b>	<b>-302</b>
<i>Of which:</i>	
Resource DEL	31
Resource AME	-333
<i>Adjustments to remove:</i>	
Consolidated Fund Extra Receipts in the resource budget	-
Other adjustments	-
<b>Total Resource (Estimate)</b>	<b>-302</b>

**Part III: Note B - Analysis of Departmental Income**

	<b>£'000</b>
	<b>Revised Plans</b>
<b>Voted Resource DEL</b>	<b>-15,600</b>
<i>Of which:</i>	
Administration	
Sale of goods and services	-15,600
<i>Of which:</i>	
Section A: Administration	-15,600
<b>Total Voted Resource Income</b>	<b>-15,600</b>

## **Part III: Note C - Analysis of Consolidated Fund Extra Receipts**

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No CFER income or receipts are expected in 2011-12.



## Part III: Note D - Explanation of Accounting Officer responsibilities

The Accounting Officer prepares resource accounts for each financial year.

The following individuals are responsible for the expenditure within this Estimate:

<b>Accounting Officer</b>	Trevor Llanwarne
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Trevor Llanwarne has personal responsibility for the proper presentation of the department's resource accounts and their transmission to the Comptroller & Auditor General, and is also responsible for the use of public money and stewardship of assets.

In discharging these responsibilities, particular regard is given to:

- observing any accounting and disclosure requirements (including any Accounts Direction) and applying suitable accounting policies on a consistent basis;
- making judgements and estimates on a reasonable basis;
- stating whether applicable accounting standards, as set out in the Financial Reporting Manual (FRM), or an organisation's version of it, have been followed, and explain any material departures in the accounts; and
- preparing the accounts on a going concern basis.

The responsibilities of an Accounting Officer, including responsibility for regularity and propriety of the public finances for which an Accounting Officer is answerable, for keeping proper records and safeguarding assets, are also set out in Chapter 3 of *Managing Public Money*.

