Government Actuary's Department

Introduction

This Supplementary Estimate is required for the following purposes:

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Changes in budgets, non-budget voted provision and cash	Increases	Reductions	Total
i. An increase in staff costs was necessary to (a) fund redundancy payments to staff resulting from a decision to withdraw from overseas insurance regulation work and (b) increased staff costs due to an increase in staff numbers in pensions teams to meet increased demand for services.	1,362,000		
ii. Increased income to reflect an increase in client demand for GAD services.		-689,000	
iii. Depreciation costs are higher due to an increase in assets plus reversal of revaluation indices trends.	20,000		
iv. Reduction in notional audit fees		-3,000	
v. Increase in the use of provisions due to a tenant going into administration.	60,000		
Total change in Resource DEL (Voted)	**1,442,000**	**-692,000**	**750,000**
i. Removal of loss on revaluation costs as current indices are no longer indicating a loss.		-107,000	
ii. Reduction in the provision for onerous lease on Finlaison House.		-600,000	
iii.Increase in the use of provision due to a tenant going into administration.		-60,000	
Total change in Resource AME (Voted)	**0**	**-767,000**	**-767,000**
i. Revisions to the net cash requirement to reflect the changes to resources as set out above.	733,000		
Total change in Net Cash Requirement	**733,000**	**0**	**733,000**

Part I

£

	Voted	Non-Voted	Total
Departmental Expenditure Limit			
Resource	**750,000**	-	750,000
Capital	**-**	-	-
Annually Managed Expenditure			
Resource	**-767,000**	-	-767,000
Capital	**-**	-	-
Total Net Budget			
Resource	**-17,000**	-	-17,000
Capital	**-**	-	-
Non-Budget Expenditure	**-**		
Net cash requirement	**733,000**		

Supplementary amounts required in the year ending 31 March 2013 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

	Net Resources						Net Capital		
	Present		Changes		Revised		Present	Changes	Revised
	Admin	Prog	Admin	Prog	Admin	Prog			
	1	2	3	4	5	6	7	8	9
Spending in Departmental Expenditure Limits (DEL)									
Voted Expenditure	220	-	750	-	970	-	166	-	166
Of which:									
A Administration	-140	-	690	-	550	-	166	-	166
B Use of Provisions (DEL)	360	-	60	-	420	-	-	-	-
Total Spending in DEL			**750**	**-**				**-**	
Spending in Annually Managed Expenditure (AME)									
Voted Expenditure	-	-253	-	-767	-	-1,020	-	-	-
Of which:									
C Provisions (AME)	-	-360	-	-660	-	-1,020	-	-	-
Losses on Revaluation	-	107	-	-107	-	-	-	-	-
Total Spending in AME			**-**	**-767**				**-**	
Total for Estimate			**750**	**-767**				**-**	
Of which:									
Voted Expenditure			750	-767				-	
Non Voted Expenditure			-	-				-	

£'000

	Present Plans	Changes	Revised Plans
Net Cash Requirement	**172**	**733**	**905**

Part II: Revised subhead detail including additional provision

£'000

Revised
Plans

	Resources						Capital		
	Administration			Programme					
	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net
	1	2	3	4	5	6	7	8	9
Spending in Departmental Expenditure Limits (DEL)									
Voted expenditure	17,220	-16,250	970	-	-	-	166	-	166
Of which:									
A Administration	16,800	-16,250	550	-	-	-	166	-	166
B Use of Provisions (DEL)	420	-	420	-	-	-	-	-	-
Total Spending in DEL	**17,220**	**-16,250**	**970**	**-**	**-**	**-**	**166**	**-**	**166**
Spending in Annually Managed Expenditure (AME)									
Voted expenditure	-	-	-	-1,020	-	-1,020	-	-	-
Of which:									
C Provisions (AME)	-	-	-	-1,020	-	-1,020	-	-	-
Total Spending in AME	**-**	**-**	**-**	**-1,020**	**-**	**-1,020**	**-**	**-**	**-**
Total for Estimate	**17,220**	**-16,250**	**970**	**-1,020**	**-**	**-1,020**	**166**	**-**	**166**
Of which:									
Voted Expenditure	17,220	-16,250	970	-1,020	-	-1,020	166	-	166
Non Voted Expenditure	-	-	-	-	-	-	-	-	-

Part II: Resource to cash reconciliation

£'000

	Present Plans	Changes	Revised Plans
Net Resource Requirement	**-33**	**-17**	**-50**
Net Capital Requirement	**166**	**-**	**166**
Accruals to cash adjustments	**39**	**750**	**789**
Of which:			
Adjustments to remove non-cash items:			
Depreciation	-357	87	-270
New provisions and adjustments to previous provisions	-	600	600
Departmental Unallocated Provision	-	-	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-64	3	-61
Adjustment for NDPBs:			
Remove voted resource and capital	-	-	-
Add cash grant-in-aid	-	-	-
Adjustments to reflect movements in working balances:			
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	100	-	100
Use of provisions	360	60	420
Removal of non-voted budget items	**-**	**-**	**-**
Of which:			
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
Net Cash Requirement	**172**	**733**	**905**

Part III: Note A - Statement of Comprehensive Net Expenditure & Reconciliation Table

£'000

	Revised Plans
Gross Administration Costs	16,800
Less:	
Administration DEL Income	-16,250
Net Administration Costs	**550**
Gross Programme Costs	-600
Less:	
Programme DEL Income	-
Programme AME Income	-
Non-budget income	-
Net Programme Costs	-600
Total Net Operating Costs	**-50**
Of which:	
Resource DEL	550
Capital DEL	-
Resource AME	-600
Capital AME	-
Non-budget	-
Adjustments to include:	
Departmental Unallocated Provision (resource)	-
Consolidated Fund Extra Receipts in the budget but not in the SoCNE	-
Adjustments to remove:	
Capital in the SoCNE	-
Non-Budget Consolidated Fund Extra Receipts in the SoCNE	-
Other adjustments	-
Total Resource Budget	**-50**
Of which:	
Resource DEL	970
Resource AME	-1,020
Adjustments to include:	
Prior period adjustments	-
Adjustments to remove:	
Consolidated Fund Extra Receipts in the resource budget	-
Other adjustments	-
Total Resource (Estimate)	**-50**

Part III: Note B - Analysis of Departmental Income

£'000

	Revised Plans
Voted Resource DEL	**-16,250**
Of which:	
Administration	
Sales of Goods and Services	-16,250
Of which:	
Administration	-16,250
Total Administration	-16,250
Total Voted Resource Income	**-16,250**

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

No CFER income or receipts are expected in 2012-13.

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:

Accounting Officer: Trevor Llanwarne

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 (FReM), 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.