



Annex A to Memorandum

You may re-use the text of this document (not including logos) free of charge in any format or medium, under the terms of the Open Government Licence. To view this licence, visit www.nationalarchives.gov.uk/doc/open-government-licence/

© Crown copyright 2011

First published [Month Year]

Published to DH website, in electronic PDF format only.

www.dh.gov.uk/publications

Contents

Contents	3
Explanation of changes in 2011-12 Supplementary Supply Estimate - Departmental Expenditure Limits Table 1 :Summary of changes	4
Table 2: Summary of changes , line A –Primary Care Trust (PCT) and Strategic Health Authority (SHA) expenditure	4
Table 3 : Summary of changes , line B – DH Programme Expenditure (NHS)	5
Table 4 : Summary of changes , line C – Special Health Authorities expenditure	5
Table 5 : Summary of changes, lines D – DH Programme and Administration expenditure ...	6
Table 6: Summary of changes , line E – Social Care expenditure	6
Table 7 : Summary of changes , line F – NHS Trust net expenditure	6
Table 8: Summary of changes, line C- NHS Foundation Trusts net expenditure.....	7
Table 9: Summary of changes, line H – Non Departmental Public Bodies net Expenditure ...	7
Table 10 : Summary of changes, line I – PCT and SHA expenditure financed by NI Contributions	7
Explanation of changes in 2011-12 Supplementary Supply Estimate - Annually Managed Expenditure	8
Table 1: Summary of changes	8
Table 2: Summary of changes, line J – Primary Care Trust (PCT) and Strategic Health Authority (SHA) expenditure	8
Table 3: Summary of changes, lines K- DH Programme Expenditure (NHS)	9
Table 4 : Summary of changes, lines L- Special Health Authorities expenditure.....	9
Table 5: Summary of changes, line M – DH Programme and Administration expenditure	9
Table 6: Summary of changes, line N –NHS Trust net expenditure	10
Table 7: Summary of changes, line O – NHS Foundation Trust net expenditure	10
Table 8 : Summary of changes lines P- Non Departmental Public Bodies net expenditure..	10

Explanation of changes in 2011-12 Supplementary Supply Estimate - Departmental Expenditure Limits Table 1: Summary of changes

Table 1: Summary of changes

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total			
A: PCT and SHA expenditure	3,660,000	12,247,420	15,907,420	-624,651	3,965,512	3,340,861	3,035,349	16,212,932	19,248,281	630,568	-186,568	444,000
B: DH Programme expenditure (NHS)	0	3,002,443	3,002,443	0	-1,116,721	-1,116,721	0	1,885,722	1,885,722	825,002	-175,372	649,630
C: Special Health Authorities expenditure	343,594	990,324	1,333,918	-24,448	320,533	296,085	319,146	1,310,857	1,630,003	19,473	10,905	30,378
D: DH Programme and administration expenditure	648,593	1,685,648	2,334,241	183,908	-356,294	-172,386	832,501	1,329,354	2,161,855	29,888	46,920	76,808
E: Social Care expenditure	0	1,326,000	1,326,000	0	0	0	0	1,326,000	1,326,000	123,785	5	123,790
F: NHS Trusts net expenditure	0	29,535,065	29,535,065	0	-1,293,814	-1,293,814	0	28,241,251	28,241,251	1,268,683	78,734	1,347,417
G: NHS Foundation Trusts net expenditure	0	31,341,356	31,341,356	0	-526,564	-526,564	0	30,814,792	30,814,792	1,479,965	161,617	1,641,582
H: Non Departmental Public Bodies net expenditure	217,291	60,000	277,291	28,191	-24,540	3,651	245,482	35,460	280,942	51,636	-12,676	38,960
I: PCT and SHA expenditure financed by NI contributions	0	17,595,022	17,595,022	0	-765,885	-765,885	0	16,829,137	16,829,137	0	0	0
DEL	4,869,478	97,783,278	102,652,756	-437,000	202,228	-234,772	4,432,478	97,985,506	102,417,984	4,429,000	-76,435	4,352,565

RDEL = Revenue Departmental Expenditure Limit
CDEL = Capital Departmental Expenditure Limit

Key:
Items shaded in grey are changes that impact on the RDEL and CDEL. Items unshaded are movements between spending sectors in the DH Group.

Table 2: Summary of changes, line A - Primary Care Trust (PCT) and Strategic Health Authority (SHA) expenditure

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	Comments
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Initial allocations	3,660,000	92,512,979	96,172,979			0	3,660,000	92,512,979	96,172,979	630,568		630,568	
Adjustment for National Insurance Contributions		-17,595,022	-17,595,022		765,885	765,885	0	-16,829,137	-16,829,137				HM Revenue and Customs have reduced their forecast of NI contributions by £766 million. See line I - this is a redistribution of funding between Estimate sections.
Intra-group eliminations		-62,670,537	-62,670,537		2,127,614	2,127,614	0	-60,542,923	-60,542,923				0 The forecast level of transactions between PCTs and NHS Trusts/Foundation Trusts has reduced by £2.1 billion since Main Estimates. This is because more accurate forecasts of these transactions have been received in-year. The opposite effect of this change is reflected in lines F and G.
Intra-group redistribution			0	-587,651	1,285,013	697,362	-587,651	1,285,013	697,362		-186,568	-186,568	This change reflects a movement between PCT/SHA administration and programme expenditure. This reduction in administration expenditure was set out in the revised impact assessment for the Health and Social Care Bill published in September 2011. The net increase of c£700 million to this estimate section reflects in-year allocations to PCT/SHAs.
Budget exchange			0	-37,000	-213,000	-250,000	-37,000	-213,000	-250,000				0 DH has used HM Treasury's budget flexibility and transferred £250 million to the 2012-13 budget.
Total	3,660,000	12,247,420	15,907,420	-624,651	3,965,512	3,340,861	3,035,349	16,212,932	19,248,281	630,568	-186,568	444,000	

Annex A to Memorandum

Table 3: Summary of changes, line B - DH Programme Expenditure (NHS)

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Opening budgets	0	3,002,443	3,002,443			0	0	3,002,443	3,002,443	825,002		825,002	
Intra-group eliminations			0		362,679	362,679	0	362,679	362,679			0	In Main Estimates, insufficient information was available on the level of transactions between DH and NHS Trusts and Foundation Trusts. These have now been included and the opposite effect is recorded in lines F and G.
Intra-group redistribution			0		-1,479,400	-1,479,400	0	-1,479,400	-1,479,400		-98,937	-98,937	This change includes the dividend receipt from NHS Trusts and Foundations Trusts of c£1 billion. This receipt was incorrectly scored against line D in Main Estimates.
OGD transfer											-10,000	-10,000	A transfer out to Department for Energy and Climate Change as a contribution towards the Warm Front Initiative.
Budget Exchange											-66,435	-66,435	DH has used HM Treasury's budget flexibility and transferred c£67 million to the 2012-13 budget.
Total	0	3,002,443	3,002,443	0	-1,116,721	-1,116,721	0	1,885,722	1,885,722	825,002	-175,372	649,630	
	0	0	0	0	0	0	0	0	0	0	0	0	

Table 4: Summary of changes, line C - Special Health Authorities expenditure

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Opening budgets	343,594	140,207	483,801			0	343,594	140,207	483,801	19,473		19,473	
Intra-group eliminations		850,117	850,117		61,813	61,813	0	911,930	911,930			0	The forecast level of transactions between NHS Trusts/Foundation Trusts and the NHS Litigation Authority have increased £62 million since Main Estimates. This is because more accurate forecasts of these transactions have been received in-year. The opposite effect of this change is reflected in lines F and G.
Intra-group redistribution			0	-24,447	258,720	234,273	-24,447	258,720	234,273		10,905	10,905	The RDEL increase is mainly in the NHS Litigation Authority and reflects increases in the forecast level of payment of provisions.
Total	343,594	990,324	1,333,918	-24,447	320,533	296,086	319,147	1,310,857	1,630,004	19,473	10,905	30,378	

Annex A to Memorandum

Table 8: Summary of changes, line G - NHS Foundation Trusts net expenditure

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Opening budgets	0	0	0			0	0	0	0	1,479,965		1,479,965	
Intra-group eliminations		31,341,356	31,341,356		-256,230	-256,230	0	31,085,126	31,085,126			0	The forecast level of transactions between PCTs and NHS Trusts/Foundation Trusts has reduced by £2.1 billion since Main Estimates. This is because more accurate forecasts of these transactions have been received in-year. Additionally there have been increases in the premium paid to the NHS Litigation Authority and the dividend to DH. The opposite effect of these changes are reflected in lines A, B and C.
Intra-group redistribution			0	0	-270,334	-270,334	0	-270,334	-270,334		161,617	161,617	These changes reflect changes to in-year forecasts.
Total	0	31,341,356	31,341,356	0	-526,564	-526,564	0	30,814,792	30,814,792	1,479,965	161,617	1,641,582	

Table 9: Summary of changes, line H - Non Departmental Public Bodies net expenditure

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Opening budgets	217,291	60,000	277,291			0	217,291	60,000	277,291	51,636		51,636	
Intra-group redistribution			0	28,191	-24,540	3,651	28,191	-24,540	3,651		-12,676	-12,676	These changes reflect changes to in-year forecasts.
Total	217,291	60,000	277,291	28,191	-24,540	3,651	245,482	35,460	280,942	51,636	-12,676	38,960	

Table 10: Summary of changes, line I - PCT and SHA expenditure financed by NI Contributions

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Opening budgets	0	17,595,022	17,595,022		-765,885	-765,885	0	16,829,137	16,829,137			0	HM Revenue and Customs have reduced their forecast of NI contributions by £766 million. See line A - this is a redistribution of funding between Estimate sections.
Total	0	17,595,022	17,595,022	0	-765,885	-765,885	0	16,829,137	16,829,137	0	0	0	6

Annex A to Memorandum

Table 5: Summary of changes, line D - DH Programme and Administration expenditure

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Opening budgets	648,593	741,648	1,390,241			0	648,593	741,648	1,390,241	29,888		29,888	
Intra-group eliminations		944,000	944,000		-944,000	-944,000	0	0	0			0	The elimination of the dividend receipt from NHS Trusts and Foundation Trusts was recorded incorrectly against section D in Main Estimates - it should have been recorded against section B.
Intra-group redistribution			0	183,908	572,478	756,386	183,908	572,478	756,386		46,920	46,920	The administration increase reflects the change in administration set out in the revised impact assessment of the Health and Social Care Bill (page 55). This increase partly reflects some remaining uncertainty on the baseline administration costs of organisations other than PCTs. The increase in programme reflects the movement of the dividend receipt to section B and underspends in central programmes (for example EEA Medical costs) that have been redistributed to other estimate sections.
OGD transfers					15,228	15,228	0	15,228	15,228				A transfer in of £14.613 million from the Ministry of Justice and a transfer in of £0.615 million from Department for Work and Pensions.
Total	648,593	1,685,648	2,334,241	183,908	-356,294	-172,386	832,501	1,329,354	2,161,855	29,888	46,920	76,808	

Table 6: Summary of changes, line E - Social Care expenditure

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Opening budgets	0	1,326,000	1,326,000			0	0	1,326,000	1,326,000	123,785		123,785	
Other	0	0	0	0	0	0	0	0	0	0	5	5	
Total	0	1,326,000	1,326,000	0	0	0	0	1,326,000	1,326,000	123,785	5	123,790	

Table 7: Summary of changes, line F - NHS Trust net expenditure

Section	RDEL at Main Estimates			RDEL Changes			RDEL at Supplementary Estimate			CDEL at Main Estimates	CDEL changes	CDEL at Supp Estimate	
	Admin	Prog	Total	Admin	Prog	Total	Admin	Prog	Total				
Opening budgets	0	1	1			0	0	1	1	1,268,683		1,268,683	
Intra-group eliminations		29,535,064	29,535,064		-1,351,876	-1,351,876	0	28,183,188	28,183,188			0	The forecast level of transactions between PCTs and NHS Trusts/Foundation Trusts has reduced by £2.1 billion since Main Estimates. This is because more accurate forecasts of these transactions have been received in-year. Additionally there have been increases in the premium paid to the NHS Litigation Authority and the dividend to DH. The opposite effect of these changes are reflected in lines A, B and C.
Intra-group redistribution			0	0	58,062	58,062	0	58,062	58,062		78,734	78,734	These changes reflect changes to in-year forecasts.
Total	0	29,535,065	29,535,065	0	-1,293,814	-1,293,814	0	28,241,251	28,241,251	1,268,683	78,734	1,347,417	

Explanation of changes in 2011-12 Supplementary Supply Estimate - Annually Managed Expenditure

Table 1: Summary of changes

Section	Main Estimates	Changes	Supp Estimate
J: PCT and SHA expenditure	526,000	439,632	965,632
K: DH Programme expenditure (NHS)	5,840	-5,340	500
L: Special Health Authorities expenditure	1,786,743	297,642	2,084,385
M: DH Programme and administration expenditure	46,383	119,131	165,514
N: NHS Trusts net expenditure	300,000	128,554	428,554
O: NHS Foundation Trusts net expenditure	300,000	1,732	301,732
P Non Departmental Public Bodies net expenditure	-121	-3,242	-3,363
AME	2,964,845	978,109	3,942,954

Key:

Items shaded in grey are changes that impact on AME. Items unshaded are movements between spending sectors in the DH Group.

Table 2: Summary of changes, line J - Primary Care Trust (PCT) and Strategic Health Authority (SHA) expenditure

Section	Prog	Prog	Prog	Comments
Initial allocations	526,000		526,000	
Increase in AME for redundancy provisions		616,626	616,626	Additional AME budget cover for an element of the costs of redundancy and non redundancy costs included in the revised impact assessment for the Health and Social Care bill.
Intra-group redistribution		-176,994	-176,994	These changes reflect changes to in-year forecasts.
Total	526,000	439,632	965,632	8

Annex A to Memorandum

Table 3: Summary of changes, line K - DH Programme Expenditure (NHS)

Section	Prog	Prog	Prog	
Opening budgets	5,840		5,840	
Intra-group redistribution		-5,340	-5,340	These changes reflect changes to in-year forecasts.
Total	5,840	-5,340	500	

Table 4: Summary of changes, line L - Special Health Authorities expenditure

Section	Prog	Prog	Prog	
Opening budgets	1,786,743		1,786,743	
Increase in AME for NHSLA provisions		261,483	261,483	Additional AME budget cover required as the forecast in Main Estimates was based on early forecasts of NHS Litigation Authority provisions, that have since increased as more up to date information has become available.
Intra-group redistribution		36,159	36,159	These changes reflect changes to in-year forecasts.
Total	1,786,743	297,642	2,084,385	

Table 5: Summary of changes, line M - DH Programme and Administration expenditure

Section	Prog	Prog	Prog	
Opening budgets	46,383		46,383	
Increase in AME for communicable disease provisions		100,000	100,000	Additional AME budget cover required as the forecast in Main Estimates was based on early forecasts of provisions, that have since increased as more up to date information has become available.
Intra-group redistribution		19,131	19,131	These changes reflect changes to in-year forecasts. 9
Total	46,383	119,131	165,514	

Table 6: Summary of changes, line N - NHS Trust net expenditure

Section	Prog	Prog	Prog	
Opening budgets	300,000		300,000	
Intra-group redistribution		128,554	128,554	These changes reflect changes to in-year forecasts.
Total	300,000	128,554	428,554	

Table 7: Summary of changes, line O - NHS Foundation Trusts net expenditure

Section	Prog	Prog	Prog	
Opening budgets	300,000		300,000	
Intra-group redistribution		1,732	1,732	These changes reflect changes to in-year forecasts.
Total	300,000	1,732	301,732	

Table 8: Summary of changes, line P - Non Departmental Public Bodies net expenditure

Section	Prog	Prog	Prog	
Opening budgets	-121		-121	
Intra-group redistribution		-3,242	-3,242	These changes reflect changes to in-year forecasts. 10
Total	-121	-3,242	-3,363	