

Foreign and Commonwealth Office

Introduction

This Supplementary Estimate is required for the following purposes:

£			
Changes in budgets, non-budget voted provision and cash	Increases	Reductions	Total
i. A claim on the Treasury Reserve for programme resources in respect of take up of Consular Premiums (Section A).	37,000,000		
ii. A claim on the Treasury Reserve for programme resources in respect of the International Subscriptions cost sharing agreement (Section B).	32,000,000		
iii. A credit to the Treasury Reserve for programme resources in respect of the Foreign Currency Mechanism (Section A).		-1,755,000	
iv. A transfer of resource programme from the Department for International Development in respect of conflict prevention (section H).	8,475,000		
v. A transfer of resource programme from the Ministry of Defence in respect of conflict prevention (section H).	6,000,000		
vi. A transfer of resource programme to the Department of Culture, Media and Sport in respect of the GREAT campaign (Section A).		-3,000,000	
vii. A transfer of resource programme from the Department for International Development in respect of the Returns and Reintegration Fund (Section B).	2,191,000		
viii. A transfer of resource programme from the Department for Business, Innovation and Skills to the British Council in respect of the GREAT campaign (Section D).	500,000		
ix. A transfer of resource programme to the Security and Intelligence Agencies in respect of expansion and capability (Section A).		-450,000	
x. A transfer of resource programme to the Security and Intelligence Agencies in respect of expansion and capability (Section H).		-70,000	
xi. An internal transfer of resource programme to the Foreign and Commonwealth Office Capital budget (Section A).		-12,000,000	

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xii. Take up of administration Departmental Unallocated Provision (Section A).	10,000,000	-10,000,000	
Total change in Resource DEL (Voted)	96,166,000	-27,275,000	68,891,000
i. An internal transfer of resource programme to the Foreign and Commonwealth Office Capital budget (Section A)	12,000,000		
ii. An increase in capital expenditure fully offset by an increase in capital income (Section A)	40,000,000	-40,000,000	
Total change in Capital DEL (Voted)	52,000,000	-40,000,000	12,000,000
Total change in Net cash requirement			90,891,000

Part I

£

	Voted	Non-Voted	Total
Departmental Expenditure Limit			
Resource	68,891,000	-	68,891,000
Capital	12,000,000	-	12,000,000
Annually Managed Expenditure			
Resource	-	-	-
Capital	-	-	-
Total Net Budget			
Resource	68,891,000	-	68,891,000
Capital	12,000,000	-	12,000,000
Non-Budget Expenditure	-		
Net cash requirement	90,891,000		

Supplementary amounts required in the year ending 31 March 2012 for expenditure by Foreign and Commonwealth Office on:

Departmental Expenditure Limit:Expenditure arising from:

administration of UK Trade and Investment, Wilton Park Executive Agency, net expenditure of NDPBs, hospitality and facilities, international organisations, scholarships, information services and sponsored visits, special payments and assistance programmes supporting foreign policy objectives including human rights, good governance, international security and the fight against the illicit drug trade, the BBC World Service for broadcasting, the British Council.

Conflict prevention, early warning, crisis management, conflict resolution/peacemaking, peacekeeping and peace-building activity and on associated strengthening of international and regional systems and capacity and associated depreciation and any other non-cash costs falling in DEL.

Income arising from:

salary refunds of seconded diplomatic staff and locally engaged staff, the sale of information material, sub-letting, sales of surplus material and equipment, legalisation fees collected at both home and abroad, telephone and postage recoveries, medical scheme recoveries, bank interest and sundry receipts, repayment by locally engaged staff of loans for car purchase and medical and other assistance, from other Government Departments including DfID and MoD for the Special Representative on Conflict Resolution, visa and passport services provided at consular offices, Wilton Park Executive Agency receipts from customers for running costs, sales and rents, Hospitality Section, Conference and Visits Group, Lancaster House receipts, repayments of sums advanced to distressed British Nationals, interest and dividends from Public Corporations, sales into Wider Markets and Sponsorships

Annually Managed Expenditure:Expenditure arising from:

the refund of certain taxes and duties paid by certain foreign and commonwealth governments, and non-cash items

Foreign and Commonwealth Office 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			
	1	2	3	4	5	6	7	8	9
Spending in Departmental Expenditure Limits (DEL)									
Voted expenditure	247,880	1,893,302	-	68,891	247,880	1,962,193	107,000	12,000	119,000
<i>Of which:</i>									
A Administration and programme expenditure	237,880	757,282	10,000	19,795	247,880	777,077	67,000	12,000	79,000
B Programme and international organisation grants	-	203,500	-	34,191	-	237,691	11,000	-	11,000
D British Council	-	173,000	-	500	-	173,500	-	-	-
H Conflict Prevention Programme Grants	-	103,827	-	14,405	-	118,232	-	-	-
<i>Departmental Unallocated Provision</i>	10,000	-	-10,000	-	-	-	-	-	-
Total Spending in DEL			-	68,891				12,000	
Total for Estimate			-	68,891				12,000	
<i>Of which:</i>									
Voted expenditure			-	68,891				12,000	
Non-voted expenditure			-	-				-	

£'000

	Present Plans	Changes	Revised Plans
Net cash requirement	2,144,182	90,891	2,235,073

Part II: Revised subhead detail including additional provision**£'000**

Revised Plans											
Resources						Capital					
Gross	Administration	Net	Gross	Programme	Net	Gross	Income	Net			
1	Income	3	4	Income	6	7	8	9			
Spending in Departmental Expenditure Limits (DEL)											
Voted expenditure											
327,880	-80,000	247,880	2,182,193	-220,000	1,962,193	169,000	-50,000	119,000			
<i>Of which:</i>											
A	Administration and programme expenditure		327,880	-80,000	247,880	997,077	-220,000	777,077	129,000	-50,000	79,000
B	Programme and international organisation grants		-	-	-	237,691	-	237,691	11,000	-	11,000
C	BBC World Service Broadcasting		-	-	-	231,000	-	231,000	-	-	-
D	British Council		-	-	-	173,500	-	173,500	-	-	-
E	BBC World Service - Capital grant		-	-	-	-	-	-	22,000	-	22,000
F	British Council - Capital grant		-	-	-	-	-	-	7,000	-	7,000
G	Expenditure of NDPBs (Net)		-	-	-	5,693	-	5,693	-	-	-
H	Conflict Prevention Programme Grants		-	-	-	118,232	-	118,232	-	-	-
I	Peacekeeping Grants		-	-	-	419,000	-	419,000	-	-	-
<i>Departmental Unallocated Provision</i>											
-	-	-	-	-	-	-	-	-			
Total Spending in DEL											
327,880	-80,000	247,880	2,182,193	-220,000	1,962,193	169,000	-50,000	119,000			
Spending in Annually Managed Expenditure (AME)											
Voted expenditure											
-	-	-	75,000	-	75,000	-	-	-			
<i>Of which:</i>											
J	AME Programme		-	-	-	50,000	-	50,000	-	-	-
K	Reimbursement of certain duties taxes and licence fees		-	-	-	25,000	-	25,000	-	-	-
Total Spending in AME											
-	-	-	75,000	-	75,000	-	-	-			
Total for Estimate											
327,880	-80,000	247,880	2,257,193	-220,000	2,037,193	169,000	-50,000	119,000			
<i>Of which:</i>											
Voted expenditure											
327,880	-80,000	247,880	2,257,193	-220,000	2,037,193	169,000	-50,000	119,000			
Non-voted expenditure											
-	-	-	-	-	-	-	-	-			

Part II: Resource to cash reconciliation

£'000

	Present Plans	Changes	Revised Plans
Net Resource Requirement	2,216,182	68,891	2,285,073
Net Capital Requirement	107,000	12,000	119,000
Accruals to cash adjustments	-179,000	10,000	-169,000
<i>Of which:</i>	-	-	-
<i>Adjustments to remove non-cash items:</i>	-	-	-
Depreciation	-168,977	-	-168,977
New provisions and adjustments to previous provisions	-20,000	-	-20,000
Departmental Unallocated Provision	-10,000	10,000	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-	-	-
<i>Adjustment for NDPBs:</i>	-	-	-
Remove voted resource and capital	-5,693	-	-5,693
Add cash grant-in-aid	5,670	-	5,670
<i>Adjustments to reflect movements in working balances:</i>	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	20,000	-	20,000
Removal of non-voted budget items	-	-	-
<i>Of which:</i>	-	-	-
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
Net Cash Requirement	2,144,182	90,891	2,235,073

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

	£'000
	Revised Plans
Gross Administration Costs	307,880
<i>Less:</i>	
Administration DEL Income	-80,000
Net Administration Costs	227,880
Gross Programme Costs	2,317,193
<i>Less:</i>	
Programme DEL Income	-220,000
Programme AME Income	-
Non-budget income	-
Net Programme Costs	2,097,193
Total Net Operating Costs	2,325,073
<i>Of which:</i>	
Resource DEL	2,190,073
Capital DEL	40,000
Resource AME	95,000
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	-40,000
Non-Budget Consolidated Fund Extra Receipts in the OCS	-
Other adjustments	-
Total Resource Budget	2,285,073
<i>Of which:</i>	
Resource DEL	2,210,073
Resource AME	75,000
<i>Adjustments to remove:</i>	
Consolidated Fund Extra Receipts in the resource budget	-
Other adjustments	-
Total Resource (Estimate)	2,285,073

Part III: Note B - Analysis of Departmental Income

	£'000
	Revised Plans
Voted Resource DEL	-300,000
<i>Of which:</i>	
Administration	
Sale of goods and services	-80,000
<i>Of which:</i>	
Section A: Administration and programme expenditure	-80,000
Total Administration	<u>-80,000</u>
Programme	
Sale of goods and services	-220,000
<i>Of which:</i>	
Section A: Administration and programme expenditure	-220,000
Total Programme	<u>-220,000</u>
Total Voted Resource Income	<u>-300,000</u>
Voted Capital DEL	-50,000
<i>Of which:</i>	
Programme	
Sale of assets	-50,000
<i>Of which:</i>	
Section A: Administration and programme expenditure	-50,000
Total Voted Capital Income	<u>-50,000</u>

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

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:

Accounting Officer	Simon Fraser
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In accordance with Chapter 3 of *Managing Public Money* (issued by the Treasury), the following individuals are NDPB Accounting Officer appointments:

NDPB Accounting Officers

Dr John Hughes	Marshall Aid Commemoration Commission
Katie Lee	Great Britain China Centre
Tina Fahm	Westminster Foundation for Democracy

Simon Fraser 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*.

In accordance with *Managing Public Money* requirements, the relationship between the Principal Accounting Officer and Additional Accounting Officer(s), and with their Ministers, together with their respective responsibilities, is set out in writing. Similarly, the relationship between the Principal/Additional Accounting Officer and the NDPB Accounting Officer(s) is set out in writing.

Part III: Note E - Non-Departmental Public Bodies

					£'000
Section in Part II: Subhead Detail	Body	Resources	Capital	Grant-in-aid	
G	Westminster Foundation for Democracy	3,518	-	3,500	
G	Marshall Aid Commemoration Commission	1,900	-	1,900	
G	Great Britain China Centre	275	-	270	
Total		5,693	-	5,670	

Part III: Note K - Contingent Liabilities

Nature of liability	£'000
British Council - indemnities given by the British Council to the owners of objects exhibited overseas against loss or damage.	20,100

Part III: Note L - International Subscriptions

Section in Part II: Subhead Detail		Body	£'000
B - DEL	UN Regular Budget		110,549
B - DEL	Commonwealth Secretariat		5,066
B - DEL	OECD		12,632
B - DEL	Western European Union		1,689
B - DEL	North Atlantic Treaty Organisation (NATO)		31,493
B - DEL	Council of Europe		26,611
B - DEL	OSCE		4,584

