

The Statistics Board

Introduction

This Supplementary Estimate is required for the following purposes:

£			
Changes in budgets, non-budget voted provision and cash	Increases	Reductions	Total
i. To fund the departments investment portfolio of essential developments a Resource to Capital switch has been applied (section A4). The department has also called down the full Departments Unallocated Provision to provide the funds to support this switch.		-12,199,000	
ii. Revised phasing of the project which incorporates the requirement to enable the release of Census Statistics has resulted in the need for a Budget Exchange. The exchange will move forward the funding to cover the expenditure that will now be incurred in 2012/13. This does not represent an increase in expenditure but a transfer of existing Census budget into 2012/13 (section A4).		-6,915,000	
iii. Resource DEL reduced due to the movement in the utilisation of provisions in 2011/12. The reduction is mainly due to the reversal of the £5,000,000 provision originally created for redundancy and therefore the £2,500,000 planned utilisation in 2011/12 is no longer required. The remaining movement is in relation to the provisions for onerous contracts and the full year costs are now expected to be less than originally forecast.		-3,708,000	
iv. The Resource DEL released as a result of the movement in the utilisation of provisions for 2011/12 has been used by the department to support the Resource to Capital switch.	3,707,000		
Total change in Resource DEL (Voted)	3,707,000	-22,822,000	-19,115,000
i. The provision for redundancy sought during the Main Estimate is no longer required. (section B4).		-5,000,000	
ii. The department is currently undergoing a review with HMRC to determine it's Business/Non Business activities. The results of this review will calculate a VAT liability for the department. The £19,000,000 provision represents the potential liability if HMRC choose to act on their powers to review up to 4 retrospective years. (section B4).	19,000,000		
iii. The department has provided for early severance costs that were approved in December 2011. (section B4).	900,000		

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iv. The existing VES/VER provision has been adjusted in line with the new discount rate for valuing post employment benefits. (section B4)	36,000		
v. Initial indications from the valuation office suggested that there would be a significant decrease in the value of Land & Buildings of between 5% and 10%. One affected site (Newport) has no reserves and therefore the expected downward revaluation will be charged to AME. (section B4).	3,000,000		
vi. Trends in previous and current year indices indicate there will be a downward revaluation of our computer equipment. (section B4).	1,000,000		
vii. The movement in the utilisation of provisions is mainly due to the reversal of the £5,000,000 provision originally for redundancy and therefore the £2,500,000 planned utilisation in 2011/12 is no longer required. The remaining movement is in relation to the provision for onerous contracts and the full year costs are now expected to be less than originally forecast. (section C).	3,708,000		
Total change in Resource AME (Voted)	27,644,000	-5,000,000	22,644,000
i. This increase in Capital DEL (section A8) will be funded from the departments Resource DEL underspend through a Resource to Capital switch. It is required to fund the departments investment portfolio of essential developments.	12,199,000		
ii. Revised phasing of the project which incorporates the requirement to enable the release of Census Statistics has resulted in the need for a CDEL Budget Exchange. The exchange will move forward funding to cover expenditure that will now occur in 2012/13. This does not represent an increase in expenditure but a transfer of existing Census budget into 2012/13.		-360,000	
Total change in Capital DEL (Voted)	12,199,000	-360,000	11,839,000
i. Revisions to the net cash requirement not only reflect the changes in resources and capital set out above but also a movement in debtors and creditors mainly due to the Census activity in year.	13,724,000		
Total change in Net cash requirement	13,724,000		13,724,000

Part I

	Voted	Non-Voted	Total
Departmental Expenditure Limit			
Resource	-19,115,000	-	-19,115,000
Capital	11,839,000	-	11,839,000
Annually Managed Expenditure			
Resource	22,644,000	-	22,644,000
Capital	-	-	-
Total Net Budget			
Resource	3,529,000	-	3,529,000
Capital	11,839,000	-	11,839,000
Non-Budget Expenditure	-		
Net cash requirement	13,724,000		

Supplementary amounts required in the year ending 31 March 2012 for expenditure by The Statistics Board on:

Departmental Expenditure Limit:Expenditure arising from:

the collection, preparation and dissemination of economic, social, labour market and other statistics; promoting and safeguarding the quality of official statistics, monitoring the production and publication of official statistics; preparation and publication of a Code of Practice for Statistics; and preparing and publishing a programme for the assessment of existing and candidate National Statistics against the Code and associated non-cash items.

Income arising from:

provision of social surveys; recovery costs of shared projects; sales of statistical data and publications; receipts from EU and other overseas contracts.

Annually Managed Expenditure:Expenditure arising from:

creation of provision in respect of the onerous contracts; early departure costs; and other provision and associated non-cash items.

The Statistics Board 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	-	345,592	-	-19,115	-	326,477	9,100	11,839	20,939
<i>Of which:</i>									
A Programme Expenditure	-	339,592	-	-13,115	-	326,477	9,100	11,839	20,939
<i>Departmental Unallocated Provision</i>	-	6,000	-	-6,000	-	-	-	-	-
Total Spending in DEL			-	-19,115				11,839	
Spending in Annually Managed Expenditure (AME)									
Voted expenditure	-	-4,449	-	22,644	-	18,195	-	-	-
<i>Of which:</i>									
B Provisions	-	5,396	-	18,936	-	24,332	-	-	-
C Utilised Provisions	-	-9,845	-	3,708	-	-6,137	-	-	-
Total Spending in AME			-	22,644				-	
Total for Estimate			-	3,529				11,839	
<i>Of which:</i>									
Voted expenditure			-	3,529				11,839	
Non-voted expenditure			-	-				-	

£'000

	Present Plans	Changes	Revised Plans
Net cash requirement	331,592	13,724	345,316

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	
Spending in Departmental Expenditure Limits (DEL)									
Voted expenditure									
	-	-	-	358,677	-32,200	326,477	20,939	-	20,939
<i>Of which:</i>									
A	Programme Expenditure		-	358,677	-32,200	326,477	20,939	-	20,939
	<i>Departmental Unallocated Provision</i>		-	-	-	-	-	-	-
Total Spending in DEL									
	-	-	-	358,677	-32,200	326,477	20,939	-	20,939
Spending in Annually Managed Expenditure (AME)									
Voted expenditure									
	-	-	-	18,195	-	18,195	-	-	-
<i>Of which:</i>									
B	Provisions		-	24,332	-	24,332	-	-	-
C	Utilised Provisions		-	-6,137	-	-6,137	-	-	-
Total Spending in AME									
	-	-	-	18,195	-	18,195	-	-	-
Total for Estimate									
	-	-	-	376,872	-32,200	344,672	20,939	-	20,939
<i>Of which:</i>									
Voted expenditure									
	-	-	-	376,872	-32,200	344,672	20,939	-	20,939
Non-voted expenditure									
	-	-	-	-	-	-	-	-	-

Part II: Resource to cash reconciliation

£'000

	Present Plans	Changes	Revised Plans
Net Resource Requirement	341,143	3,529	344,672
Net Capital Requirement	9,100	11,839	20,939
Accruals to cash adjustments	-18,651	-1,644	-20,295
<i>Of which:</i>	-	-	-
<i>Adjustments to remove non-cash items:</i>	-	-	-
Depreciation	-17,100	-3,925	-21,025
New provisions and adjustments to previous provisions	-5,396	-14,936	-20,332
Departmental Unallocated Provision	-6,000	6,000	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-	-75	-75
<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	-	2,000	2,000
Increase (-) / Decrease (+) in creditors	-	13,000	13,000
Use of provisions	9,845	-3,708	6,137
Removal of non-voted budget items	-	-	-
<i>Of which:</i>	-	-	-
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
Net Cash Requirement	331,592	13,724	345,316

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

	£'000
	Revised Plans
Gross Administration Costs	-
<i>Less:</i>	
Administration DEL Income	-
Net Administration Costs	-
Gross Programme Costs	376,872
<i>Less:</i>	
Programme DEL Income	-32,200
Programme AME Income	-
Non-budget income	-
Net Programme Costs	344,672
Total Net Operating Costs	344,672
<i>Of which:</i>	
Resource DEL	320,340
Capital DEL	-
Resource AME	24,332
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	-
Total Resource Budget	344,672
<i>Of which:</i>	
Resource DEL	326,477
Resource AME	18,195
<i>Adjustments to remove:</i>	
Consolidated Fund Extra Receipts in the resource budget	-
Other adjustments	-
Total Resource (Estimate)	344,672

Part III: Note B - Analysis of Departmental Income

	£'000
	Revised Plans
Voted Resource DEL	-32,200
<i>Of which:</i>	
Programme	
Sale of goods and services	-31,550
<i>Of which:</i>	
Section A: Programme Expenditure	-31,550
EU income	-650
<i>Of which:</i>	
Section A: Programme Expenditure	-650
Total Voted Resource Income	-32,200

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	Jil Matheson
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Jil Matheson 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*.