

CONSOLIDATED FUND SUPPLY AND EXTRA RECEIPTS TRANSACTIONS

The following scenarios might arise in relation to Supply or Consolidated Fund Extra Receipts. All the examples given below in respect of Supply apply only to the core department. Examples given below in respect of Consolidated Fund Extra Receipts could apply equally to the core department or to an individual component of the consolidated accounts. Unless stated, the net Parliamentary funding (Supply Drawn Down plus, where applicable, Deemed Supply) is equal to or lower than the amount voted in the Estimate.

Standard chart of account codes for COINS are provided.

Example 1: the Department has drawn down Supply in excess of the net cash requirement

	£000	Debit 31102600	Credit 21092100
Supply drawn down	10,000		
Net cash requirement – outturn	8,000		
Balance	2,000	General Fund (Supply debtors/creditors – current year)	Creditors (amounts issued ... but not spent)

Example 2: the Department has been issued with less Supply than the net cash requirement

	£000	Debit 18385000	Credit 31102500
Supply - drawn down	8,000		
Supply – deemed	2,000		
Net Parliamentary funding	10,000		
Net cash requirement – outturn	12,000		
Balance	(2,000)	Debtors (Amounts due from ... in respect of Supply)	General Fund (Supply debtors/creditors – current year)

Example 3: the Department has an Excess Vote and has drawn down all the available Supply

	£000	Debit	Credit
Net cash requirement per Estimate	10,000		
Net cash requirement – outturn	12,000		
Excess Vote	(2,000)		
Supply drawn down	10,000	There is no Supply debtor and no Supply creditor	

Example 4: the Department has an Excess Vote and has not drawn down all the available Supply

	£000	Debit 18385000	Credit 31102500
Net cash requirement per Estimate	10,000		
Net cash requirement – outturn	12,000		
Excess Vote	(2,000)		
Supply drawn down	9,000		
Supply balance	1,000	Debtors (Amounts due from ... in respect of Supply)	General Fund (Supply debtors/creditors – current year)

In the following year, after the Excess has been approved by Parliament in the Appropriation Act (Budget Act in Northern Ireland), the Excess of £2 million should be debited to cash/debtors and credited in the General Fund as a year end adjustment: Excess Vote – Prior Year.

Example 5: the Department has excess operating appropriations-in-aid

	£000	Debit 31102100	Credit 21092200
The Estimate allows Appropriations-in-Aid of	4,000		
Actual related income in the Operating Cost Statement	5,000		
Excess Appropriations-in-Aid	1,000	General Fund (CFERs repayable to Consolidated Fund)	Creditors (CFERs due to be paid to the Consolidated Fund)

Excess operating appropriations-in-aid will be disclosed in Note 5 as operating income – excess A-in-A

Example 6: the Department has Consolidated Fund Extra Receipts accounted for in the Operating Cost Statement

	£000	Debit 1. 31101100	Credit 1. 21091100
As income is recognised	amount	Cash/debtors and 1. General Fund (CFERs repayable to the Consolidated Fund)	Income and 1. Creditors (CFERs due to be paid to the Consolidated Fund)

These CFERs will be disclosed in Note 5 as other operating income not classified as A-in-A

Example 7: the Department has Consolidated Fund Extra Receipts that do not pass through the Operating Cost Statement

	£000	Debit 18500000/18300000 series	Credit 21091300
As income is recognised	amount	Cash/debtors There are no entries in the Operating Cost Statement or the General Fund	Creditors (CFERs due to be paid to the Consolidated Fund)

These CFERS will be disclosed in Note 5 as other amounts collectable on behalf of the Consolidated Fund

Example 8: the Department has excess non-operating appropriations-in-aid

	£000	Debit 31102200	Credit 21092300
The Estimate limits non-operating Appropriations-in-Aid to	4,000		
Outturn (the accruals proceeds of asset sales)	4,500		
Excess Appropriations-in-Aid	500	General Fund (CFERs repayable to Consolidated Fund)	Creditors (CFERs due to be paid to the Consolidated Fund)

Excess non-operating appropriations-in-aid will be disclosed in Note 5 as non-operating income – excess A-in-A

Example 9: the Department has other non-operating income

	£000	Debit 31101200	Credit 21091200
The Estimate effectively limits non-operating Appropriations-in-Aid to	zero		
Outturn (the accruals proceeds of asset sales)	4,500		
Excess Appropriations-in-Aid	4,500	General Fund (CFERs repayable to Consolidated Fund)	Creditors (CFERs due to be paid to the Consolidated Fund)

This income will be disclosed in Note 5 as other non-operating income not classified as A-in-A

Example 10: the Department has excess cash

	£000	Debit 21091400	Credit 31101400
Net cash requirement is calculated to be	(3,000)		
Outturn net cash requirement cannot be negative	3,000	General Fund (CFERs repayable to the Consolidated Fund)	Creditors (CFERs due to be paid to the Consolidated Fund)

The excess cash will be included in Note 4 and Note 5 as excess cash surrenderable to the Consolidated Fund

MOVEMENTS IN WORKING CAPITAL

The Department's notes on stocks, debtors and creditors are set out below, annotated to show which entries go to which note in resource accounts.

Stock	Closing Balances £'000	Opening Balances £'000	Movement £'000	Note 24(a) Cash flow rec	Note 4 Changes in WCap other than cash
Stock	10,953	12,462	1,509		
Work in Progress	8,358	5,690	(2,668)		
	19,311	18,152	(1,159)	YES	YES

Debtors	Closing Balances £'000	Opening Balances £'000	Movement £'000	Note 24(a) Cash flow rec	Total deduction s	Note 4 Changes in WCap other than cash	Total deduction s
Trade Debtors – excluding items that relate to Consolidated Fund extra receipts	12,987	14,321	1,334				
Trade Debtors – relating to Consolidated Fund extra receipts	2,562	4,352	1,790			DEDUCT	
Deposits and Advances	6,250	8,750	2,500				
Other Debtors – not relating to Fixed Assets	2,896	1,567	(1,329)				
Other Debtors – relating to Fixed Assets	1,845	2,652	807	DEDUCT			
Prepayments and accrued income – excluding items that relate to Consolidated Fund extra receipts	10,962	8,125	(2,837)				
Prepayments and accrued income – relating to Consolidated Fund extra receipts	12,568	15,753	3,185			DEDUCT	
Current part of PFI prepayments	14,400	16,200	1,800	DEDUCT			
Current part of NLF loan	8,900	10,700	1,800	DEDUCT			
Amounts due from the Consolidated Fund in respect of Supply	-	2,624	2,624	DEDUCT		DEDUCT	
	73,370	85,044	11,674	YES	7,031	YES	7,599

Creditors	Closing Balances £'000	Opening Balances £'000	Movemen t £'000	Note 24(a) Cash flow rec	Total deduction s	Note 4 Changes in WCap other than cash	Total deduction s
VAT	4,638	2,752	1,886				
Other Taxation and Social Security	5,988	2,486	3,502				
Trade Creditors	27,693	28,742	(1,049)				
Other Creditors – not relating to Fixed Assets	1,458	896	562				
Other Creditors – relating to Fixed Assets	985	665	320	DEDUCT			
Accruals and Deferred income	8,113	10,296	(2,183)				
Current part of finance lease	6,426	9,852	(3,426)	DEDUCT			
Current part of imputed finance lease element of on balance sheet PFI contract	10,541	15,874	(5,333)	DEDUCT			
Amounts issued from the Consolidated Fund for supply but not spent at year end	4,721	-	4,721	DEDUCT		DEDUCT	
Consolidated Fund Extra Receipts due to be paid to the Consolidated Fund	5,685	3,357	2,328	DEDUCT		DEDUCT	
Creditors greater than one year - Finance lease	8,986	10,423	(1,437)	DEDUCT			
Creditors greater than one year - Imputed finance lease element of on balance sheet PFI contract	20,785	26,583	(5,798)	DEDUCT			
Creditors greater than one year - NLF loans	6,400	8,800	(2,400)	DEDUCT			
	<u>112,419</u>	<u>120,726</u>	<u>(8,307)</u>	YES	(11,025)	YES	7,049
Split							
Movement in creditors (less than one year)	76,248	74,920	1,328			YES	
Movement in creditors (more than one year)	36,171	45,806	(9,635)			YES	
	<u>112,419</u>	<u>120,726</u>	<u>(8,307)</u>				

24(a) Reconciliation of operating cost to operating cash flows

	200X-0Y	200W-0X
Note	£000	£000
Net operating cost	13	
Adjustments for non-cash transactions	10, 12	
(Increase)/Decrease in Stock		(1,159)
(Increase)/Decrease in Debtors		11,674
<i>less movements in debtors relating to items not passing through the OCS</i>		(7,031)
Increase/(Decrease) in Creditors		(8,307)
<i>less movements in creditors relating to items not passing through the OCS</i>		11,025
Use of provisions	21	
Net cash outflow from operating activities		<hr/> <hr/>

Movements to be shown in Note 4: Reconciliation of resources to cash requirement**Movement**

Total increase in stock	(1,159)
Total decrease in debtors	11,674
<i>Less: movements in debtors excluded from the net cash requirement</i>	(7,599)
Total increase in creditors due in less than one year	1,328
<i>Less: movements in creditors excluded from the net cash requirement</i>	(7,049)
Changes in working capital other than cash	<hr/> <hr/> (2,805)

4 Reconciliation of resources to cash requirement

	Note	Estimate £000	Outturn £000	Net total outturn compared with estimate: saving/(exces s) £000
Resource Outturn	2			
Capital				
Acquisition of fixed assets	3c			
Investments	3c			
Non operating A in A				
Proceeds of fixed asset disposals	3c			
Accruals adjustments				
Non-cash items	10			
Changes in working capital other than cash			(2,805)	
Changes in creditors falling due after more than one year	20		(9,635)	
Use of provision	21			
Excess cash receipts surrenderable to the Consolidated Fund	5			
Net cash requirement				