
Department for International Development: Overseas Superannuation

Introduction

1. This Estimate covers the payment of pensions and grants under various superannuation schemes relating to service overseas. The main components are pensions, including UK supplements and increases, of former officers of the India, Pakistan and Burma civil and military services and their dependants, and of former colonial public servants and their dependants; pensions for beneficiaries of certain former overseas pensions funds for which the UK assumed responsibility; contributions to pension funds guaranteed by the UK; refunds of contributions made by overseas governments; and war service credit.
2. The resource provision in the Estimate is for the interest cost arising during the year from the increase in the present value of the discounted provision for scheme liability because the benefits are one year closer to settlement. The schemes are closed with no active members and there is therefore no resource provision for current service costs.
3. The Net Cash Requirement reflects planned payments to pensioners during the year.
4. The administration costs associated with the Estimate are met from the Department for International Development Estimate.
5. Further details can be found in the departmental annual report 2008.
6. Symbols are explained in the Introduction to this booklet.

Department for International Development: Overseas Superannuation

Part I

	£
Request for Resources 1: Overseas superannuation	66,048,000
Total net resource requirement	66,048,000
Net cash requirement	110,996,000

Amounts required in the year ending 31 March 2009 for expenditure by the Department for International Development: Overseas Superannuation on:

RfR 1: Overseas superannuation

Pension and superannuation payments, grants and compensation payments, etc. in respect of overseas services; pensions for beneficiaries of certain former overseas pensions funds for which the UK assumed responsibility; contributions to pensions funds guaranteed by the UK; refunds of contributions made by overseas governments; war service credit; and associated non-cash items.

The **Department for International Development: Overseas Superannuation** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
RfR 1	66,048,000	25,939,000	40,109,000
Total net resource requirement	66,048,000	25,939,000	40,109,000
Net cash requirement	110,996,000	51,526,000	59,470,000

Part II: Subhead detail

£'000

2008-09 Provision						2007-08 Provision	2006-07 Outturn		
Resources						Capital	Non- operating	Net Total	Net Total
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	A in A	Resources	Resources
1	2	3	4	5	6	7	8	9	10
RfR 1: Overseas superannuation									
-	-	66,052	66,052	4	66,048	-	-	59,043	65,785
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
A Pensions and associated expenditure									
-	-	66,052	66,052	4	66,048	-	-	59,043	65,785
Total for Estimate:									
-	-	66,052	66,052	4	66,048	-	-	59,043	65,785

Part II: Resource to cash reconciliation

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Resource Requirement	66,048	59,043	65,785
Voted capital items			
Capital	-	-	-
Less Non-operating A-in-A	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-66,052	-59,047	-65,785
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	106
Increase (-) / Decrease (+) in creditors	-	-	11
Use of provisions	111,000	114,507	113,002
Total accruals to cash adjustments	44,948	55,460	47,334
Excess cash to be CFERd	-	-	-
Net Cash Requirement	110,996	114,503	113,119

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	£'000					
	2008-09		2007-08		2006-07	
	Provision		Provision		Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-	2	2
Non-operating income not classified as A in A	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	-	-
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	-	-	-	-	2	2

Forecast Combined Revenue Account

£'000

	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Programme Costs			
RfR 1	66,048	59,043	65,783
<i>of which:</i>			
Income			
Contributions received	4	4	-
Transfers in	-	-	-
Other income receivable	-	-	2
Total Income	4	4	2
Expenditure			
Increase in liability	-	-	-
Interest on scheme liability	66,052	59,047	65,785
Other expenditure	-	-	-
Total Expenditure	66,052	59,047	65,785
Total Net Programme costs	66,048	59,043	65,783
Total Net Operating Cost	66,048	59,043	65,783
<i>of which:</i>			
Net Resource Requirement	66,048	59,043	65,785
Non-voted expenditure	-	-	-
Consolidated Fund Extra Receipts	-	-	-2
Resource Budget	66,048	59,043	65,783

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

£'000

	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Resource Requirement (Estimates)	66,048	59,043	65,785
<i>Adjustments to remove:</i>			
Provision voted for earlier years	-	-	-
<i>Adjustments to additionally include:</i>			
Non-voted expenditure in the OCS	-	-	-
Consolidated Fund Extra Receipts in the OCS	-	-	-2
Other adjustments	-	-	-
Net Operating Cost (Accounts)	66,048	59,043	65,783
<i>Adjustments to remove:</i>			
Gains / losses from sale of capital assets	-	-	-
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
Voted expenditure outside the budget	-	-	-
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-	-	-
Resource consumption of non departmental public bodies	-	-	-
Unallocated resource provision	-	-	-
Other adjustments	-	-	-
Resource Budget (Budget)	66,048	59,043	65,783
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	66,048	59,043	65,783

Reconciliation of capital expenditure between Estimates and Budgets

£'000

	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Voted Capital (Estimates)	-	-	-
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-	-	-
Capital spending by non-departmental public bodies	-	-	-
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
Supported capital expenditure (revenue)	-	-	-
Capital spending by levy funded bodies	-	-	-
Unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget (Budget)	-	-	-
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointment for the Request for Resource within this Estimate.

Request for Resources 1: Nemat Shafik, Head of the Department

Nemat Shafik as the Accounting Officer of the Department for International Development: Overseas Superannuation has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Department for International Development: Overseas Superannuation.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Main Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
RfR 1: Overseas superannuation			
Programme	4	4	-
<i>of which:</i>			
Pension scheme related income	4	4	-
Total RfR 1	4†	4	-
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: UK police force share of superannuation in respect of retired UK police officers with joint UK and overseas service.</i>			
Total Operating A in A	4	4	-

Notes to the Main Estimate (*continued*)
Analysis of Consolidated Fund extra receipts

£'000

	2008-09		2007-08		2006-07	
	Provision Income	<i>Receipts</i>	Provision Income	<i>Receipts</i>	Outturn Income	<i>Receipts</i>
Contributions Received Δ	-	-	-	-	2	2
Total	-	-	-	-	2	2

Notes to the Main Estimate (*continued*)

Comparison of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2008-09 of £66,048,000 is 11.9 per cent higher than the final net provision for 2007-08 of £59,043,000 and 14.6 per cent higher than the forecast outturn for 2007-08 of £57,643,000.

Cash which may be retained to offset expenditure

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been, or will be, appropriated in aid.	4	4	-

Notes to the Main Estimate (*continued*)

Expenditure resting on the sole authority of the Appropriation Act

The following subheads contain provision sought under the sole authority of Part I of the Estimate and of the confirming Appropriation Act:

RfR/Section	Service	£'000
RfR 1 A	Payments to pensioners for service with the Cotton Research Corporation	18
RfR 1 A	Grants to certain former civil servants of the Republic of Yemen and its predecessors and to former civil servants of Burma, Guyana, Jamaica, Somaliland, Tanzania, Uganda, Zanzibar and the East African Community under the Carr/Robertson Assurance 1964	308
RfR 1 A	Pensions to and in respect of certain officers and warrant officers of the former British India and Burma armed forces analagous to the pensions payable to British armed forces personnel under the Naval, Military and Air Forces (Disablement and Death) Service Pensions Order, as amended	1,300
RfR 1 A	Pensions in respect of certain former Palestine Police personnel analagous to the pensions payable to British civilians under the Personal Injuries Civilian Scheme	26

Notes to the Main Estimate (*continued*)**Contingent liabilities**

Nature of Liability	£'000
Hong Kong (Overseas Public Servants) Act 1996 - Sterling Safeguard Scheme for value of public service pensions.	132,000
Transfer value settlements regarding amounts claimed by the Government of Hong Kong.	94

