



From: Andrew Hind
 Chief Executive
 Charity Commission

Tel: 020 7674 2473 Fax: 020 7674 2300
 E-mail: andrew.hind@charitycommission.gsi.gov.uk

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To: Clerk of the Public Administration Select Committee

**CHARITY COMMISSION SPRING SUPPLEMENTARY ESTIMATES 2009-10:
 ESTIMATES MEMORANDUM**

Introduction

The purpose of this memorandum is to provide the Public Administration Select Committee with an explanation of how the resources and cash sought in the Spring Supplementary Estimate will be applied to give a fuller picture of the underlying changes within the Estimate. It includes information and comparison with the resources provided in earlier years in Estimates and departmental budgets.

Summary of Changes

The Charity Commission's (the Commission) Spring Supplementary Estimate requests the following additional provision above Main Estimates totals:

Net resources within Request for Resources 1	£259,000
Net Cash Requirement	£54,000

Details of the Commission's Delegated Expenditure Limit (DEL) in our Estimates are set out in Table 1, below:

Table 1: DEL in Estimates	Voted Total £'000s
Resource DEL	
Main Estimate	30,219
Winter Supplementary Estimate	31,219
Spring Supplementary Estimate	31,478
CAPITAL DEL	
Main Estimate	700
Winter Supplementary Estimate	1,315
Revised Total DEL*	31,818

* Depreciation of £0.975m, which forms part of Resource DEL, is excluded from total DEL since Capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

The change arising from the Spring Supplementary Estimate is an increase in Resource DEL of £259,000.

Changes to total aggregates figures in the Estimate are detailed in the Table 2, below.

Table 2: Changes to Aggregates	Gross Provision £'000s	Appropriations in Aid £'000s	Net Provision £'000s	Capital £'000s	Net Cash Requirement £'000s
Main Estimate 2009-10	30,719	500	30,219	700	29,819
Change	2,000	1,000	1,000	615	1,615
Winter Supplementary Estimate 2009-10	32,719	1,500	31,219	1,315	31,434
Change	259	0	259	0	54
Spring Supplementary Estimate 2009-10	32,978	1,500	31,478	1,315	31,488

Detailed explanation of the change

The change outlined in the Summary of Changes is analysed in this section of the memorandum.

Request for Resources 1 (RfR1)

Resource DEL will be increased by £259,000. The funds from Resource EYF will be used to improve our website, making it more accessible in support of the Government's initiative to increase online interaction with Government Departments, and to cover depreciation in respect of capital expenditure relating to our modernisation programme.

Net Cash Requirement

The additional cash sought in the Spring Supplementary Estimate is £54,000.

DEL

The Supplementary Estimate will increase the Commission's Resource DEL to £31,478,000. Table 3, below, shows a comparison with the 2008-09 outturn:

Table 3: DEL Outturn Comparison	2008-09 Outturn £'000s	2009-10 Main Estimate £'000s	2009-10 Winter Supplementary Estimate £'000s	2009-10 Spring Supplementary Estimate £'000s
Resource DEL	31,764	30,219	31,219	31,478
Capital DEL	501	700	1,315	1,315
Depreciation*	-1,296	-770	-770	-975
Total DEL	30,969	30,149	31,764	31,818
Net Cash Requirement	30,818	29,819	31,434	31,488

*Depreciation, which forms part of the Resource DEL is excluded from total DEL, since Capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

DEL EYF

The 2008-09 EYF for the Commission, as reported in the Public Expenditure Provisional Outturn White Paper (Cm7606), was:

Administration Costs	£658,000
Other Resource DEL	£0
Capital DEL	£599,000

Resource EYF has accumulated since 2003-04 and Capital EYF since 2002-03. The accumulated EYF, as set out in Table 4, has been set aside for future use on efficiency, structural change and modernisation initiatives within the Commission.

Table 4: EYF	RESOURCE (£'000s)	CAPITAL (£'000s)	TOTAL (£'000s)
Accumulated EYF at 31 March 2008 PEOWP (Cm7419) July 08	3,220	416	3,636
Less: EYF drawn down at Spring Supplementary 2008-09	- 1,050	- 400	-1,450
2008/09 under spend taken to EYF	658	599	1,257
Accumulated EYF at 31 March 2009 PEOWP (Cm7606) July 08	2,828	615	3,443
EYF drawn down at Winter Supplementary 2009-10	1,000	615	1,615
EYF drawn down at Spring Supplementary 2009-10	259	0	259
Accumulated EYF carried forward	1,569	0	1,569

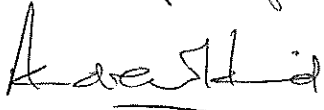
Administration Budget

The Spring Supplementary Estimate will increase the administration costs limit by £259,000 to £31,478,000.

Approval of Memorandum

This memorandum has been prepared with reference to guidance in the Estimates Manual provided by HM Treasury and that found on the House of Commons Scrutiny Unit website. As the Accounting Officer, I have approved the information in this memorandum.

I trust that this is satisfactory but please contact me if you or the Committee have any questions on the information we have provided.

Yours faithfully


Andrew Hind
Chief Executive
Charity Commission