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# **Independent Parliamentary Standards Authority**

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## **Introduction**

1. As provided by schedule 1 to the Parliamentary Standards Act 2009, for each financial year the Independent Parliamentary Standards Authority (IPSA) must prepare an estimate of its use of resources and submit it to the Speaker's Committee for the IPSA. The Committee must review the estimate and decide whether it is satisfied that the estimate is consistent with the effective and cost-effective discharge by IPSA of its functions. Before deciding whether it is satisfied, the Committee must consult HM Treasury and have regard to any advice given.
2. IPSA has been established to be independent of Parliament and Government. It is responsible for both regulating and operating systems for the payment of MPs' salaries, business costs and expenses. IPSA's aim is for the systems to be fair, workable and transparent.
3. Further details of spending covered by this Estimate can be found in the Annual Report and Accounts.

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## Part I

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	Voted	Non-Voted	Total
<b>Departmental Expenditure Limit</b>			
Resource	168,391,000	-	168,391,000
Capital	1,523,000	-	1,523,000
<b>Annually Managed Expenditure</b>			
Resource	350,000	-	350,000
Capital	-	-	-
<b>Total Net Budget</b>			
Resource	168,741,000	-	168,741,000
Capital	1,523,000	-	1,523,000
<b>Non-Budget Expenditure</b>	-		
<b>Net cash requirement</b>	171,002,000		

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Amounts required in the year ending 31 March 2015 for expenditure by the Independent Parliamentary Standards Authority on:

### **Departmental Expenditure Limit:**

#### Expenditure arising from:

Operation and administration of the Independent Parliamentary Standards Authority (IPSA), and all activities connected to its purpose. Determination and operation of a business costs and expenses scheme for Members of Parliament, payment of salaries, business costs and expenses of Members of Parliament and their staff. Determination of policy for the administration and salaries and pensions for Members of Parliament. Conducting reviews and investigations carried out under the auspices of the Office of the Compliance Officer. Depreciation and other non-cash costs.

#### Income arising from:

Repayment of capital gains on property funded by mortgage interest payments, made under the MPs' business costs and expenses scheme. Funding received from the Social Mobility Foundation to cover the costs of interns employed by some MPs. Rent from subletting office space. Miscellaneous repayments made under the MPs' Scheme of Business Costs and Expenses.

### **Annually Managed Expenditure:**

#### Expenditure arising from:

Provisions and impairments.

The **Independent Parliamentary Standards Authority** will account for this Estimate.

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**Part I (continued)**

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	<b>Voted Total</b>	<b>Allocated in Vote on Account</b>	<b>Balance to complete or surrender</b>
<b>Departmental Expenditure Limit</b>			
Resource	168,391,000	74,399,000	<b>93,992,000</b>
Capital	1,523,000	753,000	<b>770,000</b>
<b>Annually Managed Expenditure</b>			
Resource	350,000	450,000	<b>-100,000</b>
Capital	-	-	-
<b>Non-Budget Expenditure</b>	-	-	-
<b>Net cash requirement</b>	<b>171,002,000</b>	<b>75,111,000</b>	<b>95,891,000</b>

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## Part II: Resource to cash reconciliation

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	2014-15 Plans	2013-14 Provisions	2012-13 Outturn
<b>Net Resource Requirement</b>	<b>168,741</b>	<b>167,631</b>	<b>153,517</b>
<b>Net Capital Requirement</b>	<b>1,523</b>	<b>1,673</b>	<b>324</b>
<b>Accruals to cash adjustments</b>	<b>738</b>	<b>-2,392</b>	<b>-893</b>
<i>Of which:</i>			
<i>Adjustments to remove non-cash items:</i>			
Depreciation	-998	-1,007	-973
New provisions and adjustments to previous provisions	-350	-2,300	-
Departmental Unallocated Provision	-	-	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-80	-85	-
<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	2,166	1,000	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	-	-	80
<b>Removal of non-voted budget items</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Of which:</i>			
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
<b>Net Cash Requirement</b>	<b>171,002</b>	<b>166,912</b>	<b>152,948</b>

## Part III: Note A - Statement of Comprehensive Net Expenditure & Reconciliation Table

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	2014-15 Plans	2013-14 Provisions	2012-13 Outturn
Gross Administration Costs	-	-	-
<i>Less:</i>			
Administration DEL Income	-	-	-
<b>Net Administration Costs</b>	-	-	-
Gross Programme Costs	169,974	167,998	154,159
<i>Less:</i>			
Programme DEL Income	-733	-367	-642
Programme AME Income	-	-	-
Non-budget income	-	-	-
<b>Net Programme Costs</b>	<b>169,241</b>	<b>167,631</b>	<b>153,517</b>
<b>Total Net Operating Costs</b>	<b>169,241</b>	<b>167,631</b>	<b>153,517</b>
<i>Of which:</i>			
Resource DEL	168,391	165,331	153,517
Capital DEL	500	-	-
Resource AME	350	2,300	-
Capital AME	-	-	-
Non-budget	-	-	-
<i>Adjustments to include:</i>			
Departmental Unallocated Provision (resource)	-	-	-
Consolidated Fund Extra Receipts in the budget but not in the SoCNE	-	-	-
<i>Adjustments to remove:</i>			
Capital in the SoCNE	-500	-	-
Grants to devolved administrations	-	-	-
Non-Budget Consolidated Fund Extra Receipts in the SoCNE	-	-	-
Other adjustments	-	-	-
<b>Total Resource Budget</b>	<b>168,741</b>	<b>167,631</b>	<b>153,517</b>
<i>Of which:</i>			
Resource DEL	168,391	165,331	153,597
Resource AME	350	2,300	-80
<i>Adjustments to include:</i>			
Grants to devolved administrations	-	-	-
Prior period adjustments	-	-	-
<i>Adjustments to remove:</i>			
Consolidated Fund Extra Receipts in the resource budget	-	-	-
Other adjustments	-	-	-
<b>Total Resource (Estimate)</b>	<b>168,741</b>	<b>167,631</b>	<b>153,517</b>

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## Part III: Note B - Analysis of Departmental Income

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	2014-15 Plans	2013-14 Provision	2012-13 Outturn
<b>Voted Resource DEL</b>	<b>-583</b>	<b>-367</b>	<b>-642</b>
<i>Of which:</i>			
Programme			
Other Grants	-132	-132	-
<i>Of which:</i>			
A: MP's Pay, staffing, business costs and expenses	-132	-132	-
Other Income	-451	-235	-642
<i>Of which:</i>			
A: MP's Pay, staffing, business costs and expenses	-50	-100	-586
B: IPSA Operations (core costs)	-401	-135	-56
Total Programme	<u>-583</u>	<u>-367</u>	<u>-642</u>
<b>Total Voted Resource Income</b>	<b><u>-583</u></b>	<b><u>-367</u></b>	<b><u>-642</u></b>
<b>Voted Capital DEL</b>	<b>-150</b>	<b>-</b>	<b>-</b>
<i>Of which:</i>			
Programme			
Other Grants	-150	-	-
<i>Of which:</i>			
A: MP's Pay, staffing, business costs and expenses	-150	-	-
Total Programme	<u>-150</u>	<u>-</u>	<u>-</u>
<b>Total Voted Capital Income</b>	<b><u>-150</u></b>	<b><u>-</u></b>	<b><u>-</u></b>

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

No CFER income or receipts are expected in 2014-15, 2013-14 or 2012-13.



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## 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:** Paul Hayes, interim Chief Executive

Paul Hayes, interim Chief Executive has personal responsibility for the proper presentation of IPSA'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.