

Crown Prosecution Service

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: To bring offenders to justice, recover proceeds of crime, improve services to victims and witnesses and promote confidence by firm and fair decision making and presentation of cases in court.			
<u>Section</u>	<u>Reason for Change</u>		
<u>Changes related to movements in budgets</u>			
<u>Take up of Departmental Unallocated Provision</u>			
B2	To increase the spending on the prosecution of criminal cases	5,000,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
B2	Transfer in programme spending from the Ministry of Justice to help fund the prosecution of the Corporate Manslaughter Act 2007	500,000	
B2	Transfer in programme spending to the Department for Business, Innovation and Skills to contribute towards the implementation of the Skills Strategy		-25,000
<u>Other changes in DEL spending</u>			
B2	Movement from voted to non-voted spending of unitary charges relating to PFI contracts newly categorised as assets following the adoption of International Financial Reporting Standards		-6,419,000
<u>Other changes</u>			
<u>Increases in non-budget spending</u>			
C2	Non-budget resource implications resulting from the introduction of International Financial Reporting Standards of £7,110,000 consisting of:		
	(i) Interest charges, service charges and non-cash depreciation charges relating to PFI contracts newly categorised as assets	6,419,000	

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(ii) non-cash cost of capital charges relating to PFI contracts newly categorised as assets	691,000	
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Changes in operating appropriations in aid (fully offset by changes in spending)

A1 and A5	Arising from income in respect of letting, disposal, vacation or occupation of property or accommodation	1,700,000	-1,700,000
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<u>Totals</u>		14,310,000	-8,144,000
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<u>Total RfR 1</u>			6,166,000
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<u>Total change in resources for Estimate:</u>			6,166,000
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Changes in capital

<u>Section</u>	<u>Reason for Change</u>
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RfR 1: To bring offenders to justice, recover proceeds of crime, improve services to victims and witnesses and promote confidence by firm and fair decision making and presentation of cases in court.

Changes related to movements in budgets

Take up of DEL End-Year flexibility

To meet the upfront costs of the relocation of CPS Headquarters	1,500,000	
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<u>Totals</u>	1,500,000	-
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<u>Total RfR 1</u>			1,500,000
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<u>Total changes in capital for Estimate:</u>			1,500,000
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- As a result of the above and associated non- cash adjustments, there is an increase in the net cash requirement of £6,975,000.
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- Symbols are explained in the Introduction to this booklet.

Crown Prosecution Service

Part I

	£
Request for Resources 1: To bring offenders to justice, recover proceeds of crime, improve services to victims and witnesses and promote confidence by firm and fair decision making and presentation of cases in court.	6,166,000
Total additional net resource requirement	6,166,000
Additional net cash requirement	6,975,000

SUPPLEMENTARY amounts required in the year ending 31 March 2010 for expenditure by the Crown Prosecution Service on:

RfR 1: To bring offenders to justice, recover proceeds of crime, improve services to victims and witnesses and promote confidence by firm and fair decision making and presentation of cases in court.

Administrative costs, including the hire of private agents; Crown Prosecution Services; the support of voluntary sector organisations working within the Criminal Justice System; in connection with the confiscation of the proceeds of crime; and associated non-cash items.

The **Crown Prosecution Service** will account for this Estimate.

Part II: Changes proposed

Resources

£'000						
	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision	
RfR 1: To bring offenders to justice, recover proceeds of crime, improve services to victims and witnesses and promote confidence by firm and fair decision making and presentation of cases in court.						
		7,866	1,700	6,166		
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
A	Administration costs on HQ and Central Services	54,993	1,700	1,700	-	54,993
B	Crown Prosecutions and Legal Services	622,300	-944	-	-944	621,356
Non-Budget						
C	IFRS Adjustments*	5,697	7,110	-	7,110	12,807
Total for Estimate:			7,866	1,700	6,166	

Capital and Cash

£'000			
	Present Provision	Changes in Provision	New Provision
Total Capital Expenditure	5,200	1,500	6,700
Non-Operating A in A	-	-	-
Net cash requirement	680,796	6,975	687,771

* This increase in non-budget spending due to the adoption of IFRS is offset by reductions in Departmental Expenditure Limit (DEL) spending contained in other parts of the Estimate. The offsetting reductions may not be visible in this table, but further information is included in the Introduction to the Estimate.

Part II: Revised subhead detail including additional provision

							£'000	
Resources						Capital		
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
1	2	3	4	5	6	7	8	
RfR 1: To bring offenders to justice, recover proceeds of crime, improve services to victims and witnesses and promote confidence by firm and fair decision making and presentation of cases in court.								
58,393	695,563	-	753,956	64,800	689,156	6,700	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A	Administration costs on HQ and Central Services							
58,393	-	-	58,393	3,400	54,993	-	-	
B	Crown Prosecutions and Legal Services							
-	682,756	-	682,756	61,400	621,356	6,700	-	
Non-Budget								
C	IFRS Adjustments							
-	12,807	-	12,807	-	12,807	-	-	
Total for Estimate:								
58,393	695,563	-	753,956	64,800	689,156	6,700	-	

Part II: Resource to cash reconciliation

	£'000		
	Present	Increase(+)/ Decrease(-)	Revised
Net Resource Requirement	682,990	6,166	689,156
Voted capital items			
Capital	5,200	1,500	6,700
Less Non-operating A-in-A	-	-	-
Total net voted capital	5,200	1,500	6,700
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,773	-691	-3,464
Depreciation	-9,516	-2,191	-11,707
New provisions and adjustments to previous provisions	-745	-	-745
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-102	-	-102
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	4,069	2,191	6,260
Use of provisions	1,673	-	1,673
Total accruals to cash adjustments	-7,394	-691	-8,085
Excess cash to be CFERd	-	-	-
Net Cash Requirement	680,796	6,975	687,771

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision.

Forecast Operating Cost Statement

	£'000
	2009-10 Provision
Net Administration Costs	
RfR 1	54,993
Total Net Administration Costs	54,993
Net Programme Costs	
RfR 1	634,163
Non-voted	-
Total Net Programme Costs	634,163
Total Net Operating Cost	689,156
<i>of which:</i>	
Net Resource Requirement	689,156
Non-voted Expenditure	-
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in Estimate	-
Resource Budget	688,666

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2009-10 Provision
Net Resource Requirement (Estimates)	689,156
<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	-
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	-
Net Operating Cost (Accounts)	689,156
<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	-12,807
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non departmental public bodies	-
Unallocated resource provision	853
Other adjustments	11,464
Resource Budget (Budget)	688,666
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	688,666
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2009-10 Provision
Net Voted Capital (Estimates)	6,700
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<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	-
Reduction in planned spend unable to be included in Estimate	-
Other adjustments	-
Capital Budget (Budget)	6,700
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	6,700
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Accounting Officer prepares resource accounts for each financial year.

The following Accounting Officer appointments have been made for the Request for Resources within this Estimate:

Request for Resources 1: Keir Starmer QC, Permanent Head of Department

Keir Starmer QC, has personal responsibility for the proper presentation of the resource accounts and their transmission to the Comptroller and Auditor General. Keir Starmer QC is also responsible for the use of public money and stewardship of assets.

With the agreement of the HM Treasury, the Permanent Head of Department appoints the Chief Executive as Additional Accounting Officer. Peter Lewis, Chief Executive, holds the appointment of Additional Accounting Officer for Resources within this Estimate.

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 the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and safeguarding assets, are set out in chapter 3 of *Managing Public Money* issued by the Treasury.

Notes to the Estimate (*continued*)
Analysis of operating appropriations in aid (A in A)

	£'000
	2009-10
RfR 1: To bring offenders to justice, recover proceeds of crime, improve services to victims and witnesses and promote confidence by firm and fair decision making and presentation of cases in court.	
Administration	3,400
<i>of which:</i>	
Sale of goods and services	3,400
Programme	61,400
<i>of which:</i>	
Sale of goods and services	61,400
Total RfR 1	64,800†
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: income in respect of letting, disposal, vacation or occupation of property or accommodation; shared services; recoveries in respect of the Recovered Assets Incentivisation Fund; receipts in respect of Victim Surcharge collections; receipts from the European Commission; costs awarded to CPS in court; income from Local Criminal Justice Boards; refund of costs for seconded staff; funding from the Access to Work Scheme and the New Deal programmes; receipts for Prosecution College Licences; and recoveries of costs from other government departments for joint working arrangements.</i>	
Total Operating A in A	64,800

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-944	1,419	676,349	12,317	688,666
<i>of which: †</i>					
Administration budget	-	-	54,993	-	54,993
Near-cash in RDEL	-944	1,419	667,934	13,990	681,924
Capital DEL ††	1,500	-	6,700	-	6,700
Less Depreciation †††	-	-	-5,056	-	-5,056
Total DEL	556	1,419	677,993	12,317	690,310

† The total of the 'Administration Budget' and 'Near-cash in Resource DEL' figures may well be greater than Total Resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as Resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, 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.

Cash which may be retained to offset expenditure

	£'000
	Revised
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.	64,800

Notes to the Estimate (*continued*)

Changes in Accounting Policies

This Supplementary Estimate reflects the full adoption of International Financial Reporting Standards with effect from 1 April 2009.

The usual convention is to seek the resource requirements related to prior period adjustments (PPAs) back to 2001-02, the first year in which Parliament voted resource-based Supply Estimates, in order to obtain the spending authority that would otherwise have been needed across those years. However, since PPAs in Estimates go back only to 2001-02, the PPA numbers for IFRS could be potentially misleading, particularly where transactions may well pre-date the cut off point, as only part of an obligation would be included. In view of this, we have not included PPAs for IFRS in our Supplementary Estimate.

