

# EXECUTIVE COUNCIL

## CONFIDENTIAL

**Title of Report:** The Supplementary Appropriation (2012-2013) (No 2) Bill 2012

**Paper No:** 292/12

**Date:** 19 December 2012

**Report of:** Financial Secretary

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**1. Purpose**

- 1.1 The purpose of this paper is to present the Supplementary Appropriation (2012-2013) (No 2) Bill 2012 for approval and remission to the Legislative Assembly.

**2. Recommendation**

- 2.1 Honourable Members are invited to approve the remission of the Supplementary Appropriation Bill to the meeting of the Legislative Assembly to be held on 20 December 2012.

**3. Summary of Financial Implications**

- 3.1 None.

**4. Background**

- 4.1 This Bill (attached at Annex A) covers supplementary expenditure amounting to £620,840.00 in respect of additional funding which was approved by Standing Finance Committee on 25 October and 21 November 2012.
- 4.2 Details of the additional funding, is shown on the attached schedule (Annex B). The major part (£415,000) of this Bill relates to additional funding to ensure continuity in the provision of business loans by FIDC, whilst £83,000 was approved to help fund the system of working and childcare credits. £55,000 has also been approved to enable the replenishment of Rock Salt stocks before the winter.
- 4.3 The Bill will, if enacted, provide the legal authority for the additional sum of £620,840.00 to be withdrawn from the Consolidated Fund and for the Contingencies Fund to be replenished in respect of the amount of any sum advanced therefrom as authorised by the Contingencies Warrant Nos 2 & 3 of 2012/2013.

- 4.4 Publication of this Supplementary Appropriation Bill is not required prior to submission to Legislative Assembly (Rule 37 of Standing Orders).

**5. Financial Implications**

The following is a summary of appropriation legislation with respect to the 2012/2013 Financial Year:

	£
Appropriation Ordinance 2012 (No 7 of 2012)	49,254,980
The Supplementary Appropriation Ordinance 2012 (No 14 of 2012)	2,945,240
The Supplementary Appropriation (No 2) Bill 2012	620,840
<b>Total</b>	<b><u>52,821,060</u></b>

**6. Legal Implications**

None.

**7. Human Resources Implications**

None.

**Supplementary Appropriation (2012-2013)(No 2) Bill 2012**

(No:                of 2012)

**ARRANGEMENT OF PROVISIONS**

Clause

1. Title
2. Commencement
3. Withdrawal of additional sum
4. Replenishment of Contingencies Fund

Schedule

## **SUPPLEMENTARY APPROPRIATION (2012-2013)(No 2) BILL 2012**

(No:                      of 2012)

*(assented to:                      2012)*

*(commencement: on publication)*

*(published:                      2012)*

**A BILL**

for

**AN ORDINANCE**

To authorise the withdrawal from the Consolidated Fund of the additional sum of £620,840.00 for the financial year ending 30 June 2013.

BE IT ENACTED by the Legislature of the Falkland Islands —

### **1. Title**

This Ordinance is the Supplementary Appropriation (2012-2013)(No 2) Ordinance 2012.

### **2. Commencement**

This Ordinance comes into force on publication in the Gazette.

### **3. Withdrawal of additional sum**

(1) The Financial Secretary may withdraw an additional sum of £620,840.00 from the Consolidated Fund.

(2) Any additional sum withdrawn under subsection (1) may be applied in the financial year ending 30 June 2013 in accordance with section 4 and the Schedule.

### **4. Replenishment of Contingencies Fund**

If any sum has been withdrawn from the Contingencies Fund by the authority of Contingencies Warrant numbers 2 and 3 of 2012-2013, the Financial Secretary will replenish the fund from the additional sum withdrawn under section 3.

## SCHEDULE

Number	Head of Service	Amount £
	<b>Operating Budget</b>	
0110	Central Services	36,100.00
0200	Health, Social Services & Education	24,740.00
0350	Public Works	55,000.00
0550	Emergency Services	7,000.00
0700	The Treasury	83,000.00
0990	Fund Transfers & Transfer Payments	415,000.00
	<b>Total Operating Budget</b>	<b>620,840.00</b>
	<b>Total Schedule</b>	<b>620,840.00</b>

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### OBJECTS AND REASONS

The Bill provides for:-

- (1) supplementary expenditure of £620,840.00; and
- (2) the Contingencies Fund to be replenished to the extent that any sums have been advanced under the authority of Contingencies Warrant Nos 2 & 3 of 2012/2013.

The Bill is proposed in accordance with section 26 of the Finance and Audit Ordinance (Title 19.3).

Report No 2 of 2012/2013 to Executive Council on advances authorised by the Financial Secretary to be issued out of the Contingencies Fund for application to the service of the 2012/13 Financial Year to enable the need for unforeseen expenditure to be met pursuant to the provisions of Section 26 of the Finance and Audit Ordinance  
Advances only authorised when required due to £1M cap on Contingencies Fund

Account Code	Advance Amount £	Contingencies Warrant No	Reasons
<b><u>0110 CENTRAL SERVICES</u></b>			
<b>0104 CENTRAL SERVICES</b>			
1429 Specialist/Consultancy Services	10,000.00	CW2 - SFC 25/10/12	Funding approved to commission an independent verification of the costs and predicted revenue for a new international air link. SFC Minute 10.6 25/10/12.
<b>0453 COURTS</b>			
0310 Salaries & Wages	12,200.00	CW3 - SFC 21/11/12	Funding approved to support the permanent post of Deputy Courts Administrator. Exco Paper 286/12
0311 Locum/Seconded Staff Costs	<u>13,900.00</u>	36,100.00 CW3 - SFC 21/11/12	Funding agreed in order to employ a locum Senior Magistrate in January 2013. SFC Paper 35/12
<b><u>0200 HEALTH, SOCIAL SERVICES &amp; EDUCATION</u></b>			
<b>0259 INFANT JUNIOR SCHOOL/CAMP EDUCATION</b>			
0310 Salaries & Wages	18,560.00	CW2 - SFC 25/10/12 )	Funding approved due to additional in-year costs inherent in growth in Camp Education. SFC Paper 29/12. SFC Minute 7 of 25/10/12
0331 MST	280.00	CW2 - SFC 25/10/12 )	
0332 RPC	320.00	CW2 - SFC 25/10/12 )	
0338 Travel & Subsistence	1,850.00	CW2 - SFC 25/10/12 )	
0501 FIGAS/Ferry Charges	1,480.00	CW2 - SFC 25/10/12 )	
0603 Central Heating	<u>2,250.00</u>	24,740.00 CW2 - SFC 25/10/12 )	
<b><u>0350 PUBLIC WORKS</u></b>			
<b>0360 HIGHWAYS</b>			
1071 Winter Maintenance	<u>55,000.00</u>	55,000.00 CW3 - SFC 21/11/12	Additional funding approved to enable Rock Salt stocks to be replenished due to more than usual being used last winter & prices have also risen. SFC Paper 36/12

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Advances only authorised when required due to £1M cap on Contingencies Fund

Account Code	Advance Amount £	Contingencies Warrant No	Reasons	
<b><u>0550 EMERGENCY SERVICES</u></b>				
<b>0551 POLICE &amp; PRISONS</b>				
0601 Clothing	<u>7,000.00</u>	7,000.00	CW2 - SFC 25/10/12	Carryover - for the purchase of specialist equipment relating to specific funding approved in Exco Paper 118/12. SFC Paper 31/12. SFC Minute 8.3 of 25/10/12
<b><u>0700 CORPORATE RESOURCES</u></b>				
<b>0602 TREASURY</b>				
0512 Financial Assistance	<u>83,000.00</u>	83,000.00	CW2 - SFC 25/10/12	Funding approved in connection with Executive Council decision to implement a system of working and childcare credits. Exco Paper 246/12. SFC Minute 10.1 of 25/10/12
<b><u>0999 TRANSFER PAYMENTS</u></b>				
4631 FIDC General Funding	<u>415,000.00</u>	415,000.00	CW2 - SFC 25/10/12	Additional funding approved to ensure continuity in the provision of business loans by FIDC. Exco Paper 251/12. SFC Minute 10.3 of 25/10/12
	<u>620,840.00</u>	<u>620,840.00</u>		

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Account Code	Advance Amount £	Contingencies Warrant No	Reasons
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**SUMMARY**

Contingencies Warrant No 2	539,740.00	Standing Finance Committee Meeting 25 October 2012
Contingencies Warrant No 3	81,100.00	
	<u>620,840.00</u>	

**Summary by Directorate**

0110 Central Services	36,100.00
0200 Health, Social Services & Education	24,740.00
0350 Public Works	55,000.00
0550 Emergency Services	7,000.00
0700 The Treasury	83,000.00
0999 Transfer Payments	415,000.00
	<u>620,840.00</u>