

From: [Brankin, Bernie](#)
To: [Cooper, Trevor](#)
Subject: FW: July Outturn and Forecast Outturn
Date: 09 August 2011 13:55:12
Attachments: [DETI Forecast Outturn July 2011 - Return to DFP.XLS](#)
[July 2011-12 Actual & Forecast Outturn.DOC](#)
Importance: High

[Trevor](#)

Please consider. An uncleared return has been forwarded to DFP last night.

[Bernie](#)

Bernie Brankin

Finance
Department of Enterprise, Trade & Investment
Netherleigh
Massey Avenue
Belfast, BT4 2JP
Tel: 028 9052 9417 (ext: 29417)
Textphone: 028 9052 9304
Web: www.detini.gov.uk

Please consider the environment - do you really need to print this e-mail?

2011 08 09 13.55 DETI Forecast Outturn July 2011 - Return to DFP – saved as a separate spreadsheet



Copy Distribution List Below

From: Bernie Brankin

Date: 09 August 2011

To: 1. Trevor Cooper
2. David Sterling

**JULY ACTUAL OUTTURN & FORECAST OUTTURN FOR THE REMAINDER
OF THE 2011/12 FINANCIAL YEAR**

- Issue:** DFP require Permanent Secretaries and Finance Directors to sign off on actual and forecast outturn to ensure accuracy of information.
- Timing:** Immediate. An uncleared return was issued to DFP last night.
- Need for referral to the Executive:** No need for referral to the Executive.
- Presentational Issues:** Treasury, the Enterprise Trade and Investment and Finance and Personnel Committees take a keen interest in this return.
- Freedom of Information:** Fully disclosable.
- Programme for Government /PSA Implications:** Progress against PSA/PfG targets is broadly on track at this stage, although the downturn in the global economy and the impact of the credit crunch are likely to affect overall achievement of some PSA targets in the longer term.
- Financial Implications:** Departments are required to identify reduced requirements as early as possible.
- Legislation Implications:** Not Applicable.
- Statutory Equality:** Not Applicable
- Recommendation:** That you consider and clear the return.

BACKGROUND

1. DFP require Permanent Secretaries and Finance Directors to sign off on monthly actual and forecast outturn to ensure accuracy of information.
2. Heads of Divisions in DETI and Chief Executives in NDPBs approve actual and forecast outturn at the lowest level of expenditure on a monthly basis.
3. I attach the July actual outturn and forecast outturn for the remainder of the 2011/12 financial year.
4. Payments in respect of the Presbyterian Mutual Society finance package were forecast for July 2011; however slippage in finalising legal arrangements led to payment on 1st August 2011. This has resulted in an underspend of £50m against the forecast position for July. The PMS budgets comprise £50m resource and £175m capital. Only the £50m resource has been allocated in the June monitoring budget allocation, with the £175m RRI capital loan to be allocated in October monitoring.
5. Excluding the PMS finance package actual DEL outturn for July 2011 was £16.8m compared to forecast outturn of £20.0m, resulting in an underspend of £3.2m. The areas responsible are summarised below:

Business Area	Underspend	Description
Invest NI Capital	4.1m	Underspend against Capital grant to business which will be given up as reduced requirements, Property Services and increased capital receipts
Invest NI Other Resource	-1.6m	Increased expenditure on Invest NI Resource Grants
NITB Capital	0.4m	Underspend against Walled City Programme & Lighting project which is reprofiled
Other	0.3m	Minor underspending across DETI business areas which is also reprofiled
Total	£3.2m	

6. Disregarding the £50m PMS resource budget, which will distort comparisons with previous years, for the first four months of the financial year 17.2% of the DEL budget has been accrued, compared to 19.3% and 19.5% for 2010/11 and 2009/10 respectively.

7. The reduction in first quarter expenditure compared to previous years is largely due to decreased expenditure for Invest NI as shown in the following table:

Expenditure Period	Expenditure / £m	% of DETI DEL Budget
Apr-Jul 11-12	22.6	8.4
Apr-Jul 10-11	33.3	11.0
Apr-Jul 09-10	37.8	12.8

8. Invest NI have proposed reduced requirements amounting to £8.3m capital and £12.6m resource which have not been included in this return as we will need to discuss with DFP first. We propose to include reduced requirements in next month's forecast outturn and formalise in the October monitoring round. Taking these prospective adjustments into account, Departmental expenditure would rise to 18.7% of the budget. We will continue to monitor Invest NI expenditure closely.
9. Excluding PMS budgets and Invest NI, expenditure for the remainder of DETI stands at 27.3% of the June Monitoring budget allocation.
10. I am available to discuss further.

Bernie Brankin

Copy: Jeff Partridge
David Parkhill