

S212/4/03

13 October 2004

Circular 28/04: Implementation of Deferred Surrender of unspent capital under Multi-Annual Capital Envelopes

1. I am directed by the Minister for Finance to refer to the rolling five-year multi-annual capital envelopes announced in Budget 2004. A key element of the capital envelopes is that they permit the carryover into the following year of unspent capital up to a maximum of 10% of Voted capital.

Accounting arrangements for the 10% carryover

2. Statutory provision for capital carryover by way of “deferred surrender” was made in Section 91 of the Finance Act 2004 (copy attached) following consultation with the Offices of the Attorney General and the Comptroller and Auditor General. **The implementation of the provisions in Section 91 will mean new accounting arrangements and changes in the presentation of the Abridged Estimates Volume (AEV), Revised Estimates Volume (REV), the Appropriation Act and Appropriation Account. They will also require the making of a Ministerial Order annually by the Minister for Finance.** Details of the new arrangements are set out below and Departments are henceforth required, as appropriate, to account for deferred surrender as directed and to provide the information in the required format to give effect to these arrangements.

3. The arrangements will not apply to Administrative Budget Capital Subheads of affected Votes. The existing Administrative Budget arrangements will continue to apply to such capital.

Abridged Estimates Volume Presentation (AEV)

4. The AEV is normally published in November of each year. Part I of the AEV will now have two indents: (a) the estimate provision for the current year (corresponding to the normal provision before the advent of deferred surrender), and (b) a new separate provision for deferred surrender from the previous year which may not exceed 10% of the total amount of Voted capital for the Vote for the previous year. The amount to be shown under (b) in the AEV will be the initial estimate of the previous year’s deferred

surrender. This amount will also be shown separately as a note in Part II of the AEV and the subheads (but not the amount by subhead) under which it will be accounted for will be identified in the note. This subhead designation can be provisional and will only be confirmed in the Minister for Finance's Ministerial Order of the following January (See Paragraph 9 below). The existing Part II of the Vote for the relevant capital subheads will continue to show the previous year's estimate and the current year's estimate provisions. Appendix A to this circular sets out an example of the prescribed format.

5. To facilitate the inclusion of the total amount of deferred surrender by Vote in the AEV, Departments will be required to provide the Department of Finance with their initial estimate of the total amount of deferred surrender no later than 31st October each year starting with 31st October next.

6. Reliable estimates of the amount of capital under spend, particularly by subhead, are unlikely to be available at the time of the publication of the AEV. The estimated amount of deferred surrender may therefore, subject to the overall limit of 10% of Voted capital for the relevant year, vary between publication of the AEV and inclusion in the annual Appropriation Act. However, the total amount of deferred surrender will be definitively determined by Vote in the Appropriation Act.

Appropriation Act

7. The Appropriation Act is normally enacted in December of each year. From 2004 onwards, provision will be made in Section 1 of each year's Appropriation Act for deferred surrender. The wording of this Section will be determined in consultation with the Parliamentary Counsel at the time of drafting of the 2004 Appropriation Bill in December. The existing schedule to the Act appropriating the sums granted and the appropriations- in- aid will be retained as Schedule I and a new Schedule II setting out separately the amounts included in respect of deferred surrender will be added. Appendix B to this circular sets out an example of the new format.

8. Departments will be required to provide a definitive statement of proposed carryover amounts by Vote by the last Friday before the Budget each year. The total amount of deferred surrender by Vote will be determined definitively in the Appropriation Act in December and by subhead in the subsequent Ministerial Order. As soon as the Appropriation Bill is enacted, the amount of the deferred surrender for each Department will be lodged to the credit of the Department's PMG Account and Departments will be notified accordingly by Public Expenditure Division of this Department.

Ministerial Order

9. Departments must notify the Department of Finance each year of the amount of carryover by Subhead no later than the third Friday of December. Provided that the 10% ceiling of Voted capital within the capital envelope for the relevant year is respected, Departments may propose that the provision in the following year for deferred surrender be applied to the capital subheads which they deem to be priority subheads. The deferred surrender does not have to be applied to the same capital subheads in

which the under spends occurred. The Department of Finance will assess the proposed allocation of the deferred surrender amount by subhead to satisfy itself that the priorities proposed are justified. The Minister for Finance will make a Ministerial Order specifying the amounts of deferred surrender by subhead and will lay it before the Oireachtas in January of each year for approval. (See Appendix C for an example of the schedule to the draft Order. The final wording of this Order will be determined in consultation with the Parliamentary Counsel when it is being prepared for laying before the House).

10. The Order will specify the definitive amounts of deferred surrender by subhead and the total provision by Vote will be consistent with the amounts provided for in the Appropriation Act. Until the Order is confirmed, capital expenditure should only be met from the current year's capital allocation for the relevant subheads under the Central Fund (Permanent Provisions) Act, 1965. When the Ministerial Order is approved, the unspent capital monies deferred from the previous year will become a first charge against the subheads concerned. The Department of Finance will notify Departments of the making of the Order to facilitate this. **If the amount of deferred surrender is not spent in the second financial year it must be definitively surrendered to the Central Fund.** Departments must put in place arrangements to ensure that the deferred surrender is properly accounted for by subhead to meet the aforementioned requirements and for the purposes of monthly monitoring of expenditure.

Revised Estimates Volume (REV)

11. The REV, which is normally published in February of each year, will have the same presentation in Part I – i.e. two indents: (a) the estimates provision for the current year (corresponding to the normal provision before the advent of deferred surrender), and (b) a new separate provision for deferred surrender from the previous year – as for the AEV. The provisional outturn column in the existing Part II of the Vote for the relevant capital subheads will show the outturn for the previous year, i.e. expenditure net of any under spends, arising from capital carryover amounts or otherwise. The current year estimates column will show the current year's capital provision for the relevant subheads. Deferred surrender will not be included in the capital provision in the current year's estimate's column but will be shown separately by subhead by way of an addition to the existing Part II of the REV. The provisional outturn column in this new addition to Part II will show expenditure in the previous year of the deferred surrender for that year – this will obviously be nil in respect of 2004 in the 2005 REV. The Estimate column will show the deferred surrender from the previous year into the current year.

12. The amount of deferred surrender in the REV will be consistent with the amount shown in the Appropriation Act at Vote level and with the Ministerial Order at Subhead level. (See Appendix D for a detailed example).

Appropriation Account

13. The Appropriation Account of each Department must be submitted to the Comptroller and Auditor General by 31 March each year. The opening description in the annual Appropriation Account of the sums expended compared with the sums granted will replicate the new layout for deferred surrender provided for in Part 1 of the REV – i.e. the provision for the year being accounted for and the provision for deferred surrender in that year will be shown separately. The detail in the Account of the provision and spending by subhead will show the year's provision and expenditure and the deferred surrender provision and expenditure separately for the capital subheads in the Vote consistent with the revised Part II of the REV. (See Appendix E for an example of the new layout).

Monitoring and reporting of monthly expenditure arising from carryover of unspent capital

14. Departments normally provide details of all Voted expenditure, including capital expenditure, by the 5th working day of the following month. **Commencing January 2005**, the monthly returns for capital expenditure will need to record separately for each subhead (i) expenditure from the current year's capital allocation and (ii) expenditure from deferred surrender. A copy of a revised monthly expenditure report for capital is at Appendix F.

General

15. In summary, the key milestones for notification of the deferred surrender amounts are:

Date	Action
31 October	Departments must submit their initial estimate of deferred surrender by Vote and provisional designation of subheads to which deferred surrender will be applied in the following year to facilitate publication of the AEV in mid November.
Last Friday in November	Departments must submit their definitive estimate of the amount of deferred surrender by Vote in preparation for the Budget and the Appropriation Act in December.
Third Friday in December	Departments must submit their definitive estimate of deferred surrender by Subhead consistent with the overall estimate by Vote previously notified to facilitate the making of the Ministerial Order.
Third week in December	Upon enactment of the Appropriation Act, the Department of Finance will issue the appropriate credit for deferred surrender to the PMG Accounts of Departments and Departments will be notified accordingly.
End January	The Department of Finance will notify Departments of the making of the Ministerial Order so that expenditure can become a first charge against the deferred surrender amounts provided for in the subheads concerned.

16. The general conditions of sanction for the rolling multi-annual capital envelopes are set out in the individual Department of Finance sanctions issued to Departments and Offices for expenditure under the capital envelopes. The capital envelopes will not affect the normal rules for the operation of virement between Vote subheads for the current year's provision. However, Departments should note that virement of deferred surrender amounts as designated by subhead in the Ministerial Order is not permissible under any circumstances.

17. Any queries from Departments/Offices in relation to this circular should be directed to Tom Heffernan (tel. 604 5892) or Eugene Barry (tel. 604 5547), Central Section, Public Expenditure Division, Department of Finance.

Aidan Dunning
Assistant Secretary
Public Expenditure Division

APPENDIX A

DEFERRED SURRENDER EXAMPLE

AEV 2005

[31] Agriculture and Food

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AGRICULTURE AND FOOD

I. Estimate of the amount required in the year ending 31 December 2005 for the salaries and expenses of the Office of the Minister for Agriculture and Food, including certain services administered by that Office, and of the Irish Land Commission and for payment of certain grants, subsidies and sundry grants-in-aid and for the payment of certain grants under cash-limited schemes.

(a) by way of current year provision -

Nine hundred and twenty-six million, and seventy-seven thousand euro.

(€926,077,000)

(b) by way of the application for capital supply services of unspent appropriations the surrender of which may be deferred under Section 91 of the Finance Act 2004.

Seventeen Million, Nine Hundred and Forty Nine Thousand Euro

(€17,949,000)

II. Subheads under which the estimate in the current year in this Vote will be accounted for by the Office of the Minister for Agriculture and Food

			2004 Estimate			2005 Estimate			Change 2006 over 2005 %
			Current	Capital	Total	Current	Capital	Total	
			€000	€000	€000	€000	€000	€000	
ADMINISTRATION (a)									
A.1 - SALARIES, WAGES AND ALLOWANCES									
A.2 - TRAVEL AND SUBSISTENCE									
A.3 - INCIDENTAL EXPENSES									
A.4 - POSTAL AND TELECOMMUNICATIONS SERVICES									
A.5 - OFFICE MACHINERY AND OTHER OFFICE SUPPLIES									
A.6 - OFFICE PREMISES EXPENSES									
A.7 - CONSULTANCY SERVICES									
A.8 - SUPPLEMENTARY MEASURES TO PROTECT THE FINANCIAL INTERESTS OF THE EU									
A.9 - LABORATORY EQUIPMENT									
A.10 - EU PRESIDENCY									
A.11 - INFORMATION SOCIETY									
Subtotal *:-									
PROGRAMME EXPENDITURE (b)									
B. - RESEARCH AND TRAINING									
C. - FOOD SAFETY (AND PUBLIC HEALTH), ANIMAL HEALTH & WELFARE AND PLANT HEALTH									
D. - INCOME AND MARKET SUPPORTS									
E. - INCOME SUPPORT IN DISADVANTAGED AREAS									
F. - AGRICULTURE AND THE ENVIRONMENT - RURAL ENVIRONMENT PROTECTION SCHEME									
G. - LAND MOBILITY (EARLY RETIREMENT / INSTALLATION AID SCHEMES)									
H. - DEVELOPMENT OF AGRICULTURE AND FOOD									
I. - FORESTRY (c) ...									
J. - TEAGASC - GRANT-IN-AID FOR GENERAL EXPENSES (d) ...									
K. - AN BORD BIA - GRANT-IN-AID FOR GENERAL EXPENSES ...									
L. - AN BORD GLAS - GRANT-IN-AID FOR GENERAL EXPENSES ...									
M. - FOOD AID DONATIONS - WORLD FOOD PROGRAMME (GRANT-IN-AID)									
N. - OTHER SERVICES									
Gross Total :-									
Deduct :-									
O. - APPROPRIATIONS-IN-AID									
Net Total :-									
						Net Increase (€000)		0	
Exchequer pay and pensions included in above net total									
Subheads under which it is intended to apply the amount of €17,949,000 in unspent 2004 appropriations to capital supply services.									
C. - FOOD SAFETY (AND PUBLIC HEALTH), ANIMAL HEALTH & WELFARE AND PLANT HEALTH									
G. - LAND MOBILITY (EARLY RETIREMENT / INSTALLATION AID SCHEMES)									
H. - DEVELOPMENT OF AGRICULTURE AND FOOD									
I. - FORESTRY (c) ...									

APPENDIX B

DEFERRED SURRENDER EXAMPLE

Appropriation Act 2004

SCHEDULE I

Schedule of sums granted, and of sums which may be applied as appropriations-in-aid in addition thereto, to defray the charges for the several Public Services herein particularly mentioned which will come in course of payment during the year ending on 31 December 2004.

Vote No.	Title	Sums not exceeding	
		Supply Grants	Appropriations-in-Aid
(1)	(2)	(3)	(4)
		€	€
10	For the salaries and expenses of the Office of Public Works; for services administered by that Office including the Stationery Office as part of the Government Supplies Agency, and for payment of certain grants		
19	For the salaries and expenses of the Office of the Minister for Justice, Equality and Law Reform, and of certain other services, including payments under a cash-limited scheme administered by that Office, and payment of certain grants and grants-in-aid		
20	For the salaries and expenses of the Garda Síochána, including pensions, etc.; for payments of compensation and other expenses arising out of service in the Local Security Force, for the payment of certain witnesses' expenses; and for payment of a grant-in-aid		
21	For the salaries and expenses of the Prison Service, probation and welfare staff and other expenses in connection with prisons, including places of detention, for probation and welfare services; and for payment of a grant-in-aid		
31	For the salaries and expenses of the Office of the Minister for Agriculture and Food, including certain services administered by that Office, and of the Irish Land Commission and for payment of certain grants, subsidies and sundry grants-in-aid and for the payment of certain grants under cash-limited schemes.		
32	For the salaries and expenses of the Office of the Minister for Transport, including certain services administered by that Office, for payment of certain grants and grants-in-aid and certain other services		
	TOTAL OF SCHEDULE		

DEFERRED SURRENDER EXAMPLE

Appropriation Act 2004

SCHEDULE II

Schedule of the amounts included in Schedule I which the Minister for Finance may determine by Order under Section 91 of the Finance Act 2004 will be available for application towards making good supply in the year ended 31 December 2005 for the capital supply services and purposes in the Votes mentioned herein.

Vote No.	Title	Sums for which surrender is deferred.
(1)	(2)	(3)
		€
10	For the salaries and expenses of the Office of Public Works; for services administered by that Office including the Stationery Office as part of the Government Supplies Agency, and for payment of certain grants	
19	For the salaries and expenses of the Office of the Minister for Justice, Equality and Law Reform, and of certain other services, including payments under a cash-limited scheme administered by that Office, and payment of certain grants and grants-in-aid	
20	For the salaries and expenses of the Garda Síochána, including pensions, etc.; for payments of compensation and other expenses arising out of service in the Local Security Force; for the payment of certain witnesses' expenses; and for payment of a grant-in-aid	
21	For the salaries and expenses of the Prison Service, probation and welfare staff and other expenses in connection with prisons, including places of detention; for probation and welfare services; and for payment of a grant-in-aid	
22	For such of the salaries and expenses of the Court Service and of the Supreme Court, the High Court, the Special Criminal Court, the Circuit Court and the District Court and of certain other minor services as are not charged on the Central Fund	
31	For the salaries and expenses of the Office of the Minister for Agriculture and Food, including certain services administered by that Office, and of the Irish Land Commission and for payment of certain grants, subsidies and sundry grants-in-aid and for the payment of certain grants under cash-limited schemes.	
32	For the salaries and expenses of the Office of the Minister for Transport, including certain services administered by that Office, for payment of certain grants and grants-in-aid and certain other services	
	TOTAL OF SCHEDULE	

APPENDIX C

DEFERRED SURRENDER EXAMPLE

Schedule to Ministerial Order SI No. xx of 2005

Sums by Vote, Vote Title and Capital Subhead whose surrender is being deferred into 2005 under Section 91 of the Finance Act 2004 for making good supply in the year ending 31 December 2005 for the capital supply and purposes mentioned herein.

Vote No.	Title	Capital Subhead	Description	Sums deferred under Section 91 of the Finance Act 2004.
				€
10	For the salaries and expenses of the Office of Public Work for services administered by that Office including the Stationery Office as part of Government Supplies Agency, and for payment of certain grants and for the recoupment of certain expenditure in connection with flood			
19	For the salaries and expenses of the Office of the Minister for Justice, Equality & Law Reform and of certain other services including payments under cash-limited schemes administered by that Office, and payment of certain grants and grants-in-aid.			
20	For the salaries and expenses of the Garda Síochána, including pensions, et.; for payments of compensation and other expenses arising out of service in the Local Security Force, for the payment of certain witnesses' expenses, and for payment of a grant-in-aid.			
21	For the salaries and expenses of the Prison service, probation and welfare staff and other expenses in connection with prisons, including places of detention; for probation and welfare services; and for payment of a grant-in-aid.			
22	For such of the salaries and expenses of the Courts Service and of the Supreme Court, the High Court, the Special Criminal Court, the circuit court and the District Court and of certain other minor services as are not charged to the Central Fund.			
31	<i>For the salaries and expenses of the Office of the Minister for Agriculture and Food, including certain services administered by that Office, and of the Irish Land Commission and for payment of certain grants, subsidies and sundry grants-in-aid and for the payment of certain grants under cash-limited schemes.</i>			
32	For the salaries and expenses of the Office of the Minister for transport, including certain services administered by that Office, for payment of certain grants and grants-in-aid, and certain other services.			
	TOTAL OF SCHEDULE			

Agriculture and Food									[3]
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Agriculture and Food

[31]

31

AGRICULTURE AND FOOD

(a) *by way of current year provision*

Nine hundred and twenty-six million, and seventy-seven thousand euro.

(€926,077,000)

(b) by way of the application for capital supply services of unspent appropriations, the surrender of which may be deferred under Section 91 of the Finance Act 2004.

Seventeen Million, Nine Hundred and Forty Nine Thousand Euro

(€17.949.000)

II. Subheads under which the estimate in the current year in this Vote will be accounted for by the Office of the Minister for Agriculture and Food.

2004 Provisional Outturn				2005 Estimate			Change 2005 over 2004 %
	Current	Capital	Total	Current	Capital	Total	
ADMINISTRATION (a)							
A.1 - SALARIES, WAGES AND ALLOWANCES	€000	€000	€000	€000	€000	€000	%
A.2 - TRAVEL AND SUBSISTENCE							
A.3 - INCIDENTAL EXPENSES							
A.4 - POSTAL AND TELECOMMUNICATIONS SERVICES							
A.5 - OFFICE MACHINERY AND OTHER OFFICE SUPPLIES							
A.6 - OFFICE PREMISES EXPENSES							
A.7 - CONSULTANCY SERVICES							
A.8 - SUPPLEMENTARY MEASURES TO PROTECT THE FINANCIAL INTERESTS OF THE EU							
A.9 - LABORATORY EQUIPMENT							
A.10 - EU PRESIDENCY							
A.11 - INFORMATION SOCIETY							
Subtotal							
PROGRAMME EXPENDITURE (b)							
B.1 - RESEARCH AND TRAINING							
C. - FOOD SAFETY AND PUBLIC HEALTH, ANIMAL HEALTH & WELFARE AND PLANT HEALTH							
D. - INCOME AND MARKET SUPPORTS							
E. - INCOME SUPPORT IN DISADVANTAGED AREAS							
F. - AGRICULTURE AND THE ENVIRONMENT - RURAL ENVIRONMENT PROTECTION SCHEME							
G. - LAND MOBILITY (EARLY RETIREMENT / INSTALLATION AID SCHEMES)							
H. - DEVELOPMENT OF AGRICULTURE AND FOOD							
I. - FORESTRY © ...							
J. - TEAGASC - GRANT-IN-AID FOR GENERAL EXPENSES (d)							
K. - AN BORD BIA - GRANT-IN-AID FOR GENERAL EXPENSES							
L. - AN BORD OLAS - GRANT-IN-AID FOR GENERAL EXPENSES							
M. - FOOD AID DONATIONS - WORLD FOOD PROGRAMME (GRANT-IN-AID)							
N. - OTHER SERVICES							
GROSS TOTAL							
Deduct :-							
O. - APPROPRIATIONS IN-AID							
Net Total							
				Net Increase (€000)			25,574
Exchequer pay and pensions included in above net total				263,014	288,438		10%
Associated Public Service employees and pensioners				6,667	6,750		1%

Subheads under which the estimate for deferred surrender under section 91 of the Finance Act, 2004 will be accounted for in this Vote by the Office of the Minister for Agriculture and Food.

	2004	2005	Change
	Application of Deferred Surrender Provisional Outlays	Application of Deferred Surrender Estimate	2005 over 2004
PROGRAMME EXPENDITURE (b)	€000	€000	
<i>C. - FOOD SAFETY (AND PUBLIC HEALTH), ANIMAL HEALTH & WELFARE AND PLANT HEALTH</i>			-
<i>G. - LAND MOBILITY (EARLY RETIREMENT / INSTALLATION AID SCHEMES)</i>			-
<i>H. - DEVELOPMENT OF AGRICULTURE AND FOOD</i>			-
<i>I. - FORESTRY (c) ...</i>			-
<i>Sub-Total</i>	0	17 040	-

[31]

Agriculture and Food

				2004 Provisional Outturn			2005 Estimate		
				Current	Capital	Total	Current	Capital	Total
				€000	€000	€000	€000	€000	€000
The total expenditure in connection with this service is estimated as follows :-									
Cross provisional outturn and estimate above				1,219,772	159,872	1,379,644	1,219,772	185,446	1,405,218
Estimated amounts included in the following Votes in connection with this service :-									
Votes									
7	Superannuation and Retired Allowances			38,782	-	38,782	47,727	-	47,727
8	Office of the Revenue Commissioners			2,004	-	2,004	2,174	-	2,174
10	Office of Public Works		79,474	6,552	-	86,026	6,067	76,466	82,533
20	Guards Síochána			216	-	216	162	-	162
	Central Fund -> Ministerial etc. pensions (No.38 of 1938 etc.)			328	-	328	340	-	340
Total Expenditure ->				1,267,654	239,346	1,507,000	1,276,942	261,912	1,538,854
The receipts in connection with this Service are estimated as follows :-									
Appropriations-in-Aid above				407,350	71,791	479,141	407,350	71,791	479,141
Notional rents on State owned properties				8,553	-	8,553	9,408	-	9,408

APPENDIX E

Appropriation Account 2005

Agriculture and Food

Account of the sum expended, in the year ended 31 December 2005 compared with the sum granted and of the sum which may be applied as appropriations-in-aid in addition thereto:-

- for the salaries and the expenses of the Office of the Minister for Agriculture and Food, including certain services administered by that Office, and of the Irish Land Commission and for payment of certain grants, subsidies and sundry grants-in-aid and for the payment of certain grants, subsidies and sundry grants-in-aid and for the payment of certain grants under cash-limited schemes,
- for deferred surrender of unspent appropriations for capital supply services under Section 91 of the Finance Act 2004.

Service	Estimate Provision €000	Outturn €000	Closing Accruals €000
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ADMINISTRATION

- A.1. SALARIES, WAGES AND ALLOWANCES
- A.2. TRAVEL AND SUBSISTENCE
- A.3. INCIDENTAL EXPENSES
- A.4. POSTAL AND TELECOMMUNICATIONS SERVICES
- A.5. OFFICE MACHINERY AND OTHER OFFICE SUPPLIES
- A.6. OFFICE PREMISES EXPENSES
- A.7. CONSULTANCY SERVICES

OTHER SERVICES

- B.1. R&D IN THE FOOD SECTOR
- B.2. HUMAN RESOURCES AND RESEARCH AND DEVELOPMENT
- B.3. CEREAL TESTING
- B.4. SEED POTATOES
- B.5. IMPROVEMENT OF LIVESTOCK
- B.6. CATTLE BREEDING AUTHORITY
- B.7. DAIRY RESEARCH TRUST
- B.8. US/IRELAND EXCHANGE PROGRAMME
- B.9. CONSERVATION OF GENETIC RESOURCES IN PLANTS AND ANIMALS

FOOD SAFETY (AND PUBLIC HEALTH), ANIMAL HEALTH & WELFARE AND PLANT HEALTH

- C.1. T.B. AND BRUCELLOSIS ERADICATION
- C.2. BSE COMPENSATION AND RELATED COSTS
- C.3. BSE RAPID TESTING
- C.4. FALLEN ANIMALS SCHEME
- C.5. DESTRUCTION OF MEAT AND BONE MEAL STOCKS
- C.6. NATIONAL BEEF ASSURANCE SCHEME**
- C.7. SCRAPIE
- C.8. OTHER ANIMAL DISEASES MEASURES
- C.9. FMD GENERAL COSTS AND COMPENSATION
- C.10. TEMPORARY VETERINARY INSPECTORS

- C.11. MEAT CONTROL LABORATORY
- C.12. VETERINARY TESTING & RESEARCH
- C.13. FEED STUFF ANALYSIS
- C.14. PESTICIDES/PLANT PROTECTION
- C.15. ANIMAL WELFARE – CONTROL OF HORSES
- C.16. ANIMAL WELFARE – OTHER
- C.17. LOCAL ABATTOIRS INSPECTION

INCOME AND MARKET SUPPORTS

- D.1. FINANCING OF THE COMMON AGRICULTURAL POLICY – EXPENSES IN CONNECTION WITH MARKET INTERVENTION AND THE FINANCING OF OTHER FEOGA (GUARANTEE) SECTION MEASURES
 - TECHNICAL COSTS
 - COST OF PROVIDING CAPITAL FOR PURCHASING PRODUCTS INTO INTERVENTION
 - COST OF PROVIDING CAPITAL FOR SHORT TERM FINANCING OF FEOGA (GUARANTEE) MEASURES
 - ANCILLARY COSTS RELATING TO PURCHASE FOR DESTRUCTION AND SPECIAL PURCHASE SCHEMES
- D.2. MARKET INTERVENTION LOSSES BY DEFICIENCY, ACCIDENT ETC.
- D.3. INTEGRATED ADMINISTRATION & CONTROL SYSTEM – LAND PARCEL IDENTIFICATION
- D.4. SCHOOL MILK SCHEME

INCOME SUPPORT IN DISADVANTAGED AREAS

- E.1. LIVESTOCK HEADAGE GRANTS IN RESPECT OF
 - SHEEP
 - CATTLE
 - BEEF COWS, AND OTHE MISCELLANEOUS PAYMENTS ETC.
 - AREA-BASED ALLOWANCES
 - LEGAL COSTS, ETC.

LAND MOBILITY (EARLY RETIREMENT/INSTALLATION AID SCHEMES

- G.1. EARLY RETIREMENT SCHEME
- G.2. *INSTALLATION AID***
 - *NDP SCHEME (2000-2006)***
 - Current Year Provision*
 - Supplementary*
 - Deferred Surrender*
 - 2004*
 - *PRE 2000 SCHEME***

DEVELOPMENT OF AGRICULTURE AND FOOD

H.1. *FARM WASTE MANAGEMENT*

Current Year Provision
Deferred Surrender
2004

H.2. *DAIRY HYGIENE*

H.3. *ANIMAL WELFARE*

- H.4. CATTLE BREEDING**
- H.5. EQUINE BREEDING**
- H.6. ANIMAL CARCASS DISPOSAL**
- H.7. HORTICULTURE INDUSTRY**
- H.8. ORGANIC SECTOR**
- H.9. EQUINE QUALITY**
- H.10 ALTERNATIVE ENTERPRISES**
-
- H.11 ON FARM INVESTMENT SCHEMES**
-
- H.12 MARKETING & PROCESSING**
-
- H.13. BEEF CLASSIFICATION
- H.14 RACING ACADEMY AND CENTRE FOR
EDUCATION (RACE)**
-
- H.15. GRAIN STORAGE
- H.16. POTATO SECTOR
- H.17. NATIONAL AGRICULTURAL AND EVENTING CENTRE AT
PUNCHESTOWN

FORESTRY

- I.1. AFFORESTATION PROGRAMME**
 - Current Year*
 - Provision*
 - Supplementary*
 - Deferred Surrender*
 - 2004**
- I.2. FORESTRY NDP SUPPORT SCHEMES**
- I.3. COFORD
- I.4. IFORIS**
- I.5. OTHER FORESTRY SUPPORT MEASURES**

OTHER SERVICES

- N.1. MISCELLANEOUS PENSION PAYMENTS
- N.2. LIFE ANNUITIES AND PREMIA
- N.3. GENERAL LEGAL EXPENSES
- N.4. INTERNATIONAL CO-OPERATION
- N.5. RURAL DEVELOPMENT – TECHNICAL ASSISTANCE
- N.6. GRANTS TO FARM AND RURAL DEVELOPMENT BODIES
- N.7. NON-THOROUGHBRED HORSE INDUSTRY
- N.8. POULTRY AND EGGS
- N.9. PROMOTION OF MILK PRODUCTION
- N.10. TRADE EXHIBITION AND PROMOTION COSTS
- N.11. LAND COMMISSION
- N.12. AGRIMONETARY COMPENSATION
- N.13. PRODUCTION AND MARKETING OF HONEY
- N.14. HARDSHIP
- N.15. MISCELLANEOUS

Gross Total

Current Year Provision
Supplementary
Deferred Surrender 2004

DEDUCT

O - APPROPRIATIONS IN AID

**Current Year Provision
Supplementary**

Net Total

**Current Year Provision
Supplementary
Deferred Surrender 2004**

Surplus for the year

**Deferred Surrender under section 91 of the
Finance Act 2004**

Surplus to be surrendered to the Exchequer

APPENDIX F

Deferred Surrender Example

[illegible]

Section 91 of the Finance Act 2004

91.—(1) In this section—

“Appropriation Act” means, in relation to a financial year, the Act—

(a) appropriating to the proper supply services and purposes sums granted by the Central Fund (Permanent Provisions) Act 1965, and making certain provision in relation to financial resolutions passed by Dáil Éireann in that financial year,

(b) providing for matters, if any, to which this section relates;

“capital supply service and purpose” means a supply service voted by Dáil Éireann, the purpose of which is to create an asset intended for use on a continuing basis with an expected life of more than one year;

“first financial year” means any financial year in respect of which there are undischarged appropriations;

“Minister” means the Minister for Finance;

“second financial year”, in relation to the first financial year, means the financial year immediately following the first financial year;

“subhead” means the individual categories of expenditure within a vote under which the expenditure is accounted for in the Appropriation Accounts;

“vote” means a coherent area of Government expenditure which is the responsibility of a single Government Department or office which is in turn accountable to the Dáil for the expenditure shown.

(2) Notwithstanding section 24 of the Exchequer and Audit Departments Act 1866, the Minister may determine that, in respect of the obligation (but for this section) to surrender to the Central Fund undischarged appropriations for the first financial year—

(a) that obligation may, by reference to the capital supply services and purposes included in a vote, be deferred into the second financial year in respect of the sums concerned up to a maximum not greater than 10 per cent of the supply granted for capital supply services and purposes under that vote by Dáil Éireann, and

(b) accordingly, that obligation may, subject to subsection (3), be discharged in the second financial year to the extent that the funds are applied towards making good supply for the capital supply services and purposes approved by Dáil Éireann for the first financial year,

and such determination shall only have effect if the sums concerned and the related Votes and Titles are set out in the Appropriation Act for the first financial year.

(3) Where in accordance with subsection (2) one or more undischarged sums have been determined and are set out in the Appropriation Act then, in respect of any such sum, no

sum shall be made available for application towards making good supply in the second financial year until an order is made by the Minister in that year under subsection (4).

(4) (a) The Minister may make an order for the purposes of subsection (3) determining by reference to subheads for the capital supply services and purposes the sums to be made available for application towards making good supply in the second financial year.

(b) An order under this subsection shall be made no later than 31 March in the second financial year.

(c) An order under this subsection may by order be amended or revoked by the Minister.

(d) Where the Minister proposes to make an order, or amend or revoke an order, under this subsection, a draft of the order shall be laid before Dáil Éireann and the order shall not be made until a resolution approving of the draft has been passed by Dáil Éireann in the second financial year.

(5) Any sums determined in accordance with subsection (1) and to which an order under subsection (4) relates shall—

(a) be deemed to be appropriations for the second financial year,

(b) to the extent that they are discharged, be deemed from the date of the making of the order to be a first charge on the subheads concerned for the second financial year, and

(c) to the extent that they are not discharged before the end of the second financial year, be surrendered to the Central Fund.