



Appropriation Account 2013

Vote 40

Children and Youth Affairs

Introduction

As Accounting Officer for Vote 40, I am required to prepare the annual Appropriation Account for the Vote, and to submit the Account to the Comptroller and Auditor General for audit.

In accordance with this requirement, I have prepared the attached account of the amount expended in the year ended 31 December 2013 for the salaries and expenses of the Department of Children and Youth Affairs, for certain services administered by the Department, and for the payment of certain grants.

The expenditure outturn is compared with the sums granted by Dáil Éireann under the Appropriation Act 2013, including the amount that could be used as appropriations-in-aid of expenditure for the year.

A surplus of €29.69 million is liable to for surrender to the Exchequer.

Structure of Vote

The structure of Vote 40 in 2013 was similar to 2012 in line with performance budgeting arrangements to align Subhead allocations with high level objectives. The Vote was divided into three main programme areas each of which had identified outputs and context and impact indicators.

Statement of Accounting Policies and Principles

The Statement of Accounting Policies and Principles and notes 1 to 6 form part of the account. The standard accounting policies and principles for the production of appropriation accounts have been applied in the preparation of the account except for the following

Depreciation

A capital project commenced in 2012 to develop the national children detention facility at Oberstown. The asset is not being depreciated until it is placed in service. A separate statement on assets under development has not been completed and the construction in progress asset is included in the Statement on Capital Assets.

Multi-Annual Capital Commitments

Legally enforceable capital commitments exceeding €6.349m are reported on under Commitments.

Agency Payments

The charge under subhead B.9 relates to payments to the Department of Social Protection in respect of the Early Childcare Payment Scheme. The amount charged to the subhead is the amount paid to that Department in 2013.

Payments were also made to Pobal in respect of the delivery of certain services. The total sum paid to Pobal in this respect was charged against subheads B.3, B.4, B.5, B.6, B.8 and C.5.

Statement on Internal Financial Control

Responsibility for System of Internal Financial Control

As Accounting Officer, I acknowledge my responsibility for ensuring that an effective system of internal financial control is maintained and operated by the Department.

This responsibility is exercised in the context of the resources available to me and my other obligations as Secretary General. Also, any system of internal financial control can provide only reasonable, and not absolute, assurance that assets are safeguarded, transactions authorised and properly recorded, and that material errors or irregularities are either prevented or would be detected in a timely manner. Maintaining the system of internal financial controls is a continuous process and the system and its effectiveness are kept under ongoing review.

The Statement of Internal Financial Control for the Department of Health is also relevant given that that Department provides certain services on a shared basis to Vote 40 in the areas of finance and IT. As a result, payroll, accounts and ICT services continue to be delivered by the Department of Health on behalf of the Department of Children and Youth Affairs.

The Statement of Internal Financial Control for the Department of Justice and Equality is also relevant given that that Department provides certain services on a shared basis to Vote 40 in the areas of finance in respect of the Children Detention Schools.

Financial Control Environment

I confirm that a control environment containing the following elements is in place:

- financial responsibilities have been assigned at management level with corresponding accountability;
- reporting arrangements have been established at all levels where responsibility for financial management has been assigned;
- formal procedures have been established for reporting significant control failures and ensuring appropriate corrective action;

Administrative Controls and Management Reporting

I confirm that a framework of administrative procedures and regular management reporting is in place including segregation of duties and a system of delegation and accountability and, in particular, that

- there is an appropriate budgeting system with an annual budget which is kept under review by senior management
- there are regular reviews by senior management of periodic and annual financial reports which indicate financial performance against forecasts
- a risk management system operates within the Department
- there are systems aimed at ensuring the security of the ICT systems
- there are appropriate capital investment control guidelines and formal project management disciplines
- the Department ensures that there is an appropriate focus on good practice in purchasing and that procedures are in place to ensure compliance with all relevant guidelines.

The Department is compliant with the exception of one contract to the value of €104,000. This contract was previously awarded under a competitive process but expired before new tendering arrangements were put in place for the relevant service. The Department has provided details of this contract to the Office of the Comptroller and Auditor General separate of the Circular 40/2002 return and is currently in the process of putting tenders in place for the service in 2014.

Internal Audit and Audit Committee

I confirm that the Department has an internal audit function with appropriately trained personnel, which operates in accordance with a written charter which I have approved. Its work is informed by analysis of the financial risks to which the Department is exposed and its annual internal audit plans, approved by me, are based on this analysis. These plans aim to cover the key controls on a rolling basis over a reasonable period. The internal audit function is reviewed periodically by me and the Audit Committee. I have put procedures in place to ensure that the reports of the internal audit function are followed up.

Enhancing Internal Controls

Further enhancements of internal financial controls have taken place or are underway, including:

- A departmental financial procedures document was produced during 2013. The purpose of the document is to provide guidance to staff of the Department in relation to some of the financial matters that are likely to arise in the course of their official duties. It is also intended to act as a source of information on the basic principles of Government accounting, on how they are applied in day-to-day operations and also to ensure an understanding, knowledge and appreciation of the work involved in the Department's own Finance Unit. This relatively high level document will be supplemented in 2014 by more detailed guidance notes to set out financial procedures down to individual Unit level.
- During 2013, the Department of Children and Youth Affairs was restructured following a strategic review of its capacity to meet its functions. As part of the restructuring, an additional MAC member was recruited to lead in the area of governance and performance. A key consideration in this regard was to meet the Department's role in monitoring and overseeing the work of the newly established Child and Family Agency in addition to managing on-going improvements to internal corporate governance processes.
- A key component of the Departmental restructuring was the centralising of the Finance function in the Department. This included the addition of two professional accountants to the staff of the Finance Unit, one of which was a transfer from the Youth Justice area of the Department.
- The Internal Audit Unit is headed by a professionally qualified auditor operating on a consultancy basis and supported by a full time member of staff working in the Unit who is currently pursuing an audit qualification. The Internal Audit Unit operates under the direction and control of the Internal Audit & Risk Committee (IARC) and the Secretary General. I meet with the Head of Internal Audit and with the Chair of the IARC periodically. The minutes and annual report of the IARC are the subject of regular discussion at MAC.
- The senior management of the Department sign off on a Financial Control Assurance Statement in relation to their individual areas of responsibility. These Statements are available to me as Accounting Officer in finalising the Appropriation Account.
- A process of risk identification and management is in place. The purpose of this is to identify and assess risks and to outline measures to control and manage the risks to which the Department may be exposed. Risk management has been incorporated into the business planning cycle and further evaluation and enhancement of risk management is underway as part of the 2014 business planning and review cycle.

Jim Breslin

Accounting Officer

Department of Children and Youth Affairs

10 September 2014

Comptroller and Auditor General Report for presentation to the Houses of the Oireachtas

Vote 40 Children and Youth Affairs

I have audited the appropriation account for Vote 40 Children and Youth Affairs for the year ended 31 December 2013 under section 3 of the Comptroller and Auditor General (Amendment) Act 1993. The account has been prepared in the form prescribed by the Minister for Public Expenditure and Reform, and in accordance with standard accounting policies and principles for appropriation accounts.

Responsibility of the Accounting Officer

In accordance with Section 22 of the Exchequer and Audit Departments Act 1866, the Accounting Officer is required to prepare the appropriation account. By law, the account must be submitted to me by 31 March following the end of the year of account.

The Accounting Officer is also responsible for the safeguarding of public funds and property under his control, for the efficiency and economy of administration by his Department and for the regularity and propriety of all transactions in the appropriation account.

Responsibility of the Comptroller and Auditor General

I am required under Section 3 of the Comptroller and Auditor General (Amendment) Act 1993 to audit the appropriation accounts of all Votes and to perform such tests as I consider appropriate for the purpose of the audit.

Upon completion of the audit of an appropriation account, I am obliged to provide a certificate stating whether, in my opinion, the account properly presents the receipts and expenditure related to the Vote. I am also required to refer to any material case in which

- a department or office has failed to apply expenditure recorded in the account for the purposes for which the appropriations made by the Oireachtas were intended, or
- transactions recorded in the account do not conform with the authority under which they purport to have been carried out.

Under Section 3 (10) of the Comptroller and Auditor General (Amendment) Act 1993, I am required to prepare each year, a report on any matters that arise from the audits of the appropriation accounts or examinations of accounting controls.

Scope of audit

An audit includes examination, on a test basis, of evidence relevant to the amounts and regularity of financial transactions included in the account and an assessment of whether the accounting provisions of the Department of Public Expenditure and Reform's *Public Financial Procedures* have been complied with.

The audit involves obtaining sufficient evidence to give reasonable assurance that the appropriation account is free from material misstatement, whether caused by fraud or other irregularity or error. I also seek to obtain evidence about the regularity of financial transactions in the course of the audit. In forming the audit opinion, the overall adequacy of the presentation of the information in the appropriation account is evaluated.

Opinion on the appropriation account

In my opinion, the appropriation account properly presents the receipts and expenditure of Vote 40 Children and Youth Affairs for the year ended 31 December 2013.

I have obtained all the information and explanations I considered necessary for the purposes of my audit. In my opinion, proper books of account have been kept by the Department of Children and Youth Affairs. The appropriation account is in agreement with the books of account.

Seamus McCarthy
Comptroller and Auditor General

12 September 2014

Vote 40 Children and Youth Affairs

Appropriation Account 2013

	2013		2012
	Estimate provision	Outturn	Outturn
	€000	€000	€000
Programme expenditure			
A Children and Family Support Programme	102,667	81,812	81,264
B Sectoral Programmes for Children and Young People	320,264	310,086	323,050
C Policy and Legislation Programme	16,175	15,262	18,052
Gross expenditure	439,106	407,160	422,366
<i>Deduct</i>			
D Appropriations-in-aid	5,034	5,351	12,387
Net expenditure	434,072	401,809	409,979

Surplus for surrender

The surplus of the amount provided over the net amount applied is liable for surrender to the Exchequer. Under section 91 of the Finance Act 2004, all or part of any unspent appropriations for capital supply services may be carried over for spending in the following year.

	2013	2012
	€	€
Surplus	32,263,216	4,777,586
Deferred surrender	2,576,000	—
Surplus to be surrendered	29,687,216	4,777,586

Analysis of administration expenditure

		2013		2012
		Estimate provision	Outturn	Outturn
		€000	€000	€000
I	Salaries, wages and allowances	8,500	8,114	8,166
lii	Travel and subsistence	180	136	102
lii	Training and development and incidental expenses	191	171	175
lv	Postal and telecommunications services	115	113	93
v	Office equipment and external IT services	265	171	164
vi	Office premises expenses	363	367	357
vii	Consultancy services and value for money and policy reviews	123	97	14
viii	EU Presidency	200	162 ¹	3
		<u>9,937</u>	<u>9,331</u>	<u>9,074</u>

¹ Includes €48,000 in respect of salaries, wages and allowances.

Notes to the Appropriation Account

1 Operating Cost Statement 2013

	2013		2012
	€000	€000	€000
Programme cost		397,829	413,293
Pay		8,162	8,169
Non pay		1,169	904
Gross expenditure		407,160	422,366
<i>Deduct</i>			
Appropriations-in-aid		5,351	12,387
Net expenditure		401,809	409,979
Changes in capital assets			
Purchases cash	(3,388)		
Depreciation	129		
		(3,259)	4,204
Changes in net current assets			
Increase in closing accruals	585		
Decrease in stock	10		
		595	8,388
Direct expenditure		399,145	422,571
Expenditure borne elsewhere			
Net allied services expenditure (note 1.1)		2,431	1,811
Net programme cost		401,576	424,382

1.1 Net Allied Services Expenditure

The net allied services expenditure amount is made up of the following amounts in relation to Vote 40 borne elsewhere.

		2013	2012
		€000	€000
Vote 12 Superannuation and Retired Allowances	e	177	173
Vote 13 Office of Public Works	e	2,239	1,638
Vote 9 Office of the Revenue Commissioners	e	15	—
		<u>2,431</u>	<u>1,811</u>

“e” indicates that the number is an estimated value or an apportioned cost.

2 Balance Sheet as at 31 December 2013

	Note	2013 €000	2012 €000
Capital assets	2.2	6,599	3,340
Current assets			
Bank and cash		479	588
Stocks	2.3	30	40
Prepayments		2,522	958
Accrued income		4	2,075
Other debit balances	2.4	9,496	24
Total current assets		12,531	3,685
Less current liabilities			
Accrued expenses		238	160
Other credit balances	2.5	139	504
Net liability to the Exchequer	2.6	9,836	108
Total current liabilities		10,213	772
Net current assets		2,318	2,913
Net assets		8,917	6,253
Represented by:			
State funding account	2.1	8,917	6,253

2.1 State Funding Account	Note	2013 €000	2012 €000
Balance at 1 January		6,253	11,597
Disbursements from the Vote			
Estimate provision	Account	434,072	
Deferred surrender	Account	(2,576)	
Surplus to be surrendered	Account	(29,687)	
Net vote		401,809	409,979
Expenditure (cash) borne elsewhere	1	2,431	1,811
Non cash expenditure		—	7,248
Net programme cost	1	(401,576)	(424,382)
Balance at 31 December		8,917	6,253

2.2 Capital Assets

	Assets under development	Office equipment	Furniture and fittings	Total
	€000	€000	€000	€000
Gross assets				
Cost or valuation at 1 January 2013	3,081	631	566	4,278
Additions	3,363	25	—	3,388
Cost or valuation at 31 December 2013	<u>6,444</u>	<u>656</u>	<u>566</u>	<u>7,666</u>
Accumulated depreciation				
Opening balance at 1 January 2013	—	519	419	938
Depreciation for the year	—	76	53	129
Cumulative depreciation at 31 December 2013	<u>—</u>	<u>595</u>	<u>472</u>	<u>1,067</u>
Net assets at 31 December 2013	<u>6,444</u>	<u>61</u>	<u>94</u>	<u>6,599</u>
Net assets at 31 December 2012	<u>3,081</u>	<u>112</u>	<u>147</u>	<u>3,340</u>

2.3 Stocks

	2013	2012
at 31 December	€000	€000
Stationery	6	13
IT consumables	24	26
Janitorial	—	1
	<u>30</u>	<u>40</u>

2.4 Other Debit Balances

	2013	2012
at 31 December	€000	€000
Advances to OPW	6,985	22
Income Tax	4	(2)
Other debit suspense items	2,507	4
	<u>9,496</u>	<u>24</u>

2.5 Other Credit Balances

	2013	2012
at 31 December	€000	€000
Amounts due to the State		
Professional Services Withholding Tax	57	29
Relevant Contractors Tax	2	1
Value Added Tax	16	2
Recoupable travel pass scheme expenditure	4	4
Pensions	—	408
	<u>79</u>	<u>444</u>
Payroll deductions held in suspense	—	—
Other credit suspense items	60	60
	<u>139</u>	<u>504</u>

2.6 Net Liability to the Exchequer	2013	2012
at 31 December	€000	€000
Surplus to be surrendered	29,687	4,778
Deferred surrender	2,576	—
Exchequer grant undrawn	(22,427)	(4,670)
Net liability to the Exchequer	9,836	108

Represented by:**Debtors**

Bank and cash	479	588
Debit balances: suspense	9,496	24
	9,975	612

Creditors

Due to State	(79)	(444)
Credit balances: suspense	(60)	(60)
	(139)	(504)
	9,836	108

2.7 Commitments	2013	2012
at 31 December	€000	€000

Commitments likely to arise in subsequent years for

(a) Global commitments

Procurement subheads	2,508	2,140
Grant subheads	585	1,937
Total commitments	3,093	4,077

(b) Multi-annual capital commitments

(projects costing €6,348,690 or more)

	Expenditure to 31 December 2012	Expenditure in 2013	Subsequent Years	Total
Project	€000	€000	€000	€000
National Children Detention Facility	1,000	3,363	52,077	56,440

3 Programme Expenditure by Subhead

		2013		2012
		Estimate	Outturn	Outturn
		provision		
		€000	€000	€000
A	Children and Family Support Programme			
A.1	Administration – pay	2,330	2,219	2,206
A.2	Administration - non pay	338	312	244
A.3	Family Support Agency	24,294	24,152	25,966
A.4	National Education Welfare Board	8,753	8,753	8,253
A.5	School Completion Programme	26,456	26,443	26,892
A.6	Child and Family Support Programme	4,160	640	449
A.7	Youth Justice – Children Detention Schools	36,336	19,293	17,254
		<u>102,667</u>	<u>81,812</u>	<u>81,264</u>

Significant variations

Overall, the expenditure in relation to Programme A was €20.855 million less than provided. In the latter part of 2013, and based on an analysis of overall expenditure and demand trends, the Department with the prior approval of the Department of Public Expenditure and Reform vired savings on various subheads within the vote to meet additional demands on other subheads.

Description	Less/(more) than provided €000	Explanation
Child and Family Support Programme	3,520	Savings under the subhead are attributable to lower than anticipated expenditure on costs associated with the provision of specialist expertise, advice and support to assist in the start-up and establishment of the Child and Family Agency.
Youth Justice – Children Detention Schools	17,043	The variance arises primarily as a result of a delay in finalising procurement and contractual arrangements for the commencement of the construction work on the National Children Detention Facility at Oberstown, Lusk Co. Dublin.

		2013		2012
		Estimate	Outturn	Outturn
		provision		
		€000	€000	€000
B	Sectoral Programmes for Children and Young People			
B.1	Administration - pay	2,330	2,211	2,206
B.2	Administration - non pay	338	229	244
B.3	ECCE preschool year programme	175,000	174,112	175,768
B.4	General childcare programmes	74,098	76,121	85,682
B.5	School age childcare initiative (cash-limited)	11,500	18	—
B.6	Youth organisations and services (part funded by the National Lottery)	53,498	53,895	57,030
B.7	Early intervention programme for children (part funded by the Dormant Accounts Fund)	800	800	1,945
B.8	Child poverty initiative	2,500	2,500	—
B.9	Early childcare payment	200	200	175
		320,264	310,086	323,050

Significant variations

Overall, the expenditure in relation to Programme B was €10.178 million less than provided. In the latter part of 2013 and based on an analysis of overall expenditure and demand trends, the Department with the prior approval of the Department of Public Expenditure and Reform vired savings on various subheads within the vote to meet additional demands on other subheads.

Description	Less/(more) than provided €000	Explanation
Administration – non pay	109	The variance arose due to non-pay administrative costs associated with running the Department, particularly in relation to Training and Development and Incidental Expenses as well as Consultancy Services and Value for Money and Policy Reviews being lower than expected.
School age childcare initiative (cash-limited)	11,482	The variance arose because the number of qualifying social welfare recipients, identified by the Department of Social Protection for this scheme, was lower than originally projected.

	2013		2012
	Estimate provision	Outturn	Outturn
	€000	€000	€000
C Policy and Legislation Programme			
C.1 Administration - pay	3,875	3,732	3,758
C.2 Administration - non pay	726	628	416
C.3 Miscellaneous legal fees and settlements	848	220	186
C.4 National Longitudinal Study	3,515	3,434	4,020
C.5 National Children's Strategy and other programmes	2,175	1,965	1,970
C.6 Grants to organisations (part funded by the National Lottery)	500	500	500
C.7 Adoption Authority of Ireland	2,648	2,895	2,265
C.8 Office of the Ombudsman for Children	1,888	1,888	2,000
<i>Cost in connection with the holding of a constitutional referendum on children's rights</i>	—	—	2,937
	16,175	15,262	18,052

Significant variations

Overall, the expenditure in relation to Programme C was €913,000 less than provided. In the latter part of 2013 and based on an analysis of overall expenditure and demand trends, the Department with the prior approval of the Department of Public Expenditure and Reform vired savings on various subheads within the vote to meet additional demands on other subheads.

Description	Less/(more) than provided €000	Explanation
Miscellaneous legal fees and settlements	628	Payments associated with legal proceedings are difficult to predict and were significantly less than estimated.
National Children's Strategy and other programmes	210	This subhead supports a range of activities. The underspend arose primarily in relation to costs associated with the UNCRC Report and the development of the Children and Young People's Policy Framework which were below the anticipated expenditure levels.
Adoption Authority of Ireland	(247)	The excess costs principally relate to legal costs incurred by the Adoption Authority of Ireland.

4 Receipts

4.1 Appropriations-in-aid

	2013		2012
	Estimated	Realised	Realised
	€000	€000	€000
1. EU receipts – Equal Opportunities Childcare Programme	1,853	1,853	8,092
2. Dormant Accounts Funding	800	800	1,599
3. Superannuation scheme - National Education Welfare Board	266	289	280
4. Superannuation scheme for non-teaching staff of Children Detention Schools	420	498	559
5. Superannuation scheme – Family Support Agency	63	18	—
6. Superannuation scheme – Adoption Authority of Ireland	1	—	—
7. Superannuation scheme – Office of the Ombudsman for Children	2	—	—
8. Miscellaneous	1	15	2
9. Receipts from pension related deduction on public service remuneration	1,628	1,878	1,855
Total	5,034	5,351	12,387

Explanation of significant variations

An explanation is provided below in the case of each heading where the outturn varied from the amount estimated by more than €100,000, and by more than 5%.

Description	Less/(more) than estimated €000	Explanation
Receipts from pension related deduction on public service remuneration	(250)	The estimate for 2013 was determined on the basis of the information available at the time of framing it. The amount to be received in respect of pension related deductions on public service remuneration was undervalued, yielding surplus receipts over the 2013 estimate particularly in relation to the School Completion Programme and to a lesser extent the Children Detention Schools.

4.2 Extra receipts payable to the Exchequer

Other receipts totalling €374,469 were transferred to the Exchequer during the year. These related to an unspent balance of €193,478 surrendered by the Referendum Commission relating to the Children's Referendum and €180,991 in relation to pre-2013 superannuation deductions in respect of the Family Support Agency.

5 Employee Numbers and Pay

	2013	2012
Number of staff at year end (full time equivalents)		
Department	135	132
Agencies	330	342
	2013	2012
	€000	€000
Pay	7,535	7,608
Higher, special or additional duties allowance	135	109
Other allowances	1	1
Overtime	60	70
Employer's PRSI	431	381
Total pay	8,162	8,169

5.1 Allowances and Overtime Payments

	Number of recipients	Recipients of €10,000 or more	Maximum individual payment 2013 €	Maximum individual payment 2012 €
Higher, special or additional duties	18	4	18,773	20,614
Other allowances	6	—	225	337
Overtime	24	1	14,665	16,914

Certain individuals received extra remuneration in more than one category.

The pay, allowances and other remuneration details above relate to the Department's staff paid directly from the vote under programmes A,B and C.

The pay expenditure of agencies is not a direct financial transaction of the Department and as such the Department does not routinely hold detailed pay and allowance information in respect of agency staff. Such detailed information in relation to employee numbers and pay in respect of the Department's agencies is available from the relevant annual financial statements/annual reports or directly from the agencies concerned.

5.2 Agency Staff

	2013	2012
Number of staff at year end (full time equivalents)		
Family Support Agency	14	14
National Education Welfare Board	93	91
Children Detention Schools	189	203
Adoption Authority of Ireland	24	24
Office of the Ombudsman for Children	10	10
Total	330	342

	2013	2012
Pay	€000	€000
Family Support Agency	1,070	768
National Education Welfare Board	5,312	5,229
Children Detention Schools	12,507	13,007
Adoption Authority of Ireland ¹	1,642	1,220
Office of the Ombudsman for Children	744	730
Total pay	21,275	20,954

¹ Includes €312,788 for 2013 in respect of employer pension contributions for seconded civil servants. The corresponding amount for 2012 was €275,797 bringing overall payroll costs in that year to €1.496 million.

6 Miscellaneous

6.1 National Lottery Funding

		2013	2012
		€000	€000
Sub-head	Description		
B.6	Youth organisations and services (part funded by the National Lottery)	53,895	57,030
C.6	Grants to organisations (part funded by the National Lottery)	500	500

A list of the recipients of the funding and the amounts paid is available on the Department's website www.dcyv.gov.ie

6.2 Agency Services

Agency services are provided by the Department of Social Protection in respect of Subhead B.9. A total of €200,000 was paid to the Department of Social Protection in respect of the early childhood payment programme. This was the amount charged to the subhead in 2013.

Agency services are provided by Pobal in respect of certain services charged to Subheads B.3, B.4 B.5, B.6, B.8 and C.5. A total of €100.583 million was paid to Pobal which represented the overall sum charged to the six subheads in this respect.

6.3 Legal Costs

	2013	2012
	€000	€000
Legal costs paid during the year are categorised as follows:		
Legal fees	49	78
Compensation	290	—
	339	78

6.4 Contingent Liability

Liabilities will arise as a result of the legal challenge to the outcome of the Children's Referendum. The petitioner was awarded one third of her legal costs by the High Court in November 2013 but the actual amount and the timing of the payment remain to be determined.

6.5 Carryover of Funding

Under the provision of Section 91 of the Finance Act 2004, €2,576,000 of unspent allocation in respect of the capital elements of Subhead A.7 was carried forward to 2014.