
Department for Transport

Introduction

1. The Estimate provides for planned budgetary expenditure of the Department for Transport (including its associated agencies: the Driver and Vehicle Licensing Agency, Vehicle and Operator Services Agency, Vehicle Certification Agency, Driving Standards Agency, Highways Agency, Maritime and Coastguard Agency and arm's-length bodies and public corporations) in pursuit of the functions reflected in the section headings. It also provides for administrative expenditure by those bodies used in implementing and evaluating policy and on central services.
2. The expenditure is broken down between resource and capital, and resource provision is further sub-divided between administration and programme spend. Part I of the Estimate sets out the control totals and descriptions of spending, some of which are replicated in the Supply legislation. Part II provides a more detailed breakdown of those control limits and explain how the cash requirement is derived. Part III contains various tables and notes that provide supplementary and background information.
3. The single net cash requirement is not split by DEL/AME or any other budgetary limits.
4. Further details about the expenditure of the Department for Transport can be found in the Annual Report and Accounts 2012-13 to be published in the summer.

Part I

£

	Voted	Non-Voted	Total
Departmental Expenditure Limit			
Resource	4,879,019,000	92,989,000	4,972,008,000
Capital	8,664,016,000	8,984,000	8,673,000,000
Annually Managed Expenditure			
Resource	1,554,445,000	-426,000	1,554,019,000
Capital	1,000	-	1,000
Total Net Budget			
Resource	6,433,464,000	92,563,000	6,526,027,000
Capital	8,664,017,000	8,984,000	8,673,001,000
Non-Budget Expenditure		-	
Net cash requirement	12,566,122,000		

Amounts required in the year ending 31 March 2014 for expenditure by Department for Transport on:

Departmental Expenditure Limit:Expenditure arising from:

losses and special payments relating to the administration of the Department for Transport and its associated Agencies. Support of transport-related activities including roads; vehicles and driving; rail; shipping and maritime; mountain rescue; ports; sustainable travel; aviation; local transport; transport security and safety; and highway services. Net spending by arm-length bodies. Grants to Transport for London and local authorities in respect of local transport programmes. Support for other minor transport services; use of European funding for transport-related schemes; administrative costs and associated other non-cash items falling in DEL.

Smart-ticketing and related technology.

Income arising from:

sales of assets; loan repayments; and European grants for transport-related activities including roads; vehicle and driving; rail; shipping and maritime; mountain rescue; ports; sustainable travel; aviation; local transport; transport security and safety; highway services; the administration of the Department and payments from other government departments or their agencies in respect of central services.

Shipping and maritime income including, but not limited to Registration fees.

Annually Managed Expenditure:Expenditure arising from:

grant and pension provisions and associated non-cash costs incurred by the Department for Transport and its associated agencies in respect of transport-related activities including roads; vehicle and driving; rail; sustainable travel; aviation; local transport; transport security and safety; and highway services.

Shipping and maritime activities. Fuel levy funded expenditure in respect of Renewable Transport Fuel Obligation activities.

Interest payments to external bodies.

Income arising from:

fuel levies in respect of Renewable Transport Fuel Obligation activities.

Dividends and interest receivable.

Department for Transport will account for this Estimate.

	Voted Total	Allocated in Vote on Account	Balance to complete or surrender
£			
Departmental Expenditure Limit			
Resource	4,879,019,000	2,740,810,000	2,138,209,000
Capital	8,664,016,000	4,015,575,000	4,648,441,000
Annually Managed Expenditure			
Resource	1,554,445,000	621,948,000	932,497,000
Capital	1,000	-	1,000
Non-Budget Expenditure	-	-	-
Net cash requirement	12,566,122,000	6,151,240,000	6,414,882,000

Part II: Subhead detail

£'000

2013-14 Plans									2012-13 Provisions	
Resources						Capital			Resources	Capital
Administration			Programme			Gross	Income	Net	Net	Net
Gross	Income	Net	Gross	Income	Net					
1	2	3	4	5	6	7	8	9	10	11
Spending in Departmental Expenditure Limits (DEL)										
Voted expenditure										
257,007	-12,597	244,410	7,025,220	-2,390,611	4,634,609	8,746,571	-82,555	8,664,016	5,662,689	8,009,150
<i>Of which:</i>										
A Tolled Crossings										
-	-	-	-	-99,729	-99,729	-	-1,722	-1,722	-94,864	-629
B Local Authority Transport										
-	-	-	227,338	-	227,338	1,668,220	-	1,668,220	242,660	1,457,689
C Highways Agency										
69,341	-2,187	67,154	1,930,589	-55,185	1,875,404	1,631,356	-23,400	1,607,956	1,951,681	1,033,646
D Network Rail										
-	-	-	-	-225,606	-225,606	3,442,214	-	3,442,214	-207,806	3,658,008
E Funding of ALBs (net)										
11,405	-	11,405	237,182	-	237,182	15,200	-	15,200	167,159	20,605
F Other railways										
-	-	-	593,848	-320,906	272,942	157,253	-	157,253	246,960	74,931
G Sustainable Travel										
-	-	-	150,789	-138	150,651	260,923	-50,360	210,563	167,302	150,951
H Bus Subsidies & Concessionary Fares										
-	-	-	316,155	-	316,155	20,000	-	20,000	361,348	-
I GLA transport grants										
-	-	-	1,988,489	-	1,988,489	184,000	-	184,000	2,829,016	352,000
J Crossrail										
-	-	-	-	-	-	1,122,776	-	1,122,776	-	1,205,000
K Aviation, Maritime, Security and Safety										
-	-	-	155,536	-69,939	85,597	-1,408	-	-1,408	35,297	-2,632
L Maritime and Coastguard Agency										
10,580	-518	10,062	120,157	-12,300	107,857	10,163	-475	9,688	150,579	9,475
M Motoring Agencies										
-	-	-	575,475	-371,952	203,523	27,700	-6,598	21,102	204,557	10,830
N Science, research and support functions										
-	-	-	61,391	-	61,391	5,455	-	5,455	58,864	877
O Central Administration										
165,681	-9,892	155,789	17,686	-	17,686	2,719	-	2,719	225,472	8,399
P Departmental Unallocated Provision										
-	-	-	975	-	975	100,000	-	100,000	-	-
Q Support for Passenger Rail Services										
-	-	-	635,910	-1,234,856	-598,946	-	-	-	-688,588	-
R High Speed Two										
-	-	-	13,700	-	13,700	100,000	-	100,000	3,410	30,000

Part II: Subhead detail continued

£'000

2013-14 Plans									2012-13 Provisions	
Resources						Capital			Resources	Capital
Administration			Programme			Gross	Income	Net	Net	Net
Gross	Income	Net	Gross	Income	Net					
1	2	3	4	5	6	7	8	9	10	11
<i>Support For Olympic and Paralympic Games</i>										
-	-	-	-	-	-	-	-	-	9,642	-
Non-voted expenditure										
10,281	-	10,281	82,708	-	82,708	8,984	-	8,984	-	-
<i>Of which:</i>										
S Funding of ALBs (net)										
10,281	-	10,281	82,708	-	82,708	8,984	-	8,984	-	-
Total Spending in DEL										
267,288	-12,597	254,691	7,107,928	-2,390,611	4,717,317	8,755,555	-82,555	8,673,000	5,662,689	8,009,150
Spending in Annually Managed Expenditure (AME)										
Voted expenditure										
-	-	-	2,109,964	-555,519	1,554,445	1	-	1	1,382,106	1
<i>Of which:</i>										
T Highways Agency										
-	-	-	1,006,722	-	1,006,722	1	-	1	827,113	1
U Other Railways										
-	-	-	494,432	-218,966	275,466	-	-	-	305,000	-
V GLA transport grants										
-	-	-	-9	-	-9	-	-	-	-16	-
W Maritime and Coastguard Agency										
-	-	-	2,700	-	2,700	-	-	-	2,200	-
X Motoring Agencies										
-	-	-	-26,200	-	-26,200	-	-	-	-2,400	-
Y Renewable Transport Fuels Obligation										
-	-	-	336,553	-336,553	-	-	-	-	-	-
Z Central Administration										
-	-	-	295,766	-	295,766	-	-	-	239,064	-
<i>Funding of ALBs (net)</i>										
-	-	-	-	-	-	-	-	-	11,145	-
Non-voted expenditure										
-	-	-	-426	-	-426	-	-	-	-	-
<i>Of which:</i>										
AA Funding of ALBs (net)										
-	-	-	-426	-	-426	-	-	-	-	-
Total Spending in AME										
-	-	-	2,109,538	-555,519	1,554,019	1	-	1	1,382,106	1

Part II: Subhead detail continued

£'000

2013-14 Plans									2012-13 Provisions	
Resources						Capital			Resources	Capital
Administration			Programme			Gross	Income	Net	Net	Net
Gross	Income	Net	Gross	Income	Net					
1	2	3	4	5	6	7	8	9	10	11
Total for Estimate										
267,288	-12,597	254,691	9,217,466	-2,946,130	6,271,336	8,755,556	-82,555	8,673,001	7,044,795	8,009,151
<i>Of which:</i>										
Voted Expenditure										
257,007	-12,597	244,410	9,135,184	-2,946,130	6,189,054	8,746,572	-82,555	8,664,017	7,044,795	8,009,151
Non Voted Expenditure										
10,281	-	10,281	82,282	-	82,282	8,984	-	8,984	-	-

Part II: Resource to cash reconciliation

£'000

	2013-14 Plans	2012-13 Provisions	2011-12 Outturn
Net Resource Requirement	6,526,027	7,044,795	6,453,369
Net Capital Requirement	8,673,001	8,009,151	7,686,286
Accruals to cash adjustments	-2,531,359	-2,288,096	-1,796,684
<i>Of which:</i>			
<i>Adjustments to remove non-cash items:</i>			
Depreciation	-2,237,981	-2,088,912	-1,389,273
New provisions and adjustments to previous provisions	-300,066	-294,730	-73,597
Departmental Unallocated Provision	-100,975	-	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	50,112	-4,687	-99,558
<i>Adjustment for NDPBs:</i>			
Remove voted resource and capital	-224,604	-245,142	-56,046
Add cash grant-in-aid	258,449	206,601	52,651
<i>Adjustments to reflect movements in working balances:</i>			
Increase (+) / Decrease (-) in stock	-	-	-18,240
Increase (+) / Decrease (-) in debtors	-	-	-299,019
Increase (-) / Decrease (+) in creditors	-	103,313	60,991
Use of provisions	23,706	35,461	25,407
Removal of non-voted budget items	-101,547	-	5,118
<i>Of which:</i>			
Consolidated Fund Standing Services	-	-	-
Other adjustments	-101,547	-	5,118
Net Cash Requirement	12,566,122	12,765,850	12,348,089

Part III: Note A - Statement of Comprehensive Net Expenditure & Reconciliation Table

£'000

	2013-14 Plans	2012-13 Provisions	2011-12 Outturn
Gross Administration Costs	266,188	298,841	246,091
<i>Less:</i>			
Administration DEL Income	-12,597	-36,378	-30,021
Net Administration Costs	253,591	262,463	216,070
Gross Programme Costs	15,791,851	16,295,731	14,524,511
<i>Less:</i>			
Programme DEL Income	-2,451,011	-2,696,908	-2,182,454
Programme AME Income	-555,519	-164,730	-
Non-budget income	-84,864	-98,423	-86,279
Net Programme Costs	13,021,590	13,593,681	12,520,309
Total Net Operating Costs	13,275,181	13,856,144	12,736,379
<i>Of which:</i>			
Resource DEL	4,917,711	5,627,228	5,520,524
Capital DEL	6,872,543	6,909,772	6,369,289
Resource AME	1,569,791	1,417,567	932,845
Capital AME	-	-	-
Non-budget	-84,864	-98,423	-86,279
<i>Adjustments to include:</i>			
Departmental Unallocated Provision (resource)	975	-	-
Consolidated Fund Extra Receipts in the budget but not in the SoCNE	-	-	-
<i>Adjustments to remove:</i>			
Capital in the SoCNE	-6,872,543	-6,909,772	-6,369,289
Grants to devolved administrations	-	-	-
Non-Budget Consolidated Fund Extra Receipts in the SoCNE	84,864	98,423	86,279
Other adjustments	37,550	-	-
Total Resource Budget	6,526,027	7,044,795	6,453,369
<i>Of which:</i>			
Resource DEL	4,972,008	5,662,689	5,577,825
Resource AME	1,554,019	1,382,106	875,544
<i>Adjustments to include:</i>			
Grants to devolved administrations	-	-	-
Prior period adjustments	-	-	-
<i>Adjustments to remove:</i>			
Consolidated Fund Extra Receipts in the resource budget	-	-	-
Other adjustments	-	-	-
Total Resource (Estimate)	6,526,027	7,044,795	6,453,369

Part III: Note B - Analysis of Departmental Income

£'000

	2013-14 Plans	2012-13 Provision	2011-12 Outturn
Voted Resource DEL	-2,403,208	-2,689,129	-2,195,722
<i>Of which:</i>			
Administration			
Sales of Goods and Services	-12,597	-36,378	-27,984
<i>Of which:</i>			
C: Highways Agency	-2,187	-2,200	-1,746
L Maritime and Coastguard Agency	-518	-	-
M: Motoring Agencies	-	-	-11,497
O: Central Administration	-9,892	-34,178	-14,741
Other Income	-	-	-2,037
<i>Of which:</i>			
O: Central Administration	-	-	-2,037
Total Administration	-12,597	-36,378	-30,021
Programme			
EU Grants Received	-50,000	-45,000	-44,247
<i>Of which:</i>			
K Aviation, Maritime, Security and Safety	-50,000	-45,000	-44,247
Sales of Goods and Services	-1,007,562	-1,211,488	-955,626
<i>Of which:</i>			
A Tolled Crossings	-92,000	-87,000	-73,873
C: Highways Agency	-39,185	-65,338	-43,646
D: Network Rail	-225,606	-207,806	-199,226
F Other railways	-266,519	-336,187	-222,273
K: Aviation, Maritime, Security and Safety	-	-	-562
L Maritime and Coastguard Agency	-12,300	-12,300	-15,481
M: Motoring Agencies	-371,952	-502,466	-398,998
N: Science, research and support functions	-	-391	-433
O: Central Administration	-	-	-1,134
Interest and Dividends	-43,806	-60,072	-66,764
<i>Of which:</i>			
A: Tolled Crossings	-7,729	-7,864	-14,403
C: Highways Agency	-16,000	-16,000	-19,681
G: Sustainable Travel	-138	-154	-81
K: Aviation, Maritime, Security and Safety	-19,939	-30,000	-24,776
M: Motoring Agencies	-	-6,054	-6,971
N: Science, research and support functions	-	-	-2,338
Q: Support for Passenger Rail Services	-	-	1,486
Other Income	-1,289,243	-1,336,191	-1,099,064
<i>Of which:</i>			
A: Tolled Crossings	-	-	-15
F: Other railways	-54,387	-	-56,877
G: Sustainable Travel	-	-	-1,955
K: Aviation, Maritime, Security and Safety	-	-1,208	-2,169
N: Science, research and support functions	-	-	-911

Part III: Note B - Analysis of Departmental Income continued

£'000

	2013-14 Plans	2012-13 Provision	2011-12 Outturn
O: Central Administration	-	-410	-905
Q: Support for Passenger Rail Services	-1,234,856	-1,334,573	-1,036,232
Total Programme	-2,390,611	-2,652,751	-2,165,701
Voted Resource AME	-555,519	-164,730	-
<i>Of which:</i>			
Programme			
Interest and Dividends	-218,966	-164,730	-
<i>Of which:</i>			
U: Other Railways	-218,966	-164,730	-
Taxation	-336,553	-	-
<i>Of which:</i>			
Y: Renewable Transport Fuels Obligation	-336,553	-	-
Total Programme	-555,519	-164,730	-
Total Voted Resource Income	-2,958,727	-2,853,859	-2,195,722
Voted Capital DEL	-82,555	-84,716	-65,152
<i>Of which:</i>			
Programme			
Sales of Assets	-13,475	-15,000	-8,624
<i>Of which:</i>			
C: Highways Agency	-13,000	-15,000	-8,624
L: Maritime and Coastguard Agency	-475	-	-
EU Grants Received	-50,000	-43,971	-16,262
<i>Of which:</i>			
C: Highways Agency	-	-23,971	-
G: Sustainable Travel	-50,000	-20,000	-16,262
Other Grants	-10,400	-186	-
<i>Of which:</i>			
C: Highways Agency	-10,400	-	-
N: Science, research and support functions	-	-186	-
Repayments	-8,680	-25,559	-40,266
<i>Of which:</i>			
A: Tolloed Crossings	-1,722	-629	-2,846
G: Sustainable Travel	-360	-360	-
M: Motoring Agencies	-6,598	-24,570	-37,420
Total Programme	-82,555	-84,716	-65,152
Total Voted Capital Income	-82,555	-84,716	-65,152

Part III: Note C - Analysis of Consolidated Fund Extra Receipts

In addition to income retained by the Department the following income is payable to the Consolidated Fund:

£'000

	2013-14 Plans		2012-13 Provisions		2011-12 Outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Income in budgets surrendered to the Consolidated Fund (resource)	-	-	-	-	-	-
Income in budgets surrendered to the Consolidated Fund (capital)	-	-	-	-	-	-
Non-budget amounts collectable on behalf of the Consolidated Fund (in the SoCNE)	-84,864	-84,864	-173,423	-173,423	-86,279	-
Total	-84,864	-84,864	-173,423	-173,423	-86,279	-

Detailed description of CFER sources

£'000

	2013-14 Plans		2012-13 Provisions		2011-12 Outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Non-Budget						
Driver and Vehicle Licensing Agency	-86,864	-86,864	-98,423	-98,423	-86,279	-
Highways Agency	-	-	-75,000	-75,000	-	-
Total	-86,864	-86,864	-173,423	-173,423	-86,279	-

Part III: Note D - Explanation of Accounting Officer responsibilities

The Accounting Officer prepares resource accounts for each financial year.

The following individuals are responsible for the expenditure within this Estimate:

Accounting Officer: Philip Rutnam

In accordance with Chapter 3 of Managing Public Money (issued by the Treasury), the following individuals are NDPB Accounting Officer appointments:

ALB/NDPB Accounting Officers:

Andrew Figgures, Chief Executive Officer	British Transport Police Authority
Alison Monroe, Chief Executive Officer	High Speed Two
Anthony Smith, Chief Executive Officer	Passenger Focus
Michael Holden, Chief Executive Officer	Directly Operated Railways
David Armstrong, Financial Controller	Air Travel Trust Fund
Captain Ian McNaught, Executive Chairman	Trinity House
Yvonne Shields, Chief Executive	Commissioners of Irish Lights
Roger Lockwood	Northern Lighthouse Board

Philip Rutnam has personal responsibility for the proper presentation of the department's resource accounts and their transmission to the Comptroller & Auditor General, and is also responsible for the use of public money and stewardship of assets.

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 (FRM), 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 regularity and propriety of the public finances for which an Accounting Officer is answerable, for keeping proper records and safeguarding assets, are also set out in Chapter 3 of Managing Public Money.

Part III: Note D - Explanation of Accounting Officer responsibilities

In accordance with Managing Public Money requirements, the relationship between the Principal Accounting Officer and Additional Accounting Officer(s), and with their Ministers, together with their respective responsibilities, is set out in writing. Similarly, the relationship between the Principal/Additional Accounting Officer and the NDPB Accounting Officer(s) is set out in writing.

Part III: Note E - Non-Departmental Public Bodies

£'000

Section in Part II: Subhead Detail	Body	Resources	Capital	Grant-in-aid
E	HS2 Ltd	243,680	4,000	247,390
E	British Transport Police Authority	3,700	11,200	4,900
E	Passenger Focus	4,930	0	4,930
E	Air Trust Travel Fund	-7,123	0	0
E	Directly Operated Railways	3,400	0	3,400
S	Trinity House	44,128	5,307	0
S	Northern Lighthouse Board	22,609	2,425	0
S	Commissioners of Irish Lights	15,521	1,252	0
S	General Lighthouse Fund	10,731	0	0
AA	Commissioners of Irish Lights	-426	0	0
Total		341,150	24,184	260,620

Part III: Note G - Expenditure resting on the sole authority of the Supply and Appropriation Act

The following subheads contain provision sought under the sole authority of Part I of the Estimate and of the confirming Supply and Appropriation Act

Section in Part II: Subhead Detail	Service	£'000
O	Government Office Programme Expenditure	850

Part III: Note K - Contingent Liabilities

Nature of liability	£'000
Statutory liabilities:	
Channel Tunnel Act 1987, s 25, 26 and 29 : potential liabilities in the event of termination of Eurotunnel's concession	Unquantifiable
Marine and Aviation Insurance Act 1952, s 1 : Government war risk reinsurance for British shipowners insuring their vessels with the British Mutual War Risks Associations (Clubs). Under the current agreement with Clubs, the Government provides 95% reinsurance for Queen's Enemy Risks (QER). A contingent liability arises from the continuous QER cover for the hull and machinery value of British flag vessels entered with the Clubs.	Unquantifiable
Land Compensation Act 1973, Part I : Highways Agency: possible obligations in relation to land and property acquisitions	150,000
Railways Act 1993, s 29(5) : Liabilities in direct agreements with rolling stock companies re Environmental Deed of Indemnity	Unquantifiable
Railways Act 1993, Transport Act 2000 and EU Rail Passengers' Rights and Obligations Regs (EC 1371/2007): Contingent liabilities arising from signing of new, replacement and extended passenger rail franchise agreements, and other agreements to encourage railways investment.	Unquantifiable
Railways Act 2005: Network Rail - Long Term Contingent Support Facility	4,000,000
Non-statutory liabilities	
Reinstatement of International Maritime Organisation (IMO) building, and abatement of rent, if IMO building destroyed; and rehousing of IMO during rebuilding	70,000
Possible Highways Agency obligations in relation to engineering and construction services	8,000
Highways Agency third party claims	10,000
North Atlantic Treaty Organisation (NATO) agreement relating to the indemnification of civil aircraft in respect of their use on NATO tasks in times of crises and war	Unquantifiable
Letters of comfort have been issued providing an indemnity in relation to legal action taken against the Judge, Counsel, solicitors and secretaries to the Thames Safety Inquiry (report published in year 2000) and the Victim Identification Inquiry (report published in year 2001) following major transport disasters	Unquantifiable
Network Rail Debt Issuance Programme (DIP) - Financial Indemnity provided for holders of debt raised under NR's DIP against any cash shortfall at NR to meet debt service payments	31,000,000
In 2008 the Secretary of State entered into quantifiable and unquantifiable indemnities under the Crossrail Sponsor's Agreement and the Project Development agreement (between DfT and TfL as joint sponsors and the Project Delivery Agency (Crossrail Limited)	Unquantifiable
International Oil Pollution Compensation Fund Building - obligations under the agreement to fund alternative accommodation in the event of the building becoming partially or completely destroyed	1,000
Other contingent liabilities, including legal claims	35,000

Part III: Note L - International Subscriptions

Section in Part II: Subhead Detail	Body	£'000
K	International Civil Aviation Organisation	3,397
L	International Maritime Organisation	1,543