
**Central Government
Supply Estimates 2008-09
Winter Supplementary Estimates**

November 2008

Central Government Supply Estimates

2008–09

for the year ending 31 March 2009

Winter Supplementary Estimates

Presented by Command of Her Majesty

Ordered by the House of Commons to be printed

25th November 2008

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TREASURY CHAMBERS
25 November 2008

STEPHEN TIMMS

Section 1. Introduction

1. Supply Estimates are the means by which the Government seeks from Parliament sufficient funds and parliamentary authority for the bulk of departmental expenditure each year. A full description of Supply Estimates was included in the Main Estimates (HC 479) presented to Parliament on 21 April 2008.

Supplementary, New and Revised Estimates

2. In the course of the year, the Government may need to ask Parliament for additional resources and/or cash. Accordingly, there are usually three occasions for presenting Supplementary Estimates to the House of Commons: in June (summer), November (winter) and February (spring). Revised Estimates may also be presented in the summer round to replace the corresponding Main Estimates before Parliament formally approves them; Revised Estimates normally reduce the amount sought in the original Estimates or vary the way in which it is spent. New Estimates may also be introduced in the course of the year and are usually presented at the same time as Supplementary Estimates.

Out-of-Turn Supplementary Estimates

3. In addition, Out-of-Turn Supplementary Estimates may be presented at any time during the year when Parliament is sitting. This is only allowed in the most exceptional circumstances, where urgent additional provision is needed at short notice and where this cannot await a normal Estimates round.

Total Estimates to Date

4. For the current year, Main Estimates for each department were presented to Parliament on 21 April 2008, summer Supplementary Estimates were presented on 17 June 2008 and an Out-of-Turn Supplementary Estimate for HM Treasury was presented on 13 October 2008.

5. The winter Supplementary Estimates presented to Parliament in this booklet increase resources by **£7,425,726,000** to **£455,328,397,000** and cash by **£32,112,484,000** to **£504,399,087,000**.

Table 1.1 Total Estimates to date	£ million	
	Resources	Cash
Main Estimates <i>(HC 479, 486, 487,488)</i>	447,903	424,787
Summer Supplementary Estimates <i>(HC 621)</i>	—	5,300
Out-of-Turn Supplementary Estimate <i>(HC 1061)</i>	—	42,200
Winter Supplementary Estimates <i>(Section 2 of this booklet)</i>	7,426	32,112
Total	455,328	504,399

6. There are 31 Supplementary Estimates seeking changes to resources and/or cash and these are shown in **Table 1.3**.

Public Expenditure: Total Managed Expenditure

7. The main aggregate for public expenditure control is Total Managed Expenditure, which includes Departmental Expenditure Limits (DEL), for which firm three year plans were set in the 2007 Comprehensive Spending Review, and Annually Managed Expenditure (AME), which is subject to annual review as part of the Budget process. These definitions are explained in more detail in Chapter 1 of *Public Expenditure: Statistical Analyses 2008 (HC 489)* and in Section 2 of *Central Government Supply Estimates: 2008-09 Supplementary Budgetary Information (Cm 7359)*.

8. Most Supply expenditure is included within either DEL or AME. The main elements of DEL and AME not funded through Supply Estimates are central government expenditure funded directly from other sources (such as the National Insurance Fund), credit approvals issued by central government to local authorities, the resource consumption of devolved administrations and of public corporations and non-departmental public bodies (NDPBs).

9. The net effect of the Estimates within this booklet, and associated non-voted increases, on the main control aggregates is shown in Table 1.2. Of the increase in DEL, £4,726 million will be charged to the DEL Reserve. Of this, £391 million relates to partial take up of the end year flexibility entitlements shown in Table 6 of the *Public Expenditure Outturn White Paper 2007–08 (Cm 7419)*, published in July 2008.

Table 1.2 Expenditure within the main control aggregates		£ million
	Resources	Capital
Change in DEL	4,186	769
Change in Departmental AME	6,935	22,416
Total	11,121	23,185

Departmental Expenditure Limits

10. Individual DELs operate as limits on spending at the departmental level covering both voted and non-voted provision. An explanation of the operation of DELs and the DEL figures, capital and resource, for 2008–09 were set out in Section 2 of *Central Government Supply Estimates 2008–09 – Supplementary Budgetary Information (Cm 7359)*. The presumption is that DELs, once set, will not normally be changed (other than for transfer of provision between DELs, take-up of end year flexibility, etc), even if there are unexpected fluctuations in costs or other determinants of expenditure.

11. Aside from transfers, EYF take-up, etc, decisions to make substantive changes to DELs usually only arise where there has been a policy decision to make a significant change in a particular service. Changes will be announced to Parliament as soon as possible after the decision has been taken. Details of the announcement appear in the Notes to the relevant Estimate and are summarised in **Table 1.4**.

Administration Budgets

12. **Table 1.5** shows the changes to individual departments’ administration budgets agreed since they were published in Table 2.3 of *Cm 7359*.

Provisional outturn for the first half of 2008-09

13. **Table 1.6** gives provisional estimated outturn for resource Supply expenditure in the first six months of the financial year of 2008-09 on all Estimates.

14. Estimated expenditure is compared with forecasts of expenditure in the first six months prepared by departments earlier in the financial year. Expenditure is currently estimated to be 1 per cent below that forecast for the first half-year.

- Parliamentary Procedure** 15. Supplementary Estimates seek funds for expenditure in addition to that sought in previous Supply Estimates for the same financial year. They may be presented to:
- (a) seek authority, and additional resources and/or cash as necessary, for any new services;
 - (b) increase the provision for existing services;
 - (c) increase net resources if a shortfall is expected in income appropriated in aid; or
 - (d) increase appropriations in aid.

16. The House of Commons has an opportunity to debate and vote on Supplementary and, where applicable, New and Revised Estimates, following detailed examination by departmental Select Committees. This process is described more fully in Section 3 of *HC 479*.

- Format of Supplementary Estimates** 17. Each Supplementary Estimate begins with an introduction that explains why changes to existing provision are being sought. The format and organisation of Estimates is explained more fully in Section 2 of *HC 479*.

18. Part I of each Supplementary Estimate states, as necessary, the movements in amounts of resources and cash sought for the financial year. It also reproduces the “ambit”, which is a formal description of all the services (not just any new services) to be financed from the Estimate.

19. Part II of the Supplementary contains three tables. The first table identifies the Sections within each Request for Resources where changes are being proposed and also shows movements in capital and cash. This is followed by a reproduction of the original Main Estimate Part II table showing the revised subhead detail including the additional provision sought for each subhead (including unchanged subheads) as a result of the Supplementary. The third table provides a reconciliation between the net resource total and the net cash requirement.

20. Part III of the Estimate shows, as necessary, any changes to the income and/or receipts that are not appropriated in aid of expenditure but are paid into the Consolidated Fund.

21. Each Supplementary Estimate is supported by a Forecast Operating Cost Statement and Notes broadly analogous to those appended to the Main Estimates, either restated or updated. Individual select committees may of course request additional department-specific explanatory information to supplement this material.

- Appropriations in Aid** 22. A Treasury Minute under the Government Resources and Accounts Act 2000 has today been laid before Parliament directing the use as appropriations in aid of such sums shown in the Estimates as would otherwise have been required to be surrendered to the Consolidated Fund. The source of all types of income to be appropriated in aid is shown in the form of a Note to each Estimate.

Symbols 23. For convenience the symbols used throughout departmental Estimates are reproduced below.

Public Expenditure:

- Φ Income which is classified as negative expenditure in Resource Budget: DEL or Capital Budget: DEL in respect of income from capital receipts including asset sales and which is, exceptionally, surrendered to the Consolidated Fund as extra receipts rather than taken on to the Estimate as appropriations in aid.
- △ Income which is classified as negative expenditure in Resource Budget: AME or Capital Budget: AME and which is, exceptionally, surrendered direct to the Consolidated Fund as extra receipts rather than taken on to the Estimate as appropriations in aid.
- Extra income which is classified as outside of budgets and is surrendered direct to the Consolidated Fund as extra receipts.

Accounting and audit arrangements for grants in aid and certain subscriptions, etc, to international organisations:

- ♥ The accounts of this body are audited by the Comptroller and Auditor General and presented to Parliament.
- ◆ The accounts of this body are audited by auditors appointed by the Secretary of State (or Ministers) and presented to Parliament. The books and accounts are also open to inspection by the Comptroller and Auditor General.
- ♠ The accounts of this body are audited by auditors appointed by the Secretary of State (or Ministers) and presented to Parliament.

Appendix

Table 1.3 Supplementary Estimates by department

	£'000		
	Present Net Provision	Increase Proposed	New Net Provision
Department for Children, Schools and Families			
RfR 1: To help build a competitive economy and inclusive society by: creating opportunities for everyone to develop their learning; releasing potential in people to make the most of themselves; and achieving excellence in standards of education and levels of skills	49,807,148	109,678	49,916,826
RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare	1,587,887	2,050	1,589,937
Net resource requirement‡	51,395,035	111,728	51,506,763
Net cash requirement	51,448,517	111,728	51,560,245
Teachers' Pension Scheme (England & Wales)			
RfR 1: Teachers' pensions	11,137,785	-	11,137,785
Net resource requirement‡	11,137,785	-	11,137,785
Net cash requirement	1,768,189	15,461	1,783,650
Office for Standards in Education, Children's Services and Skills			
RfR 1: Serving the interests of children and young people, parents, adult learners, employers and the wider community in England by promoting improvement in the quality of education, skills and young people's care through independent inspection, regulation and reporting	171,699	8,536	180,235
Net resource requirement‡	171,699	8,536	180,235
Net cash requirement	178,930	8,536	187,466
Food Standards Agency			
RfR 1: Protecting and promoting public health in relation to food	137,088	1	137,089
Net resource requirement‡	137,088	1	137,089
Net cash requirement	135,680	8,001	143,681
Department for Transport			
RfR 1: Transport that works for everyone	15,149,773	64,000	15,213,773
Net resource requirement‡	15,149,773	64,000	15,213,773
Net cash requirement	12,275,144	286,013	12,561,157
Department for Innovation, Universities and Skills			
RfR 1: To help build a competitive economy by: creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.	14,693,465	63,926	14,757,391
RfR 2: Increasing Scientific excellence in the UK and maximising its contribution to society.	3,802,181	1,134	3,803,315
Net resource requirement‡	18,495,646	65,060	18,560,706
Net cash requirement	21,003,978	63,560	21,067,538
Department for Communities and Local Government			
RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions	11,171,462	284,568	11,456,030
RfR 2: Providing for effective devolved decision making within a national framework	25,171,097	320,825	25,491,922
Net resource requirement‡	36,342,559	605,393	36,947,952
Net cash requirement	36,364,731	1,342,375	37,707,106
Home Office			
RfR 1: Working together to protect the public	10,122,109	1	10,122,110
Net resource requirement‡	10,122,109	1	10,122,110
Net cash requirement	10,303,129	1	10,303,130
Charity Commission			
RfR 1: Giving the public confidence in the integrity of charity	30,971	1	30,972
Net resource requirement‡	30,971	1	30,972
Net cash requirement	30,521	1	30,522

Table 1.3 Supplementary Estimates by department

	£'000		
	Present Net Provision	Increase Proposed	New Net Provision
Ministry of Justice			
RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all	9,049,089	552,524	9,601,613
RfR 2: Overseeing the effective operation of the devolution settlement in Scotland and representing the interests of Scotland within the UK Government	24,704,413	55,946	24,760,359
RfR 3: To support the Secretary of State in discharging his role of representing Wales in the UK Government, representing the UK Government in Wales and ensuring the smooth working of the devolution settlement in Wales	12,176,475	235	12,176,710
Net resource requirement‡	45,929,977	608,705	46,538,682
Net cash requirement	45,831,356	484,071	46,315,427
Northern Ireland Court Service			
RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland	125,513	1	125,514
Net resource requirement‡	125,513	1	125,514
Net cash requirement	117,562	1,201	118,763
Crown Prosecution Service			
RfR 1: Increasing public confidence in the criminal justice system through fair, firm and effective prosecutions	629,798	14,120	643,918
Net resource requirement‡	629,798	14,120	643,918
Net cash requirement	628,295	14,120	642,415
Serious Fraud Office			
RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law	39,049	3,187	42,236
Net resource requirement‡	39,049	3,187	42,236
Net cash requirement	40,890	3,060	43,950
Ministry of Defence			
RfR 1: Provision of defence capability	33,421,295	989,692	34,410,987
RfR 2: Operations and Peace-Keeping	89,566	2,636,430	2,725,996
RfR 3: War Pensions and Allowances, etc	1,015,090	-	1,015,090
Net resource requirement‡	34,525,951	3,626,122	38,152,073
Net cash requirement	32,536,048	3,389,122	35,925,170
Armed Forces retired pay, pensions etc			
RfR 1: Armed Forces retired pay, pensions etc	5,869,365	1	5,869,366
Net resource requirement‡	5,869,365	1	5,869,366
Net cash requirement	1,812,960	30,000	1,842,960
Foreign and Commonwealth Office			
RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community	1,689,093	27,196	1,716,289
RfR 2: Conflict prevention	235,606	144,162	379,768
Net resource requirement‡	1,924,699	171,358	2,096,057
Net cash requirement	1,876,705	166,848	2,043,553
Department for Business, Enterprise and Regulatory Reform			
RfR 1: To help ensure business success in an increasingly competitive world	3,389,422	1	3,389,423
Net resource requirement‡	3,389,422	1	3,389,423
Net cash requirement	3,905,188	569,003	4,474,191
UK Atomic Energy Authority pension schemes			
RfR 1: Effective management of UKAEA pension schemes	267,343	1	267,344
Net resource requirement‡	267,343	1	267,344
Net cash requirement	112,000	28,996	140,996
Office of Fair Trading			
RfR 1: Advancing and safeguarding the economic interests of UK consumers	67,702	1	67,703
Net resource requirement‡	67,702	1	67,703

Table 1.3 Supplementary Estimates by department

	£'000		
	Present Net Provision	Increase Proposed	New Net Provision
Net cash requirement	66,393	6,520	72,913
Office of Gas and Electricity Markets			
RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes.	701	1	702
Net resource requirement‡	701	1	702
Net cash requirement	1,556	2,001	3,557
Postal Services Commission			
RfR 1: Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition	1	1	2
Net resource requirement‡	1	1	2
Net cash requirement	1	1,831	1,832
Department for Environment, Food and Rural Affairs			
RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well-being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible	5,525,539	1,052	5,526,591
RfR 2: Direction of the delivery of the Government's Strategy for Trees, Woods and Forests in England and taking the lead in development and promotion of sustainable forest management across Great Britain	71,648	-	71,648
Net resource requirement‡	5,597,187	1,052	5,598,239
Net cash requirement	5,548,867	753	5,549,620
Department for Work and Pensions			
RfR 1: Ensuring the best start for all children and ending child poverty in 20 years	430,520	-	430,520
RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need	38,636,774	1,664,857	40,301,631
RfR 3: Combat poverty and promote security and independence in retirement for today's and tomorrow's pensioners	11,457,479	224,552	11,682,031
RfR 4: Improve the rights and opportunities for disabled people in a fair and inclusive society	17,113,572	567	17,114,139
RfR 5: Corporate contracts and support services	763,985	59,895	823,880
Net resource requirement‡	68,402,330	1,949,871	70,352,201
Net cash requirement	68,626,283	1,941,015	70,567,298
Northern Ireland Office			
RfR 1: Playing a full part in implementing the Good Friday Agreement and representing the interests of Northern Ireland in the UK Government; supporting and developing an efficient, effective and responsive Criminal Justice System; upholding and sustaining the rule of law and preventing crime; maintaining a secure and humane prison service and reducing the risks of re-offending	1,206,634	63,912	1,270,546
RfR 2: Providing appropriate funding to the Northern Ireland Consolidated Fund for the delivery of transferred public services as defined by the Northern Ireland Act 1998 and the Northern Ireland Act 2000.	10,278,001	-	10,278,001
Net resource requirement‡	11,484,635	63,912	11,548,547
Net cash requirement	11,502,899	43,912	11,546,811
HM Treasury			
RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all	236,132	5,078	241,210
RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage	53,050	-	53,050
RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis	25,758	2,670	28,428
Net resource requirement‡	314,940	7,748	322,688
Net cash requirement	61,720,714	23,413,267	85,133,981

Table 1.3 Supplementary Estimates by department

	£'000		
	Present Net Provision	Increase Proposed	New Net Provision
HM Revenue and Customs			
RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements	4,075,046	107,499	4,182,545
RfR 2: Growing a contribution to the good management of property where the public interest is involved	1	1	2
RfR 3: Providing payments in lieu of tax relief to certain bodies	144,000	-	144,000
RfR 4: Making payments of rates to Local Authorities on behalf of certain bodies	31,900	-	31,900
RfR 5: Payments of Child Benefit, Health in Pregnancy Grant and Child Trust Fund endowments	11,240,000	-	11,240,000
Net resource requirement‡	15,490,947	107,500	15,598,447
Net cash requirement	15,434,277	134,999	15,569,276
National Savings and Investments			
RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future	161,153	5,146	166,299
Net resource requirement‡	161,153	5,146	166,299
Net cash requirement	158,634	6,096	164,730
The Statistics Board			
RfR 1: To promote and safeguard the production and publication of official statistics that serve the public good	210,060	805	210,865
Net resource requirement‡	210,060	805	210,865
Net cash requirement	210,560	805	211,365
Cabinet Office			
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives	380,015	1	380,016
Net resource requirement‡	380,015	1	380,016
Net cash requirement	342,483	-202	342,281
Security and Intelligence Agencies			
RfR 1: Protecting and promoting the national security and economic well being of the UK	1,714,400	7,362	1,721,762
Net resource requirement‡	1,714,400	7,362	1,721,762
Net cash requirement	1,729,786	34,760	1,764,546
Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England			
RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England	24,026	4,110	28,136
Net resource requirement‡	24,026	4,110	28,136
Net cash requirement	24,126	4,630	28,756
Total net resource requirement ‡ (Supply Estimates presented by HM Treasury)		7,425,726	
Total net cash requirement (Supply Estimates presented by HM Treasury)		32,112,484	
Total net resource requirement ‡ (Supply Estimates presented elsewhere)		-	
Total net cash requirement (Supply Estimates presented elsewhere)		-	
Grand total net resource requirement‡		7,425,726	
Grand total net cash requirement		32,112,484	

‡ Total resources net of operating appropriations in aid

Table 1.4 Departmental Expenditure Limits for 2008-09

Department/Group	Resources				Capital			
	DEL change	New DEL	<i>of which</i> Voted	<i>Non voted</i>	DEL change	New DEL	<i>of which</i> Voted	<i>Non voted</i>
Department for Children, Schools and Families (1)	-14,276	46,894,971	45,647,826	1,247,145	-	6,008,572	4,889,987	1,118,585
Department of Health (2)	-4,509	93,992,008	94,581,054	-589,046	-120	4,711,143	1,933,842	2,777,301
Department for Transport	627	6,356,137	5,930,504	425,633	-9,962	7,283,229	6,133,418	1,149,811
Office of Rail Regulation	-	2	2	-	-	750	750	-
Department for Innovation, Universities and Skills	19,260	16,397,771	-4,050,840	20,448,611	100	1,989,968	-161,169	2,151,137
Department for Communities and Local Government: Main	48,839	4,375,499	4,026,629	348,870	200,000	7,175,000	2,481,474	4,693,526
Department for Communities and Local Government: Local Government	996	24,706,419	24,603,310	103,109	81,000	168,100	167,082	1,018
Home Office	-64,415	9,001,499	8,206,796	794,703	-	854,000	576,187	277,813
Charity Commission	1	30,972	30,972	-	-	700	700	-
Ministry of Justice (3)	123,063	9,430,886	5,725,471	3,705,415	212,240	903,340	863,740	39,600
Law Officers Departments (4)	11,307	736,806	736,523	283	173	13,003	13,003	-
Ministry of Defence	3,650,177	37,273,498	37,127,302	146,196	113,000	7,983,896	7,983,045	851
Foreign and Commonwealth Office	149,848	1,979,547	1,976,547	3,000	-	206,060	206,060	-
Department for International Development	-1,377	4,867,451	4,010,309	857,142	-	891,000	881,000	10,000
Department for Business, Enterprise and Regulatory Reform	5,843	2,156,894	-497,986	2,654,880	-17,000	1,211,019	-763,999	1,975,018
UK Trade & Investment	-	91,505	91,505	-	-	248	248	-
Export Credits Guarantee Department	-	41,911	41,911	-	-	542	542	-
Office of Fair Trading	1	67,703	67,703	-	-	1,364	1,364	-
Office of Gas and Electricity Markets	1	702	702	-	-	950	950	-
Postal Services Commission	1	2	2	-	-	150	150	-
Department for the Environment, Food and Rural Affairs	-16,237	2,920,207	4,075,484	-1,155,277	16,790	1,016,871	665,682	351,189
Water Services Regulation Authority	-	1	1	-	-	300	300	-
Department of Culture, Media and Sport	-	1,620,456	107,079	1,513,377	-	1,044,753	-430,742	1,475,495
Department for Work and Pensions	1,252	7,889,639	6,381,492	1,508,147	3,210	78,539	78,113	426
Government Equalities Office	-	77,166	14,005	63,161	-	7,000	-	7,000
Scottish Executive	198,793	24,620,860	-	24,620,860	130,981	3,278,344	-	3,278,344
Welsh Assembly Government	-14,859	12,971,919	-	12,971,919	-	1,568,227	-	1,568,227
Northern Ireland Office	31,542	1,238,364	335,397	902,967	-	71,903	28,137	43,766
Northern Ireland Executive	-	8,077,315	-	8,077,315	-	993,930	-	993,930
HM Treasury	1,318	221,551	194,646	26,905	-	7,021	4,800	2,221
HM Revenue & Customs	63,838	4,430,283	4,082,544	347,739	27,500	288,514	284,866	3,648
National Savings and Investments	152	166,299	166,299	-	950	1,438	1,438	-
The Statistics Board	805	216,865	210,865	6,000	-	21,000	21,000	-
Government Actuary's Department	-	557	557	-	-	222	222	-
Cabinet Office	-3,647	342,865	305,389	37,476	-	49,591	48,541	1,050
Security and Intelligence Agencies	-6,738	1,715,762	1,715,262	500	10,000	319,685	319,685	-
National School of Government	-	405	405	-	-	1,070	1,070	-
Office of the Parliamentary Commissioner and Health Service Commissioners	4,110	28,323	28,136	187	520	2,120	2,120	-
House of Lords	-	110,018	110,018	-	-	9,825	9,825	-
House of Commons, Members	-	176,800	176,800	-	-	100	100	-
House of Commons: administration	-	224,300	224,300	-	-	12,000	12,000	-

Table 1.4 Departmental Expenditure Limits for 2008-09

Department/Group	Resources					Capital			
	DEL change	New DEL	of which		DEL change	New DEL	of which		
			Voted	Non voted			Voted	Non voted	
National Audit Office	-	107,892	107,700	192	-	15,740	15,740		
Electoral Commission	-	25,185	25,185	-	-	675	675		-
Total	4,185,716	325,585,215	246,517,806	79,067,409	769,382	48,191,902	26,271,946	21,919,956	

(1) Includes Sure Start and the Office for Standards in Education, Children's Services and Skills

(2) Includes Food Standards Agency

(3) Includes Ministry of Justice, Northern Ireland Court Service, The National Archives, Scotland Office and Wales Office.

(4) Includes Crown Prosecution Service, Serious Fraud Office, HM Procurator General and Treasury Solicitor, Revenue and Customs Prosecutions Office

(4) Includes Crown Prosecution Service, Serious Fraud Office, HM Procurator General and Treasury Solicitor, Revenue and Customs Prosecutions Office

(5) Includes Central Office of Information.

Table 1.5 Central Government Departments: Changes in 2008-09 Administration Budgets

	£'000		
	Present Administration Budget	Change in Administration Budget	Revised Administration Budget
Department for Children, Schools and Families	189,900	-2,364	187,536
Office for Standards in Education, Children's Services and Skills	28,236	485	28,721
Department of Health	219,163	-	219,163
Food Standards Agency	50,439	1	50,440
Department for Transport	281,622	304	281,926
Office of Rail Regulation	2	-	2
Department for Innovation, Universities and Skills	70,000	1,733	71,733
Department for Communities and Local Government	280,261	9,428	289,689
Home Office	429,049	-29,760	399,289
Charity Commission	30,971	1	30,972
Ministry of Justice	437,300	24,541	461,841
Northern Ireland Court Service	2,493	-3,000	-507
Crown Prosecution Service	56,027	-	56,027
HM Procurator General and Treasury Solicitor	13,972	-	13,972
Ministry of Defence	2,294,141	64,108	2,358,249
Foreign and Commonwealth Office	430,569	-34	430,535
Department for International Development	163,000	-45	162,955
Department for Business, Enterprise and Regulatory Reform	332,173	358	332,531
Export Credits Guarantee Department	41,911	-	41,911
Office of Fair Trading	65,741	1	65,742
Office of Gas and Electricity Markets	701	1	702
Postal Services Commission	1	1	2
Department for Environment, Food and Rural Affairs	356,000	463	356,463
Water Services Regulation Authority	1	-	1
Department for Culture, Media and Sport	49,258	-	49,258
Department for Work and Pensions	5,692,537	1,292	5,693,829
Government Equalities Office	4,085	-	4,085
Northern Ireland Office	77,139	146	77,285
HM Treasury	168,202	1,223	169,425
HM Revenue and Customs	4,265,924	63,878	4,329,802
National Savings and Investments	166,147	152	166,299
Government Actuary's Department	557	-	557
Cabinet Office	214,882	-11,632	203,250
Security and Intelligence Agencies	87,000	-1	86,999
National School of Government	405	-	405
Total	16,499,809	121,280	16,621,089

Table 1.6 Six months' provisional outturn by request for resources, 2008-09

	Total Main Estimate Resource Provision	Expenditure in first six months		
		Forecast	Provisional Outturn	Per cent forecast
£'000				
Department for Children, Schools and Families				
RfR 1: To help build a competitive economy and inclusive society by: creating opportunities for everyone to develop their learning; releasing potential in people to make the most of themselves; and achieving excellence in standards of education and levels of skills	49,807,148	25,469,216	26,650,585	104.64%
RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare	1,587,887	843,432	786,118	93.20%
Net resource requirement‡	51,395,035	26,312,648	27,436,703	104.27%
Teachers' Pension Scheme (England & Wales)				
RfR 1: Teachers' pensions	11,137,785	5,547,744	5,437,575	98.01%
Net resource requirement‡	11,137,785	5,547,744	5,437,575	98.01%
Office for Standards in Education, Children's Services and Skills				
RfR 1: Serving the interests of children and young people, parents, adult learners, employers and the wider community in England by promoting improvement in the quality of education, skills and young people's care through independent inspection, regulation and reporting	171,699	88,906	92,472	104.01%
Net resource requirement‡	171,699	88,906	92,472	104.01%
Department of Health				
RfR 1: Securing health care for those who need it.	72,426,666	35,904,617	32,896,564	91.62%
RfR 2: Securing social care and child protection for those who need it and, at national level, protecting, promoting and improving the nation's health	3,092,591	1,553,292	1,262,082	81.25%
RfR 3: Office of the Independent Regulator for NHS Foundation Trusts	15,674	7,836	8,068	102.96%
Net resource requirement‡	75,534,931	37,465,745	34,166,714	91.19%
National Health Service Pension Scheme				
RfR 1: National Health Service Pension Scheme	14,071,096	7,035,546	6,754,460	96.00%
Net resource requirement‡	14,071,096	7,035,546	6,754,460	96.00%
Food Standards Agency				
RfR 1: Protecting and promoting public health in relation to food	137,088	66,264	61,859	93.35%
Net resource requirement‡	137,088	66,264	61,859	93.35%
Department for Transport				
RfR 1: Transport that works for everyone	15,149,773	7,644,534	7,458,123	97.56%
Net resource requirement‡	15,149,773	7,644,534	7,458,123	97.56%
Office of Rail Regulation				
RfR 1: To create a better railway for passengers and freight, and better value for public funding authorities through independent, fair and effective regulation	2	N/A	N/A	N/A
Net resource requirement‡	2	N/A	N/A	N/A
Department for Innovation, Universities and Skills				
RfR 1: To help build a competitive economy by: creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.	14,693,465	7,577,891	10,042,989	132.53%
RfR 2: Increasing Scientific excellence in the UK and maximising its contribution to society.	3,802,181	1,681,598	1,843,341	109.62%
Net resource requirement‡	18,495,646	9,259,489	11,886,330	128.26%

Table 1.6 Six months' provisional outturn by request for resources, 2008-09

	Total Main Estimate Resource Provision	Expenditure in first six months		
		Forecast	Provisional Outturn	Per cent forecast
£'000				
Department for Communities and Local Government				
RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions	11,171,462	5,021,127	4,735,597	94.31%
RfR 2: Providing for effective devolved decision making within a national framework	25,171,097	14,118,289	13,889,704	98.38%
Net resource requirement‡	36,342,559	19,139,416	18,625,301	97.31%
Home Office				
RfR 1: Working together to protect the public	10,122,109	5,335,691	5,316,388	99.64%
Net resource requirement‡	10,122,109	5,335,691	5,316,388	99.64%
Charity Commission				
RfR 1: Giving the public confidence in the integrity of charity	30,971	15,486	14,462	93.39%
Net resource requirement‡	30,971	15,486	14,462	93.39%
Ministry of Justice				
RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all	9,049,089	4,524,570	4,429,462	97.90%
RfR 2: Overseeing the effective operation of the devolution settlement in Scotland and representing the interests of Scotland within the UK Government	24,704,413	12,352,200	12,352,200	100.00%
RfR 3: To support the Secretary of State in discharging his role of representing Wales in the UK Government, representing the UK Government in Wales and ensuring the smooth working of the devolution settlement in Wales	12,176,475	6,088,236	6,086,292	99.97%
Net resource requirement‡	45,929,977	22,965,006	22,867,954	99.58%
Ministry of Justice: Judicial Pensions Scheme				
RfR 1: Judicial Pensions Scheme	62,949	31,476	31,476	100.00%
Net resource requirement‡	62,949	31,476	31,476	100.00%
Northern Ireland Court Service				
RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland	125,513	62,571	92,202	147.36%
Net resource requirement‡	125,513	62,571	92,202	147.36%
The National Archives				
RfR 1: Promoting the study of the past in order to inform the present and the future by selecting, preserving and making publicly available public records of historical value and by encouraging high standards of care and public access for archives of historical value outside the public records and leading on UK information management re-use policy, spreading best practice, setting standards and ensuring compliance across the public sector and managing Crown and Parliamentary copyright and delivering cost effective publishing services and advice across government	46,600	23,284	23,284	100.00%
Net resource requirement‡	46,600	23,284	23,284	100.00%
Crown Prosecution Service				
RfR 1: Increasing public confidence in the criminal justice system through fair, firm and effective prosecutions	629,798	309,880	287,335	92.72%
Net resource requirement‡	629,798	309,880	287,335	92.72%
Serious Fraud Office				
RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law	39,049	17,666	15,802	89.45%
Net resource requirement‡	39,049	17,666	15,802	89.45%

Table 1.6 Six months' provisional outturn by request for resources, 2008-09

	Total Main Estimate Resource Provision	Expenditure in first six months		
		Forecast	Provisional Outturn	Per cent forecast
£'000				
HM Procurator General and Treasury Solicitor				
RfR 1: Providing comprehensive and competitive legal services to government departments and publicly funded bodies	13,972	6,881	7,107	103.28%
Net resource requirement‡	13,972	6,881	7,107	103.28%
Revenue and Customs Prosecutions Office				
RfR 1: The effective and efficient prosecution of cases in accordance with the Code for Crown Prosecutors	36,397	17,784	17,640	99.19%
Net resource requirement‡	36,397	17,784	17,640	99.19%
Ministry of Defence				
RfR 1: Provision of defence capability	33,421,295	16,710,660	16,325,449	97.69%
RfR 2: Operations and Peace-Keeping	89,566	1,069,427	1,127,305	105.41%
RfR 3: War Pensions and Allowances, etc	1,015,090	507,546	426,373	84.01%
Net resource requirement‡	34,525,951	18,287,633	17,879,127	97.77%
Armed Forces retired pay, pensions etc				
RfR 1: Armed Forces retired pay, pensions etc	5,869,365	2,940,472	2,789,052	94.85%
Net resource requirement‡	5,869,365	2,940,472	2,789,052	94.85%
Foreign and Commonwealth Office				
RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community	1,689,093	710,748	747,915	105.23%
RfR 2: Conflict prevention	235,606	126,694	213,723	168.69%
Net resource requirement‡	1,924,699	837,442	961,638	114.83%
Department for International Development				
RfR 1: Eliminating poverty in poorer countries	5,133,072	2,241,092	1,960,768	87.49%
RfR 2: Conflict prevention	39,207	14,106	11,322	80.26%
Net resource requirement‡	5,172,279	2,255,198	1,972,090	87.45%
Department for International Development: Overseas Superannuation				
RfR 1: Overseas superannuation	66,048	33,024	33,020	99.99%
Net resource requirement‡	66,048	33,024	33,020	99.99%
Department for Business, Enterprise and Regulatory Reform				
RfR 1: To help ensure business success in an increasingly competitive world	3,389,422	1,349,255	1,265,038	93.76%
Net resource requirement‡	3,389,422	1,349,255	1,265,038	93.64%
UK Trade & Investment				
RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment	91,526	39,977	34,674	86.73%
Net resource requirement‡	91,526	39,977	34,674	86.73%
UK Atomic Energy Authority pension schemes				
RfR 1: Effective management of UKAEA pension schemes	267,343	114,444	114,444	100.00%
Net resource requirement‡	267,343	114,444	114,444	100.00%
Export Credits Guarantee Department				
RfR 1: To provide export finance assistance through interest support to benefit the UK economy by facilitating exports	42,904	N/A	N/A	N/A
RfR 2: To provide export credit guarantees and investment insurance to benefit the UK economy by facilitating exports	1	N/A	N/A	N/A
Net resource requirement‡	42,905	N/A	N/A	N/A

Table 1.6 Six months' provisional outturn by request for resources, 2008-09

		£'000		
	Total Main Estimate Resource Provision	Expenditure in first six months		
		Forecast	Provisional Outturn	Per cent forecast
Office of Fair Trading				
RfR 1: Advancing and safeguarding the economic interests of UK consumers	67,702	33,840	33,171	98.02%
Net resource requirement‡	67,702	33,840	33,171	98.02%
Office of Gas and Electricity Markets				
RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes.	701	350	344	98.29%
Net resource requirement‡	701	350	344	98.29%
Postal Services Commission				
RfR 1: Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition	1	N/A	N/A	N/A
Net resource requirement‡	1	N/A	N/A	N/A
Department for Environment, Food and Rural Affairs				
RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well-being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible	5,525,539	2,798,504	2,005,902	71.68%
RfR 2: Direction of the delivery of the Government's Strategy for Trees, Woods and Forests in England and taking the lead in development and promotion of sustainable forest management across Great Britain	71,648	33,027	39,476	119.53%
Net resource requirement‡	5,597,187	2,831,531	2,045,378	72.24%
Water Services Regulation Authority				
RfR 1: Regulation of the Water Industry	48	N/A	N/A	N/A
Net resource requirement‡	48	N/A	N/A	N/A
Department for Culture, Media and Sport				
RfR 1: Improving the quality of life through cultural and sporting activities	2,303,030	1,396,915	1,090,971	78.10%
RfR 2: Broadening access to a rich and varied cultural and sporting life through broadcasting and other services and activities	2,971,400	1,602,842	1,605,652	100.18%
Net resource requirement‡	5,274,430	2,999,757	2,696,623	89.89%
Department for Work and Pensions				
RfR 1: Ensuring the best start for all children and ending child poverty in 20 years	430,520	238,123	277,838	116.68%
RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need	38,636,774	19,545,743	19,966,035	102.15%
RfR 3: Combat poverty and promote security and independence in retirement for today's and tomorrow's pensioners	11,457,479	4,137,037	4,425,414	106.97%
RfR 4: Improve the rights and opportunities for disabled people in a fair and inclusive society	17,113,572	8,621,634	8,527,831	98.91%
RfR 5: Corporate contracts and support services	763,985	770,005	499,668	64.89%
Net resource requirement‡	68,402,330	33,312,542	33,696,786	101.15%
Government Equalities Office				
RfR 1: Promoting a fair and equal society where everyone has the opportunity to prosper and reach their full potential.	85,005	35,697	39,553	110.80%
Net resource requirement‡	85,005	35,697	39,553	110.80%

Table 1.6 Six months' provisional outturn by request for resources, 2008-09

	Total Main Estimate Resource Provision	Expenditure in first six months		
		Forecast	Provisional Outturn	Per cent forecast
£'000				
Northern Ireland Office				
RfR 1: Playing a full part in implementing the Good Friday Agreement and representing the interests of Northern Ireland in the UK Government; supporting and developing an efficient, effective and responsive Criminal Justice System; upholding and sustaining the rule of law and preventing crime; maintaining a secure and humane prison service and reducing the risks of re-offending	1,206,634	428,431	576,726	134.61%
RfR 2: Providing appropriate funding to the Northern Ireland Consolidated Fund for the delivery of transferred public services as defined by the Northern Ireland Act 1998 and the Northern Ireland Act 2000.	10,278,001	5,045,442	5,236,436	103.79%
Net resource requirement‡	11,484,635	5,473,873	5,813,162	106.20%
HM Treasury				
RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all	236,130	105,348	117,502	111.54%
RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage	53,050	26,662	23,477	88.05%
RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis	25,758	11,419	10,775	94.36%
Net resource requirement‡	314,938	143,429	151,754	105.80%
HM Revenue and Customs				
RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements	4,075,046	2,111,748	2,023,327	95.81%
RfR 2: Growing a contribution to the good management of property where the public interest is involved	1	N/A	N/A	N/A
RfR 3: Providing payments in lieu of tax relief to certain bodies	144,000	61,605	40,735	66.12%
RfR 4: Making payments of rates to Local Authorities on behalf of certain bodies	31,900	15,010	11,892	79.23%
RfR 5: Payments of Child Benefit, Health in Pregnancy Grant and Child Trust Fund endowments	11,240,000	5,604,555	5,642,725	100.68%
Net resource requirement‡	15,490,947	7,792,918	7,718,679	99.05%
National Savings and Investments				
RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future	161,153	84,519	79,802	94.42%
Net resource requirement‡	161,153	84,519	79,802	94.42%
The Statistics Board				
RfR 1: To promote and safeguard the production and publication of official statistics that serve the public good	210,060	88,996	88,511	99.46%
Net resource requirement‡	210,060	88,996	88,511	99.46%
Government Actuary's Department				
RfR 1: Providing an actuarial consultancy service	603	302	302	100.00%
Net resource requirement‡	603	302	302	100.00%
Crown Estate Office				
RfR 1: To maintain and enhance the value of The Crown Estate and the return obtained from it	2,365	1,166	1,154	98.97%
Net resource requirement‡	2,365	1,166	1,154	98.97%
Cabinet Office				
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives	380,015	179,293	179,648	100.20%
Net resource requirement‡	380,015	179,293	179,648	100.20%

Table 1.6 Six months' provisional outturn by request for resources, 2008-09

	Total Main Estimate Resource Provision	Expenditure in first six months		
		Forecast	Provisional Outturn	Per cent forecast
£'000				
Security and Intelligence Agencies				
RfR 1: Protecting and promoting the national security and economic well being of the UK	1,714,400	758,704	727,009	95.82%
Net resource requirement‡	1,714,400	758,704	727,009	95.82%
Cabinet Office: Civil superannuation				
RfR 1: Civil superannuation	7,204,000	3,825,536	3,803,021	99.41%
Net resource requirement‡	7,204,000	3,825,536	3,803,021	99.41%
National School of Government				
RfR 1: To provide a centre of excellence for learning and development in support of the strategic business priorities of Government	405	202	202	100.00%
Net resource requirement‡	405	202	202	100.00%
Central Office of Information				
RfR 1: Achieving maximum communication effectiveness with best value for money	708	360	360	100.00%
Net resource requirement‡	708	360	360	100.00%
Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England				
RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England	24,026	11,796	11,734	99.47%
Net resource requirement‡	24,026	11,796	11,734	99.47%
House of Lords				
RfR 1: Members' expenses and administration, etc.	110,838	55,416	55,416	100.00%
Net resource requirement‡	110,838	55,416	55,416	100.00%
House of Commons: Members				
RfR 1: Members' salaries, allowances and other costs	176,800	88,398	88,398	100.00%
Net resource requirement‡	176,800	88,398	88,398	100.00%
House of Commons: Administration				
RfR 1: House of Commons: Administrative expenditure	239,989	125,928	125,928	100.00%
RfR 2: Grants to Other Bodies	4,011	-	-	100.00%
Net resource requirement‡	244,000	125,928	125,928	100.00%
National Audit Office				
RfR 1: Providing independent assurance to Parliament and other organisations on the management of public resources	107,700	53,850	53,850	100.00%
Net resource requirement‡	107,700	53,850	53,850	100.00%
Electoral Commission				
RfR 1: The Electoral Commission	25,185	25,194	25,194	100.00%
Net resource requirement‡	25,185	25,194	25,194	100.00%
Grand total net resource requirement‡	447,902,669	225,127,059	223,078,249	99.09%

‡ Total resources net of operating appropriations in aid

Section 2. Supplementary Estimates

Department for Children, Schools and Families

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: To help build a competitive economy and inclusive society by: creating opportunities for everyone to develop their learning; releasing potential in people to make the most of themselves; and achieving excellence in standards of education and levels of skills			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
<u>Take up of Departmental Unallocated Provision</u>			
	Draw down of near-cash programme costs DUP to increase other resource and current grants provision for:		
F	Current Grants to Local Authorities to Support Schools and Teachers	55,601,000	
O	Current Grants to Local Authorities to Support Youth Programmes	10,369,000	
	Draw down of Capital DUP to increase provision for:		
	Capital Grants		
A	Activities to Support all Functions	2,000,000	
B	Schools and Teachers	30,000,000	
I	Capital Grants to Local Authorities to Support Children and Families	28,019,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
A	Increase in administration costs - transfer from Cabinet Office for the Parliamentary Counsel's Office	411,000	
A	Reduction in programme costs to fund transfer to Cabinet Office for ISMCC Funding		-40,000
A	Reduction in administration costs to fund transfer to HM Treasury in respect of the Centre of Expertise in Sustainable Procurement		-45,000
A	Reduction in administration costs to fund transfer to the Department for Work and Pensions in respect of Caxton House lease settlement		-4,000,000
A	Reduction in programme costs to fund transfer to the Home Office in respect of Anti-social behaviour and Crime Prevention		-432,000
A	Reduction in programme costs to fund transfer to the Department for Work and Pensions in respect of Government Connect Programme		-2,000,000
C	Reduction in programme costs to fund transfer to Ministry of Justice in respect of Implementation of the Children and Adoption Act		-1,000,000

D	Reduction in programme costs to fund transfer to the Department for Innovation, Universities and Skills for Vocational Reform.	-3,655,000
H	Reduction in programme costs to fund transfer to the Home Office for settlements relating to the Hillingdon judgement 2003.	-6,000,000
<u>Changes in non-operating appropriations-in-aid (not offset by changes in spending)</u>		
D	Further Education, Adult Learning and Lifelong Learning	-4,813,000
<u>Other changes</u>		
<u>Resource transfers to/from another Request for Resources</u>		
C	Transfer to RfR1 from RfR2, Section A to fund Special Education Needs Programmes	450,000
<u>Resource transfers within the Request for Resources</u>		
A	Increase in provision for Activities to Support all Functions	4,511,000
E	Increase in provision for Compensation to former college of Education staff	91,000
F	Increase in provision for Current Grants to Local Authorities to Support Schools and Teachers	564,412,000
G	Increase in provision for Capital Grants to Local Authorities to Support Schools	213,100,000
O	Increase in provision for Current Grants to Local Authorities to Support Youth Programmes	1,861,000
B	Reduction in provision for Schools and Teachers	-129,700,000
C	Reduction in provision for Children and Families	-44,455,000
D	Reduction in provision for Further Education, Adult Learning and Lifelong Learning	-29,065,000
H	Reduction in provision for Current Grants to Local Authorities to Support Children and Families	-31,554,000
I	Reduction in provision for Capital Grants to Local Authorities to Support Children and Families	-7,511,000
J	Reduction in provision for Dedicated Schools Grant	-541,690,000
<u>Transfers to/from non-voted spending</u>		
Changes in voted programme spending offset by changes in resource spending by sponsored Non Departmental Public Bodies		
A	To Increase provision for: Activities to Support all Functions	550,000
B	To decrease provision for: Schools and Teachers	-130,228,000
C	Children and Families	-23,688,000
D	Further Education, Adult Learning and Lifelong Learning	-34,070,000
H	Current Grants to Local Authorities to Support Children and Families	-1,000,000
J	Dedicated Schools Grant	-4,000,000

<u>Changes in non-budget spending</u>			
To increase grant-in-aid provision for:			
L	Training and Development Agency for Schools	123,961,000	
L	National College for School Leadership	16,186,000	
M	Children's Commissioner	90,000	
M	Children's Workforce Development Council	8,718,000	
N	Qualifications and Curriculum Authority	48,294,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
To increase provision for gross expenditure offset by increases in operating appropriations in aid			
A	Activities to Support all Functions	565,000	-565,000
C	Support for Children and Families	4,250,000	-4,250,000
D	Further Education, Adult Learning and Lifelong Learning	65,000	-65,000
		<u>Total</u>	
Total change in resources for RfR1		1,113,504,000	-1,003,826,000
			109,678,000

RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
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Changes related to movements in budgets

Take up of Departmental Unallocated Provision

To increase provision for:			
A	Sure Start Current Grants not through Local Authorities	2,500,000	

Other changes

Resource transfers to/from another Request for Resources

A	Transfer from RfR2 to RfR1, Section C to fund Special Education Needs Programmes		-450,000
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Resource transfers within the Request for Resources

C	Increase in Local Authority Current Grants	126,000	
A	Decrease in Sure Start Current Grants not through Local Authorities		-126,000

Transfers to/from non-voted spending

A	Decrease in provision for Activities to Support all Functions to offset increase in non-voted spending by Children's Workforce Development Council		-29,516,000
---	--	--	-------------

Changes in non-budget spending

E	To increase grant-in-aid provision for: Children's Workforce Development Council	29,516,000		
			<u>Total</u>	
	Total change in resources for RfR2	32,142,000	-30,092,000	2,050,000
				<hr/>
	Total change in resources for Estimate			111,728,000

Department for Children, Schools and Families

Part I

£

RfR1: To help build a competitive economy and inclusive society by: creating opportunities for everyone to develop their learning; releasing potential in people to make the most of themselves; and achieving excellence in standards of education and levels of skills † 109,678,000

RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare 2,050,000

Total additional net resource requirement 111,728,000

Additional net cash requirement 111,728,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Department for Children, Schools and Families on:

RfR 1: To help build a competitive economy and inclusive society by: creating opportunities for everyone to develop their learning; releasing potential in people to make the most of themselves; and achieving excellence in standards of education and levels of skills

loans to voluntary aided schools; provision relating to former grant-maintained schools; the Assisted Places Scheme; music and dance schools; support for the Academy of Gifted and Talented Youth; City Technology Colleges; support for Academies; the school curriculum and its assessment; modernising the teaching profession and other educational services and initiatives; initiatives to write-off student loans to teachers in England and Wales; class size reductions; school and local education authority intervention; specialist schools; excellence in cities and other specific grants to local authorities including those through the Standards Fund; Dedicated School Grants; grants in aid to the National College for School Leadership, the Training and Development Agency for Schools, the British Educational Communications and Technology Agency, the Schools Food Trust, the Qualifications and Curriculum Authority and the Partnerships for Schools; support for the Centre for Information Learning Technology;

support for Teachers TV; capital grants to schools including those through the Standards Fund; the Youth Service including the Youth Task Force and the Respect Agenda; careers guidance and services including through the Connexions Service including working capital grants and loans for capital purchases; education provision and initiatives, capital grants to music, dance and other schools; payments for education in prisons and other custodial institutions; education maintenance allowances; the provision of training and assessment programmes for young people; initiatives to improve education and qualifications arrangements and access to these; payments to the Department of Innovation Universities and Skills to support 14-19 programmes. Millennium Volunteers; payments to the Home Office to support the Criminal Records Bureau; payments and grants to support personal and children's social services and initiatives relating to teenage pregnancy, payments to support Children's Wellbeing; hospital and community health services; payments for implementing the Aiming High programme children's secure accommodation and family policy;

family parenting and law grants; Grants in Aid to the Children and Family Court Advisory and Support Service, the Children's Workforce Development Council and the Children's Commissioner; payments and grants to support parenting and parenting organisations; children's workforce and development; grants to support Strengthening Families, Marriages and Relationships; payments for Child Trust Fund top ups, including through the Devolved Administrations; payments to support and develop vetting and barring; payments to the Department for Communities and Local Government to support Area Based Grants; investments and loans to support PFI; payments to the Department for Business, Enterprise and Regulatory Reform in connection with the Regional Development Agencies and the London Development Agency; loans and residual costs of the winding up of the Training and Enterprise Councils (TECs); the distribution of residual TEC assets, returned to the Secretary of State under the terms of the TEC Licence, to local voluntary, community and business support organisations;

grant in aid, grants and working capital loans to the General Teaching Council; the Department's own administration and research and payments for the administration of teachers' pensions; payments for the administration of DIUS provided under a shared service agreement; information and publicity services; departmental restructuring costs; initiatives and programmes supported by the European Union, the Capital Modernisation Fund and with other Government Department's under the Invest to Save Budget; compensation payments to teachers and staff of certain institutions and teachers' medical fees; and associated non-cash items.

RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare

promoting the physical, intellectual and social development of babies and young children; childcare initiatives including quality assurance arrangements, children's centres; the education of under-fives; supporting families and communities; promoting Children's Wellbeing; evaluating the programme; Grant in Aid to the Children's Workforce Development Council;

Sure Start payments to the Department for Communities and Local Government to support Local Area Agreements; the administration of the Sure Start Unit; and associated non-cash items.

The **Department for Children, Schools and Families** will account for this Estimate.

† Part of the grant under subhead C3 in RfR1 is subject to the passage of the Children and Young Persons Bill, which has passed the third reading in the House of Commons and is currently in the House of Lords. The provision sought £1,500,000 will not be used for the service or for any other purpose until the enabling legislation has been enacted.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision	
RfR 1: To help build a competitive economy and inclusive society by: creating opportunities for everyone to develop their learning; releasing potential in people to make the most of themselves; and achieving excellence in standards of education and levels of skills						
		120,947	11,269	109,678		
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Activities to Support All Functions	219,430	3,368	1,391	1,977	221,407
RfR 1 - B	Support for Schools and Teachers not through Local Education Authorities	2,089,130	138,832	-	138,832	2,227,962
RfR 1 - C	Support for Children and Families not paid through Local Authorities	480,869	-97,065	5,000	-102,065	378,804
RfR 1 - D	Further Education, Adult Learning and Skills for Lifelong Learning and International Programmes	7,589,891	-66,725	4,878	-71,603	7,518,288
RfR 1 - E	Compensation to Former College of Education Staff	11,798	91	-	91	11,889
<i>Support for Local Authorities</i>						
RfR 1 - F	Current Grants for Local Education Authorities to Support Schools and Teachers	3,699,955	679,873	-	679,873	4,379,828
RfR 1 - G	Capital Grants for Local Education Authorities to Support Schools	3,835,300	-213,100	-	-213,100	3,622,200
RfR 1 - H	Current Grants to Local Education Authorities to Support Children and Families	161,615	-23,214	-	-23,214	138,401
RfR 1 - I	Capital Grants to Local Authorities to Support Children and Families	44,528	35,530	-	35,530	80,058
RfR 1 - J	Dedicated Schools Grants	29,563,294	-545,690	-	-545,690	29,017,604
Non-Budget						
RfR 1 - L	Grant in Aid to NDPBs supporting Schools	699,676	140,147	-	140,147	839,823
RfR 1 - M	Grant in Aid to NDPBs supporting Children and Families	115,568	8,808	-	8,808	124,376
RfR 1 - N	Grant in Aid to NDPBs supporting Further Education, Adult Education and Skills and	128,457	48,294	-	48,294	176,751

Part II: Changes proposed

Resources

						£'000
		Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
Spending in Departmental Expenditure Limits (DEL)						
<i>Support for Local Authorities</i>						
RfR 1- O	Current Grants to Local Authorities to support Youth Programmes	-	11,798	-	11,798	11,798
RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare						
			2,050	-	2,050	
Spending in Departmental Expenditure Limits(DEL)						
<i>Central Government spending</i>						
RfR 2 - A	Sure Start Current grants not through Local Authorities	76,459	-27,592.	-	-27,592	48,867
<i>Support for Local Authorities</i>						
RfR 2 - C	LA Current Grants	1,201,773	126	-	126	1,201,899
Non-Budget						
RfR 2 - E	Grant in Aid to NDPB's supporting Children, Families and Young People	-	29,516	-	29,516	29,516
Total for Estimate			122,997	11,269	111,728	

Capital and Cash

		£000		
		Present Provision	Change in Provision	New Provision
Total Capital Expenditure		20,300	-	20,300
Non-Operating A in A		-	-	-
Net cash requirement		51,448,517	111,728	51,560,245

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: To help build a competitive economy and inclusive society by: creating opportunities for everyone to develop their learning; releasing potential in people to make the most of themselves; and achieving excellence in standards of education and levels of skills								
190,527	819,635	48,919,668	49,929,830	13,004	49,916,826	20,300	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Activities to Support All Functions								
190,527	31,820	2,186	224,533	3,126	221,407	11,600	-	
B Support for Schools and Teachers not through Local Education Authorities								
-	543,966	1,683,996	2,227,962	-	2,227,962	8,700	-	
C Support for Children and Families not paid through Local Authorities								
-	139,206	244,598	383,804	5,000	378,804	-	-	
D Further Education, Adult Learning and Skills for Lifelong Learning and International Programmes								
-	104,643	7,418,523	7,523,166	4,878	7,518,288	-	-	
E Compensation to Former College of Education Staff								
-	-	11,889	11,889	-	11,889	-	-	
<i>Support for Local Authorities</i>								
F Current Grants for Local Education Authorities to Support Schools and Teachers								
-	-	4,379,828	4,379,828	-	4,379,828	-	-	
G Capital Grants for Local Education Authorities to Support Schools								
-	-	3,622,200	3,622,200	-	3,622,200	-	-	
H Current Grants to Local Education Authorities to Support Children and Families								
-	-	138,401	138,401	-	138,401	-	-	
I Capital Grants to Local Authorities to Support Children and Families								
-	-	80,058	80,058	-	80,058	-	-	
J Dedicated Schools Grants								
-	-	29,017,604	29,017,604	-	29,017,604	-	-	
K Area Based Grants								
-	-	1,167,637	1,167,637	-	1,167,637	-	-	
Non-Budget								
L Grant in Aid to NDPBs supporting Schools								
-	-	839,823	839,823	-	839,823	-	-	
M Grant in Aid to NDPBs supporting Children and Families								
-	-	124,376	124,376	-	124,376	-	-	
N Grant in Aid to NDPBs supporting Further Education, Adult Education and Skills and Lifelong Learning								
-	-	176,751	176,751	-	176,751	-	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Support for Local Authorities</i>								
O Current Grants to Local Authorities to support Youth Programmes								
-	-	11,798	11,798	-	11,798	-	-	

Part II: Revised subhead detail including additional provision

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare							
-	41,409	1,548,528	1,589,937	-	1,589,937	-	-
Spending in Departmental Expenditure Limits(DEL)							
<i>Central Government spending</i>							
A Sure Start Current grants not through Local Authorities							
-	41,409	7,458	48,867	-	48,867	-	-
B Sure Start Schools Current grants not through Local Authorities							
-	-	14,630	14,630	-	14,630	-	-
<i>Support for Local Authorities</i>							
C LA Current Grants							
-	-	1,201,899	1,201,899	-	1,201,899	-	-
D LA Capital Grants							
-	-	295,025	295,025	-	295,025	-	-
Non-Budget							
E Grant in Aid to NDPB's supporting Children, Families and Young People							
-	-	29,516	29,516	-	29,516	-	-
Total for Estimate:							
190,527	861,044	50,468,196	51,519,767	13,004	51,506,763	20,300	-

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	51,395,035	111,728	51,506,763
Voted capital items			
Capital	20,300	-	20,300
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	20,300	-	20,300
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	6,838	-	6,838
Depreciation	-7,932	-	-7,932
New provisions and adjustments to previous provisions	-922	-	-922
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-450	-	-450
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	35,648	-	35,648
Total accruals to cash adjustments	33,182	-	33,182
Excess cash to be CFERd	-	-	-
Net Cash Requirement	51,448,517	111,728	51,560,245

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	187,536
RfR2	-
Total Net Administration Costs	187,536
Net Programme Costs	
RfR1	49,729,290
RfR2	1,589,937
Non-Voted	-
Total Net Programme costs	51,319,227
Total Net Operating Cost	51,506,763
<i>of which:</i>	
Net Resource Requirement	51,506,763
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	46,714,736

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	51,506,763
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund Extra Receipts in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	51,506,763
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-4,658,706
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-203,107
unallocated resource provision	69,786
Other adjustments	-
Resource Budget (Budget)	46,714,736
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	46,714,736
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	20,300
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	210,889
capital grants	4,658,706
European Union income related to capital grants	-
supported capital expenditure (revenue)	1,054,002
capital spending by levy funded bodies	-
unallocated capital provision	63,694
Other adjustments	-
Capital Budget (Budget)	6,007,591
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	6,007,591
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Mr David Bell , Permanent Head of the Department

Request for Resources 2 Mr David Bell , Permanent Head of the Department

Mr David Bell as the Accounting Officer of the Department for Children, Schools and Families has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Department for Children, Schools and Families.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000
	2008-09 Provision
RfR1: To help build a competitive economy and inclusive society by: creating opportunities for everyone to develop their learning; releasing potential in people to make the most of themselves; and achieving excellence in standards of education and levels of skills †	
Administration	2,991
<i>of which:</i>	
Sale of goods and services	2,991
Programme	10,013
Sale of goods and services	4,450
Other grant Income (including repayments of grants/subsidies)	4,813
Other Income (including receipts)	750
Total RfR1	13,004 †

† Amount that may be applied as appropriations in aid in addition to the net total arising from: sale of National Record of Achievement products; receipts in connection with Childcare Link; Training and Enterprise Councils (TECs) contributions towards the cost of Individual Learning Accounts; receipts covering the return of assets from TECs as part of their winding-up process; recovery of salaries, etc. for seconded staff; receipts from careers service conferences; receipts relating to Skills Training Agency, Qualifications and Curriculum Authority properties and surplus Funding Agency for Schools and TEC properties; receipts from the sale of surplus properties; receipts from outside organisations (including the EC) in respect of advertising and publicity activities and materials; sale of research publications; repayments of grants overpaid to voluntary aided and special schools in previous years, including repayment of proceeds of sale; receipts from the European Social Fund to cover departmental programmes supported by the EC; general administration receipts, including those in connection with services provided to Sure Start; receipts from the Department for Innovation, Universities and Skills for administration shared services; profits on the sale of surplus equipment and other assets; rent income from three domestic properties on the estate of the European School at Culham, Oxfordshire; contributions from the National Assembly for Wales towards Key Skills; contributions from the National Assembly for Wales and the Scottish Executive for dance and drama students; contributions from the Scottish Executive, the National Assembly for Wales, and the Northern Ireland Executive towards Millennium Volunteers and miscellaneous European Education programmes; contributions from the National Assembly for Wales and the Northern Ireland Executive for the International Mathematics Olympiad; annual maintenance fee from the Northern Ireland Executive for the National Professional Qualification for Headship; contributions from other government departments and other sources towards the costs of promoting UK education and training overseas; receipts for Teachers TV; International Receipts (including the EC); Schools Standard Fund receipts; Music Manifesto Champion; Food Standards Agency receipts; and of research and miscellaneous services and projects; inspection of Jobcentre Plus from the Department of Work and Pensions; Strengthening Families receipts from the Home Office; Literacy and Numeracy receipts; London Challenge receipts; receipts from the Department of Health for Investors in People Healthy Organisations.

Total Operating A in A	13,004
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Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-172,838	158,077	45,467,591	1,247,145	46,714,736
<i>of which:</i>					
Administration budget †	-2,364	-	187,536	-	187,536
Near-cash in RDEL	-172,838	158,077	45,465,125	1,279,611	46,744,736
Capital DEL ††	57,801	-59,801	4,889,006	1,118,585	6,007,591
Less Depreciation †††	-	101	-7,932	-3,458	-11,390
Total DEL	-115,037	98,377	50,348,665	2,362,272	52,710,937

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

£'000
13,004

Notes to the Estimate (*continued*)

Expenditure resting on the sole authority of the Appropriation Act

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

RfR/Section	Body	£ '000
RfR1, Section A	Payments to support Policy and Performance.	1,000
RfR1, Section B	Payment to support Evaluation of Extended Schools.	1,034
RfR1, Section C	Payment to support the Aiming Higher for Disabled Children implementation programme.	3,000
RfR1, Section C	Payment to support improving the health of looked after children.	150
RfR1, Section C	Pilot programme to evaluate the impact of a social pedagogic approach in residential children's homes.	700
RfR1, Section C	Payment to support Children's Centres.	1,046
RfR1, Section C	Payments to support Together for Children programmes.	3,300
RfR1, Section C	Payments to support Staying Safe programmes.	1,464
RfR1, Section C	Payments to support eCAF.	1,485
RfR1, Section C	Payments to support Integrated Children's systems	4,100
RfR1, Section C	Payments to support Care Matters.	730
RfR1, Section C	Payments to support research into Children's Services.	830
RfR1, Section C	Payments to support Intervention and Improvement Support in Children's Services.	300
RfR1, Section C	Payments to support Training of professionals undertaking home visits after a child has died.	20
RfR1, Section C	Payments to support a study on Outreach Work in Children's Centres, Early Years Centres and Schools.	70
RfR1, Section C	Payments to support the Byron Review.	6

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RfR1- L	British Educational Communications and Technology Agency ♦	10,460
RfR1- L	National College for Schools Leadership ♦	98,086
RfR1- L	Schools Food Trust ♥	8,001
RfR1- L	Training and Development Agency for Schools♥	723,276
RfR1- M	Children and Families Court Advisory and Support Service ♥	113,035
RfR1- M	Children’s Commissioner ♥	2,623
RfR1- M	Childrens' Workforce Development Council♥	8,718
RfR1- N	Qualifications and Curriculum Authority ♥	176,751
RfR2- E	Childrens' Workforce Development Council♥	29,516
	Total	1,170,466

Notes to the Estimate (*continued*)

Contingent Liabilities

Nature of Liability	£'000
As at 31 March 2008, the following liabilities fell to be met from the Department's Estimate:	
Non-statutory	
In order to ensure the continue occupancy of a surplus government office, the lease in Histon, Cambridge was assigned in 2003 to Opportunity Links Ltd. They are a company limited by guarantee, working closely with DCSF to support the delivery of information to families. Under the terms of the original lease the Secretary of State is guarantor of the tenants' obligations and in the event of Opportunity Links ceasing to exist, the Secretary of State will be required to take over the lease obligations.	1,168
Qualification and Curriculum Authority indemnity - Minerva Diploma Aggregation Service (DAS) in respect of claims against the Qualification and Curriculum Authority.	20,000
The Department will give an indemnity to the landlord for the property now occupied by Ofqual, an independent part of QCA.	3,650

Teachers' Pension Scheme (England & Wales)

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR1: Teachers' pensions

Section Reason for change

Increases

Reductions

	<u>Total</u>		
Total change in resources for RfR1	-	-	_____
Total change in resources for Estimate			-

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £15,461,000.

3. Symbols are explained in the Introduction to this booklet.

Teachers' Pension Scheme (England & Wales)

Part I

	£
RfR 1: Teachers' pensions	-
Total additional net resource requirement	-
Additional net cash requirement	15,461,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Teachers' Pension Scheme (England & Wales) on:

RfR 1: Teachers' pensions

Superannuation allowances and gratuities, and other related expenditure, in respect of teachers and the widows, widowers, children and dependants of deceased teachers, and for premature retirement compensation payments made to members of the Teachers' Pension Scheme and on behalf of their employers; and associated non-cash items.

The **Teachers' Pensions Scheme (England & Wales)** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Teachers' pensions					
Spending in Annually Managed Expenditure (AME)					
<i>Central government spending</i>					
RfR 1 - A Pensions and associated payments	11,137,785	-	-	-	11,137,785
Total for Estimate		-	-	-	

Capital and Cash

	Present Provision	Change in Provision	£000 New Provision
Total Capital Expenditure	-	-	-
Non-Operating A in A	-	-	-
Net cash requirement	1,768,189	15,461	1,783,650

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Teachers' pensions								
-	-	15,838,071	15,838,071	4,700,286	11,137,785	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central government spending</i>								
A Pensions and associated payments								
-	-	15,838,071	15,838,071	4,700,286	11,137,785	-	-	
Total for Estimate:								
-	-	15,838,071	15,838,071	4,700,286	11,137,785	-	-	

Part II: Resource to cash reconciliation

	Present	Increase (+/ Decrease (-)	£'000 Revised
Net total Resources	11,137,785	-	11,137,785
Voted capital items			
Capital expenditure	-	-	-
<i>Less: non-operating A in A</i>	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-15,832,062	-	-15,832,062
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	12,195	1,114	13,309
Increase(-)/decrease (+) in creditors	-18,057	6,617	-11,440
Use of provisions	6,468,328	7,730	6,476,058
Total accruals to cash adjustments	-9,369,596	15,461	-9,354,135
Excess cash to be CFERd	-	-	-
Net cash requirement	1,768,189	15,461	1,783,650

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

As in existing provision

Forecast Combined Revenue Account

	£'000
	2008-09 provision
Net Programme Costs	11,137,785
RfR 1	
<i>of which:</i>	
Income	
Contributions received	4,621,214
Transfers in	77,030
Other income receivable	2,042
Total Income	4,700,286
Expenditure	
Increase in liability	6,224,426
Interest on scheme liability	9,607,636
Other expenditure	6,009
Total Expenditure	15,838,071
Non-voted	-169
Total Net Programme Costs	11,137,616
Total Net Operating Cost	11,137,616
<i>of which:</i>	
Net Resource Requirement	11,137,785
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-169
Reduction in planned spend unable to be included in Estimates	-
Resource Budget	11,137,616

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	11,137,785
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts (CFERS) in the OCS	-169
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	11,137,616
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
New	-
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	
Resource Budget (Budget)	11,137,616
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	-
Annually Managed Expenditure (AME)	11,137,616

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital Outturn (Estimates)	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non-departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget Outturn (Budget)	-
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	-
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Mr David Bell, Permanent Head of the department

David Bell, as the Accounting Officer (AO) of the Teachers' Pension Scheme (England & Wales) has personal responsibility for the proper presentation of the Teachers' Pension Scheme's resource accounts as prescribed in legislation or by the Treasury and their transmission to the Comptroller and Auditor General. The AO as the permanent head, in addition to any responsibilities for an assigned RfR, remains in general overall charge of the Teachers' Pension Scheme (England & Wales).

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for the keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives; and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000 2008-09 <u>Provision</u>
RfR 1: Teachers' pensions	
Programme	4,700,286
<i>of which:</i>	
Pension scheme related income	4,700,286
Total RfR 1	4,700,286 †
<p>† Amount that may be applied as appropriations in aid in addition to the net total, arising from: receipts from employers and employees superannuation contributions; transfer values received; deductions from returns of contributions towards payments in lieu of graduated national insurance contributions equivalent premiums (CEPs); recovery of contributions equivalent premiums from the state pension scheme; amounts received from employers of Teachers' scheme members in reimbursement of the cost of premature retirement compensation payments on their behalf by Capita.</p>	
Total Operating A in A	4,700,286

Notes to the Estimate (*continued*)

Cash which may be retained to offset expenditure**£'000**

4,700,286

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

Notes to the Estimate (*continued*)**Contingent Liabilities**

Nature of Liability	£'000
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As at March 2008, the following liabilities fell to be met from the Estimate:

A very remote contingent liability to make Additional Voluntary Contributions related to pensions. This would be in the unlikely event of default by the private insurance company.	Unquantifiable
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Office for Standards in Education, Children's Services and Skills

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Serving the interests of children and young people, parents, adult learners, employers and the wider community in England by promoting improvement in the quality of education, skills and young people's care through independent inspection, regulation and reporting			
<u>Section Reason for change</u>			
<u>Changes related to movements in budgets</u>			
	<u>Take up of Departmental Unallocated Provision</u>		
A2	Take up of Departmental Unallocated Provision (near-cash programme costs) to provide funding for the implementation of the provisions of the Childcare Act 2006 and transition towards the full implementation of the requirements of the better regulation executive.	8,051,000	
	<u>Transfers of budgetary cover to/from other government departments</u>		
A1	An increase in administration costs relating to the inspection of the Children and Families Court Advisory and Support Service, funded in budgetary terms by a transfer from the Ministry of Justice.	485,000	
		<u>Total</u>	
Total change in resources for RfR1		8,536,000	-
Total change in resources for Estimate			8,536,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £8,536,000.

3. Symbols are explained in the Introduction to this booklet.

Office for Standards in Education, Children's Services and Skills

Part I

£

RfR 1: Serving the interests of children and young people, parents, adult learners, employers and the wider community in England by promoting improvement in the quality of education, skills and young people's care through independent inspection, regulation and reporting	8,536,000
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Total additional net resource requirement	8,536,000
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Additional net cash requirement	8,536,000
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SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Office for Standards in Education, Children's Services and Skills on:

RfR 1: Serving the interests of children and young people, parents, adult learners, employers and the wider community in England by promoting improvement in the quality of education, skills and young people's care through independent inspection, regulation and reporting

The registration and inspection of childcare and arrangements for the care and support of children and young people, the inspection of all maintained and some independent schools, further education, all publicly-funded adult education and training and some privately-funded training provision, teacher training and the Children and Family Court Advisory Support Service, as well as the joint area reviews and annual performance assessments of local children's services provision and associated non-cash items.

The **Office for Standards in Education, Children's Services and Skills** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Serving the interests of children and young people, parents, adult learners, employers and the wider community in England by promoting improvement in the quality of education, skills and young people's care through independent inspection, regulation and reporting					
		8,536	-	8,536	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Administration and Inspection	171,699	8,536	-	8,536	180,235
Total for Estimate		8,536	-	8,536	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	981	-	981
Non-Operating A in A	-	-	-
Net cash requirement	178,930	8,536	187,466

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Serving the interests of children and young people, parents, adult learners, employers and the								
28,826	165,909	-	194,735	14,500	180,235	981	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration and Inspection								
28,826	165,909	-	194,735	14,500	180,235	981	-	
Total for Estimate:								
28,826	165,909	-	194,735	14,500	180,235	981	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	171,699	8,536	180,235
Voted capital items			
Capital	981	-	981
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	981	-	981
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	770	-	770
Depreciation	-667	-	-667
New provisions and adjustments to previous provisions	1,891	-	1,891
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-65	-	-65
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	4,321	-	4,321
Total accruals to cash adjustments	6,250	-	6,250
Excess cash to be CFERd	-	-	-
Net Cash Requirement	178,930	8,536	187,466

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	28,721
Total Net Administration Costs	28,721
Net Programme Costs	
RfR1	151,514
Total Net Programme Costs	151,514
Total Net Operating Cost	180,235
<i>of which:</i>	
Net Resource Requirement	180,235
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	180,235

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	180,235
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	180,235
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
unallocated resource provision	-
Other adjustments	-
Resource Budget (Budget)	180,235
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	180,235
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	981
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
Capital Budget (Budget)	981
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	981
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Christine Gilbert, Permanent Head of the Department

Christine Gilbert as the Accounting Officer of the Office for Standards in Education, Children's Services and Skills has personal responsibility for the proper presentation of the department’s resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Office for Standards in Education, Children's Services and Skills.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

 2008-09
 Provision

RfR 1: Serving the interests of children and young people, parents, adult learners, employers and the wider community in England by promoting improvement in the quality of education, skills and young people's care through independent inspection, regulation and reporting

Administration	105
<i>of which:</i>	
Sales of Goods and Services	105
Programme	14,395
<i>of which:</i>	
Sales of Goods and Services	14,395

Total RfR1	14,500 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: departmental public and other bodies; sales and use of official cars and assets, property charges made to minor occupiers, registration fees (including fees from childcare and social care providers); and charges for training of inspectors other than Ofsted staff, and recovery of personal telephone costs; and the sale of training material and licences.

Total Operating A in A	14,500
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	8,536	-8,051	180,235	-	180,235
<i>of which: †</i>					
Administration budget	485	-	28,721	-	28,721
Near-cash in RDEL	8,536	-8,051	182,164	4,321	186,485
Capital ††	-	-	981	-	981
Less Depreciation †††	-	-	-667	-	-667
Total	8,536	-8,051	180,549	-	180,549

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	14,500

Food Standards Agency

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Protecting and promoting public health in relation to food			
<u>Section</u>	<u>Reason for change</u>		
<u>Other changes</u>			
<u>Resource transfers within the Request for Resources</u>			
A2	Transfer of programme resource expenditure from HQ Operations to MHS operations		-2,400,000
B2	Transfer of programme resource expenditure to MHS operations from HQ Operations	2,400,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A1 and A5	Additional administration expenditure on HQ Operations offset by increased appropriations arising from additional income from other government departments	875,000	-875,000
B2 and B5	Additional programme expenditure on MHS Operations offset by increased appropriations arising from additional income from other government departments and industry	3,000,000	-3,000,000
<u>Token increases</u>			
A1	Token increase in expenditure to allow Estimate to be taken to recognise increase in operating appropriations-in-aid	1,000	
		<u>Total</u>	<u>6,276,000 -6,275,000</u>
Total change in resources for RfR1			1,000
Total change in resources for Estimate			1,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £8,001,000.

3. Symbols are explained in the Introduction to this booklet.

Food Standards Agency

Part I

£

RfR 1: Protecting and promoting public health in relation to food	1,000
Total additional net resource requirement	1,000
Additional net cash requirement	8,001,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Food Standards Agency on:

RfR 1: Protecting and promoting public health in relation to food

Administration, inspections, surveillance, managing research and development, education, publicity and publications, funding for non-cash items; funding for Meat Hygiene Service.

The **Food Standards Agency** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

		Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Protecting and promoting public health in relation to food						
			3,876	3,875	1	
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Food Standards Agency HQ Operations	105,088	-1,524	875	-2,399	102,689
RfR 1 - B	Meat Hygiene Service	32,000	5,400	3,000	2,400	34,400
Total for Estimate			3,876	3,875	1	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	631	-	631
Non-Operating A in A	-	-	-
Net cash requirement	135,680	8,001	143,681

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Protecting and promoting public health in relation to food								
51,815	142,383	-	194,198	57,109	137,089	631	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Food Standards Agency HQ Operations								
51,815	54,983	-	106,798	4,109	102,689	306	-	
B Meat Hygiene Service								
-	87,400	-	87,400	53,000	34,400	325	-	
Total for Estimate:								
51,815	142,383	-	194,198	57,109	137,089	631	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	137,088	1	137,089
Voted capital items			
Capital	631	-	631
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	631	-	631
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	600	-	600
Depreciation	-1,955	-	-1,955
New provisions and adjustments to previous provisions	-1,284	-	-1,284
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-100	-	-100
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	8,000	8,000
Use of provisions	700	-	700
Total accruals to cash adjustments	-2,039	8,000	5,961
Excess cash to be CFERd	-	-	-
Net Cash Requirement	135,680	8,001	143,681

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	50,440
Total Net Administration Costs	50,440
Net Programme Costs	
RfR1	86,249
Total Net Programme Costs	86,249
Total Net Operating Cost	136,689
<i>of which:</i>	
Net Resource Requirement	137,089
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Reduction in Planned Spend unable to be included in the Estimate	-400
Resource Budget	136,689

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	137,089
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Reduction in planned spend unable to be included in the Estimate	-400
Other adjustments	-
Net Operating Costs (Accounts)	136,689
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
unallocated resource provision	-
Other adjustments	-
Resource Budget (Budget)	136,689
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	136,689
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	631
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Increase in planned spend not included in the Estimate	400
Other adjustments	-
Capital Budget (Budget)	1,031
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,031
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Tim Smith, Chief Executive of Food Standards Agency

Tim Smith as the Accounting Officer of the Food Standards Agency has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Food Standards Agency.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000
	2008-09 Provision
RfR 1: Protecting and promoting public health in relation to food	
Administration	1,375
<i>of which:</i>	
Sale of Goods and Services	1,375
Programme	55,734
<i>of which:</i>	
Sale of Goods and Services	55,734
Total RfR1	57,109 †
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: fees for slaughterhouse hygiene inspections, radioactive waste disposal inspections, milk and dairies inspections, government funded controls and miscellaneous receipts including the proceeds from the sale of assets.</i>	
Total Operating A in A	57,109

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-399	-	136,689	-	136,689
<i>of which:†</i>					
Administration budget	1	-	50,440	-	50,440
Near-cash in RDEL	-399	-	133,950	700	134,650
Capital ††	400	-	1,031	-	1,031
Less Depreciation†††	-	-	-1,955	-	-1,955
Total	1	-	135,765	-	135,765

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

£'000
57,109

Department for Transport

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Transport that works for everyone

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Other changes in DEL spending</u>			
W3	GLA grant to reflect agreed re-instatement of Transport for London's borrowing costs in respect of Metronet	7,080,000	
<u>Take up of Departmental Unallocated Provision</u>			
To increase near cash administrative provision for:			
T1	Central Administration for subsequent transfer to the Office of Government Commerce for the Centre of Excellence for Sustainable Procurement	45,000	
To increase near cash resource provisions for:			
M2	Railways' subsidy to Train Operating Companies	2,559,000	
P2	Travel & Transport Direct government franchise	200,000	
P2	Continuous Insurance enforcement	2,500,000	
T2	Central Administration for subsequent transfer to the Cabinet Office for the Security, Monitoring and Co-ordination Centre	40,000	
Q2	Heavy Goods Vehicle enforcement works	3,800,000	
To increase resource grant provisions for:			
O3	Freight Grants	2,000,000	
X3	Bus Passenger Champion	1,000,000	
To increase capital grant provisions for:			
Q3	Heavy Goods Vehicle enforcement works	1,500,000	
U3	Blue Badge Scheme	2,000,000	
Y3	Cycling	6,000,000	
To increase non cash resource provisions for:			
H2	Humber Bridge's cost of capital charges	11,600,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
To increase near cash administrative provision:			
T1	Transferred from the Department for Communities and Local Government to cover staff costs	36,000	
T1	Transferred from the Cabinet Office for the Parliamentary Counsel costs	313,000	
To decrease near cash administrative provision:			
T1	Transferred to the Office of Government Commerce for the Centre of Excellence for Sustainable Procurement		-45,000

	To decrease near cash resource provision:		
M2	Transferred to the Scottish Executive for rail services		-6,717,000
T2	Transferred to the Cabinet Office for the Security, Monitoring and Co-ordination Centre		-40,000
	To decrease capital grant provision:		
M3	Transferred to the Scottish Executive for rail services		-9,962,000
	<u>Other changes</u>		
	<u>Resource transfers within the Request for Resources</u>		
	To re-allocate non cash administration provisions for:		
T1, N1	Central Administration from Government Car and Despatch Agency	24,000	-24,000
	To re-allocate near cash resource provisions for:		
B2, A2	Maritime & Coastguard Agency from Shipping services for Crew Relief Scheme	1,400,000	-1,400,000
C2, A2	Aviation services from Shipping services for work on Radio Spectrum pricing	500,000	-500,000
K2, T2	Commission for Integrated Transport and Transport Direct from Central Administration for Transport Direct	255,000	-255,000
U2, T2	Research, statistics, publicity & consultancies for roads and local transport from Central Administration for the Bursary Scheme	130,000	-130,000
X3, M2	Other transport grants (resource) from Railways for Transport for London	3,000,000	-3,000,000
	<u>Transfers to/from non-voted spending</u>		
	To increase near cash resource provisions for:		
M2	Railways - from the British Transport Police Authority for rail services	580,000	
M2	Railways in respect of utilisation of provisions		-10,000
	To increase capital grant provisions for:		
M3	Railways from the British Transport Police Authority for Network Grant	3,300,000	
M3	Railways - from London & Continental Railways to fund investment in London Underground Ltd	75,000,000	
	<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>		
	To adjust near cash administrative provisions for:		
T1, N5	Central Administration fully offset by increase in appropriations-in-aid provision for the Government Car and Despatch Agency	172,000	-172,000
L1, L5	the Highways Agency fully offset by increase in appropriations-in-aid provision.	1,477,000	-1,477,000
	To adjust near cash resource provisions for:		
L2, L5	the Highways Agency fully offset by increase in appropriation-in-aid provision	57,695,000	-57,695,000

M2, M3, M5	Railways fully offset by income previously netted off expenditure	88,927,000	-88,927,000	
M2, M5	Railways fully offset by income from net premia paying Train Operating Companies	194,635,000	-194,635,000	
<u>Changes to Annually Managed Expenditure</u>				
Z2	To reflect Highways Agency forecast impairments		-200,000,000	
AA2	To cover Channel Tunnel Rail Link movement in provisions	7,601,000		
<u>Changes in Non-Budget spending</u>				
To increase grant-in-aid to:				
AC3	Rail Passenger Council	2,700,000		
AD3	Transport for London for costs relating to Metronet	157,500,000		
To decrease grant-in-aid to:				
AC3	British Transport Police Authority - to reflect reduced requirement		-6,580,000	
AE2, AE5	To create a new Section for Cross London Rail Links Limited to reflect expenditure on Crossrail and repayment of Contingencies Fund Advance.	6,525,000	-6,525,000	
		642,094,000	-578,094,000	
Total change in resources for RfR1			64,000,000	64,000,000
Total change in resources for Estimate				64,000,000

Changes in Capital**RfR 1: Transport that works for everyone**

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>	
<u>Changes related to movements in budgets</u>				
<u>Take up of Departmental Unallocated Provision</u>				
To increase capital provisions for:				
D7	Air Accident Investigation Branch for additional hangar refurbishment work.	200,000		
L7	Highways Agency	10,300,000		
<u>Other changes</u>				
<u>Changes in Non-budget spending</u>				
AC8	British Transport Police Authority repayment of a capital loan		-1,500,000	
		<u>Total</u>	10,500,000	-1,500,000
Total change in capital for Estimate				9,000,000

2 As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £286,013,000

3 Symbols are explained in the Introduction to this booklet.

Department for Transport

Part I

£

RfR 1: Transport that works for everyone	†	64,000,000
Total additional net resource requirement		64,000,000
Additional net cash requirement	†	286,013,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Department for Transport on:

RfR 1: Transport that works for everyone

Ports and shipping services; the National Ports Council Pension and Compensation schemes; freight grants; the Maritime and Coastguard Agency; civil and international aviation services including costs relating to type approval testing of electronic screening devices for use in enforcing aviation provisions of the Railways and Transport Safety Act 2003; support for and loans to National Air Traffic Services; the Highways Agency; payments to private consortia for design, build, finance and operate schemes; grants to local authorities, including the Greater London Authority and Merseyrail; payments to local authorities for the maintenance of de-trunked roads and promotion, publicity and publications in support of the Highways Agency operations; capital grants to Regional Development Agencies for regional infrastructure; the operation of the Dartford River crossing; compensation to private tolled undertakings for the imposition of VAT on tolls; loans and other expenditure relating to Other River Crossings; Bus Service Operator Grant; expenditure in connection with the introduction of concessionary Bus Travel for older and eligible disabled people in England; promoting efficiencies in sustainable distribution; support to nationalised transport industries; cleaner fuels and vehicles and other transport related environment programmes; low carbon transport; Transport Direct; royal travel; transport security; the Commission for Integrated Transport; trans-European network funds; support for other minor transport services; compensation and pension costs relating to pre-DVLC local authority driver and licensing staff; grants and loans and other expenditure relating to the Driver and Vehicle Licensing Agency (trading fund); Driver and Vehicle Licensing Agency Vehicle excise duty collection and enforcement related activities, development and operation of systems associated with licensing; Vehicle and Operator Services Agency (trading fund); Vehicle and Operator Services Agency enforcement; Driving Standards Agency (trading fund); Vehicle Certification Agency; Vehicle Certification Agency enforcement; grants to London Underground; PPP Arbiter; the Channel Tunnel Rail Link; Cross London Rail Links Limited; National Freight Company travel concessions; railway industry and National Freight Company pension funds; the British Transport Police; the Renewable Fuels Agency; payments and financial assistance in respect of railways and railways services under Section 6 of the Railways Act 2005; accident investigation; research, development, statistics, censuses and surveys, safety, accessibility and equalities, publicity, promotion and advice and publications, monitoring, consultancies, selling into wider markets, including export opportunities; subscriptions and contributions to international organisations; compensation; support for the construction of venues and infrastructure related to the Olympic games; the administration and operation of the department; payments to the Department for Communities and Local Government in respect of certain central services; the purchase, acquisition, hire, lease and rent of land, buildings, plant, equipment, machinery, vehicles and capital assets; special payments; the central management of, and delivery of services to, the Civil Service and wider public sector; and associated non-cash items.

The **Department for Transport** will account for this Estimate.

Part I (continued)

† £3,500,000 was advanced from the Contingencies Fund in 2006-07 to provide cash in respect of £3,500,000 resources provided for under Section AE of this Estimate, for the costs of utility diversion works related to Crossrail that were undertaken prior to the Crossrail Bill receiving Royal Assent. A corresponding cash amount is required to enable repayment to be made to the Fund.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Transport that works for everyone		413,431	349,431	64,000	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Ports and shipping services	84,837	-1,900	-	-1,900	82,937
RfR 1 - B Maritime and Coastguard Agency	127,630	1,400	-	1,400	129,030
RfR 1 - C Aviation services, transport security & royal travel	48,151	500	-	500	48,651
RfR 1 - H Tolloed River Crossings	-72,000	11,600	-	11,600	-60,400
RfR 1 - K Commission for Integrated Transport & Transport Direct	16,541	255	-	255	16,796
RfR 1 - L Highways Agency	1,693,956	59,172	59,172	-	1,693,956
RfR 1 - M Railways	3,574,376	345,312	283,562	61,750	3,636,126
RfR 1 - N Government Car & Despatch Agency	-	-24	172	-196	-196
RfR 1 - O Freight grants	30,332	2,000	-	2,000	32,332
RfR 1 - P Transformation, Licensing, Logistics & Sponsorship	4,673	2,700	-	2,700	7,373
RfR 1 - Q Vehicle & Operator Services Agency trading fund	7,400	5,300	-	5,300	12,700
RfR 1 - T Central Administration	194,717	160	-	160	194,877
RfR 1 - U Research, statistics, publicity and consultancies & other services for roads and local transport	80,700	2,130	-	2,130	82,830
<i>Support for Local Authorities</i>					
RfR 1 - W GLA transport grants (resource)	2,478,000	7,080	-	7,080	2,485,080
RfR 1 - X Other transport grants (resource)	624,071	4,000	-	4,000	628,071
RfR 1 - Y Other transport grants (capital)	895,517	6,000	-	6,000	901,517
Spending in Annually Managed Expenditure (AME)					
<i>Central Government spending</i>					
RfR 1 - Z Highways Agency	3,979,603	-200,000	-	-200,000	3,779,603
RfR 1 - AA Railways and other expenditure	500	7,601	-	7,601	8,101
Non-Budget					
RfR 1 - AC Grant in Aid funding of NDPBs & PCs	27,000	-3,880	-	-3,880	23,120
RfR 1 - AD Other grants to GLA	273,500	157,500	-	157,500	431,000

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR1 - AE Cross London Rail Links Ltd	-	6,525	6,525	-	-
Total for Estimate		413,431	349,431	64,000	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	1,364,830	10,500	1,375,330
Non-Operating A in A	23,157	1,500	24,657
Net cash requirement	12,275,144	286,013	12,561,157

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Transport that works for everyone								
305,180	6,741,378	8,903,681	15,950,239	736,466	15,213,773	1,375,330	24,657	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Ports and shipping services								
-	84,177	-	84,177	1,240	82,937	1,075	-	
B Maritime and Coastguard Agency								
-	140,530	-	140,530	11,500	129,030	9,350	-	
C Aviation services, transport security & royal travel								
-	48,336	51,427	99,763	51,112	48,651	2,497	-	
D Accident Investigation Branches								
-	17,603	-	17,603	70	17,533	1,710	-	
E Trans European network payments for transport projects (net)								
-	-	3	3	-	3	-	-	
F Cleaner Fuels and Vehicles								
-	10,947	19,700	30,647	-	30,647	3,000	-	
G Bus Service Operator Grant								
-	426,562	-	426,562	-	426,562	-	-	
H Tolloed River Crossings								
-	26,620	-	26,620	87,020	-60,400	-	-	
I Accessibility & equalities								
-	2,460	3,800	6,260	-	6,260	-	-	
J Support construction of venues and infrastructure related to the Olympic Games								
-	-	101,300	101,300	-	101,300	-	-	
K Commission for Integrated Transport & Transport Direct								
-	16,796	-	16,796	-	16,796	1,500	-	
L Highways Agency								
91,420	1,673,889	-	1,765,309	71,353	1,693,956	1,284,962	11,057	
M Railways								
-	383,515	3,717,373	4,100,888	464,762	3,636,126	-	-	
N Government Car & Despatch Agency								
20,608	-	-	20,608	20,804	-196	1,361	-	
O Freight grants								
-	5,300	27,032	32,332	-	32,332	-	-	
P Transformation, Licensing, Logistics & Sponsorship								
-	7,373	-	7,373	-	7,373	7,339	-	
Q Vehicle & Operator Services Agency trading fund								
-	16,300	1,500	17,800	5,100	12,700	28,000	7,900	
R Driving Standards Agency trading fund								
-	2,000	-	2,000	3,500	-1,500	23,200	4,200	

Part II: Revised subhead detail including additional provision

		Resources				Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
S	Vehicle Certification Agency	-	12,800	12,900	-100	300	-	
T	Central Administration	193,152	2,230	195,382	505	194,877	10,000	
U	Research, statistics, publicity and consultancies & other services for roads and local transport	-	69,711	13,194	82,905	75	82,830	
	Support for Local Authorities							
V	Area Based Grants	-	-	239,364	239,364	-	239,364	
W	GLA transport grants (resource)	-	-	2,485,080	2,485,080	-	2,485,080	
X	Other transport grants (resource)	-	-	628,071	628,071	-	628,071	
Y	Other transport grants (capital)	-	-	901,517	901,517	-	901,517	
	Spending in Annually Managed Expenditure (AME)							
	<i>Central Government spending</i>							
Z	Highways Agency	-	3,779,603	-	3,779,603	-	3,779,603	
AA	Railways and other expenditure	-	8,101	-	8,101	-	8,101	
	Non-Budget							
AB	Driver & Vehicle Licensing Agency trading fund	-	-	260,200	260,200	-	260,200	
AC	Grant in Aid funding of NDPBs & PCs	-	-	23,120	23,120	-	23,120	
AD	Other grants to GLA	-	-	431,000	431,000	-	431,000	
AE	Cross London Rail Links Ltd	-	6,525	-	6,525	-	6,525	
	Total for Estimate:	305,180	6,741,378	8,903,681	15,950,239	736,466	15,213,773	
						1,375,330	24,657	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	15,149,773	64,000	15,213,773
Voted capital items			
Capital	1,364,830	10,500	1,375,330
<i>Less: Non-operating A in A</i>	<i>23,157</i>	<i>1,500</i>	<i>24,657</i>
Total net voted capital	1,341,673	9,000	1,350,673
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,960,553	-11,600	-2,972,153
Depreciation	-1,377,808	200,000	-1,177,808
New provisions and adjustments to previous provisions	-66,896	-7,601	-74,497
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-725	-	-725
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	23,104	23,104
Use of provisions	189,680	9,110	198,790
Total accruals to cash adjustments	-4,216,302	213,013	-4,003,289
Excess cash to be CFERd	-	-	-
Net Cash Requirement	12,275,144	286,013	12,561,157

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	Receipts	Income	Receipts
Operating income not classified as A in A	1,950	<i>1,950</i>	3,259	<i>3,259</i>
Non-operating income not classified as A in A	1,811	<i>1,811</i>	1,811	<i>1,811</i>
Other amounts collectable on behalf of the Consolidated Fund	110,000	<i>110,000</i>	110,000	<i>110,000</i>
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	113,761	<i>113,761</i>	115,070	<i>115,070</i>

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	281,876
Total Net Administration Costs	281,876
Net Programme Costs	
RfR1	14,931,897
Non-voted	-3,259
Total Net Programme costs	14,928,638
Total Net Operating Cost	15,210,514
<i>of which:</i>	
Net Resource Requirement	15,213,773
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-3,259
Reduction in planne spend unable to be included in Estimate	-
Resource Budget	10,143,831

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	15,213,773
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-3,259
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	15,210,514
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-4,685,407
European Union income related to capital grants	-
voted expenditure outside the budget	-431,000
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	2,259
Resource consumption of non-departmental public bodies	-134,500
Unallocated resource provision	78,503
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	103,462
Resource Budget (Budget)	10,143,831
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	6,356,137
Annually Managed Expenditure (AME)	3,787,694

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	1,350,673
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-1,811
capital spending by non departmental public bodies	142,000
capital grants	4,685,407
European Union income related to capital grants	-
supported capital expenditure (revenue)	858,300
capital spending by levy funded bodies	-
unallocated capital provision	308,622
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	-59,962
Capital Budget (Budget)	7,283,229
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	7,283,229
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Robert Devereux, Permanent Head of the Department

Robert Devereux as the Accounting Officer of the Department for Transport has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The PAO as the permanent head, remains in general overall charge of the Department for Transport.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000
	2008-09 Provision
RfR 1: Transport that works for everyone	
Administration	23,304
<i>of which:</i>	
Sale of goods and services	23,304
Programme	713,162
<i>of which:</i>	
Sale of goods and services	635,852
EU income	53,690
Interest and dividends	23,620
Total RfR1	736,466 †
<p>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: research, statistical and administrative services; fee paying enquiries; dissemination and sales of information, royalties, the loan and hire of equipment, seminars, conferences, and publication (in print and non-print media); sponsorship, including contributions from co-sponsors, other government departments, agencies and non-departmental public bodies towards the cost of research, surveys and studies; receipts from the European Union, donations, legal claims, including extra-contractual claims for defective work; awards of court costs and out of court settlements; receipts from the use of accommodation; rental income and receipts from property and land;</p> <p>the disposal of land, buildings, plant, equipment, machinery, vehicles and capital assets; recoveries of seconded staff salaries; fees for driving assessments; charges for vehicle and component testing; recoveries from local authorities in respect of public enquiries into highway orders; the sale of land on completion or abandonment of highway schemes; receipts from Dartford River Crossing Ltd; receipts from claims for damage to motorways and trunk roads; contributions from developers to transport schemes; recoveries of costs of civil aviation services; the sale of civil aviation items; receipts from the British Transport Police Authority;</p> <p>the Channel Tunnel Rail Link, Eurostar, the Scottish Executive and Cross London Rail Links Limited; receipts in respect of railways and railway services; fees and receipts from the surveys of ships, Port State Control inspections, examinations and the certification of seafarers and receipts from the Learning and Skills Council for SmarT seafarer training; recoveries in respect of the International Maritime Organisation building; the Mersey Conservancy; shipping services; ports and associated pension and compensation schemes and receipts from outside organisations in respect of the provision by MAIB staff of investigation expertise and training; Eurocontrol; receipts in respect of Vehicle Excise duty enforcement activities; Vehicle and Operator Services Agency; Driver and Vehicle Licensing Agency and the Driving Standards Agency;</p> <p>Other River Crossings; payments from the Department for Communities and Local Government in respect of certain central services; receipts from the trading and programme activities of the Government Car Despatch Agency; and receipts relating to the administration and operation of the department.</p>	
Total Operating A in A	736,466

Analysis of non - operating appropriations in aid (A in A)

	£'000
	<u>2008-09 Provision</u>
RfR 1: Transport that works for everyone	
Programme	24,657
<i>of which:</i>	
Sale of assets	11,057
Loan, etc., repayments	13,600
Total RfR1	24,657 †
<i>† Amounts that may be applied as non-operating appropriations in aid, arising from: the disposal of land, buildings, plant, equipment, machinery, vehicles and capital assets; the loan or hire of equipment; the sale of motorway service area freeholds; repayments of loans or other payments from National Air Traffic Services; repayments of loans or other payments made under Section 63 of the Railways Act 1993 to Railtrack plc (in administration); the Channel Tunnel Rail Link; repayments of deemed and voted loans made to the Driver and Vehicle Licensing Agency; Vehicle and Operator Services Agency, the Driving Standards Agency and the British Transport Police Authority.</i>	
Total Non - operating A in A	24,657

Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

		£'000	
		2008-09 provision	
		Income	Receipts
Second Mersey Tunnel	Φ	1,811	1,811
Bus Service Operator Grant	Φ	1,000	1,000
Maritime and Coastguard Agency	Φ	950	950
Driver and Vehicle Licensing Agency (trading fund)	Φ	110,000	110,000
Eurotunnel	Φ	1,200	1,200
Crossrail	Φ	109	109
Total		115,070	115,070

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	24,941	-24,314	5,930,504	425,633	6,356,137
<i>of which: †</i>					
Administration budget	349	-45	281,876	50	281,926
Near-cash in RDEL	13,341	-12,714	5,448,439	621,698	6,070,137
Capital ††	88,338	-98,300	6,133,418	1,149,811	7,283,229
Less Depreciation †††	-	-7,500	-367,765	-32,592	-400,357
Total	113,279	-130,114	11,696,157	1,542,852	13,239,009

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000
761,123

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

Expenditure resting on the sole authority of the Appropriation Act

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

RfR/Section	Service	£'000
RfR1 - M	International subscriptions OECD	500
RfR1 -M	Government Office programme expenditure	550
RfR1 - X	Centres of Excellence	100

Notes to the Estimate (*continued*)**Grants in Aid**

RfR/Section	Body	£ '000
RfR1 - AB	Driver and Vehicle Licensing Agency (trading fund)	260,200
RfR1 - AC	British Transport Police Authority	7,000
RfR1 - AC	Rail Passenger Council	8,000
RfR1 - AC	London and Continental Railways	5,000
RfR1 - AC	Renewable Fuels Agency	1,500
RfR1 - AC	Rail Heritage Council	120
		<hr/> <hr/>
		281,820

Department for Innovation, Universities and Skills

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: To help build a competitive economy by : creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
<u>Take up of Departmental Unallocated Provision</u>			
	Other resource (near cash)		
C3	To increase provision for Higher Education Support for Students	5,000,000	
<u>Machinery of Government changes</u>			
	Administration Costs (non cash)		
A1	To reflect the transfer from the Cabinet Office of the function of Government Skills	1,600,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
	Administration Costs (near cash)		
A1	Increase in provision - transfer from the Cabinet Office for Parliamentary Counsel Office costs	42,000	
	Other resource (near cash)		
D3	Increase in provision - transfer from the Ministry of Justice for Offender Learning	13,912,000	
D3	Increase in provision - transfer from the Department for Children, Schools and Families for Vocational Qualifications reform	3,655,000	
<u>Changes in operating appropriations-in-aid (not offset by changes in spending)</u>			
Increases in operating appropriations-in-aid (DEL) offsetting increases in non-voted DEL spending			
B5	Higher Education		-1,142,000
C5	Higher Education Support for Students		-1,700,000
D5	Further Education, Skills and International Programmes		-50,000
E5	Further Education Receipts from DCSF		-57,073,000
Reduction in operating appropriations-in-aid (DEL) offset by decreases in non-voted DEL spending			
D5	Further Education, Skills and International Programmes	9,000,000	
E5	Further Education Receipts from DCSF	87,362,000	

Other changes in DEL Spending

	Administration Costs (near cash)		
A1	To increase provision for Central Administration - element of CSR07 settlement omitted from Main Estimates	91,000	

Other changesResource transfers within the Request for Resources

	Other resource (near cash)		
D2	Increase in provision for Further Education	1,246,000	
A2	Reduction in provision for Activities to Support all Functions		-746,000
B2	Reduction in provision for Higher Education		-500,000
B3	Increase in provision for Higher Education	3,650,000	
C3	Reduction in provision for Higher Education Support for Students		-5,200,000
Q3	Increase in provision for Higher Education Awards and Fees through Local Authorities	1,550,000	
F2	Increase in provision for Science, Innovation and Knowledge Transfer (Other Current)	61,893,000	
F3	Reduction in provision for Science, Innovation and Knowledge Transfer (Grants)		-61,893,000

Transfers to/from non-voted spending

Other resource (near cash) - changes offset by increases and reductions in non-voted spending by sponsored Non Departmental Public Bodies

	To increase provision for:		
B2	Higher Education	6,550,000	
B3	Higher Education	2,421,000	
Q3	Higher Education Awards and Fees through Local Authorities	450,000	
	To decrease provision for:		
B2	Higher Education		-1,000,000
F2	Science, Innovation and Knowledge Transfer		-500,000

Changes in non-budget spending

	To increase grant-in-aid provision for:		
H3	Higher Education Funding Council for England	1,887,000	
K3	Investors in People UK	50,000	
M3	Sector Skills Development Agency	10,600,000	
M3	UK Commission for Employment and Skills	9,955,000	
P3	Technology Strategy Board	25,000,000	
	To Decrease grant-in-aid provision for:		
J3	Student Loans Company		-3,895,000
L3	Learning and Skills Council		-48,289,000

Changes in operating appropriations-in-aid (fully offset by changes in spending)

D2/D5	To increase provision for expenditure and corresponding appropriations-in-aid for Further Education, Skills and International Programmes	43,399,000	-43,399,000
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D3/D5	To increase provision for expenditure and corresponding appropriations-in-aid for Further Education, Skills and International Programmes	5,000	-5,000
B2/B5	To increase provision for expenditure and corresponding appropriations-in-aid for Higher Education	600,000	-600,000
F2/F5	To increase provision for expenditure and corresponding appropriations-in-aid for Science, Innovation and Knowledge Transfer	10,145,000	-10,145,000
		<u>Total</u>	<u>300,063,000</u>
			<u>-236,137,000</u>
		Total change in resources for RfR1	63,926,000

RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society

Section Reason for change

Transfers to/from non-voted spending

Other resource (near cash) - changes offset by increases in non-voted spending by sponsored Non Departmental Public Bodies

To decrease provision for:			
D3	OSI Initiatives		-1,109,000
F3	Knowledge transfer		-85,000,000
To increase provision for:			
H5	Biotechnology and Biological Sciences Research Council Receipts		-4,900,000
Capital Grants			
To decrease provision for:			
G3	Science and Research Investment Fund		-229,211,000

Changes in non-budget spending

To increase grant-in-aid provision for:			
J3	Arts and Humanities Research Council	17,258,000	
K3	Biotechnology and Biological Sciences Research Council	18,531,000	
L3	Economic and Social Research Council	9,776,000	
M3	Engineering and Physical Sciences Research Council	22,046,000	
N3	Medical Research Council	160,301,000	
O3	Natural Environment Research Council	43,310,000	
P3	Science and Technologies Facilities Council	128,597,000	
Q2	Fees Payable under the Animals (Scientific Procedures) Act 1986	125,000	
To decrease grant-in-aid provision for:			
R3	Higher Education Funding Council for England		-78,590,000

		399,944,000	-398,810,000
		Total change in resources for RfR2	1,134,000
		Total change in resources for Estimate	65,060,000

Changes in Capital

RfR 1: To help build a competitive economy by : creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Other changes in DEL Spending</u>			
A7	To increase provision for departmental Capital - element of CSR07 settlement omitted from Main Estimates	100,000	
		<u>Total</u>	<u>-</u>
Total change in capital for RfR1		100,000	100,000
Total change in capital for Estimate			100,000

- As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £63,560,000.
- Symbols are explained in the Introduction to this booklet.

Department for Innovation, Universities and Skills

Part I

£

RfR 1: To help build a competitive economy by : creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.	†	63,926,000
RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society		1,134,000
Total additional net resource requirement		65,060,000
Additional net cash requirement		63,560,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Department for Innovation, Universities and Skills.

RfR 1: To help build a competitive economy by : creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.

Further, higher and other education provision and initiatives for young people and adults; research and related initiatives at institutions delivering higher education; training, skills, enterprise, assessment and advice and guidance provision for young people, adults and employers and related initiatives; financial and other support for students and trainees, including grants, allowances, access funds, loans and their repayment, the resource consequences of loans to students, support for students through local authorities, the cost of sales of the student loan debt, reimbursement of fees for qualifying European Community students, post graduate awards, mandatory student awards, education maintenance allowances and childcare and transport support; investments and loans to support PFI; initiatives and programmes supported by the European Union; international programmes, including payments to the Department of Work and Pensions for the UK subscription to the International Labour Organisation and other international programmes;

initiatives to support, improve and promote education, training, skills and student and trainee support; payments to the Department for Business, Enterprise and Regulatory Reform in connection with the Regional Development Agencies and the London Development Agency; grants in aid and funding for the Higher Education Funding Council for England; the Learning and Skills Council, Government Skills, Investors in People UK, the Student Loans Company, Office for Fair Access, the Quality Improvement Agency, Sector Skills Development Agency, the UK Commission for Employment and Skills, the Technology Strategy Board, innovation and standards, the Design Council and the British Standards Institute; funding for the Construction Industry Training Board, Engineering Construction Industry Training Board and Film Industry Training Board; UK Intellectual Property Office; National Endowment for Science, Technology and the Arts; National Weights and Measures including the National Weights and Measures Laboratory; Information and publicity initiatives and services; departmental and others' costs of administering the above, including payments to the Department for Children, Schools and Families; and income relating to the above.

Expenditure covers cash, near-cash, capital and non-cash items. Expenditure covers payments, grants and loans to organisations in the public, private and other sectors, including employers, community, voluntary and business support organisations, to individuals and other government departments. Expenditure relates primarily to England, but in some cases includes supporting activities in other parts of the United Kingdom and abroad.

RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society

Research Councils; the Royal Society; the Royal Academy of Engineering; the British Academy; Research Base Initiatives; the Science Research Investment Fund; promotion of Science in Society; Knowledge Transfer initiatives including the Higher Education Innovation Fund and Public Sector Research Establishments grants; fees payable under the Animals (Scientific Procedures) Act 1986; Research Council pensions; capital and administration costs of the Research Base Group and Government Office for Science; and associated non-cash items.

The **Department for Innovation, Universities and Skills** will account for this Estimate.

† The function of Government Skills was transferred from the Cabinet Office on 1 April 2008. Within the overall changes sought in this Estimate, which has no effect on the net cash requirement, the specific changes relating to this machinery of government transfer are: for RfR 1 the net resource requirement is increased by £1,600,000.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision	
RfR 1: To help build a competitive economy by : creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.						
		81,678	17,752	63,926		
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Activities to Support all Functions	79,234	987	- 987	80,221	
RfR 1 - B	Higher Education	119,699	11,721	1,742	9,979	129,678
RfR 1 - C	Higher Education Support for Students	2,225,265	-200	1,700	-1,900	2,223,365
RfR 1 - D	Further Education, Skills and International Programmes	380,636	62,217	34,454	27,763	408,399
RfR 1 - E	Further Education Receipts from DCSF	-7,380,480	-	-30,289	30,289	-7,350,191
RfR 1 - F	Science, Innovation and Knowledge Transfer	141,702	9,645	10,145	-500	141,202
Non-Budget						
RfR 1 - H	Higher Education Funding Council for England	7,103,038	1,887	-	1,887	7,104,925
RfR 1 - J	Student Loan Company	76,936	-3,895	-	-3,895	73,041
RfR 1 - K	Investors in People UK	6,745	50	-	50	6,795
RfR 1 - L	Learning and Skills Council	11,674,343	-48,289	-	-48,289	11,626,054
RfR 1 - M	UK Commissioner for Employment and Skills	64,884	20,555	-	20,555	85,439
RfR1 - P	Technology Strategy Board	193,800	25,000	-	25,000	218,800
Spending in Departmental Expenditure Limits (DEL)						
<i>Support for Local Authorities</i>						
RfR1 - Q	Higher Education Fees and Awards through Local Education Authorities	-	2,000	-	2,000	2,000
RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society						
		6,034	4,900	1,134		
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 2 - D	OSI Initiatives	5,875	-1,109	-	-1,109	4,766
RfR 2 - F	Knowledge transfer	97,500	-85,000	-	-85,000	12,500
RfR 2 - G	Science and Research Investment Fund	266,711	-229,211	-	-229,211	37,500
RfR 2 - H	Biotechnology and Biological Sciences Research Council	-1,000	-	4,900	-4,900	-5,900

Non-Budget

RfR 2 - J	Arts and Humanities Research Council	103,492	17,258	-	17,258	120,750
RfR 2 - K	Biotechnology and Biological Sciences Research Council	409,869	18,531	-	18,531	428,400
RfR 2 - L	Economic and Social Research Council	164,524	9,776	-	9,776	174,300
RfR 2 - M	Engineering and Physical Sciences Research Council	785,404	22,046	-	22,046	807,450
RfR 2 - N	Medical Research Council	577,849	160,301	-	160,301	738,150
RfR 2 - O	Natural Environment Research Council	365,140	43,310	-	43,310	408,450
RfR 2 - P	Science and Technology Facilities Council	530,803	128,597	-	128,597	659,400
RfR 2 - Q	Fees Payable under the Animals (Scientific Procedures) Act 1986	175	125	-	125	300
RfR2 - R	Higher Education Funding Council for England	363,676	-78,590	-	-78,590	285,086

Total for Estimate		87,712	22,652	65,060
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Capital and Cash

	£000		
	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	5,929,837	100	5,929,937
Non-Operating A in A	1,160,250	-	1,160,250
Net cash requirement	21,003,978	63,560	21,067,538

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: To help build a competitive economy by : creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.								
71,733	1,394,639	21,789,843	23,256,215	8,498,824	14,757,391	5,929,937	1,160,250	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Activities to Support all Functions								
71,733	7,517	999	80,249	28	80,221	2,100	-	
B Higher Education								
-	61,680	69,849	131,529	1,851	129,678	-	-	
C Higher Education Support for Students								
-	-	2,225,065	2,225,065	1,700	2,223,365	-	-	
D Further Education, Skills and International Programmes								
-	113,610	330,942	444,552	36,153	408,399	-	-	
E Further Education Receipts from DCSF								
-	-	-	-	7,350,191	-7,350,191	-	-	
F Science, Innovation and Knowledge Transfer								
-	148,654	2,693	151,347	10,145	141,202	12,731	-	
Spending in Annually Managed Expenditure								
<i>Central Government spending</i>								
G Loans to Students								
-	1,063,178	35,578	1,098,756	1,098,756	-	5,915,106	1,160,250	
Non-Budget								
H Higher Education Funding Council for England								
-	-	7,104,925	7,104,925	-	7,104,925	-	-	
I Office for Fair Access								
-	-	488	488	-	488	-	-	
J Student Loan Company								
-	-	73,041	73,041	-	73,041	-	-	
K Investors in People UK								
-	-	6,795	6,795	-	6,795	-	-	
L Learning and Skills Council								
-	-	11,626,054	11,626,054	-	11,626,054	-	-	
M UK Commissioner for Employment and Skills								
-	-	85,439	85,439	-	85,439	-	-	
N Quality Improvement Agency								
-	-	1,140	1,140	-	1,140	-	-	
O Design Council								
-	-	6,035	6,035	-	6,035	-	-	
P Technology Strategy Board								
-	-	218,800	218,800	-	218,800	-	-	

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
Spending in Departmental Expenditure Limits (DEL)								
<i>Support for Local Authorities</i>								
Q	Higher Education Fees and Awards through Local Education Authorities	2,000	2,000	-	2,000	-	-	-
RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society								
-	42,843	3,766,372	3,809,215	5,900	3,803,315	-	-	-
Spending in Departmental Expenditure Limits								
<i>Central Government spending</i>								
A	The Royal Society	43,360	43,360	-	43,360	-	-	-
B	Royal Academy of Engineering	10,279	10,279	-	10,279	-	-	-
C	British Academy	22,540	22,540	-	22,540	-	-	-
D	OSI Initiatives	4,766	4,766	-	4,766	-	-	-
E	Science and Society	13,441	13,441	-	13,441	-	-	-
F	Knowledge transfer	12,500	12,500	-	12,500	-	-	-
G	Science and Research Investment Fund	37,500	37,500	-	37,500	-	-	-
H	Biotechnology and Biological Sciences Research Council	-	-	5,900	-5,900	-	-	-
Spending in Annually Managed Expenditure(AME)								
<i>Central Government spending</i>								
I	Research Council's Pension Scheme	42,543	42,543	-	42,543	-	-	-
Non-Budget								
J	Arts and Humanities Research Council	120,750	120,750	-	120,750	-	-	-
K	Biotechnology and Biological Sciences Research Council	428,400	428,400	-	428,400	-	-	-
L	Economic and Social Research Council	174,300	174,300	-	174,300	-	-	-
M	Engineering and Physical Sciences Research Council	807,450	807,450	-	807,450	-	-	-
N	Medical Research Council	738,150	738,150	-	738,150	-	-	-
O	Natural Environment Research Council	408,450	408,450	-	408,450	-	-	-
P	Science and Technology Facilities Council	659,400	659,400	-	659,400	-	-	-

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
Q	Fees Payable under the Animals (Scientific Procedures) Act 1986							
-	300	-	300	-	300	-	-	
R	Higher Education Funding Council for England							
-	-	285,086	285,086	-	285,086	-	-	
Total for Estimate:								
71,733	1,437,482	25,556,215	27,065,430	8,504,724	18,560,706	5,929,937	1,160,250	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	18,495,646	65,060	18,560,706
Voted capital items			
Capital	5,929,837	100	5,929,937
<i>Less:</i> Non-operating A in A	1,160,250	-	1,160,250
Total net voted capital	4,769,587	100	4,769,687
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-1,070,451	-	-1,070,451
Depreciation	-3,205	-1,413	-4,618
New provisions and adjustments to previous provisions	-1,227,371	63	-1,227,308
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-250	-250
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	39,772	-	39,772
Total accruals to cash adjustments	-2,261,255	-1,600	-2,262,855
Excess cash to be CFERd	-	-	-
Net Cash Requirement	21,003,978	63,560	21,067,538

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	71,733
RfR2	-
Total Net Administration Costs	71,733
Net Programme Costs	
RfR1	14,683,703
RfR2	3,803,315
Non-voted	-
Total Net Programme costs	18,487,018
Total Net Operating Cost	18,558,751
<i>of which:</i>	
Net Resource Requirement	18,560,706
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-1,955
Reduction in planned spend unable to be included in the Estimate	-
Resource Budget	16,667,820

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	18,560,706
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund Extra Receipts in the OCS	-1,955
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	18,558,751
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-39,900
European Union income related to capital grants	-
voted expenditure outside the budget	-300
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-1,863,772
unallocated resource provision	13,041
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	16,667,820
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	16,397,771
Annually Managed Expenditure (AME)	270,049

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	4,769,687
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	1,900,340
capital grants	39,900
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	42,517
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	6,752,444
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,989,968
Annually Managed Expenditure (AME)	4,762,476

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Mr Ian Watmore, Permanent Head of the Department

Request for Resources 2 Mr Ian Watmore, Permanent Head of the Department

Ian Watmore as the Accounting Officer of the Department for Innovation, Universities and Skills has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Department for Innovation, Universities and Skills.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: To help build a competitive economy by : creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.

Programme	8,498,824
<i>of which:</i>	
Sale of goods and services	12,668
EU Income	109
Other grant income (including repayments of grants/subsidies)	7,343,888
Interest and Dividends	1,098,756
Other Income (including receipts)	43,403

Total RfR1	8,498,824 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: European Fast Stream receipts; repayment of career development loans; repayments of working capital loans; receipts in respect of Career Development Loans default recoveries by banks; receipts from the sale of surplus properties; receipts from outside organisations (including the EC) in respect of advertising and publicity activities and materials; sale of research publications; receipts from the European Social Fund to cover departmental programmes; receipts from the Department for Children, Schools and Families for 14-19 programmes,

receipts for student support; profits on the sale of surplus equipment and other assets; Sponsorship Funding; rent income from three domestic properties on the estate of the European School of Culture at Culham, Oxfordshire; contributions from the National Assembly for Wales towards Key Skills; receipts from the Department for Work and Pensions for the UK Commission for Employment and Skills; contributions from the National Assembly for Wales and the Scottish Executive for dance and drama students; contributions from the Scottish Executive, the National Assembly for Wales, and the Northern Ireland Executive towards miscellaneous European Education and the UK Prime Minister Initiative;

contributions from other government departments and other sources towards the cost of promoting UK education and training overseas; London Challenge receipts; receipts from the Department of Health for Investors in People healthy Organisations; Student loan interest receivable. Further and Higher education receipts from the Department for Children, Schools and Families; receipts from the Home Office for offender education; receipts from the Department for Communities and Local Government for Faith Leader project; student support receipts; receipts to support Government Skills; rental income from the National Physical Laboratory; receipts from the Department of Health for the Aimhigher programme.

RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society

Programme	5,900
<i>of which:</i>	
Other grant income (including repayments of grants/subsidies)	5,900

Total RfR2	5,900 †
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† Amount that may be appropriated in aid in addition to the net total arising from: receipts for employees' and employers' contributions and transfer values received and contributions towards the Institute of Animal Health

Total Operating A in A	8,504,724
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Notes to the Estimate (*continued*)**Analysis of non - operating appropriations in aid (A in A)**

£'000
2008-09
Provision

RfR 1: To help build a competitive economy by : creating opportunities for everyone to develop their learning and skills and creating excellence in science, research and innovation.

Programme	1,160,250
<i>of which:</i>	
Loans, etc, repayments	1,160,250

Total RfR1	1,160,250 †
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† Amount that may be applied as non-operating appropriations in aid arising from: repayment of principal on student loans; and from the sale of surplus land, buildings and equipment. Repayment of loans from the Patent Office.

Total Non-Operating A in A	1,160,250
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-17,491	36,751	-4,050,840	20,448,611	16,397,771
<i>of which: †</i>					
Administration budget	1,733	-	71,733	-	71,733
Near-cash in RDEL	-19,091	36,751	-5,254,711	20,292,877	15,038,166
Capital DEL ††	-234,011	234,111	-161,169	2,151,137	1,989,968
Less Depreciation †††	-1,413	-	-4,618	-141,753	-146,371
Total DEL	-252,915	270,862	-4,216,627	22,457,995	18,241,368

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	9,664,974

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RfR1-H	Higher Education Funding Council for England ♥	7,104,925
RfR1-I	Office for Fair Access ♥	488
RfR1-J	Student Loans Company ♦	73,041
RfR1-K	Investors in People UK ♥	6,795
RfR1-L	Learning and Skills Council ♥	11,626,054
RfR1-M	Sector Skills Development Agency ♥	12,100
RfR1-M	UK Commission for Employment and Skills ♥	73,339
RfR1-N	Quality Improvement Agency ♥	1,140
RfR1-O	Design Council♦	6,035
RfR1-P	Technology Strategy Board ♥	218,800
Total		19,122,717
RfR2-J	Arts and Humanities Research Council♥	120,750
RfR2-K	Biotechnology and Biological Sciences Research Council♥	428,400
RfR2-L	Economic and Social Research Council♥	174,300
RfR2-M	Engineering and Physical Sciences Research Council♥	807,450
RfR2-N	Medical Research Council♥	738,150
RfR2-O	Natural Environment Research Council♥	408,450
RfR2-P	Science and Technology Facilities Council♥	659,400
RfR2-R	Higher Education Funding Council for England♥	285,086
Total		3,621,986

Notes to the Estimate (*continued*)

Contingent liabilities

Nature of Liability	£ '000
As at 31 March 2008 the following liabilities fell to be met from the Department's Estimate:	
Statutory	
The Department will meet the accrued Civil Service redundancy entitlement to date of secondees who resigned from the Department to take up Training and Enterprise (TEC) employment on or after 1 January 1993 in TECs in England and Wales if:	2,453
a) Their TEC makes them redundant due to direct government action during their first five years of employment;	
b) A court or tribunal ever ruled that TEC and civil service employment were continuous for redundancy calculation purposes.	
The Department has and will continue to give indemnities to Training and Enterprise Councils (TECs), Chamber of Commerce, Training and Enterprise Councils (CCTEs), their representative TEC bodies and those concerned with the wind up, transfer or continuation of TEC delivered activity, where this will facilitate the conclusion of the working and contractual relationship between TECs, CCTEs and Government, thereby ensuring the continuation of essential discretionary activity and the reserves owing to the Secretary of State at the earliest opportunity. The indemnities will include:	
a) Liabilities that arise from the audit work carried in respect of the delivery of activities funded through European Union initiatives or through single Regeneration Budget and other schemes sponsored by Government Departments other than the former DfES and DTI;	27,984
b) Liabilities that arise from the transfer of TEC/CCTE functions to successors, including from staff who have transferred or been made redundant, and who as a result of the transfer seek redress through the Employment Tribunal;	1,000
c) Liabilities arising from properties leased by TECs/CCTEs that they have been unable to dispose of by the time they wind up. The Department may take over these leases and dispose of them on behalf of the TECs/CCTEs.	4,400
In order to ensure that the Croydon Local Learning and Skills Council (LLSC) commences operations in April 2001 and because no suitable Training and Enterprise Council (TEC) or Chamber of Commerce Training and Enterprise (CCTE) property exists in the Croydon LLSC area an indemnity to give a landlord a guarantee that, in the event of the LSC ceasing to exist the Secretary of State will take over the lease. This is because, to the landlord, the LSC is an unknown body with no financial history.	3,622
In order to ensure that the Learning and Skills Council (LSC) commenced operations in April 2001 and because no suitable Training and Enterprise Council (TEC) or Chamber of Commerce Training and Enterprise (CCTE) property exists in the Brighton, Manchester or Coventry area an indemnity to give landlords a guarantee that, in the event of the LSC ceasing to exist the Secretary of State will take over the lease. This is because, to the landlord, the LSC is an unknown body with no financial history.	27,798
Arrangement to allow the appointment of a receiver to manage the affairs of Merseyside Training and Enterprise Council (MTEC).	2,000
Arrangement to allow the appointment of a receiver at any TEC we believe necessary	6,000

In order to ensure that the Kempston Local Learning and Skills Council (LLSC) commenced its operations on time, and because there was no suitable Training and Enterprise Council (TEC) or Chamber of Commerce Training and Enterprise (CCTE) property in the Kempston LLSC area, and because the LSC was an unknown body to the landlord with no financial history the landlord required the Secretary of State to act as guarantor. In the event of the LSC ceasing to exist, the Secretary of State will be required to take over responsibilities under the lease.	242
Potential liability relating to European Schools Programme for teachers claiming permanency under the fixed term employee regulations who may claim redress through the Employment Tribunal.	1,120
European Patent Office (EPO): the UK as one of the contracting states has a potential liability under Article 40 of the European Patent Convention of 1973.	Unquantifiable
World Intellectual Property Organisation: the UK, as a contracting state to the Patent Co-operation Treaty of 1970, has a potential liability under Article 57 of the Treaty.	Unquantifiable
A possible liability to meet outstanding unforeseen claims against the Design Council Pension Scheme, whereby no reimbursement from other parties is available to cover such cost.	Unquantifiable
Liabilities relating to the issue of licences to operators of satellites and other space objects.	Unquantifiable
DIUS has an outstanding legal claim for an early termination of a service contract delivering best practice and monitoring services to a third party.	Unquantifiable

Department for Communities and Local Government

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
Changes related to movements in budgets			
<u>Take up of DEL End-Year Flexibility</u>			
<i>Administration costs (near cash)</i>			
To increase provision for:			
G	Central Administration	8,644,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
<i>Administration costs (near cash)</i>			
To decrease provision for:			
G	Central Administration to the Office of Government Commerce for sustainable procurement		-45,000
H	Government Office Administration to Department for Transport for Traffic Signage		-36,000
To increase provision for:			
G	Administration from Cabinet Office	620,000	
H	Government Office Administration from Cabinet Office for Third Sector/Community Cohesion work	725,000	
<i>Other resource (near cash)</i>			
To decrease provision for:			
C	Safer and Stronger Communities and New Ventures Fund contribution to Improving Migration Statistics work		-500,000
<u>Other changes in DEL spending</u>			
<i>Administration costs (near cash)</i>			
To decrease provision for:			
G	Central Administration reclassification of administration to programme for the Crown Premises Inspection Group		-480,000
<i>Administration costs (near cash)</i>			
To increase provision for:			
G	Communities and Local Government and Government Office Restructuring	12,551,000	
<i>Other resource (near cash)</i>			
To increase provision for:			
R	Restoration Fund contribution to flood recovery	30,627,000	

F	FRS Improvement Programme reclassification of administration to programme for the Crown Premises Inspection Group	480,000	
	<i>Other resource (near cash)</i>		
	To decrease provision for:		
G	Central Administration reclassification programme to administration in respect of the surrender of Ashdown House Lease		-12,551,000
	<u>Changes in Annually Managed Expenditure (AME)</u>		
	To increase provision for :		
W	Fire Superannuation	22,557,000	
	Additional provision for:		
AB	Fire Superannuation (new section)	44,000	
	Other changes		
	<u>Resource transfers to/from another Request for Resources</u>		
	<i>Other resource (near cash)</i>		
	To increase provision for:		
C	Research (from local government research RfR2, section C)	129,000	
	To decrease provision for:		
E	E planning (to Improvement, Transformation and Efficiency RfR2, section G)		-125,000
F	FRS Improvement Programme (to Best Value Inspectorate RfR2, section B)		-1,000,000
	<u>Resource transfers within the Request for Resources</u>		
	<i>Administration (near cash)</i>		
	To adjust provision for:		
G	Central Administration		-10,302,000
H	Government Office Administration	10,302,000	
	<i>Other resource (near cash)</i>		
	To adjust provision for:		
B	Thames Gateway		-22,107,000
B	Homes and Communities Agency		-1,400,000
B	Home Buying and Selling	1,200,000	
B	Building Regulation		-624,000
B	Zero Carbon Buildings	650,000	
B	Housing Corporation Board Remuneration and Pensions	100,000	
C	Research		-2,000,000
C	Sustainable Communities Communications	1,400,000	
C	Research	744,000	
C	Safer Stronger Communities and New Venture Fund		-100,000
D	Cohesion and Race Equality		-169,000
E	Implementing Planning Reform		-4,100,000
F	FRS Improvement Programme		-5,351,000
G	Central Administration		
K	European Regional Development Fund losses and write offs	22,300,000	
L	Mapping and Data Services		-5,000,000
M	Queen Elizabeth II Conference Centre Executive Agency		-2,800,000
N	Thames Gateway (Direct Funding)	20,107,000	
O	New Deal for Communities		-4,100,000

O	Local Enterprise Growth Initiative		-5,602,000
R	FRS Improvement Programme	1,250,000	
S	Area Based Grants	5,602,000	
	<i>Capital grants (capital DEL)</i>		
	to adjust provision for:		
B	Settled homes		-10,000,000
B	Homelessness and Housing Reform		-1,335,000
B	Community Infrastructure Fund		-33,000,000
N	Homelessness and Housing Reform	11,335,000	
N	Growth Areas, New Growth Points and Eco Towns	33,000,000	
	<u>Transfers to/from non-voted spending</u>		
	<i>Other resource (near cash)</i>		
	To adjust provision for:		
B	Housing Corporation Board Remuneration		-110,000
B	Homes and Communities Agency		-2,450,000
B	Implementing European Energy Performance of Building Directive		-9,000,000
B	Growth Areas, New Growth Points and Eco Towns		-5,410,000
B	Thames Gateway		-12,000,000
C	Academy for Sustainable Communities		-4,214,000
C	Decent Mixed Communities		-18,000
D	Community Empowerment		-1,500,000
E	Implementing Planning Reform		-4,250,000
E	Regional Assemblies	1,350,000	
F	FRS Improvement Programme		-4,353,000
N	Housing Market Renewal Fund		-10,591,000
N	Growth Areas, New Growth Points and Eco Towns		-3,154,000
S	Area Based Grant	12,650,000	
	<i>Other resource (non cash)</i>		
	To reduce provision for:		
B	Thames Gateway		-3,000,000
E	Planning Inspectorate		-165,000
G	Central Administration		-12,551,000
	<i>Other resource (capital DEL)</i>		
	To adjust provision for:		
B	Gap Funding for Large Scale Voluntary Transfers		-20,000,000
B	Growth Areas, New Growth Points and Eco Towns		-16,759,000
B	Thames Gateway (Direct Funding)		-106,422,000
B	Community Infrastructure Fund		-17,000,000
B	Thames Gateway (Direct Funding)		-30,000,000
N	Homelessness and Housing Reform		-11,027,000
N	Housing Market Renewal Fund		-150,933,000
N	Disabled Facilities Grant	1,500,000	
N	Growth Areas, New Growth Points and Eco Towns		-5,000,000
	<u>Changes in non-budget spending</u>		
	To decrease grant in aid provision for:		
X	English Partnerships Urban Regeneration Agency		-98,000,000
X	Housing Corporation		-1,449,390,000
	Additional grant in aid provision for:		
X	Homes and Communities Agency	2,047,160,000	
X	Thames Gateway (South East of England Development Agency)	3,700,000	
X	Thames Gateway (Thurrock Urban Development Corporation)	35,800,000	

X	Thames Gateway (London Thames Gateway Urban Development Corporation)	46,200,000	
X	Other Growth Areas (West Northamptonshire Urban Development Corporation)	21,219,000	
X	Other Growth Areas (Milton Keynes Partnership)	800,000	
AA	Firebuy (New Section)	4,353,000	
AA	Community Development Foundation (New Section)	1,500,000	
	To increase provision for:		
X	Loan Charges	7,000,000	
<u>Transfers from/to capital to capital grants</u>			
	To adjust provision for:		
F	Fire Service Statistics		-257,000
N	Gypsy Site Grant	5,000,000	
O	New Deal for Communities	11,000,000	
R	FRS Improvement Programme	1,250,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
	To decrease provision for expenditure and corresponding appropriations in aid:		
G	Central Administration (income)		7,755,000
G	Central Administration (expenditure)	-7,755,000	
	To increase provision for expenditure and corresponding appropriations in aid:		
B	Homelessness and Housing Reform (income)		-410,000
N	Homelessness and Housing Reform (expenditure)	410,000	
H	Government Office Administration (income)		-21,830,000
H	Government Office Administration (expenditure)	21,830,000	
D	Community Empowerment (income)(contribution from the Office of the Third Sector)		-1,000,000
D	Community Empowerment (expenditure)(in relation to the receipt from the Office of the Third Sector)	1,000,000	
M	Queen Elizabeth II Conference Centre Executive Agency (income)(dividend)		-2,800,000
M	Queen Elizabeth II Conference Centre Executive Agency (expenditure)(dividend)	2,800,000	
N	Growth Areas, New Growth Points and Eco Towns (income)		-648,000
N	Growth Areas, New Growth Points and Eco Towns (expenditure)	648,000	
	Additional expenditure fully offset by increase appropriations in aid:		
E	Planning Inspectorate (income)(income from appeals, enquiries and other government departments)		-11,010,000
E	Planning Inspectorate (expenditure)(income from appeals, enquiries and other government departments)	11,010,000	
F	FRS Improvement Programme (income)(interest received from loans)		-656,000
F	FRS Improvement Programme (expenditure)(interest received from loans)	656,000	
F	Medical Appeals (income)(repayment of charges for medical adjudication)		-441,000

F	Medical Appeals (expenditure)(repayment of charges for medical adjudication)	441,000	
X	English Partnerships (grant in aid income)(clawback of Derelict Land Grant)		-1,000,000
X	English Partnerships (grant in aid expenditure)(clawback of Derelict Land Grant)	1,000,000	
		<u>Total</u>	<u>2,403,782,000</u>
Total change in resources for RfR1			-2,119,214,000
			284,568,000

RfR 2: Providing for effective devolved decision making within a national framework

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
Changes related to movements in budgets			
<u>Take up of DEL End-Year Flexibility</u>			
<i>Other resource (near cash)</i>			
To increase provision for:			
G	PSA Performance Fund	82,000,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
<i>Other resource (capital DEL)</i>			
To reduce provision for:			
G	Local Government On Line to Department for Works and Pensions for Government Connect		-1,000,000
<u>Changes in Annually Managed Expenditure (AME)</u>			
To increase provision for:			
H	NNDR outturn adjustments	137,000,000	
H	Local Authority Business Growth Incentive Scheme	101,709,000	
Other changes			
<u>Resource transfers to/from another Request for Resources</u>			
<i>other resource (near cash)</i>			
To adjust provision for:			
B	Best Value Inspectorate (from FRS Improvement programme RfR1, section F)	1,000,000	
C	Local government research (to research RfR 1, section C)		-129,000
G	Improvement, Transformation and Efficiency (from e planning RfR1, section E)	125,000	
<u>Resource transfers within the Request for Resources</u>			
<i>other resource (near cash)</i>			
To adjust provision for:			
A	Valuation Office rating services		-1,200,000
G	Council Tax discount for floods	1,200,000	
<u>Transfers to/from non-voted spending</u>			
<i>other resource (near cash)</i>			
To adjust provision for:			
G	Emergency assistance to local authorities	267,000	

	<u>Changes in non-budget spending</u>		
	To reduce grant in aid for:		
I	Valuation Tribunals		-147,000
	<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>		
	To increase provision for expenditure and corresponding appropriations in aid:		
G	PSA Performance Fund		-32,000,000
G	PSA Performance Fund	32,000,000	
		<u>Total</u>	<u>355,301,000</u>
			<u>-34,476,000</u>
	Total change in resources for RfR2		320,825,000
	Total change in resources for Estimate		605,393,000

Changes in capital**RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions**

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
	<u>Other changes</u>		
	<u>Transfers from/to capital grants to capital</u>		
	To adjust provision for:		
F	FRS Improvement Programme		-429,000
F	FRS Improvement Programme		-821,000
F	Fire Control Rooms		-16,000,000
F	Fire Service Statistics	257,000	
	<u>Changes in non-operating appropriations-in-aid (fully offset by changes in spending)</u>		
	To increase provision for expenditure and corresponding appropriations in aid:		
F	FRS Improvement Programme		-821,000
F	FRS Improvement Programme	821,000	
		<u>Total</u>	<u>1,078,000</u>
			<u>-18,071,000</u>
	Total change in capital for RfR1		-16,993,000
	Total Change in Capital for Estimate		-16,993,000

- As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £1,342,375,000.
- Symbols are explained in the Introduction to this booklet.

Department for Communities and Local Government

Part I

£

RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions	†	284,568,000
RfR 2: Providing for effective devolved decision making within a national framework		320,825,000
Total additional net resource requirement		605,393,000
Additional net cash requirement		1,342,375,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Department for Communities and Local Government on:

RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions

housing revenue account subsidy; homelessness, rough sleepers and housing reform; payments to the Housing Corporation; the Homes and Community Agency; the Tenant Services Authority; payments to the Audit Commission for registered social landlord inspections; disabled facilities grant; capacity building and efficiency improvements; home buying and selling; procurement efficiencies in social housing; payments to local authorities in respect of Area Based Grant;

rent and leasehold services; social housing mobility including choice-based local authority lettings; tenant engagement; housing transfers; regional housing boards advice; the Supporting People programme; capital grants to local authorities for housing; Shanghai Expo 2010; housing related sustainable development; payments to the Commission for Architecture and the Built Environment; payments to the Academy for Sustainable Communities; payments under the Sustainable Communities Act 2007; charges by Valuation Offices in respect of Right to Buy; refurbishment and acquisition

of gypsy sites; deprived neighbourhoods, including the New Deal for Communities programmes; payments to the Urban Regeneration Agency; payments to the Department for Business, Enterprise and Regulatory Reform for Regional Development Agencies and the London Development Agency; Groundwork; initiatives to accelerate the growth areas, including transport schemes and payments to development corporations and other local delivery agencies; Support for the construction of venues and infrastructure related to the Olympic Games; grants and payments for creating and improving parks and public spaces; co-ordinating strategy for dealing with abandoned vehicles; payments that derive from European Structural Funds Regulations; exchange rate losses and other losses relating to the European Regional Development Fund (ERDF) projects; Combined Universities of Cornwall; coalfields regeneration; planning; the Planning Inspectorate; Fire and Rescue services, including the grants paid to Chief Fire Officers' Association and measures to deal with the aftermath of terrorism; purchase of fire radio systems; payments and loans to the Fire Service College (trading fund); payments for provision of services to improve the efficiency and effectiveness of the fire service; Emergency Fire Service Closure Costs; fire service pensions; fire service dispute(s); payments to Firebuy; work on improving race, gender and faith equalities; payments to the Community Development Foundation; Community Cohesion; Community empowerment; mapping data and services; Ordnance Survey trading fund; regional assemblies; payments for the Mersey Basin Campaign special grants paid under Section 31 of the Local Government Act 2003; minor grants and payments in support of housing, planning, regeneration, liveability, urban design, building regulation, research, development, surveys; monitoring, statistics, advice and consultancies; initiatives to tackle areas of low demand housing; publicity, promotion and publications; communications; Special Grants Programme support to voluntary bodies; subscriptions and contributions to international organisations; the residual functions of Property Services Agency (PSA); payments and loans in connection with the Queen Elizabeth II Conference Centre trading fund; the administration and operation of the department including the Government Offices; the purchase, acquisition, hire, lease and rent of land, buildings, plant, equipment, machinery, vehicles and capital assets; research; housing statistics,

special payments ; and associated non-cash items.

RfR 2: Providing for effective devolved decision making within a national framework

payments to the Valuation Office Agency for rating and valuation services; payments to the Audit Commission for Best Value inspections; revenue support grant and redistributed non-domestic rates to receiving authorities in England; repayment of excess contributions made by local authorities in respect of non-domestic rates in 2007-08 and previous years; preparation for the Greater London Authority and related bodies; Greater London Authority (GLA) general grant; intervention action and capacity building in local authorities; local Public Service Agreement (PSA) performance fund payments; grants paid under section 31 and 36(a) of the Local Government Act 2003; grants to beacon councils; emergency financial assistance to local authorities; payments to bodies specified by the Secretary of State under Section 78 of the Local Government Finance Act 1988, and to the Commission for Local Administration in England; mapping and other costs associated with local government reviews and revisions to administrative and electoral boundaries following Parish and Electoral Commission reviews; grant-in-aid to the Standards Board for England and to the Valuation Tribunal Service; payments in respect of the capital element of contracts let under the private finance initiative; research, development, surveys, monitoring, statistics, advice and consultancies; publicity, promotion and publications; special payments; subscriptions to the Commonwealth Local Government forum and associated non-cash items

The **Department for Communities and Local Government** will account for this Estimate.

† £50,000 has been advanced from the Contingencies Fund to provide cash in respect of £50,000 resources supporting the new service provided for under subhead E2 in Request for Resources 1 of this Estimate. A corresponding cash amount is required to enable repayment to be made to the Fund.

Part II: Changes proposed

Resources

£'000

		Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions						
			316,608	32,040	284,568	
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1- B	Improving the supply and quality of housing	470,225	-288,667	410	-289,077	181,148
RfR 1- C	Building prosperous communities, promoting regeneration and tackling deprivation	1,985,676	-4,559	-	-4,559	1,981,117
RfR 1- D	Developing communities that are cohesive, active and resilient to extremism	37,447	-669	1,000	-1,669	35,778
RfR 1- E	Providing a more efficient, effective and transparent planning system	85,936	3,720	11,010	-7,290	78,646
RfR 1- F	Ensuring safer communities by providing the framework to prevent and respond to emergencies	130,574	-9,384	1,097	-10,481	120,093
RfR 1- G	Central Administration	216,504	-21,869	-7,755	-14,114	202,390
RfR 1- H	Government Office Administration	99,286	32,821	21,830	10,991	110,277
RfR 1- K	European Structural Funds- Communities and Local government	10,301	22,300	-	22,300	32,601
RfR 1- L	Ordnance Survey	14,518	-5,000	-	-5,000	9,518
RfR 1- M	Queen Elizabeth II Conference Centre Executive Agency	-1,292	-	2,800	-2,800	-4,092
<i>Support for Local Authorities</i>						
RfR 1- N	Improving the supply and quality of housing	2,743,198	-108,705	648	-109,353	2,633,845
RfR 1- O	Building prosperous communities, promoting regeneration and tackling deprivation	276,473	1,298	-	1,298	277,771
RfR 1- R	Ensuring safer communities by providing the framework to prevent and respond to emergencies	77,645	33,127	-	33,127	110,772
RfR 1- S	Area Based Grant	631,517	18,252	-	18,252	649,769
Spending in Annually Managed Expenditure(AME)						
<i>Support for Local Authorities</i>						
RfR 1- W	Ensuring safer communities by providing the framework to prevent and respond to emergencies	199,843	22,557	-	22,557	222,400

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
Non-Budget					
RfR 1- X	3,532,474	615,489	1,000	614,489	4,146,963
RfR1- AA	-	5,853	-	5,853	5,853
Spending in Annually Managed Expenditure(AME)					
<i>Central Government spending</i>					
RfR1- AB	-	44	-	44	44
RfR 2: Providing for effective devolved decision making within a national framework					
		352,825	32,000	320,825	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 2 - A	173,590	-1,200.	-	-1,200	172,390
RfR 2 - B	19,924	1,000	-	1,000	20,924
RfR 2 - C	3,302	-129.	-	-129	3,173
<i>Support for Local Authorities</i>					
RfR 2 - G	357,061	114,592	32,000	82,592	439,653
Spending in Annually Managed Expenditure(AME)					
<i>Support for Local Authorities</i>					
RfR 2 - H	463,000	238,709	-	238,709	701,709
Non-Budget					
RfR 2 - I	19,968	-147.	-	-147	19,821
Total for Estimate		669,433	64,040	605,393	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	64,451	-16,172	48,279
Non-Operating A in A	82	821	903
Net cash requirement	36,364,731	1,342,375	37,707,106

Part II: Revised subhead detail including additional provision

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions							
333,519	963,159	10,449,636	11,746,314	290,284	11,456,030	48,279	903
Spending in Departmental Expenditure Limits (DEL)							
<i>Central Government spending</i>							
A Supporting local government							
-	464	-	464	-	464	-	-
B Improving the supply and quality of housing							
-	68,077	113,781	181,858	710	181,148	-	-
C Building prosperous communities, promoting regeneration and tackling deprivation							
-	42,760	1,938,357	1,981,117	-	1,981,117	5,000	-
D Developing communities that are cohesive, active and resilient to extremism							
-	11,303	26,475	37,778	2,000	35,778	-	-
E Providing a more efficient, effective and transparent planning system							
-	88,306	1,350	89,656	11,010	78,646	8,400	-
F Ensuring safer communities by providing the framework to prevent and respond to emergencies							
-	120,690	500	121,190	1,097	120,093	10,955	821
G Central Administration							
192,964	21,426	-	214,390	12,000	202,390	21,064	-
H Government Office Administration							
140,555	1,552	-	142,107	31,830	110,277	2,860	-
I European Structural Funds - net (expenditure and income relating to old programmes)							
-	-	1	1	-	1	-	-
J European Structural Funds - income relating to 2007-13 programmes							
-	-	-	-	66,318	-66,318	-	-
K European Structural Funds- Communities and Local government							
-	2,300	30,301	32,601	-	32,601	-	-
L Ordnance Survey							
-	34,460	1,320	35,780	26,262	9,518	-	-
M Queen Elizabeth II Conference Centre Executive Agency							
-	-	117	117	4,209	-4,092	-	82
<i>Local Area Agreements</i>							
-	-	-	-	-	-	-	-
<i>Support for Local Authorities</i>							
N Improving the supply and quality of housing							
-	-	2,767,693	2,767,693	133,848	2,633,845	-	-
O Building prosperous communities, promoting regeneration and tackling deprivation							
-	-	277,771	277,771	-	277,771	-	-
P Developing communities that are cohesive, active and resilient to extremism							
-	-	3,970	3,970	-	3,970	-	-

Part II: Revised subhead detail including additional provision

		Resources				Capital		£'000	
	1	2	3	4	5	6	7	8	
	Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
Q	Providing a more efficient, effective and transparent planning system	-	-	100,000	100,000	-	100,000	-	-
R	Ensuring safer communities by providing the framework to prevent and respond to emergencies	-	15,200	95,572	110,772	-	110,772	-	-
S	Area Based Grant	-	-	649,769	649,769	-	649,769	-	-
T	European Structural Funds - net (expenditure and income relating to old programmes)	-	-	1	1	-	1	-	-
U	European Structural Funds - payments to London Development Agency for 2007-13 programme	-	-	2,976	2,976	-	2,976	-	-
	<i>Local Area Agreements</i>	-	-	-	-	-	-	-	-
Spending in Annually Managed Expenditure(AME)									
<i>Central Government spending</i>									
V	Improving the supply and quality of housing	-	556,700	-	556,700	-	556,700	-	-
<i>Support for Local Authorities</i>									
W	Ensuring safer communities by providing the framework to prevent and respond to emergencies	-	-	222,400	222,400	-	222,400	-	-
Non-Budget									
X	Improving the supply and quality of housing	-	-	4,147,963	4,147,963	1,000	4,146,963	-	-
Y	European Structural Funds- payments to Regional Development Agencies for 2007-13 programme	-	-	63,342	63,342	-	63,342	-	-
Z	Area Based Grant	-	-	1	1	-	1	-	-
AA	Ensuring safer communities by providing the framework to prevent and respond to emergencies	-	-	5,853	5,853	-	5,853	-	-
Spending in Annually Managed Expenditure(AME)									
<i>Central Government spending</i>									
AB	Ensuring safer communities by providing the framework to prevent and respond to emergencies	-	-79	123	44	-	44	-	-
RfR 2: Providing for effective devolved decision making within a national framework									
		-	196,552	25,327,435	25,523,987	32,065	25,491,922	-	-
Spending in Departmental Expenditure Limits									
<i>Central Government spending</i>									
A	Valuation Services	-	172,390	-	172,390	-	172,390	-	-
B	Best Value inspection Subsidies to public corporations & Best Value Intervention costs	-	20,924	-	20,924	-	20,924	-	-
C	Local Government research and publicity, boundary reviews:mapping costs	-	3,238	-	3,238	65	3,173	-	-

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
Support for Local Authorities								
D	Revenue Support Grants							
-	-	3,586,446	3,586,446	-	3,586,446	-	-	
E	Non- domestic Rates Payments							
-	-	20,500,000	20,500,000	-	20,500,000	-	-	
F	London governance							
-	-	47,806	47,806	-	47,806	-	-	
G	Other grants and payments							
-	-	471,653	471,653	32,000	439,653	-	-	
Spending in Annually Managed Expenditure(AME)								
Support for Local Authorities								
H	Non-domestic Rates outturn adjustments and Local Authority Business Growth Incentive							
-	-	701,709	701,709	-	701,709	-	-	
Non-Budget								
I	Non-departmental public bodies							
-	-	19,821	19,821	-	19,821	-	-	
Total for Estimate:								
333,519	1,159,711	35,777,071	37,270,301	322,349	36,947,952	48,279	903	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	36,342,559	605,393	36,947,952
Voted capital items			
Capital	64,451	-16,172	48,279
<i>Less: Non-operating A in A</i>	<i>82</i>	<i>821</i>	<i>903</i>
Total net voted capital	64,369	-16,993	47,376
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-8,206	15,130	6,924
Depreciation	-37,942	665	-37,277
New provisions and adjustments to previous provisions	-4,049	-123	-4,172
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	735,033	735,033
Use of provisions	8,000	3,270	11,270
Total accruals to cash adjustments	-42,197	753,975	711,778
Excess cash to be CFERD	-	-	-
Net Cash Requirement	36,364,731	1,342,375	37,707,106

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	1,433,400	<i>1,433,400</i>	1,038,400	<i>1,038,400</i>
Non-operating income not classified as A in A	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	1,433,400	<i>1,433,400</i>	1,038,400	<i>1,038,400</i>

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	289,689
RfR2	-
Total Net Administration Costs	289,689
Net Programme Costs	
RfR1	11,166,341
RfR2	25,491,922
Non-voted	-1,038,400
Total Net Programme costs	35,619,863
Total Net Operating Cost	35,909,552
<i>of which:</i>	
Net Resource Requirement	36,947,952
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-1,038,400
Reduction in planned spend unable to be included in Estimates	-
Resource Budget	29,882,871

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	36,947,952
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund Extra Receipts in the OCS	-1,038,400
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	35,909,552
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-1,299,448
European Union income related to capital grants	-
voted expenditure outside the budget	-7,001
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	187,000
resource consumption of non departmental public bodies	-4,535,239
unallocated resource provision	52,331
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-424,324
Resource Budget (Budget)	29,882,871
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	29,081,918
Annually Managed Expenditure (AME)	800,953

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	47,376
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	4,619,009
capital grants	1,299,448
European Union income related to capital grants	-
supported capital expenditure (revenue)	1,143,038
capital spending by levy funded bodies	-
unallocated capital provision	234,229
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	7,343,100
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	7,343,100
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1	Peter Housden, Permanent Head of the Department for Communities and Local Government
Request for Resources 2	Christopher Wormald, Additional Accounting Officer and Director General of the Government and Regeneration Group of the Department

Peter Housden as the Principal Accounting Officer of the Department for Communities and Local Government has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The PAO as the permanent head, remains in general overall charge of the Department for Communities and Local Government.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

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

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions

Administration	43,830
<i>of which:</i>	
Sale of goods and services	43,830
Programme	246,454
<i>of which:</i>	
Sale of goods and services	36,943
EU Income	66,318
Other grant income (including repayments of grants/subsidies	134,848
Interest and Dividends	5,935
Other Income (including receipts)	2,410
Total RfR1	290,284 †

† Amount that may be appropriated in aid in addition to the net total arising from : research and administrative services, fee paying enquiries, dissemination and sales of information, royalties, the loan, hire and storage of equipment, seminars, patent rights, conferences and publications (in print and non-print media); sponsorship, including contributions from co-sponsors towards the cost of research and surveys; other government departments including agencies and non-departmental public bodies and overseas government; receipts from the European Union; adjustments to commuted loan charges or residual loan charge grants; pooled housing capital receipts from local authorities; housing revenue receipts from local authorities; donations; receipts from the Housing Corporation; charges for services provided by leasehold valuation tribunals and other receipts by Rent Assessment Panels; recovered renovation or disabled facilities grants;

recovered derelict land and other regeneration grants; charges made by the Planning Inspectorate executive agency in England and Wales; receipts from inspections by Crown Premises Inspection Group; dividend payment from Ordnance Survey; dividend payment from the Queen Elizabeth II Conference Centre and interest payments on voted loans; receipts from other government departments for research in support of fire and rescue services; receipts from medical appeals to cover BUPA expenditure; receipts from regional fire and rescue control centres building developers; interest payments on deemed and voted loans made to the Fire Service College; dividend payments from the Fire Service College; receipts from the Firelink contractor; the disposal of land, buildings, water stores, plant, machinery, vehicles and capital assets; recoveries of seconded staff salaries; receipts for the use of accommodation; rental income and receipts from property and land; legal claims, including extra-contractual claims for defective work, awards of court costs and out of court settlements; residual items from the sale of the Building Research Establishment; receipts associated with the Emergency Fire Services;

former SRB programme receipts ; and the sale of Property Services Agency businesses.

RfR 2: Providing for effective devolved decision making within a national framework

Programme	32,065
<i>of which:</i>	
Sale of goods and services	65
Capital income from local authorities	32,000

Total RfR2 **32,065 †**

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: sponsorship, including contributions from co-sponsors towards the cost of research and publicity; the Home Office; repayments by employees of valuation tribunals of loans advanced to purchase cars; rental income and receipts from accommodation leased from or shared with valuation tribunal offices; and fines passed on by the Ministry of Justice; repayments of capital grants by local authorities

Total Operating A in A **322,349**

Notes to the Estimate (*continued*)

Analysis of non - operating appropriations in aid (A in A)

	£'000
	2008-09 Provision
RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions	
Programme	903
<i>of which:</i>	
Sale of assets	790
Loans, etc, repayments	113
Total RfR1	903 †
<i>† Amount that may be applied as non-operating appropriations in aid arising from: the disposal of land, buildings, equipment, machinery, vehicles and capital assets; the loan, hire or storage of equipment; repayment of deemed and voted loans made to the Queen Elizabeth II Conference Centre and the Fire Service College; receipts from the Housing Corporation and the sale of PSA businesses.</i>	
Total Non-Operating A in A	903

Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000	
	2008-09 provision	Receipts
	Income	Receipts
Housing Revenue Account Subsidy Δ	741,400	741,400
Large Scale Voluntary Transfer Levy \bullet	20,000	20,000
Pooled capital receipts from local authorities \bullet	167,000	167,000
European Union Solidarity Fund \bullet	110,000	110,000
Total	1,038,400	1,038,400

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-18,464	68,299	28,629,939	451,979	29,081,918
<i>of which:</i> [†]					
Administration budget	9,428		289,689	-	289,689
Near-cash in RDEL	-2,748	51,697	28,595,458	332,161	28,927,619
Capital DEL ^{††}	-274,641	555,641	2,648,556	4,694,544	7,343,100
Less Depreciation ^{†††}	665	-1,681	-37,277	-14,737	-52,014
Total DEL	-292,440	622,259	31,241,218	5,131,786	36,373,004

[†] The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

^{††} Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

^{†††} Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	323,252

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RfR1- X	Housing Corporation ♥	1,165,859
RfR1- X	English Partnerships - Urban Regeneration Agency ♥	203,000
RfR1- X	Leasehold Advisory Service ♥	1,225
RfR1- X	Community Development Foundation ♥	1,500
RfR1- X	Firebuy ♥	4,353
RfR1- X	Homes and Communities Agency♥	2,046,230
RfR1- X	Thames Gateway South East England Development Agency♥	3,700
RfR1- X	Thames Gateway Thurrock Urban Development Corporation♥	35,800
RfR1- X	Thames Gateway London Urban Development Corporation♥	46,200
RfR1- X	Other Growth Areas: West Northamptonshire Urban Development Corporation♥	21,219
RfR1- X	Other Growth Areas: English Partnership Urban Regeneration Agency♥	800
RfR2- I	Valuation Tribunal Service ♥	11,536
RfR2- I	Standards Board for England ♥	8,285
		3,549,707

Notes to the Estimate (*continued*)

Contingent Liabilities

RfR/Section	Nature of Liability	£ '000
Statutory		
	Fire Service Act 1947 s17 and the Fire Service (Discipline Regulations) 1985. Liability to litigation by Fire Authorities resulting from delays in processing appeals to the Secretary of State.	200
	Payments under the Housing Defects Act 1984 (now part of XVI of the Housing Act 1985) to Local Authorities.	750-1,000
	Housing Association Act 1987, s84 Indemnity of building society mortgages for shared ownership schemes.	175
	Indemnity given for the Land Stabilisation Project to proceed in Northwich under Section 1 of the Derelict Land Act 1982	25,000
Non- Statutory		
	Possible administrative irregularities (Article 4 and 10 checks) in respect of the European Regional Development Fund Programme, where approximately 50% of the total irregularities value would not be recovered due to insolvency occurring.	4,997
	Three Local Authorities (Corby, Slough and Cannock Chase) have launched legal action against the Department for underpayment of the Local Authority Business Growth Incentive Scheme grant. There is a chance that the Court will rule in favour of the Local Authorities. This would result in an additional payment to the Local Authorities.	200,850
	Possible obligations from Employment Tribunal decision including asbestos claims against the Department.	Unquantifiable
	Potential payments under the Housing Revenue Account Subsidy (HRAS) scheme relating to outstanding	Unquantifiable
	Liability to pay grant in future years relating to the annual gap-funding agreements for negative values transfers of council housing stocks	373,075
	Ex-gratia payments which may possibly be made to appellants or other appeal parties who have incurred abortive costs following an error made by the Planning Inspectorate.	75
	Possible ex-gratia payments in relation to Housing and Planning	Unquantifiable
	Possible obligations from Employment Tribunal decisions	Unquantifiable
	Other Employment Tribunal decisions.	186
	Charging of VAT on building rental	182
	Indemnity given to the Nationwide Building Society as lender for claims relating to the treatment or removal of asbestos in connection with housing stock transfers	Unquantifiable

Indemnity given to the Fire and Rescue Services in respect of possible incidents as a result of mass decontamination Unquantifiable

Where bodies outside boundary (see Note 33 of resource accounts) are unable to meet their own liabilities, then there is no reason to believe that the department's future sponsorship and future Parliamentary approval will not be forthcoming. Unquantifiable

Home Office

Introduction

1. This Supplementary Estimate is required for the following purposes:

	Amount (£)	
	<u>Increases</u>	<u>Reductions</u>

Changes in resources

RfR 1: Working together to protect the public

Section Reason for change

Changes related to movements in budgets

Machinery of Government changes

The former UkVisas function (now known as the UKBA International Group) transferred from the Foreign and Commonwealth Office to the UK Borders Agency of the Home Office on 1 April 2008. Details of the resources transferred are as follows:

Section F	Increase in programme income and OCE near-cash spending.	326,200,000	-326,200,000
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Take up of Departmental Unallocated Provision

Section H	Admin near-cash to reflect the latest forecast breakdown of delegated budgets.	12,100,000	
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OCE near-cash in return for admin to reflect the latest forecast breakdown of delegated budgets. The admin is shown in the "Transfers to/from non voted spending" section below.

Section A		523,000	
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Section H		1,423,000	
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Section H	OCE near-cash to reflect the latest forecast breakdown of delegated budgets.	1,100,000	
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Section B	Admin near-cash for the neighbourhood crime and justice unit.	600,000	
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Section B	OCE near-cash for the neighbourhood crime and justice unit.	3,000,000	
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Section B	OCE near-cash for community crime fighters.	2,000,000	
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Section B	OCE near-cash for the third sector work on guns, knives and gangs.	500,000	
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Section B	OCE near-cash for Police pension related payments	3,600,000	
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Section F	OCE near-cash to reflect the latest forecast breakdown of delegated budgets.	20,100,000	
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Section G	OCE near-cash to reflect the latest forecast breakdown of delegated budgets.	5,000,000	
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Transfers of budgetary cover to/from other government departments

Section F	Reduction in OCE near cash spending. This is a re-allocation of resource DEL to the Ministry of Justice to facilitate the automatic deportation of foreign criminals.		-601,000
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Section F	Increase in grant spending to fund the additional costs of the 'Leaving care' programme. This is a re-allocation of resource DEL from the Department for Children Schools and Families.	6,000,000	
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Section F	Reduction in Admin near-cash spending. This is a re-allocation of resource DEL to the Statistics Board for improving migration data.		-250,000
Section D	Reduction in OCE near-cash spending. This is a re-allocation of resource DEL to the Cabinet Office for the Information Security Monitoring and Co-ordination Centre.		-40,000
Section F	Reduction in OCE near-cash spending. This is a re-allocation of resource DEL to the Foreign and Commonwealth Office to help meet the costs of migration policies.		-5,000,000
Section B	Reduction in OCE near-cash spending. This is a re-allocation of resource DEL to fund the Ministry of Justice's additional costs of implementing the provisions of the Violent Crime Reduction Act.		-428,000
Section B	Reduction in OCE near-cash spending. This is a re-allocation of resource DEL to fund the Crown Prosecution Service's additional costs of implementing the provisions of the Violent Crime Reduction Act.		-148,000
Section H	Increase in admin near-cash spending for the Parliamentary Counsel office. This is a re-allocation of resource DEL from the Cabinet Office.	1,326,000	
Section H	Reduction in admin non-cash costs following the Home Office and Ministry of Justice Machinery of Government transfer effected in the winter Supplementary Estimate 2007-08.		-2,204,000
Section B	Increase in OCE near-cash spending to fund the Respect database. This is a re-allocation of resource DEL from the Department for Children Schools and Families.	432,000	
Section F	Increase in admin near-cash for the transfer of staff from Her Majesty's Revenue and Customs.	77,000	
<u>Changes in operating appropriations-in-aid (not offset by changes in spending)</u>			
Section A	Increase in programme income (capital in budgeting terms) for the 'Vetting and Barring' project. The offsetting capital expenditure is shown under the 'Other changes in DEL spending' heading in the 'Changes in capital' section below.		-11,835,000
Section H	Increase in programme income for the shared property service. Income represents a landlord's contribution to agreed works carried out on the NOMS estate.		-1,574,000
<u>Other changes in DEL spending</u>			
Section F	Re-profiling of UKBA OCE near-cash from 2009-10 to 2008-09.	3,000,000	
<u>Resource transfers within the Request for Resources</u>			
Section D	Switch grants to OCE within section D to reflect the latest forecast breakdown of delegated budgets.	7,200,000	-7,200,000
Section H	Admin near-cash from section A for the Science and Research Group.	2,260,000	-2,260,000
Section H	OCE near-cash from section A for the Science and Research Group.	393,000	-393,000
Section H	Admin near-cash from section B for the Strategy and reform directorate.	851,000	-851,000
Section H	OCE near-cash from section B for the Strategy and reform directorate.	70,000	-70,000
Section D	OCE near-cash from grants in section J to reflect the latest forecast breakdown of delegated budgets.	14,000,000	-14,000,000
<u>Transfers to/from non-voted spending</u>			
Section H	OCE non cash to the departmental unallocated provision.		-32,231,000

	Admin near-cash to the departmental unallocated provision in return for OCE near-cash to reflect the latest forecast breakdown of delegated budgets. The OCE is shown in the "Take-up of departmental unallocated provision" section above.		
Section A			-523,000
Section H			-1,423,000
Section A	OCE near cash to the departmental unallocated provision.		-7,000,000
Section B	OCE near cash from the Independent Safeguarding Authority to reflect the latest forecast breakdown of delegated budgets.	4,269,000	
<u>Changes in non-budget spending</u>			
Section R	Reduction in grant in aid as a result of a transfer of budgetary cover from the Serious Organised Crime Agency to the Cabinet Office.		-40,000
Section R	Increase in grant in aid as a result of a transfer of budgetary cover from the Cabinet Office to the Serious Organised Crime Agency to fund counter narcotic work overseas.	3,019,000	
Section V	Reduction in grant in aid as a result of a transfer of budgetary cover from the Independent Safeguarding Authority to section B to reflect the latest forecast breakdown of delegated budgets.		-4,771,000
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
Section H	Increase in admin income and near-cash spending for the shared property service's management of the Home Office and NOMS estate.	15,419,000	-15,419,000
Section H	Increase in programme income and OCE near-cash spending for the shared property service's management of the NOMS estate.	103,737,000	-103,737,000
Section A	Increase in programme income and OCE near-cash spending for the 'Vetting and Barring' project.	30,726,000	-30,726,000
Sections B and K	Increase in programme income in section B and grant spending in section K for the Independent Domestic Violence Advisers grant.	2,743,000	-2,743,000
Sections B and K	Increase in programme income in section B and grant spending in section K for youth crime prevention funding.	6,000,000	-6,000,000
Section F	Increase in programme income and OCE near-cash spending for gratis visa fees relating to the 2008 UEFA Cup Final.	-208,000.	208,000
		Total	577,460,000 -577,459,000
	Total change in resources for RfR1		1,000
	Total change in resources for Estimate		1,000

Changes in Capital**RfR 1: Working together to protect the public**

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Other changes in DEL spending</u>			
Section A	Increase in capital for the 'Vetting and Barring' project. The offsetting capital income is shown under the 'Changes in operating appropriations-in-aid (not fully offset by changes in spending)' heading in the 'Changes in resources' section above.	11,835,000	
<u>Other changes</u>			
<u>Transfers to/from non-voted spending</u>			
Section B	Capital from the Independent Safeguarding Authority to reflect the latest forecast breakdown of delegated budgets.	502,000	
<u>Transfers within the Estimate</u>			
Section A	Capital from section G to reflect the latest forecast breakdown of delegated budgets.	25,000,000	-25,000,000
Section F	Capital from section G to reflect the latest forecast breakdown of delegated budgets.	25,000,000	-25,000,000
		<u>Total</u>	
Total change in capital for RfR1		62,337,000	-50,000,000
			<u>12,337,000</u>
Total Change in Capital for Estimate			<u>12,337,000</u>

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £1,000.

3. Symbols are explained in the Introduction to this booklet.

Home Office

Part I

	£
RfR 1: Working together to protect the public	† 1,000
Total additional net resource requirement	1,000
Additional net cash requirement	1,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Home Office on:

RfR 1: Working together to protect the public

Police; set-up costs, loans and investments in the Forensic Science Service; registration of forensic practitioners; emergency planning; the prevention and treatment of drug abuse; crime reduction and prevention; regulation of the private security industry; criminal justice planning system and other services related to crime; identity cards; identity management; counter-terrorism and intelligence; control of immigration and nationality; passports; work permits; support for asylum seekers, refugees (including the provision of loans) and VCS refugee organisations; firearms compensation and related matters; claims by local authorities for the Kosovan evacuees special grant; support to local authorities, including Area Based Grants; payments to other Government departments; payments of grant and grant-in-aid to organisations promoting Home Office objectives, (including Non-Departmental Public Bodies); the administration and operation of the department; and associated non-cash items.

The **Home Office** will account for this Estimate.

† The former UkVisas function (now known as the UKBA International Group) transferred from the Foreign and Commonwealth Office to the UK Border Agency of the Home Office on 1 April 2008. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer which has no effect on the net resource requirement or the net cash requirement are:

- the operating appropriations-in-aid are increased by £326,200,000

Part II: Changes proposed

Resources

		£'000				
		Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Working together to protect the public						
			498,443	498,442	1	
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Police	129,243	21,073	42,561	-21,488	107,755
RfR 1 - B	Crime reduction	67,370	12,904	8,743	4,161	71,531
RfR 1 - D	Office of Security and Counter Terrorism	298,659	13,960	-	13,960	312,619
RfR 1 - F	UK Border Agency	992,548	349,734	326,408	23,326	1,015,874
RfR 1 - G	Identity and passport service	93,130	5,000	-	5,000	98,130
RfR 1 - H	Central services	264,120	102,821	120,730	-17,909	246,211
<i>Support for Local Authorities</i>						
RfR 1 - J	Police grants	5,383,774	-14,000	-	-14,000	5,369,774
RfR 1 - K	Crime Reduction and Drugs grants	228,389	8,743	-	8,743	237,132
Non-Budget						
RfR 1 - R	Serious Organised Crime Agency	442,452	2,979	-	2,979	445,431
RfR 1 - V	Independent Safeguarding Authority	12,626	-4,771	-	-4,771	7,855
Total for Estimate			498,443	498,442	1	

Capital and Cash

		£000		
		Present Provision	Change in Provision	New Provision
Total Capital Expenditure		321,284	12,337	333,621
Non-Operating A in A		-	-	-
Net cash requirement		10,303,129	1	10,303,130

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Working together to protect the public								
510,147	2,435,788	8,527,330	11,473,265	1,351,155	10,122,110	333,621	-	
Spending in Departmental Expenditure Limits (DEL)								
Central Government spending								
A Police								
19,401	50,354	82,101	151,856	44,101	107,755	51,135	-	
B Crime reduction								
26,031	27,497	39,613	93,141	21,610	71,531	502	-	
C Criminal Records Bureau								
99,986	-	-	99,986	99,986	-	-	-	
D Office of Security and Counter Terrorism								
19,793	158,733	134,093	312,619	-	312,619	31,793	-	
E Drugs								
8,037	2,541	15,599	26,177	-	26,177	-	-	
F UK Border Agency								
109,964	1,569,724	6,000	1,685,688	669,814	1,015,874	195,797	-	
G Identity and passport service								
3,147	477,362	-	480,509	382,379	98,130	46,394	-	
H Central services								
223,788	149,577	11	373,376	127,165	246,211	8,000	-	
I European Refugee Fund								
-	-	1	1	-	1	-	-	
Support for Local Authorities								
J Police grants								
-	-	5,369,774	5,369,774	-	5,369,774	-	-	
K Crime Reduction and Drugs grants								
-	-	237,132	237,132	-	237,132	-	-	
L Office for Security and Counter Terrorism grants								
-	-	597,414	597,414	-	597,414	-	-	
M UK Border Agency								
-	-	381,265	381,265	-	381,265	-	-	
N Area Based Grants								
-	-	76,539	76,539	-	76,539	-	-	
Spending in Annually Managed Expenditure(AME)								
Central Government spending								
O Police Superannuation								
-	-	-	-	6,100	-6,100	-	-	
Support for Local Authorities								
P Police Superannuation								
-	-	549,000	549,000	-	549,000	-	-	

Part II: Revised subhead detail including additional provision

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
Non-Budget							
Q	Independent Police Complaints Commission						
-	-	31,747	31,747	-	31,747	-	-
R	Serious Organised Crime Agency						
-	-	445,431	445,431	-	445,431	-	-
S	Office of the Immigration Service Commissioner						
-	-	3,481	3,481	-	3,481	-	-
T	Loan charges						
-	-	9,669	9,669	-	9,669	-	-
U	National Policing Improvement Agency						
-	-	540,605	540,605	-	540,605	-	-
V	Independent Safeguarding Authority						
-	-	7,855	7,855	-	7,855	-	-
Total for Estimate:							
510,147	2,435,788	8,527,330	11,473,265	1,351,155	10,122,110	333,621	-

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net Resource Requirement	10,122,109	1	10,122,110
Voted capital items			
Capital	321,284	12,337	333,621
<i>Less: Non-operating A in A</i>	-	-	-
Total net voted capital	321,284	12,337	333,621
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-53,691	32,231	-21,460
Depreciation	-108,241	-2,593	-110,834
New provisions and adjustments to previous provisions	-2,000	1,696	-304
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	4,971	-	4,971
Increase(-)/decrease (+) in creditors	6,169	-43,015	-36,846
Use of provisions	12,528	-656	11,872
Total accruals to cash adjustments	-140,264	-12,337	-152,601
Excess cash to be CFERd	-	-	-
Net Cash Requirement	10,303,129	1	10,303,130

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	394,742
Total Net Administration Costs	394,742
Net Programme Costs	
RfR1	9,636,308
Non-voted	-156,000
Total Net Programme costs	9,480,308
Total Net Operating Cost	9,875,050
<i>of which:</i>	
Net Resource Requirement	10,122,110
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-156,000
Reduction in planned spend unable to be included in the Estimate	-91,060
Resource Budget	9,544,399

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	10,122,110
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-156,000
Reduction in planned spend unable to be included in the Estimate	-91,060
Other adjustments	-
Net Operating Costs (Accounts)	9,875,050
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-249,903
European Union income related to capital grants	-
voted expenditure outside the budget	-9,669
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	1,000
resource consumption of non departmental public bodies	-158,829
unallocated resource provision	79,413
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	7,337
Resource Budget (Budget)	9,544,399
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	9,001,499
Annually Managed Expenditure (AME)	542,900

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	333,621
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	204,497
capital grants	249,903
European Union income related to capital grants	-
supported capital expenditure (revenue)	73,316
capital spending by levy funded bodies	-
unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-7,337
Capital Budget (Budget)	854,000
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	854,000
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Sir David Normington, Permanent Head of Department

Sir David Normington as the Accounting Officer of the Home Office has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Home Office.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09

RfR 1: Working together to protect the public

Administration	115,405
<i>of which:</i>	
Sale of goods and services	99,986
Receipts from Other Government Departments	15,419
Programme	1,235,750
<i>of which:</i>	
Sale of goods and services	688,846
Regulatory licences, fines, penalties and taxes	382,379
Interest and dividends	1,100
Pension scheme related income	6,100
Other income	502
Receipts from Other Government Departments	156,823
Total RfR1	1,351,155 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts from government departments, overseas Governments, sale and hire of vehicles, plant, machinery, land and buildings, rent, accommodation charges, sale of equipment and scrap, recoveries of VAT, tax rebates, recovery of salaries of staff on loan or seconded to outside bodies, repayment services, payments for information and publications, private telephone calls, vending machines, telex, telephone, postal and bank charge recoveries, tax rebates.

Also: European Fast Stream receipts from the Cabinet Office, subsidies under the Welfare to Work programme, contributions towards grant programmes, training services, profit on the sale of capital assets, compensation and insurance, contributions towards criminal justice system initiatives, rebates and commission from service contracts, payments from Health Authorities, payments from the Scottish Executive, Northern Ireland Office and the National Assembly for Wales and from the Learning and Skills Council, the Heritage Lottery Fund and Sport England.

Payment of dividends and repayment of principal and interest on the deemed and long-term loans by the Forensic Science Service, receipts from police training courses and repayment services, police examinations board, Police National Computer Organisation repayment services, loan of specialised equipment, repayment of support for Police Dependents Trust, National Identification Bureau-subject access fees, HM Inspectorate of Constabulary inspection, Superintendents Association contribution to police negotiating machinery, research repayment services and sub-bureaux contributions to Interpol subscription, payments in respect of the lease of Allington Towers, fees for licence for production, supply, possession, import and export of controlled drugs, police services superannuation transfer values received from local authorities, fees for documents of identity: receipts under the Data Protection Acts 1984 and 1998 and Freedom of Information Act 2000.

Charges for provision of additional (or special) immigration services, receipts in connection with the Channel Tunnel, from carrying companies for any expenses incurred in respect of certain persons detained or liable to be detained under Immigration Act 1971 and Immigration and Nationality Act 1999, fees under the British Nationality Acts 1948 and 1981, fees for Certificates of Entitlement for Right of Abode, fees for passports in respect of services to individual applicants, fees for work permits and after entry charges under the Asylum and Immigration Act 2002, recoveries related to passport search fees, receipts under the Misuse of Drugs Act 1971, fees payable to the Commissioner for the Registration of Immigration Advisors.

Total Operating A in A	1,351,155
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-77,432	13,017	8,206,796	794,703	9,001,499
<i>of which:†</i>					
Administration budget	-14,228	-15,532	370,811	28,478	399,289
Near-cash in RDEL	-46,098	-16,769	8,074,198	726,849	8,801,047
Capital DEL ††	502	-502	576,187	277,813	854,000
Less Depreciation †††	-2,593	-	-110,834	-56,284	-167,118
Total DEL	-79,523	12,515	8,672,149	1,016,232	9,688,381

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

1,351,155

Notes to the Estimate (*continued*)

Grants in Aid

		£'000
RfR/Section	Body	
RfR1 - Q	Independent Police Complaints Commission ♥	31,747
RfR1 - R	Serious Organised Crime Agency ♥	445,431
RfR1 - S	Office of the Immigration Services Commissioner ♥	3,481
RfR1 - U	National Policing Improvement Agency ♥	540,605
RfR1 - V	Independent Safeguarding Authority ♥	7,855

Charity Commission

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Giving the public confidence in the integrity of charity			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
Subhead A1 and A5	To provide guidance and training to areas of the world where the regulatory infrastructure is not as developed as it is in the UK	704,000	-704,000
Subhead A1	<u>Token increases</u>		
	To allow increase in appropriations in aid	1,000	
		<u>Total</u>	
	Total change in resources for RfR1	705,000	-704,000
			1,000
	Total change in resources for Estimate		1,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £1,000.

3. Symbols are explained in the Introduction to this booklet.

Charity Commission

Part I

£

RfR 1: Giving the public confidence in the integrity of charity	1,000
Total additional net resource requirement	1,000
Additional net cash requirement	1,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Charity Commission on:

RfR 1: Giving the public confidence in the integrity of charity

Administration, capital expenditure and associated non-cash items.

The **Charity Commission** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Giving the public confidence in the integrity of charity					
		705	704	1	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Administration	30,971	705	704	1	30,972
Total for Estimate		705	704	1	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	700	-	700
Non-Operating A in A	-	-	-
Net cash requirement	30,521	1	30,522

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Giving the public confidence in the integrity of charity								
32,676	-	-	32,676	1,704	30,972	700	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
32,676	-	-	32,676	1,704	30,972	700	-	
Total for Estimate:								
32,676	-	-	32,676	1,704	30,972	700	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	30,971	1	30,972
Voted capital items			
Capital	700	-	700
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	700	-	700
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-150	-	-150
Depreciation	-820	-	-820
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-180	-	-180
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-1,150	-	-1,150
Excess cash to be CFERd	-	-	-
Net Cash Requirement	30,521	1	30,522

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	30,972
Total Net Administration Costs	30,972
Total Net Operating Cost	30,972
<i>of which:</i>	
Net Resource Requirement	30,972
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in the Estimate	-
Resource Budget	30,972

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	30,972
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	30,972
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non departmental public bodies	-
Unallocated resource provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	30,972
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	30,972
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	700
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non departmental public bodies	-
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	700
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	700
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Andrew Hind, Chief Executive of the Charity Commission

Andrew Hind as the Accounting Officer of the Charity Commission has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Charity Commission.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09

RfR 1: Giving the public confidence in the integrity of charity

Administration	1,704
<i>of which:</i>	
Sale of goods and services	1,704

Total RfR1	1,704 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: the sale of copies of documents, and amounts which relate to the Foreign and Commonwealth Office/Charity Commission joint International Outreach project, amounts which relate to funding from the Department for Communities and Local Government for the Faith and Social Cohesion Unit and sub-letting of part of the London building.

Total Operating A in A	1,704
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	1	-	30,972	-	30,972
<i>of which:†</i>					
Administration budget	1	-	30,972	-	30,972
Near-cash in RDEL	1	-	29,822	-	29,822
Capital DEL ††	-	-	700	-	700
Less Depreciation †††	-	-	-820	-	-820
Total DEL	1	-	30,852	-	30,852

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

1,704

Ministry of Justice

Introduction

1. This Supplementary Estimate is required for the following purposes:

	Amount (£)	
	<u>Increases</u>	<u>Reductions</u>

Changes in resources

RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all

Section Reason for change

Changes related to movements in budgets

Take up of DEL End-Year Flexibility

Subhead F1	EYF Drawdown in relation to Diana Princess of Wales Inquest	397,000
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DEL Reserve claims

Subhead A2	Increase in near cash resource funding in relation to Prison Capacity Programme	100,000,000
Subhead A2	Increase in non cash resource funding in relation to Prison Capacity Programme	11,260,000

Transfers of budgetary cover to/from other government departments

Transfers from the Home Office totalling £28,810,000 as follows:

Subhead A1	i) Corporate Costs for headcount transferred admin near cash	23,931,000
Subhead H2	ii) Violent Crime Reduction Act	1,813,000
Subhead J2	iii) Early Retirement Provisions	1,696,000
Subhead B2	iv) Prison Sentences of 12 Months+ for Foreign Nationals and Automatic Deportation Orders	516,000
Subhead A1	v) Corporate Costs for headcount transferred admin non cash	508,000
Subhead E2	vi) Prison Sentences of 12 Months+ for Foreign Nationals and Automatic Deportation Orders	209,000
Subhead B2	vii) Violent Crime Reduction Act	137,000

Transfers to the Department for Innovation Universities and Skills totalling £13,912,000 as follows:

Subhead H2	i) Capacity expansion costs	-19,617,000
Subhead H2	ii) To cover learning and skills costs in the HMPS Custody to Work programme now taken on by the Learning and Skills Council	-490,000
Subhead H2	iii) To cover the learning and skills costs in the HMYOI Deerbolt High Intensity Training Programme now taken on by the Learning and Skills Council	-279,000

Subhead H2	iv) To cover learning and skills costs in the HMPS Ten programme now taken on by the Learning and Skills Council	-111,000
Subhead H2	v) Learning and skills costs of offender learners in custody and in the community in Wales	2,581,000
Subhead I2	vi) Additional learning costs in the contracted estate as part of the Prisons Capacity programme	1,595,000
Subhead H2	vii) Roll Forward of OLASS implementation corrections	855,000
Subhead H2	viii) Learning and Skills costs for Immigration Removal Centres	774,000
Subhead H2	ix) Capacity expansion costs at HMP New Hall	500,000
Subhead H2	x) Police (ICT) Academy Costs	230,000
Subhead H2	xi) Costs of Prisons Video Magazine	50,000
	Transfers from the Department for Work and Pensions totalling £869,000 as follows:	
Subhead E2	i) ESA Funding	569,000
Subhead B2	ii) Child Support Reform funding	300,000
	Transfers to the Crown Prosecution Service (CPS) totalling £7,972,000 as follows:	
Subhead G2	i) To assist in the funding of the Compass Case Management System	-4,300,000
Subhead G2	ii) To provide support to local Criminal Justice Boards	-1,182,000
Subhead H2	iii) Costs arising from the Corporate Manslaughter Act	-1,130,000
Subhead G2	iv) To assist in the funding of the EXISS R1 Programme to allow the transfer of the electronic case data between the Police and CPS.	-600,000
Subhead H2	v) Costs arising from the Road Safety Act 2006	-417,000
Subhead G2	vi) To assist in the funding for the delivery of PROGRESS a national system that links the magistrates Courts, Crown Courts, CPS and firms of solicitors	-343,000
	Transfers from Department for Children Schools and Families totalling £1,000,000 as follows:	
Subhead B2	i) Costs arising in relation to Adoption Costs	1,000,000
	Transfers to OFSTED totalling £485,000 as follows:	
Subhead A1	i) Responsibility for the inspection of CAF/CASS Unit transferred to OFSTED	-485,000
	Transfers to Cabinet Office totalling £40,000 as follows:	
Subhead A2	i) In relation to the Government Security Zone's SM & C Centre	-40,000
	Transfers to Office of Government Commerce totalling £45,000 as follows:	
Subhead A1	i) In relation to contribution to the Centre of Expertise for sustainable procurement	-45,000
	<u>Other changes in DEL spending</u>	
Subhead A2	Reduction in near-cash resource to align with CSR07 settlement letter	-1,793,000
	<u>Changes in Annually Managed Expenditure (AME)</u>	
Subhead V2	HMCS Impairment of Assets	150,000,000

Other changesResource transfers within the Request for Resources

A2 to J2	Management changes due the reorganisational review of MOJ	200,913,000	-200,913,000
H2 to A2	Management changes due the reorganisational review of MOJ	159,813,000	-159,813,000
A2 to I2	Management changes due the reorganisational review of MOJ	108,097,000	-108,097,000
A5 to H5	Reallocation of appropriation in aid between subheads	93,000,000	-93,000,000
H1 to G1	Management changes due the reorganisational review of MOJ	20,895,000	-20,895,000
A2 to G2	Management changes due the reorganisational review of MOJ	16,635,000	-16,635,000
B2 to A2	Management changes due the reorganisational review of MOJ	15,152,000	-15,152,000
A1 to G1	Management changes due the reorganisational review of MOJ	4,922,000	-4,922,000
H1 to J1	Management changes due the reorganisational review of MOJ	1,929,000	-1,929,000
I1 to J1	Management changes due the reorganisational review of MOJ	1,080,000	-1,080,000
A2 to E2	Management changes due the reorganisational review of MOJ	642,000	-642,000
E1 to A1	Management changes due the reorganisational review of MOJ	279,000	-279,000
A5 to J5	Reallocation of Appropriation in aid between subheads	100,000	-100,000
H2 to J2	Transfer between NOMS and Prisons - Public in relation to Prisons Capacity Programme	37,328,000	-37,328,000
B2 to A2	Transfer in relation to Civil and Family matters	13,073,000	-13,073,000
H2 to J2	Transfer in relation to the Dangerous & Severe Personality Disorder Unit at HMP Frankland	7,509,000	-7,509,000
H2 to J2	Transfer in relation to the Dangerous & Severe Personality Disorder Unit at HMP Whitemoor	5,100,000	-5,100,000
R3 to J2	Transfer in relation to re change in apportionment method at split juvenile sites	4,530,000	-4,530,000
J2 to R3	Transfer in relation to enhancing regimes of 120 Street Crime Contingency Beds at Lancaster Farms YOI 2006-07	4,176,000	-4,176,000
J2 to R3	Transfer in relation the increase in superannuation costs	3,290,000	-3,290,000
F1 to A1	Reduction in provision for Diana Princess of Wales Inquest	3,000,000	-3,000,000
H2 to Q3	Transfer in relation to the Intensive Alternatives to Custody project	2,244,000	-2,244,000
A1 to B1	Transfer in respect of Judicial Policy & Appointments Division	1,892,000	-1,892,000
H1 to A1	Transfer in respect of the Open Government Group	1,407,000	-1,407,000
H2 to Q3	Transfer in relation to Probation Service Officers	800,000	-800,000
A2 to J2	Transfer in relation to MoJ Cost Report	731,000	-731,000
E1 to A1	Transfer in relation to BECs	642,000	-642,000
A2 to N3	Increase in Grant to Information Commissioner	500,000	-500,000
J2 to R3	Transfer in relation to HMPS Quantum project 2006-07	439,000	-439,000
J2 to R3	Transfer in relation to utilities inflation	418,000	-418,000
H2 to J2	Transfer in relation to the Dangerous & Severe Personality Disorder Unit at HMP Low Newton	390,000	-390,000
H2 to J2	Transfer between NOMS and Prisons - Public in relation to training	301,000	-301,000

A2 to B2	Transfer in respect of Judicial Policy & Appointments Division	295,000	-295,000
J2 to R3	Transfer in relation to enhancing regimes at Wetherby YOI 2006-07	269,000	-269,000
H2 to Q3	Transfer in relation to the unpaid work pilot project	249,000	-249,000
R3 to H2	Transfer in relation to cost of Juvenile Cohort Study	183,000	-183,000
E2 to L3	Transfer in relation to Prison Sentences of 12 Months+ for Foreign Nationals and Automatic Deportation Orders	171,000	-171,000
E2 to B2	Transfer in relation to Prison Sentences of 12 Months+ for Foreign Nationals and Automatic Deportation Orders	171,000	-171,000
H2 to J2	Transfer in relation to the CHROMIS Programme at HMP Frankland	161,000	-161,000
B2 to G2	Transfer in relation to postal charges changes as part of Libra Project	142,000	-142,000
J2 to R3	Transfer in relation to enhancing regimes at Werrington YOI 2006-07	135,000	-135,000
H2 to G2	Transfer of resource as a result of MOJ Business reorganisation	89,000	-89,000
H2 to J2	Transfer in relation to the Dangerous & Severe Personality Disorder Unit at HMP Low Newton	85,000	-85,000
L3 to M3	Internal realignment between CDS and CLS	8,500,000	-8,500,000
H2 to A2	Internal realignment	75,000,000	-75,000,000

Other changes in DEL Spending

Subhead A5	Reduction in appropriations in aid transferred to NDPB's	57,621,000	
Subhead A2	Increase in resource spend as a result of transfers from NDPB's	57,050,000	

Changes in non-budget spending

Subhead Q3	Correction in grant to align Estimate to delegated authority	56,504,000	
Subhead S3	Correction in grant to align Estimate to delegated authority	52,200,000	
Subhead K3	Correction in grant to align Estimate to delegated authority		-3,000,000
Subhead L3	Correction in grant to align Estimate to delegated authority	27,560,000	
Subhead M3	Correction in grant to align Estimate to delegated authority	25,440,000	
Subhead X3	Loan charges for NPS	2,100,000	
Subhead O3	Increase in grant to Judicial Appointments Commission	1,148,000	
Subhead P3	Correction in grant to align Estimate to delegated authority	360,000	
Subhead R3	Increase in grant to Youth Justice Board	3,000	
Subhead R3	Correction in grant to align Estimate to delegated authority		-4,000,000
Subhead T3	Correction in grant to align Estimate to delegated authority		-339,000
Subhead R3	Increase in Grant offset by Decrease in capital in G7	2,000,000	
Subhead R3	Increase in Grant offset by Decrease in Capital in A7	4,000,000	
Subhead S3	Increase in Grant offset by Decrease in Capital in A7	1,500,000	
Subhead T3	Increase in Grant offset by Decrease in Capital in G7	100,000	
Subhead M3	Increase in Grant to fund Budget Transfer from DWP for Child Reform funding	3,200,000	

Subhead L3	Increase in Grant to fund Budget Transfer from Home Office for Prison Sentences of 12 Months+ for Foreign Nationals and Automatic Deportation Orders	705,000	
Subhead L3	Increase in Grant to fund Budget Transfer from Home Office for Violent Crime Reduction Act	283,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
Section B	Increase in resource and associated A-in-A in relation to CDS Means Testing	1,820,000	-1,820,000
Section A	Increase Programme resource and A-in-A in relation to Claims Management Income	300,000	-300,000
Section A	Increase Programme resource and A-in-A in relation to OSPT Income	300,000	-300,000
		<u>Total</u>	1,389,792,000 -837,268,000
Total change in resources for RfR1			552,524,000

RfR 2: Overseeing the effective operation of the devolution settlement in Scotland and representing the interest of Scotland within the UK Government

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Other changes</u>			
<u>Changes in non-budget spending</u>			
Subhead D3	Increase in grant payable to the Scottish Consolidated Fund	55,946,000	
		<u>Total</u>	55,946,000 -
Total change in resources for RfR2			55,946,000

RfR3: To support the Secretary of State in discharging his role of representing Wales in the UK Government, representing the UK Government in Wales and ensuring the smooth working of the devolution settlement in Wales

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Transfers of budgetary cover to/from other government departments</u>			
Subhead A1	Transfer of costs relating to the Parliamentary Counsel Office	235,000	
		<u>Total</u>	235,000 -
Total change in resources for RfR3			235,000
Total change in resources for Estimate			608,705,000

Changes in Capital**RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all**

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>DEL Reserve claims</u>			
Subhead A7	Increase in capital in relation to Prison Capacity Programme	211,000,000	
<u>Other changes in DEL spending</u>			
Subhead A7	Increase in capital to align with CSR07 settlement letter	40,000	
<u>Other changes</u>			
<u>Transfers within the Estimate</u>			
A7 to H7	Capital funding for NOMS HQ	200,000,000	-200,000,000
G7 to A7	Transfer in relation to Business Change Fund	8,000,000	-8,000,000
A7 to J7	Capital funding for Prisons	7,000,000	-7,000,000
B7 to A7	Reduction in capital funding for HMCS	1,364,000	-1,364,000
B7 to A7	Transfer in respect of Videolinks project	300,000	-300,000
A7 to B7	Increase in capital funding for HMCS	100,000	-100,000
H7 to J7	Transfer in relation to the Dangerous & Severe Personality Disorder Unit for capital project at HMP Low Newton	85,000	-85,000
G7 to B7	Transfer in relation to Bichard 7 Project	66,000	-66,000
G7 to B7	Transfer in relation to postal charges changes as part of Libra Project	24,000	-24,000
<u>Changes in non-budget spending</u>			
A7 to R3	Transfer capital to Youth Justice Board		-4,000,000
A7 to S3	Transfer capital to Criminal Injuries Compensation Authority		-1,500,000
G7 to T3	Transfer capital to Criminal Cases Review Commission		-100,000
G7 to R3	Transfer Capital to Youth Justice Board in relation to YOT Case Management System		-2,000,000
		<u>Total</u>	
Total change in capital for RfR1		427,979,000	-224,539,000
			<u>203,440,000</u>

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £484,071,000.

3. Symbols are explained in the Introduction to this booklet.

Ministry of Justice

Part I

	£
RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all	552,524,000
RfR 2: Overseeing the effective operation of the devolution settlement in Scotland and representing the interest of Scotland within the UK Government	55,946,000
RfR3: To support the Secretary of State in discharging his role of representing Wales in the UK Government, representing the UK Government in Wales and ensuring the smooth working of the devolution settlement in Wales	235,000
Total additional net resource requirement	608,705,000
Additional net cash requirement	484,071,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Ministry of Justice on:

RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all

HQ and associated offices; administration of the Judicial Pension Scheme, administration of the Office of the Information Commissioner and the Judicial Appointments Commission. Costs of running the Office for Judicial Complaints and the Judicial Appointments and Conduct Ombudsman, costs of running the offices of the Legal Services Ombudsman and the Legal Services Complaints Commissioner. HM Courts Service as formed under the Courts Act 2003 and associated activities including fine income netting off and asset recovery incentive scheme, receipts under the victims surcharge, pre-1990 loan charges debt payments, Justices Clerks' Societies, Proportionate Dispute Resolution project, Wider Markets Initiatives; Section 31 grants to Local Authorities; the Office of the Public Guardian and Court of Protection.

Offices of Court Funds, Official Solicitor and Public Trustee; Legal Aid paid through the Criminal Defence Service and Community Legal Service; administration for the Legal Services Commission. Payment of Grant and grant in aid to organisations promoting Ministry of Justice objectives including NDPBs, administration of central government tribunals via the Tribunals Service (including Asylum); costs paid from central funds; costs of regulating the civil compensation legal services market; the Appellate Committee of the House of Lords and the Judicial Committee of the Privy Council; costs associated with the implementation of the Supreme Court, costs in relation to constitutional offices; democracy and constitution, human rights workshops and surveys; promotion of information rights, electoral policy; research into constitution settlement/devolution; European and international judicial policy; EU Presidency events.

Judicial Exchange programmes; research on behalf of the British Institute of International and Competition Law; Constitutional education programmes within schools; costs in relation to the policy on the conduct of all national elections and referendums in the UK and local elections; referenda in England and Wales (except mayoral Referenda in Wales); proposals under the Electoral Administration Bill, including the establishment and maintenance of the Coordinated on-line record of Electors (CORE); funding of voting pilots, policy on coroner and cremation services; support to Local Authorities for additional coroner work, payments in relation to the royal inquest, applications for exhumations, cremated repatriated remains and the closing of burial grounds, other legal services; joint initiatives in the Criminal Justice System.

Part I

Criminal Policy and Programmes including offender programmes and the National Probation Service, costs of running Her Majesty's Inspectorate of Prisons, costs of running Her Majesty's Inspectorate of Probation, funding for the Prisons & Probation Services Ombudsman, the Prevention and treatment of drug abuse; crime reduction and prevention; Criminal Injuries Compensation, Criminal Cases Review Commission, counter terrorism and intelligence.

Payments to local authorities in respect of local area agreements, secure accommodation placements, Prisons, Prison Service College, the Parole Board, Youth Justice Board, grants to 'Prisoners abroad', welfare to work schemes, payments to other government departments and associated non-cash items.

RfR 2: Overseeing the effective operation of the devolution settlement in Scotland and representing the interest of Scotland within the UK Government

Administration; the Boundary Commission for Scotland; payments of a grant to the Scottish Consolidated Fund; and associated non-cash items.

RfR3: To support the Secretary of State in discharging his role of representing Wales in the UK Government, representing the UK Government in Wales and ensuring the smooth working of the devolution settlement in Wales

Administration; Lord Lieutenants' expenditure; payments of a grant to the Welsh Consolidated Fund; and associated non-cash items.

The **Ministry of Justice** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

		Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all						
			497,323	-55,201	552,524	
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Headquarters and Associated Offices	357,300	124,725	-150,121	274,846	632,146
RfR 1 - B	HM Courts Service	971,240	-22,236	1,820	-24,056	947,184
RfR 1 - E	Tribunals Service	297,470	157	-	157	297,627
RfR 1 - F	Princess of Wales Inquest	3,000	-2,603	-	-2,603	397
RfR 1 - G	Criminal Justice Reform	130,671	36,258	-	36,258	166,929
RfR 1 - H	National Offender Management Service HQ	1,521,381	-328,358	93,000	-421,358	1,100,023
RfR 1 - I	Prisons - Private Sector	163,014	108,612	-	108,612	271,626
RfR 1 - J	Prisons - Public Sector	1,889,897	253,026	100	252,926	2,142,823
Non-Budget						
RfR 1 - K	Legal Services Commission: Administration	122,030	5,500	-	5,500	127,530
RfR 1 - L	Criminal Defence Service	1,158,010	20,219	-	20,219	1,178,229
RfR1-M	Community Legal Service	867,186	28,640	-	28,640	895,826
RfR 1 - N	Information Commissioner's Office	5,000	500	-	500	5,500
RfR 1 - O	Judicial Appointments Commission	7,000	1,148	-	1,148	8,148
RfR 1 - P	Parole Board	8,000	360	-	360	8,360
RfR 1 - Q	National Probation Services (local area boards)	860,990	59,797	-	59,797	920,787
RfR 1 - R	Youth Justice Board	443,000	6,017	-	6,017	449,017
RfR 1 - S	Criminal Injuries Compensation Authority	190,800	53,700	-	53,700	244,500
RfR 1 - T	Criminal Cases Review Commission	7,000	-239	-	-239	6,761
RfR 1 - U	Loan charges	-	2,100	-	2,100	2,100
Spending in Annually Managed Expenditure(AME)						
<i>Central Government spending</i>						
RfR1-V	HMCS Revaluation Impairment AME	-	150,000	-	150,000	150,000

RfR 2: Overseeing the effective operation of the devolution settlement in Scotland and representing the interest of Scotland within the UK Government

			55,946	-	55,946	
Non-Budget						
RfR 2 - D	Grant payable to the Scottish Consolidated Fund	24,697,289	55,946	-	55,946	24,753,235

RfR3: To support the Secretary of State in discharging his role of representing Wales in the UK Government, representing the UK Government in Wales and ensuring the smooth working of the devolution settlement in Wales

			235	-	235	
Spending in Departmental Expenditure Limits (DEL)						
	<i>Central Government spending</i>					
RfR 3 - A	Wales Office	7,683	235	-	235	7,918

Total for Estimate			553,504	-55,201	608,705	
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Capital and Cash

			£000
	Present	Change in	New
	Provision	Provision	Provision
Total Capital Expenditure	675,600	203,440	879,040
Non-Operating A in A	26,000	-	26,000
Net cash requirement	45,831,356	484,071	46,315,427

Part II: Revised subhead detail including additional provision

	Resources					Capital		£'000
	1	2	3	4	5	6	7	8
	Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all	470,559	6,315,285	3,846,758	10,632,602	1,030,989	9,601,613	878,174	26,000
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Headquarters and Associated Offices	252,964	327,281	-	580,245	-51,901	632,146	23,238	100
B HM Courts Service	19,892	1,573,052	-	1,592,944	645,760	947,184	167,126	15,900
C Office of the Public Guardian and Court of Protection	-	21,600	-	21,600	20,500	1,100	500	-
D Costs from Central Funds	-	45,000	-	45,000	-	45,000	-	-
E Tribunals Service	25,079	302,178	-	327,257	29,630	297,627	3,000	-
F Princess of Wales Inquest	397	-	-	397	-	397	-	-
G Criminal Justice Reform	44,690	122,239	-	166,929	-	166,929	25,310	-
H National Offender Management Service HQ	50,595	1,197,428	-	1,248,023	148,000	1,100,023	635,915	10,000
I Prisons - Private Sector	-	271,626	-	271,626	-	271,626	-	-
J Prisons - Public Sector	76,942	2,304,881	-	2,381,823	239,000	2,142,823	23,085	-
Non-Budget								
K Legal Services Commission: Administration	-	-	127,530	127,530	-	127,530	-	-
L Criminal Defence Service	-	-	1,178,229	1,178,229	-	1,178,229	-	-
M Community Legal Service	-	-	895,826	895,826	-	895,826	-	-
N Information Commissioner's Office	-	-	5,500	5,500	-	5,500	-	-
O Judicial Appointments Commission	-	-	8,148	8,148	-	8,148	-	-
P Parole Board	-	-	8,360	8,360	-	8,360	-	-
Q National Probation Services (local area boards)	-	-	920,787	920,787	-	920,787	-	-

Part II: Revised subhead detail including additional provision

		Resources				Capital		£'000	
	1	2	3	4	5	6	7	8	
	Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
R	Youth Justice Board	-	-	449,017	449,017	-	449,017	-	-
S	Criminal Injuries Compensation Authority	-	-	244,500	244,500	-	244,500	-	-
T	Criminal Cases Review Commission	-	-	6,761	6,761	-	6,761	-	-
U	Loan charges	-	-	2,100	2,100	-	2,100	-	-
Spending in Annually Managed Expenditure(AME)									
<i>Central Government spending</i>									
V	HMCS Revaluation Impairment AME	-	150,000	-	150,000	-	150,000	-	-
RfR 2: Overseeing the effective operation of the devolution settlement in Scotland and representing the interest of Scotland within the UK Government									
	8,424	300	24,753,235	24,761,959	1,600	24,760,359	100	-	
Spending in Departmental Expenditure Limits									
<i>Central Government spending</i>									
A	Scotland Office	4,403	-	-	4,403	500	3,903	100	-
B	Office of the Advocate General	4,021	-	-	4,021	1,100	2,921	-	-
C	Boundary Commission for Scotland	-	300	-	300	-	300	-	-
Non-Budget									
D	Grant payable to the Scottish Consolidated Fund	-	-	24,753,235	24,753,235	-	24,753,235	-	-
RfR3: To support the Secretary of State in discharging his role of representing Wales in the UK Government, representing the UK Government in Wales and ensuring the smooth working of the devolution settlement in Wales									
	7,858	60	12,168,792	12,176,710	-	12,176,710	766	-	
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A	Wales Office	7,858	60	-	7,918	-	7,918	766	-
Non-Budget									
B	Grant payable to the Welsh Consolidated Fund	-	-	12,168,792	12,168,792	-	12,168,792	-	-
Total for Estimate:									
	486,841	6,315,645	40,768,785	47,571,271	1,032,589	46,538,682	879,040	26,000	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	45,929,977	608,705	46,538,682
Voted capital items			
Capital	675,600	203,440	879,040
<i>Less:</i> Non-operating A in A	26,000	-	26,000
Total net voted capital	649,600	203,440	853,040
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-359,852	16,787	-343,065
Depreciation	-378,527	-167,801	-546,328
New provisions and adjustments to previous provisions	-86,430	-159,886	-246,316
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-12	-1,230	-1,242
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	76,600	-15,944	60,656
Total accruals to cash adjustments	-748,221	-328,074	-1,076,295
Excess cash to be CFERd	-	-	-
Net Cash Requirement	45,831,356	484,071	46,315,427

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	447,159
RfR2	6,824
RfR3	7,858
Total Net Administration Costs	461,841
Net Programme Costs	
RfR1	9,154,454
RfR2	24,753,535
RfR3	12,168,852
Non-voted	88,550
Total Net Programme costs	46,165,391
Total Net Operating Cost	46,627,232
<i>of which:</i>	
Net Resource Requirement	46,538,682
Non-voted expenditure	88,550
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in the Estimate	-
Resource Budget	9,400,818

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	46,538,682
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	88,550
Consolidated Fund extra receipts in the OCS	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	46,627,232
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-36,922,027
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non departmental public bodies	-304,387
Unallocated resource provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	9,400,818
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	9,250,818
Annually Managed Expenditure (AME)	150,000

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	853,040
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non departmental public bodies	39,600
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	892,640
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	892,640
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1	Sir Suma Chakrabarti, Permanent Head of Department
Request for Resources 2	David Middleton, Head of Scotland Office
Request for Resources 3	Alan Cogbill, Head of Wales Office

Sir Suma Chakrabarti as the Principal Accounting Officer of the Ministry of Justice has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The PAO as the permanent head, remains in general overall charge of the Ministry of Justice.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

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

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09

RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all

Administration	23,400
<i>of which:</i>	
Sale of goods and services	23,400
Programme	1,007,589
<i>of which:</i>	
Sale of goods and services	1,007,589
Total RfR1	1,030,989 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: Civil court fees; receipts in relation to the victims surcharge, charges and receipts received; fees charged by the Public Trustee, recoveries by the Official Solicitor fees charged by the Office of the Public Guardian and Court of Protection; recoveries from the Debt Management Office for the cost of administering funds in court; recovery from the investment managers for the cost of administering the Commons Investment Schemes; recoveries for research and recommendation work undertaken by the Law Commission.

Recoveries from the National Insurance Fund for the cost of Social Security Commissioners, income from National Insurance Fund in relation to the Tribunals Appeals Service, fees relating to the Office of the Information Commissioner and receipts in relation to data protection enquiries, fees from nursery facilities and other fees; receipts from rents and receipts of premia on assignment of leases; service charges and site usage; recovery for magistrates' courts accommodation, contributions paid by legally aided defendants in the higher courts.

Receipts of VAT refunds on contracted out services; receipts in respect of judicial superannuation contributions and receipts from the Judicial Pensions Supply Estimate to fund administrative costs; receipts from the European Commission; receipts from all tribunals; receipts under the New Deal Scheme; and receipts from Wider Markets Initiatives.

Receipts from Royal Licences; receipts in relation to Enforcement Improvement schemes; receipts in relation to the devolution Service Level Agreement; receipts in relation to by-election funding; receipts in relation to the use of DDJs as prison adjudicators; receipts in relation to Legal Services Complaints Commission; receipts in relation to the Scottish CICAP remitted to the Tribunals service, receipts in relation to Claims Management Regulation; receipts in relation to Scotland Office secondees; receipts in relation to Data Protection enquiries.

Contributions from the Royal Household in respect of coroners work; receipts from government departments, sale of vehicles, plant, machinery, land and buildings, sale of equipment and scrap, tax rebates, recovery of staff costs for staff on loan or seconded to outside bodies, repayment services, payments for information and publications, private telephone calls, vending machines, telex, postal and bank charge recoveries; and receipts in respect of the Crown Office Fees.

European Fast stream receipts from the Cabinet Office, subsidies under the welfare for work programmes; contributions towards grant programmes and training services; profit on the sales of Capital assets, compensation and insurance, contributions towards criminal justice systems initiatives, rebates and commission from service contracts.

Payments from Health authorities, payments from the Scottish Executive, Northern Ireland Office and the National Assembly for Wales, and from the Learning and Skills Council, the Heritage Lottery Fund and Sport England. Share of gross profits from prison shops and from services purchased by staff etc from the activities of prison industries and farms from the supply of inmate labour and from other goods and services. Receipts in relation to Probation Boards income. Agricultural subsidies from advertisements in the Prison Service News and from the sale of waste, payments from the Youth Justice Board and income arising from Machinery of Government changes.

RfR 2: Overseeing the effective operation of the devolution settlement in Scotland and representing the interest of Scotland within the UK Government

Administration	1,600
<i>of which:</i>	
Sale of goods and services	1,600

Total RfR2	1,600 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts in respect of rent, payments from other departments for legal services and other receipts.

Total Operating A in A	1,032,589
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Analysis of non - operating appropriations in aid (A in A)**RfR 1: To promote the development of a modern, fair, cost effective and efficient system of justice for all**

Programme	26,000
<i>of which:</i>	
Sale of assets	26,000

Total RfR1	26,000 †
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† Amount that may be applied as non-operating appropriations in aid, arising from: the disposal of land, buildings and surplus equipment.

Total Non-Operating A in A	26,000
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	225,017	-101,955	5,619,897	3,630,921	9,250,818
<i>of which:†</i>					
Administration budget	24,541	-	461,841	-	461,841
Near-cash in RDEL	62,887	47,588	4,632,946	3,954,264	8,587,210
Capital DEL ††	203,440	7,600	853,040	39,600	892,640
Less Depreciation †††	-17,801	2,715	-396,328	-3,285	-399,613
Total DEL	410,656	-91,640	6,076,609	3,667,236	9,743,845

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	1,058,589

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RfR1 - N	Information Commissioner ♥	5,500
RfR1- O	Judicial Appointments Commission ♥	8,148
RfR1- P	Parole Board ♥	8,360
RfR1- Q	National Probation Service Local Area Boards ♥	920,787
RfR1- R	Youth Justice Board ♥	449,017
RfR1- S	Criminal Injuries Compensation Authority ♥	244,500
RfR1- T	Criminal Cases Review Commission ♥	6,761

Northern Ireland Court Service

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland			
<u>Section</u>	<u>Reason for change</u>		
<u>Other changes</u>			
	<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>	3,000,000	-3,000,000
Section A2 and A5	Increased income of £3m to reflect an increase in the fee rates and additional work income. This will offset against additional costs to dispose of civil fee business. The appropriations-in-aid are classified as administrative income and so the additional fee income will reduce the administration cost limit by £3m.		
<u>Section A2</u>	<u>Token increases</u>		
	To allow increase in appropriations-in-aid.	1,000	
	<u>Total</u>	3,001,000	-3,000,000
	Total change in resources for RfR1		1,000
	Total change in resources for Estimate		1,000

Changes in Capital

RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
	<u>Transfers to/from Central Funds</u>		
	Re-profiling of £1.2m capital from 2009/10 into 2008/09.	1,200,000	
	<u>Total</u>	1,200,000	-
	Total change in capital for RfR1		1,200,000
	Total Change in Capital for Estimate		1,200,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £1,201,000.

3. Symbols are explained in the Introduction to this booklet.

Northern Ireland Court Service

Part I

£

RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland	1,000
Total additional net resource requirement	1,000
Additional net cash requirement	1,201,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Northern Ireland Court Service on:

RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland

Operation of the courts; Pensions Appeal Tribunal; Office of the Social Security and Child Support Commissioners; the Traffic Penalty Tribunal; the Northern Ireland Valuation Tribunal; Criminal Injuries Compensation Appeals Panel Northern Ireland; policy and legislation; accommodation services; grants to sundry bodies and associated non-cash items; grant of funding for the provision of publicly funded legal services; grant in aid to support the administration of the Northern Ireland Legal Services Commission; grant in aid to support the administration of the Northern Ireland Judicial Appointments Commission; Tribunal Reform; and associated non-cash costs.

The **Northern Ireland Court Service** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland					
		3,001	3,000	1	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Court and other legal services	58,973	3,001	3,000	1	58,974
Total for Estimate		3,001	3,000	1	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	7,000	1,200	8,200
Non-Operating A in A	-	-	-
Net cash requirement	117,562	1,201	118,763

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland								
23,493	59,456	66,565	149,514	24,000	125,514	8,200	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Court and other legal services								
23,493	59,456	25	82,974	24,000	58,974	8,200	-	
Non -Budget								
B Legal Services Commission								
-	-	65,000	65,000	-	65,000	-	-	
C Judicial Appointments Commission								
-	-	1,540	1,540	-	1,540	-	-	
Total for Estimate:								
23,493	59,456	66,565	149,514	24,000	125,514	8,200	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	125,513	1	125,514
Voted capital items			
Capital	7,000	1,200	8,200
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	7,000	1,200	8,200
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-6,293	-	-6,293
Depreciation	-8,658	-	-8,658
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-14,951	-	-14,951
Excess cash to be CFERd	-	-	-
Net Cash Requirement	117,562	1,201	118,763

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	-507
Total Net Administration Costs	-507
Net Programme Costs	
RfR1	126,021
Non-voted	5,166
Total Net Programme costs	131,187
Total Net Operating Cost	130,680
<i>of which:</i>	
Net Resource Requirement	125,514
Non-voted expenditure	5,166
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in the Estimate	-
Resource Budget	133,468

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	125,514
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	5,166
Consolidated Fund extra receipts in the OCS	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	130,680
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non departmental public bodies	2,788
Unallocated resource provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	133,468
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	133,468
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	8,200
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non departmental public bodies	-
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	8,200
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	8,200
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

David A Lavery, Director of the NICS

David A Lavery as the Accounting Officer of the Northern Ireland Court Service has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Northern Ireland Court Service.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09

RfR 1: Supporting the effective and efficient administration of justice in Northern Ireland

Administration	24,000
<i>of which:</i>	
Sale of goods and services	24,000
Total RfR1	24,000 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: court fees paid by litigants in civil proceedings, fine monies arising from the payment of certain conditional offer fixed penalty notices to cover project costs incurred by the Northern Ireland Court Service and Northern Ireland Office, administration fees paid in respect of funds in court, monies recovered in respect of third party claims, recoveries from the National Insurance Fund for the costs of the Office of the Social Security and Child Support Commissioners and other fees and receipts received.

Total Operating A in A	24,000
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	1	-	58,974	74,494	133,468
<i>of which: †</i>					
Administration budget	-3,000	-	-507	-	-507
Near-cash in RDEL	1	-	44,023	71,706	115,729
Capital DEL ††	1,200	-	8,200	-	8,200
Less Depreciation †††	-	-	-8,658	-441	-9,099
Total DEL	1,201	-	58,516	74,053	132,569

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	24,000

Crown Prosecution Service

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Increasing public confidence in the criminal justice system through fair, firm and effective prosecutions			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
	<u>Take up of Departmental Unallocated Provision</u>		
Subhead B2	To increase expenditure on the prosecution of criminal cases.	6,000,000	
	<u>Transfers of budgetary cover to/from other government departments</u>		
Subhead B2	Transfer in programme spending of £7,972,000 from the Ministry of Justice comprising of:		
	(i) to provide support for Local Criminal Justice Boards (LCJBs);	1,182,000	
	(ii) to help fund the Compass Case Management System (CMS);	4,300,000	
	(iii) to help fund the delivery of Progress, a national system that links case progression staff in the Magistrates' Courts, Crown Court, CPS & firms of defence solicitors;	343,000	
	(iv) to help fund the ExISS R1 programme, which will allow the transfer of electronic case data between the Police and CPS;	600,000	
	(v) to help fund the prosecution of the Corporate Manslaughter Act 2007;	1,130,000	
	(vi) to help fund the prosecution of the two new offences introduced in the Road Safety Act 2006, namely "Causing death by careless driving" and "Causing death by driving when unlicensed, disqualified or uninsured";	417,000	
Subhead B2	Transfer in programme spending from Home Office to help fund the delivery of the Violent Crime Reduction Act 2006	148,000	
<u>Other changes</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
Subheads B2 and B5	Arising from receipts in respect of the Victim Surcharge collections	1,000,000	-1,000,000
		<u>Total</u>	
		15,120,000	-1,000,000
Total change in resources for RfR1			14,120,000
Total change in resources for Estimate			14,120,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £14,120,000.

3. Symbols are explained in the Introduction to this booklet.

Crown Prosecution Service

Part I

£

RfR 1: Increasing public confidence in the criminal justice system through fair, firm and effective prosecutions	14,120,000
Total additional net resource requirement	14,120,000
Additional net cash requirement	14,120,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Crown Prosecution Service on:

RfR 1: Increasing public confidence in the criminal justice system through fair, firm and effective prosecutions

Administrative costs, including the hire of private agents; Crown Prosecution Services; the support of voluntary sector organisations working within the Criminal Justice System; in connection with the confiscation of the proceeds of crime; and associated non-cash items.

The **Crown Prosecution Service** will account for this Estimate.

Part II: Changes proposed

Resources

					£'000
	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Increasing public confidence in the criminal justice system through fair, firm and effective prosecutions					
		15,120	1,000	14,120	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1- B Crown Prosecutions and Legal Services	573,771	15,120	1,000	14,120	587,891
Total for Estimate		15,120	1,000	14,120	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	5,300	-	5,300
Non-Operating A in A	-	-	-
Net cash requirement	628,295	14,120	642,415

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Increasing public confidence in the criminal justice system through fair, firm and effective prosecutions								
57,727	644,428	-	702,155	58,237	643,918	5,300	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration costs on HQ and Central Services								
57,727	-	-	57,727	1,700	56,027	-	-	
B Crown Prosecutions and Legal Services								
-	644,428	-	644,428	56,537	587,891	5,300	-	
Total for Estimate:								
57,727	644,428	-	702,155	58,237	643,918	5,300	-	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net Resource Requirement	629,798	14,120	643,918
Voted capital items			
Capital	5,300	-	5,300
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	5,300	-	5,300
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,586	-	-2,586
Depreciation	-5,056	-	-5,056
New provisions and adjustments to previous provisions	-745	-	-745
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-89	-	-89
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	1,673	-	1,673
Total accruals to cash adjustments	-6,803	-	-6,803
Excess cash to be CFERd	-	-	-
Net Cash Requirement	628,295	14,120	642,415

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	56,027
Total Net Administration Costs	56,027
Net Programme Costs	
RfR1	587,891
Non-voted	-
Total Net Programme costs	587,891
Total Net Operating Cost	643,918
<i>of which:</i>	
Net Resource Requirement	643,918
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in the Estimate	-
Resource Budget	644,201

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	643,918
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	643,918
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-
unallocated resource provision	283
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	644,201
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	644,201
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	5,300
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	5,300
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	5,300
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Keir Starmer QC, Permanent Head of Department

Keir Starmer QC as the Principal Accounting Officer of the Crown Prosecution Service has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The PAO as the permanent head, remains in general overall charge of the Crown Prosecution Service.

With the agreement of the HM Treasury, the Permanent Head of Department appoints the Chief Executive as Additional Accounting Officer, Peter Lewis, Chief Executive, holds the appointment of Additional Accounting Officer for the Request for Resources within this Estimate.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

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

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09

RfR 1: Increasing public confidence in the criminal justice system through fair, firm and effective prosecutions

Administration	1,700
<i>of which:</i>	
Sale of goods and services	1,700
 Programme	 56,537
<i>of which:</i>	
Sale of goods and services and recovery of criminal assets	56,537

Total RfR1	58,237 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: the recovery of costs from private tenants in jointly occupied buildings; recoveries in respect of the Recovered Assets Incentivisation Fund; receipts in respect of the Victim Surcharge collection; costs awarded to CPS in court; income from Local Criminal Justice Boards; refund of costs for seconded staff; funding from the Access to Work Scheme and the New Deal programmes; receipts for Prosecution College Licences; and recoveries of costs from other government departments for joint working arrangements.

Total Operating A in A	58,237
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	14,120	-6,000	643,918	283	644,201
<i>of which:†</i>					
Administration budget	-	-	56,027	-	56,027
Near-cash in RDEL	14,120	-6,000	635,442	1,956	637,398
Capital DEL ††	-	-	5,300	-	5,300
Less Depreciation †††	-	-	-5,056	-	-5,056
Total DEL	14,120	-6,000	644,162	283	644,445

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

£'000
56,237

Serious Fraud Office

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
Subhead A2	<u>DEL Reserve claims</u>		
	Spending on Block Buster Cases	3,360,000	
Subhead B2	<u>Transfers from resource spending to capital spending (not capital grants)</u>		
	Transfer of NFSA resource spend to Capital due to increased IT spend		-173,000
<u>Other changes</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
Subhead A2 and A5	Expected Proceeds of Crime income allocated by the Home Office to cover additional spending	300,000	-300,000
		<u>Total</u> 3,660,000	-473,000
	Total change in resources for RfR1		3,187,000
	Total change in resources for Estimate		3,187,000

Changes in Capital

RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
Subhead B7	<u>Transfers from resources to capital</u>		
	To cover higher than forecast IT expenditure.	173,000	
		<u>Total</u> 173,000	-
	Total change in capital for RfR1		173,000
	Total Change in Capital for Estimate		173,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £3,060,000.

3. Symbols are explained in the Introduction to this booklet.

Serious Fraud Office

Part I

£

RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law	3,187,000
Total additional net resource requirement	3,187,000
Additional net cash requirement	3,060,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Serious Fraud Office on:

RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law

Administration, investigation, prosecution and associated non-cash items.

The **Serious Fraud Office** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law					
		3,487	300	3,187	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Investigations and prosecutions	35,449	3,660	300	3,360	38,809
RfR 1- B National Fraud Strategic Authority	3,600	-173	-	-173	3,427
Total for Estimate		3,487	300	3,187	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	3,530	173	3,703
Non-Operating A in A	-	-	-
Net cash requirement	40,890	3,060	43,950

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law								
-	42,586	-	42,586	350	42,236	3,703	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Investigations and prosecutions								
	39,159	-	39,159	350	38,809	3,500	-	
B National Fraud Strategic Authority								
	3,427	-	3,427		3,427	203	-	
Total for Estimate:								
-	42,586	-	42,586	350	42,236	3,703	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	39,049	3,187	42,236
Voted capital items			
Capital	3,530	173	3,703
<i>Less: Non-operating A in A</i>	-	-	-
Total net voted capital	3,530	173	3,703
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-79	-	-79
Depreciation	-1,545	-300	-1,845
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-65	-	-65
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-1,689	-300	-1,989
Excess cash to be CFERd	-	-	-
Net Cash Requirement	40,890	3,060	43,950

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Programme Costs	
RfR1	42,236
Non-voted	-
Total Net Programme costs	42,236
Total Net Operating Cost	42,236
<i>of which:</i>	
Net Resource Requirement	42,236
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in the Estimate	-
Resource Budget	42,236

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	42,236
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	42,236
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non departmental public bodies	-
Unallocated resource provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	42,236
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	42,236
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	3,703
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non departmental public bodies	-
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	3,703
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	3,703
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Richard Alderman, Director of the Serious Fraud Office

Richard Alderman as the Accounting Officer of the Serious Fraud Office has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Serious Fraud Office.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09

RfR 1: Reducing fraud and the cost of fraud and delivering justice and the rule of law

Programme	350
<i>of which:</i>	
Sale of goods and services	50
Funds obtained Recovery of Assets	300
Total RfR1	350 †
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: the recovery of income arising from costs awarded to the SFO in court; and the Recovered Assets Incentivisation Fund.</i>	
Total Operating A in A	350

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	3,187	-	42,236	-	42,236
<i>of which: †</i>					
<i>Administration budget</i>	-	-	-	-	-
<i>Near-cash in RDEL</i>	2,887	-	40,247	-	40,247
Capital DEL ††	173	-	3,703	-	3,703
Less Depreciation †††	-300	-	-1,845	-	-1,845
Total DEL	3,060	-	44,094	-	44,094

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid.	350

Ministry of Defence

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in Resources

RfR 1: Provision of Defence Capability

Section Reason for Change

Increases

Reductions

Changes related to movements in budgets

Transfer from Capital spending (SUME) to Resource

A2, B2, 1. To transfer £1,000,000,000 Capital Resource to Direct C2, D2, Resource within RfR1 (Sections A to G &K), relating to E2, F2, Single Use Military Equipment (SUME) flexibility. G2, K2	1,000,000,000	
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Transfers of Budgetary cover in from other Government Departments

D2 1. To effect a resource budget transfer in from the Cabinet Office in respect of future funding arrangements for the expansion of the Parliamentary Counsel Office (Section D).	209,000	
B2 2. To effect a resource budget transfer in from the Foreign and Commonwealth Office in respect of funding for helicopter pilot training for counter narcotics operations (Section B).	2,800,000	

Transfers of Budgetary cover to other Government Departments

L1 1. To effect a resource administration budget transfer out to the Centre of Expertise for Sustainable Procurement (Section L).		-45,000
D2 2. To effect a resource budget transfer out to the Department for Business, Enterprise and Regulatory Reform (BERR) being the MoD's contribution to BERR's chemical and nuclear weapons disposal pool (Section D).		-4,000,000
D2 3. To effect a resource budget transfer out to the Cabinet Office as a contribution to the Government Secure Zone fund (Section D).		-40,000

Other Changes**International Financial Reporting Standards (IFRS) Impact**

D2	1. To reflect the estimated Indirect Resource impact of the introduction of the IFRS Financial Instruments trigger point 1 on derivatives credit of £215,000,000, with an offsetting debit in impairments.	215,000,000	-215,000,000
B2	2. To re-allocate Royal Hospital Chelsea costs from other current Voted expenditure to Non-Voted expenditure		-9,232,000

Resource transfer within the Request for Resources with no impact on Resource

A2, B2	1. To increase Grants in Aid funding for: the Royal Naval Museum (£75,000);	75,000	-75,000
K2, D2	Royal Hospital Chelsea (£1,000,000);	1,000,000	-1,000,000
	the RAF Museum (£400,000);	400,000	-400,000
	the National Army Museum (£395,000);	395,000	-395,000
O3,P3 Q3,T3	and the Armed Forces Memorial (£80,000) by reducing Resource DEL current costs and increasing Non -Budget (outside DEL) Grants-in-Aid funding, with no overall impact on resource (Sections A,B,K,D).	80,000	-80,000
A3, B3	2. To re-allocate DEL Grants in Aid from DEL to Non Budget Grants in Aid to reflect a classification change for the Council of Reserve Forces & Cadets Association (£55,522,000);	55,522,000	-55,522,000
O3,Q3	and the Marine Society & Sea Cadets (£8,631,000). (Sections B and A).	8,631,000	-8,631,000
D2,D3	3. To reflect the re-classification of cost of capital for Public Corporations from other current cost to grants of £21,396,000 with no impact on Resource DEL (Section D).	21,396,000	-21,396,000
A2, B2, C2, D2, E2, F2, K2	4. To revise sub-head provisions (A to F and K) to reflect revisions in allocations between Top Level Budget Holders to match required defence outputs, with no overall impact on RDEL.		

Total Change in Resources for RfR1 1,305,508,000 -315,816,000

989,692,000

RfR 2: Operations and Peace-Keeping

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
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Changes related to movements in budgets**Special Reserve claims**

C2	1. To increase the net Direct Resource costs of peace-keeping in Iraq (£971,000,000) and Afghanistan (£1,331,000,000) (Section C).	2,302,000,000	
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C2	2. To increase the net Indirect Resource costs of peace-keeping in Iraq (£170,000,000) and Afghanistan (£180,000,000) to cover depreciation and cost of capital charges associated with fixed assets purchased under Urgent Operational Requirements (Section C).	350,000,000
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Transfers of Budgetary cover in from other Government Departments

A2	1. To effect a transfer in from the Foreign & Commonwealth Office in respect of the Balkans Conflict Prevention Pool net costs of £2,400,000 (Section A).	2,400,000
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Transfers of Budgetary cover to other Government Departments

B2	1. To effect transfers out to the Foreign & Commonwealth Office (£16,000,000) and the Department for International Development (£1,970,000) being the MoD's contribution to the Stabilisation Aid Fund (Section B).	-17,970,000
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Total Change in Resources for RfR2	<u>2,654,400,000</u>	<u>-17,970,000</u>	2,636,430,000
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Total Change in Resources for Estimate			3,626,122,000
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Changes in Capital

RfR 1: Provision of Defence Capability

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
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Other changes

F7,F8	1. Additional fiscal CDEL provision (Section F) as agreed with HM Treasury.	50,000,000	
D7,D8	2. To increase Non-operating A-in-A to reflect a QinetiQ receipt of £200,000,000, with a corresponding, and offsetting, increase in gross Capital expenditure (Section D).	200,000,000	-200,000,000
D7, D8	4. To increase Non-operating A-in-A to reflect the sale of DARA for £60,000,000, with a corresponding, and offsetting, increase in gross Capital expenditure (Section D).	60,000,000	-60,000,000

Transfer of capital spending (SUME) to resource

A7, B7, C7, D7, E7, F7, K7	1. To transfer £1,000,000,000 Capital Resource to Direct Resource within RfR1 (Sections A to F & K) relating to Single Use Military Equipment (SUME) flexibility.		-1,000,000,000
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Resource transfer within the Request for Resources with no impact on Capital

A7, B7, 1. To revise sub-head provisions (A to F & K) to reflect
 C7, D7, revisions in allocations between Top Level Budget Holders
 E7, F7, to match required defence outputs, with no overall impact
 K7 on CDEL.

RfR 2: Operations and Peace-KeepingSection Reason for changeChanges related to movements in budgetsSpecial Reserve claims

I7	1. To increase the RfR to reflect the capital costs of peace keeping in Iraq (£256,000,000) and Afghanistan (£807,000,000) Section C.	1,063,000,000
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<u>Total</u>	<u>1,373,000,000 -1,260,000,000</u>	113,000,000
Total change in Capital for Estimate		

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £3,389,122,000.

3. Symbols are explained in the Introduction to this booklet.

Ministry of Defence

Part I

£

RfR 1: Provision of Defence Capability	989,692,000
RfR 2: Operations and Peace-Keeping	2,636,430,000
Total additional net resource requirement	3,626,122,000
Additional net cash requirement	3,389,122,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Ministry of Defence on:

RfR 1: Provision of Defence Capability

Personnel costs of the Armed Forces and their reserves and cadet forces and personnel costs of Defence Ministers and of civilian staff employed by the Ministry of Defence; movements; charter of ships; logistic services for the Armed Forces; repair, maintenance, stores and supply services; associated capital facilities and works; contractors' redundancy cost; plant and machinery; nuclear warhead and fissile material programme; procurement, including development and production of equipment and weapon systems for the Armed Forces; purchases for sale abroad; research etc. by contract; sundry procurement services including those on repayment terms; land and buildings works services; contingent liabilities; services provided by other Government departments; sundry services; subscriptions, grants and other payments including those abroad such as assistance to Foreign and Commonwealth Governments for defence related purposes and UK youth community projects; set-up costs and loans to, and income from, Trading Funds; and other associated non-cash items.

RfR 2: Operations and Peace-Keeping

The net additional costs for current operations (near cash resource, non cash resource and capital) in Iraq, Afghanistan and the Balkans. The net additional (Programme) costs for early warning, crisis management, conflict resolution/peace-making, peace-keeping and peace-building activities in other parts of the World. The net additional costs of associated strengthening of international regional systems; capacity; and the Stabilisation Aid Fund (Iraq and Afghanistan).

RfR3: War Pensions and Allowances, etc

Pensions and other payments/allowances for disablement or death arising out of war or service in the Armed Forces after 2 September 1939, awards to surviving members of British groups held prisoner by the Japanese during the Second World War (Far Eastern Prisoners of War) or their surviving spouse and pensions and other payments in respect of service in the Armed Forces at other times; and other associated non-cash items.

The **Ministry of Defence** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Provision of Defence Capability		989,692	-	989,692	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Fleet	2,171,198	-18,851	-	-18,851	2,152,347
RfR 1 - B Commander-in-Chief Land Command	6,463,155	155,147	-	155,147	6,618,302
RfR 1 - C Chief of Joint Operations	437,394	-60,056	-	-60,056	377,338
RfR 1 - D Central	1,766,106	116,653	-	116,653	1,882,759
RfR 1 - E Defence Estates	2,324,362	312,555	-	312,555	2,636,917
RfR 1 - F Defence Equipment and Support	14,665,912	502,620	-	502,620	15,168,532
RfR 1 - G Science Innovation Technology	621,427	-119,543	-	-119,543	501,884
RfR 1 - K Commander-in-Chief Air Command	2,734,022	35,109	-	35,109	2,769,131
RfR 1 - L Ministry of Defence Administration Costs	2,294,141	-45	-	-45	2,294,096
Non-Budget					
RfR 1 - O Commander-in-Chief Fleet	2,253	8,706	-	8,706	10,959
RfR 1 - P Central	750	80	-	80	830
RfR 1 - Q Commander-in-Chief Land Command	15,138	56,917	-	56,917	72,055
RfR 1 - T Commander in Chief Air Command	7,189	400	-	400	7,589
RfR 2: Operations and Peace-Keeping		2,636,430	-	2,636,430	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 2 - A Programme Rest of the World	44,566	2,400	-	2,400	46,966
RfR 2 - B Stabilisation Aid Fund	45,000	-17,970	-	-17,970	27,030
RfR 2 - C Peace-keeping and Operations (Afghanistan and Iraq)	-	2,652,000	-	2,652,000	2,652,000
Total for Estimate		3,626,122	-	3,626,122	

Capital and Cash

	Present Provision	Change in Provision	£000 New Provision
Total Capital Expenditure	8,087,179	373,000	8,460,179
Non-Operating A in A	215,115	260,000	475,115
Net cash requirement	32,536,048	3,389,122	35,925,170

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Provision of Defence Capability								
2,294,096	33,063,967	295,712	35,653,775	1,242,788	34,410,987	7,397,179	475,115	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Fleet								
-	2,191,673	1,831	2,193,504	41,157	2,152,347	21,560	-	
B Commander-in-Chief Land Command								
-	6,721,928	4,136	6,726,064	107,762	6,618,302	135,896	-	
C Chief of Joint Operations								
-	402,827	-	402,827	25,489	377,338	56,349	-	
D Central								
-	2,028,649	189,958	2,218,607	335,848	1,882,759	278,089	260,000	
E Defence Estates								
-	3,008,861	-	3,008,861	371,944	2,636,917	502,997	203,000	
F Defence Equipment and Support								
-	15,359,952	1,051	15,361,003	192,471	15,168,532	6,350,573	-	
G Science Innovation Technology								
-	497,680	4,204	501,884	-	501,884	-	-	
H Loans and grants to and repayments from the Hydrographic Office								
-	-	-	-	-	-	9,504	9,961	
I Loans and grants to and repayments from ABRO								
-	-	-	-	-	-	-	2,154	
J Loans and grants to and repayments from Met Office								
-	-	-	-	-	-	17,337	-	
K Commander-in-Chief Air Command								
-	2,934,145	3,099	2,937,244	168,113	2,769,131	22,855	-	
L Ministry of Defence Administration Costs								
2,294,096	-	-	2,294,096	-	2,294,096	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
M Central								
-	-12	-	-12	-	-12	-	-	
N Defence Equipment and Support								
-	-84,762	-	-84,762	-	-84,762	-	-	
Non-Budget								
O Commander-in-Chief Fleet								
-	-	10,959	10,959	-	10,959	-	-	
P Central								
-	-	830	830	-	830	-	-	
Q Commander-in-Chief Land Forces								
-	-	72,055	72,055	-	72,055	-	-	
R Defence Equipment and Support								
-	-	-	-	4	-4	-	-	

Part II: Revised subhead detail including additional provision

		Resources				Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
S	Defence Estates	-	3,026	-	3,026	2,019	-	
T	Commander in Chief Air Command	-	-	7,589	7,589	-	-	
	RfR 2: Operations and Peace-Keeping	-	2,725,996	-	2,725,996	1,063,000	-	
	Spending in Departmental Expenditure Limits (DEL)							
	<i>Central Government spending</i>							
A	Programme Rest of the World	-	46,966	-	46,966	-	-	
B	Stabilisation Aid Fund	-	27,030	-	27,030	-	-	
C	Peace-keeping and Operations (Afghanistan and Iraq)	-	2,652,000	-	2,652,000	1,063,000	-	
	RfR3: War Pensions and Allowances, etc	-	-512	1,015,602	1,015,090	-	-	
	Spending in Annually Managed Expenditure (AME)							
	<i>Central Government spending</i>							
A	War Pensions Benefits Programme costs	-	-512	1,015,102	1,014,590	-	-	
B	War Pensions Benefits Programme costs - Far Eastern Prisoners of War	-	-	500	500	-	-	
Total for Estimate:								
	2,294,096	35,789,451	1,311,314	39,394,861	1,242,788	38,152,073	8,460,179	
							475,115	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	34,525,951	3,626,122	38,152,073
Voted capital items			
Capital	8,087,179	373,000	8,460,179
<i>Less:</i> Non-operating A in A	215,115	260,000	475,115
Total net voted capital	7,872,064	113,000	7,985,064
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-3,239,081	-21,135	-3,260,216
Depreciation	-7,412,994	-328,865	-7,741,859
New provisions and adjustments to previous provisions	-205,592	-	-205,592
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	462,261	-	462,261
Increase(+)/decrease (-) in debtors	347,563	-	347,563
Increase(-)/decrease (+) in creditors	-99,567	-	-99,567
Use of provisions	285,443	-	285,443
Total accruals to cash adjustments	-9,861,967	-350,000	-10,211,967
Excess cash to be CFERd	-	-	-
Net Cash Requirement	32,536,048	3,389,122	35,925,170

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	2,294,096
RfR2	-
RfR3	-
Total Net Administration Costs	2,294,096
Net Programme Costs	
RfR1	32,116,891
RfR2	2,725,996
RfR3	1,015,090
Non-voted expenditure	-
Total Net Programme costs	35,857,977
Total Net Operating Cost	38,152,073
<i>of which:</i>	
Net Resource Requirement	38,152,073
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Reductions in planned spend unable to be included in Estimates	-
Resource Budget	38,158,371

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	38,152,073
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	38,152,073
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
Voted expenditure outside the budget	-3,852
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non-departmental public bodies	9,041
Unallocated resource provision	-
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	1,109
Resource Budget (Budget)	38,158,371
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	37,273,498
Annually Managed Expenditure (AME)	884,873

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	7,985,064
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non-departmental public bodies	851
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	-2,019
Capital Budget (Budget)	7,983,896
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	7,983,896
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1	Sir Bill Jeffrey, Permanent Head of the Department
Request for Resources 2	Sir Bill Jeffrey, Permanent Head of the Department
Request for Resources 3	Sir Bill Jeffrey, Permanent Head of the Department

Sir Bill Jeffrey as the Accounting Officer (AO) of the Ministry of Defence has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Ministry of Defence.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Provision of Defence Capability

Programme	1,242,788
<i>of which:</i>	
Sale of goods and services	1,215,610
EU income	4
Interest and dividends	27,174

Total RfR1	1,242,788 †
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† Amount that may be applied as appropriations in aid in addition to the net total, arising from: the recovery of income from fees and income from charges.

Total Operating A in A	1,242,788
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Analysis of non - operating appropriations in aid (A in A)

2008-09
Provision

RfR 1: Provision of Defence Capability

Programme	475,115
<i>of which:</i>	
Sale of assets	463,000
Loan etc., repayments	12,115

Total RfR1	475,115 †
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† Amount that may be applied as non-operating appropriations in aid, arising from: the recovery of income from the sale of fixed assets, including land and buildings and repayment of loans from the Trading Funds.

Total Non-Operating A in A	475,115
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	3,560,019	90,158	37,127,302	146,196	37,273,498
of which: †					
Administration budget	-45	64,153	2,294,096	64,153	2,358,249
Near-cash in RDEL	3,202,958	90,158	25,829,788	376,710	26,206,498
Capital ††	113,000	-	7,983,045	851	7,983,896
Less Depreciation †††	-328,865	-	-7,737,825	-9,486	-7,747,311
Total	3,344,154	90,158	37,372,522	137,561	37,510,083

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000

1,717,903

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body		£ '000
RfR1 - O	Navy and Maritime Museums	♥	2,328
RfR1 - Q	National Army Museum	♥	5,986
RfR1 - Q	Royal Hospital, Chelsea	♥	10,487
RfR1 - T	Royal Air Force Museum	♥	7,589
RfR1 - P	Commonwealth War Graves Commission	♦	35,153
RfR1 - P	Skill Force		500
RfR1 - Q	Council of Reserve Forces & Cadets Association		55,522
RfR1 - O	Marine Society and Sea Cadets		8,631
RfR1 - P	Armed Forces Memorial		80

Armed Forces retired pay, pensions, etc.

Introduction

1. This Supplementary Estimate is required for the following purposes:

Changes in resources

RfR 1: Armed Forces retired pay, pensions, etc.

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
Changes related to movements in budgets			
<u>Changes in Annually Managed Expenditure (AME)</u>			
A3	To increase in non-cash costs for employers pensions current service costs forecast	1,000	
		<u>Total</u>	
Total change in resources for RfR1		1,000	- 1,000

2. As a result of these changes there is an increase in the net cash requirement of £30,000,000 to meet forecast commitments for payments of pensions and lump sum benefits to Service personnel and dependants

3. Symbols are explained in the Introduction to this booklet.

Armed Forces Retired Pay, Pensions, etc.

Part I

	£
RfR 1: Armed Forces retired pay, pensions, etc.	1,000
Total additional net resource requirement	1,000
Additional net cash requirement	30,000,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Armed Forces retired pay, pensions etc on:

RfR 1: Armed Forces retired pay, pensions, etc.

Payment of retired pay, pensions and lump sum benefits and associated non-cash items to persons covered by the scheme.

The **Armed Forces retired pay, pensions etc** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Armed Forces retired pay, pensions, etc.					
		1	-	1	
Spending in Annually Managed Expenditure (AME)					
RfR 1 - A Retired pay, pensions and other payments to service personnel and their dependants	5,869,365	1	-	1	5,869,366
Total for Estimate		1	-	1	

Capital and Cash

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	-	-	-
Non-Operating A in A	-	-	-
Net cash requirement	1,812,960	30,000	1,842,960

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Armed Forces retired pay, pensions, etc.								
-	-	7,334,820	7,334,820	1,465,454	5,869,366	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central government spending</i>								
A Retired pay, pensions and other payments to service personnel and their dependants								
-	-	7,334,820	7,334,820	1,465,454	5,869,366	-	-	
Total for Estimate:								
-	-	7,334,820	7,334,820	1,465,454	5,869,366	-	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net total Resources	5,869,365	1	5,869,366
Voted capital items			
Capital expenditure	-	-	-
<i>Less:</i> non-operating A in A	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-7,334,819	-1	-7,334,820
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	3,278,414	30,000	3,308,414
Total accruals to cash adjustments	-4,056,405	29,999	-4,026,406
Excess cash to be CFERd	-	-	-
Net cash requirement	1,812,960	30,000	1,842,960

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Combined Revenue Account

	£'000
	2008-09 provision
Net Programme Costs	
RfR 1	5,869,366
<i>of which:</i>	
Income	
Contributions received	1,463,958
Transfers in	1,337
Other income receivable	159
Total Income	1,465,454
Expenditure	
Increase in liability	2,240,880
Interest on scheme liability	5,093,940
Other expenditure	-
Total Expenditure	7,334,820
Total Net Programme costs	5,869,366
Total Net Operating Cost	5,869,366
<i>of which:</i>	
Net Resource Requirement	5,869,366
Non-voted expenditure	-
CFERs	-
Reduction in planned spend unable to be included in Estimates	-
Resource Budget	5,869,366

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	5,869,366
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts (CFERS) in the OCS	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	5,869,366
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
capital grants to local authorities	-
capital grants financed from the Capital Modernisation Fund	-
European Union income and related adjustments	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
unallocated resource provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	5,869,366
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	-
Annually Managed Expenditure (AME)	5,869,366

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	-
<i>Adjustments to remove:</i>	
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants to local authorities	-
capital grants financed by the Capital Modernisation Fund	-
local authority credit approvals	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	-
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	-
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Sir Bill Jeffrey, Permanent Head of Department

Sir Bill Jeffrey, as the Accounting Officer (AO) of the Armed Forces, retired pay and pensions etc has personal responsibility for the proper presentation of the Armed Forces Retired Pay, Pensions, etc. resource accounts as prescribed in legislation or by the Treasury and their transmission to the Comptroller and Auditor General. The AO as the permanent head, in addition to the responsibilities for an assigned RfR, remains in general overall charge of the Armed Forces retired pay, pensions etc.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for the keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the Armed Forces Retired Pay, Pensions, etc.'s policies, aims, and objectives; and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

 2008-09
 Provision

RfR 1: Armed Forces retired pay, pensions, etc.**Programme***of which:*

Pension scheme related income

1,465,454

Total RfR 1**1,465,454** †

† Amount that may be applied as operating appropriations in aid in addition to the net total, arising from: accruing superannuation liability charges and pension enhancements and transfers into the Armed Forces Pension Scheme (AFPS).

Total Operating A in A**1,465,454**

Notes to the Estimate (*continued*)**Cash which may be retained to offset expenditure****£'000**

1,465,454

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

Foreign and Commonwealth Office

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Machinery of Government changes</u>			
A2, A5	Transfer of £326,200,000 of other current provision and appropriations-in-aid in respect of the UKBA International Group (formally known as UKVisas) to the UK Borders Agency of the Home Office.	326,200,000	-326,200,000
<u>Transfers of budgetary cover to/from other government departments</u>			
A2	Transfer of £5,000,000 from the Home Office for work on migration.	5,000,000	
A2	Transfer of £4,000,000 other current from DFID in respect of the Returns and Reintegration Fund.	4,000,000	
A1	Transfer of £11,000 from the Cabinet Office in respect of legal work undertaken by the Office of the Parliamentary Counsel.	11,000	
A2	Transfer of £2,800,000 to MOD for counter-narcotics work in Afghanistan.		-2,800,000
A2	Transfer of £400,000 other current to the Security and Intelligence Agencies for expansion and capability.		-400,000
A1	Transfer of £45,000 to the Office of Government Commerce for sustainable procurement.		-45,000
A2	Transfer of £40,000 to Cabinet Office for the Government Secure Zone.		-40,000
C2	Transfer from British Council of £40,000 to Cabinet Office for the Government Secure Zone.		-40,000
<u>Other changes</u>			
<u>Take up of Departmental Unallocated Provision (DUP)</u>			
A1	Take up of £17,000,000 Departmental Unallocated Provision (DUP) to offset adverse exchange rate movements.	17,000,000	
<u>Resource transfers within the Request for Resources</u>			
A2, B2	Neutral transfer of £43,000 other current from section A2 to section B2 to bring the BBC World Service's grant in aid in line with agreed allocations.	43,000	-43,000
A2, C2	Neutral transfer of £3,000 other current from section A2 to section C2 to bring the British Council's grant in aid in line with agreed allocations.	3,000	-3,000

E3	Neutral transfer of £200,000 from section E3 to section A7 to bring the British Council's capital grants in line with agreed allocations.	-	-200,000	
<u>Transfers from capital to capital grants</u>				
A3, A7	Transfer of £4,710,000 from capital to capital grants in respect of contributions to UN and NATO capital projects.	4,710,000		
		<u>Total</u>	356,967,000	-329,771,000
Total change in resources for RfR1				27,196,000

RfR 2: Conflict prevention

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>	
<u>Changes related to movements in budgets</u>				
<u>DEL Reserve claims</u>				
C3	Claim on the Reserve of £100,000,000 in respect of African Peacekeeping activities.	100,000,000		
D3	Claim on the Reserve of £31,300,000 in respect of Global Peacekeeping activities.	31,300,000		
<u>Transfers of budgetary cover to/from other government departments</u>				
E3	Transfer of £16,000,000 from MOD in respect of the Stabilisation Aid Fund.	16,000,000		
D3	Transfer of £2,400,000 to MOD in respect of Global Peacekeeping activities.		-2,400,000	
E3	Transfer of £738,000 to DFID in respect of management of Stabilisation Aid Fund projects in Afghanistan.		-738,000	
		<u>Total</u>	147,300,000	-3,138,000
Total change in resources for RfR2				144,162,000
Total change in resources for Estimate				171,358,000

Changes in Capital

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>	
	<u>Other changes</u>			
A7	Neutral transfer of £200,000 from section E3 to section A7 to bring the British Council's capital grants in line with agreed allocations.	200,000		
A7	Transfer of £4,710,000 from capital to capital grants in respect of contributions to UN and NATO capital projects.		-4,710,000	
	<u>Changes in operating appropriations in aid (fully offset by changes in spending)</u>			
A7, A8	Increase in capital provision of £42,000,000 fully offset by increase in non-operating appropriations in aid.	42,000,000	-42,000,000	
		<u>Total</u>		
	Total change in capital for Estimate	42,200,000	-46,710,000	<u>-4,510,000</u>

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £ 166,848,000.

3. Symbols are explained in the Introduction to this booklet.

Foreign and Commonwealth Office

Part I

£

RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community	†	27,196,000
RfR 2: Conflict prevention		144,162,000
Total additional net resource requirement		171,358,000
Additional net cash requirement		166,848,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Foreign and Commonwealth Office on:

RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community

Expenditure by the Foreign and Commonwealth Office, including UK Trade and Investment, on its administration, Wilton Park Executive Agency, hospitality and facilities; international organisations; grants-in-aid to bodies supporting FCO objectives; scholarships, information services and sponsored visits; special payments and assistance programmes to support foreign policy objectives including human rights, good governance, international security and the fight against the illicit drug trade; on grant-in-aid to the FCO Services, the BBC World Service for broadcasting and to the British Council; the refund of certain taxes and duties paid by certain Foreign and Commonwealth governments and international organisations; and on associated non-cash items.

RfR 2: Conflict prevention

Expenditure by the Foreign and Commonwealth Office on conflict prevention, early warning, crisis management, conflict resolution/peacemaking, peacekeeping and peacebuilding activity and on associated strengthening of international and regional systems and capacity.

The **Foreign and Commonwealth Office** will account for this Estimate.

† The former UK Visas function in RfR1 section A (now known as the UKBA International Group) transferred to the Home Office (UK Borders Agency) on 1 April 2008. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer, which has no effect on the net resource requirement or the net cash requirement, are:

a) the operating appropriations in aid are reduced by £ 326,200,000.

Part II: Changes proposed

Resources

						£'000
						New Net Provision
						Change in Net Provision
						Change in A in A
						Change in Gross Provision
						Present Net Provision
RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community						27,196
						-326,200
						-299,004
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Administration, programmes and international organisations subscriptions	1,160,093	-298,810	-326,200	27,390	1,187,483
RfR 1 - B	BBC World Service broadcasting	234,000	43	-	43	234,043
RfR 1 - C	British Council	188,000	-37	-	-37	187,963
RfR 1 - E	British Council - Capital Grant	8,000	-200	-	-200	7,800
RfR 2: Conflict prevention						
						144,162
						-
						144,162
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 2 - C	Sub-Saharan Africa - Peacekeeping	100,000	100,000	-	100,000	200,000
RfR 2 - D	Global - Peacekeeping	83,125	28,900	-	28,900	112,025
RfR 2 - E	Stabilisation Aid Fund	28,000	15,262	-	15,262	43,262
Total for Estimate						171,358
						-326,200
						-154,842

Capital and Cash

				£000
				New Provision
				Change in Provision
				Present Provision
Total Capital Expenditure		177,060	37,490	214,550
Non-Operating A in A		18,000	42,000	60,000
Net cash requirement		1,876,705	166,848	2,043,553

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community								
510,535	1,064,044	275,510	1,850,089	133,800	1,716,289	214,550	60,000	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration, programmes and international organisations subscriptions								
510,535	592,038	218,710	1,321,283	133,800	1,187,483	214,550	60,000	
B BBC World Service broadcasting								
-	234,043	-	234,043	-	234,043	-	-	
C British Council								
-	187,963	-	187,963	-	187,963	-	-	
D BBC World Service - Capital Grant								
-	-	31,000	31,000	-	31,000	-	-	
E British Council - Capital Grant								
-	-	7,800	7,800	-	7,800	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
F Administration, programmes and international organisations subscriptions								
-	50,000	-	50,000	-	50,000	-	-	
Non-Budget								
G Reimbursement of certain duties, taxes and licence fees								
-	-	18,000	18,000	-	18,000	-	-	
RfR 2: Conflict prevention								
-	-	379,768	379,768	-	379,768	-	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Sub-Saharan Africa - Programme expenditure								
-	-	4,688	4,688	-	4,688	-	-	
B Global - Programme expenditure								
-	-	19,793	19,793	-	19,793	-	-	
C Sub-Saharan Africa - Peacekeeping								
-	-	200,000	200,000	-	200,000	-	-	
D Global - Peacekeeping								
-	-	112,025	112,025	-	112,025	-	-	
E Stabilisation Aid Fund								
-	-	43,262	43,262	-	43,262	-	-	
Total for Estimate:								
510,535	1,064,044	655,278	2,229,857	133,800	2,096,057	214,550	60,000	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	1,924,699	171,358	2,096,057
Voted capital items			
Capital	177,060	37,490	214,550
<i>Less:</i> Non-operating A in A	18,000	42,000	60,000
Total net voted capital	159,060	-4,510	154,550
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-52,004	-	-52,004
Depreciation	-155,050	-	-155,050
New provisions and adjustments to previous provisions	-14,000	-	-14,000
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	14,000	-	14,000
Total accruals to cash adjustments	-207,054	-	-207,054
Excess cash to be CFERd	-	-	-
Net Cash Requirement	1,876,705	166,848	2,043,553

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	430,535
RfR2	-
Total Net Administration Costs	430,535
Net Programme Costs	
RfR1	1,285,754
RfR2	379,768
Non-voted expenditure	-6,000
Total Net Programme costs	1,659,522
Total Net Operating Cost	2,090,057
<i>of which:</i>	
Net Resource Requirement	2,096,057
Non-voted expenditure	3,000
Consolidated Fund Extra Receipts	-9,000
	-
Resource Budget	2,029,547

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	2,096,057
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	3,000
Consolidated Fund extra receipts in the OCS	-9,000
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	2,090,057
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
capital grants	-51,510
European Union income related to capital grants	-
voted expenditure outside the budget	-18,000
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	9,000
resource consumption of non departmental public bodies	-
unallocated resource provision	-
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	2,029,547
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	1,979,547
Annually Managed Expenditure (AME)	50,000

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	154,550
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	51,510
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
Capital Budget (Budget)	206,060
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	206,060
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Peter Ricketts, Permanent Head of the Department

Request for Resources 2 Peter Ricketts, Permanent Head of the Department

Peter Ricketts as the Accounting Officer (AO) of the Foreign and Commonwealth Office has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO, as the permanent head, remains in general overall charge of the Foreign and Commonwealth Office.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000
	<u>2008-09 Provision</u>
RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community	
Administration	80,000
<i>of which:</i>	
Sale of goods and services	80,000
Programme	53,800
<i>of which:</i>	
Sale of goods and services	53,800
EU income	-
Total RfR1	133,800 †
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: salary refunds of seconded diplomatic staff and locally engaged staff; the sale of information material, income from sub-letting and receipts from sales of surplus material and equipment; receipts at home and overseas for legalisation fees, telephone and postage recoveries, medical scheme recoveries, bank interest and other sundry receipts, repayment by locally engaged staff of loans for car purchase and medical and other assistance, receipts from Government Departments, receipts for visa, passport and other services provided at consular offices; Wilton Park executive agency receipts for related running costs from other customers and receipts from sales and rents, Hospitality Section, Conference and visits Group and Lancaster House receipts for related running costs from other customers, repayment of sums advanced to distressed British Nationals; repayments of defence assistance loans to Singapore and Malaysia, receipts from Sales into Wider Markets.</i>	
Total Operating A in A	133,800

Analysis of non - operating appropriations in aid (A in A)

RfR 1: Promoting internationally the interests of the UK and contributing to a strong world community

Programme	60,000
<i>of which:</i>	
Sale of assets	60,000
Total RfR1	60,000 †
<i>† Amount that may be applied as non-operating appropriations in aid arising from: the sale of land and buildings, receipts from the sale of official vehicles and receipts realised by the British Council.</i>	
Total Non - operating A in A	60,000

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	166,848	-17,000	1,976,547	3,000	1,979,547
<i>of which: †</i>					
Administration budget	5,248	-5,282	430,535	-	430,535
Near-cash in RDEL	166,848	-17,000	1,805,493	17,000	1,822,493
Capital DEL ††	-	-	206,060	-	206,060
Less Depreciation †††	-	-	-105,050	-	-105,050
Total	166,848	-17,000	2,077,557	3,000	2,080,557

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000
193,800

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body		£ '000
RfR1- B	BBC World Service Broadcasting	◆	265,043
RfR1 - C	British Council	◆	195,763
RfR1- A	Westminster Foundation for Democracy	◆	4,100

International subscriptions

RfR/Section	Body		£ '000
RfR1	UN Regular Budget		69,617
RfR1	Commonwealth Secretariat		4,180
RfR1	OECD		12,877
RfR1	Western European Union		1,645
RfR1	North Atlantic Treaty Organisation (NATO)		17,399
RfR1	Council of Europe		19,408
RfR1	OSCE		3,297

Department for Business, Enterprise and Regulatory Reform

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: To help ensure business success in an increasingly competitive world			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
<u>Transfers to/from Central Funds</u>			
A3	New provision for face to face debt advice, funded by an award from the Financial Inclusion Fund	825,000	
<u>Take up of Departmental Unallocated Provision</u>			
H2	Draw down of Departmental Unallocated Provision (non-cash programme costs) for Insolvency Service	14,300,000	
I2	Draw down of Departmental Unallocated Provision (near-cash, programme costs) for British Shipbuilders	516,000	
I3	Draw down of Departmental Unallocated Provision (non-cash programme costs) for Icelandic Trawlermen provisions	728,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
A5	Reduction in receipts related to Postwatch to reflect transfer of responsibility for Royal Mail Quality of Service Review to Postcomm	115,000	
J3	Increase in programme costs provision funded by transfer from the Ministry of Defence for Global Threat Reduction	4,000,000	
K1	Increase in administration costs provision funded by a transfer from Cabinet Office for Parliamentary Counsel Office	1,463,000	
K1	Reduction in administration costs provision to fund transfer to Office of Government Commerce (HM Treasury) for Centre of Expertise for Sustainable Development		-45,000
K1	Reduction in administration costs provision to fund transfer to Department for Environment, Food and Rural Affairs for the Office of Climate Change		-360,000

Changes in operating appropriations-in-aid (not offset by changes in spending)

E5	Reduction in contributions from Department for Environment, Food and Rural Affairs to fund Regional Development Agencies	17,088,000	
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Changes in Annually Managed Expenditure (AME)

M3	Increase in Paternity Pay forecast	5,000,000	
N2	Reduction in voted cost of capital for UKAEA decommissioning		-354,000
N2	Changes to cost of capital for coal health liabilities		-1,203,000
N3	Changes to provisions for coal health liabilities	944,000	
O3	Reduction in London Development Agency Corporation tax		-597,000

Other changesResource transfers within the Request for Resources

A1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-120,000
AC1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	120,000	
A2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-101,240,000
AB2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	101,240,000	
A2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-36,287,000
AC2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	36,287,000	
A3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-555,000
AB3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	555,000	
A3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-36,731,000
AC3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	36,731,000	

A5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	106,623,000	
AB5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-106,623,000
B2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-5,788,000
AD2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	5,788,000	
B3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-3,113,000
AD3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	3,113,000	
B5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	12,605,000	
AD5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-12,605,000
C2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-9,136,000
AD2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	9,136,000	
C3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-38,200,000
AD3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	38,200,000	
D2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-126,204,000
AB2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	126,204,000	
AB3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-10,336,000

D3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	10,336,000	
D5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	11,000,000	
AB5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-11,000,000
E3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-28,800,000
AB3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	28,800,000	
E5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	1,655,510,000	
AB5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-1,655,510,000
F1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-48,209,000
AB1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	48,209,000	
F5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	300,000	
AB5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-300,000
G2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-3,923,000
AG2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	3,923,000	
G3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-215,000
AG3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	215,000	

G5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	220,000	
AG5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-220,000
G2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-58,006,000
AC2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	58,006,000	
G3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-13,612,000
AC3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	13,612,000	
G5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	4,300,000	
AC5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-4,300,000
H1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-1,980,000
AC1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	1,980,000	
H2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-212,123,000
AC2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	212,123,000	
H3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-5,098,000
AC3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	5,098,000	
H5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	151,090,000	

AC5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-151,090,000
I1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-15,331,000
AF1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	15,331,000	
I2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-6,660,000
AD2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	6,660,000	
I2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-304,720,000
AF2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	304,720,000	
AE2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-12,332,000
I2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	12,332,000	
I2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-785,000
AG2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	785,000	
I3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-10,728,000
AC3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	10,728,000	
I3	Virement of noncash from central services to Trawlermen provisions	10,000,000	
K2	Virement of noncash from central services to Trawlermen provisions		-10,000,000
I3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-13,667,000

AE3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	13,667,000	
I5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	1,128,000,000	
AE5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-1,128,000,000
I5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	6,000,000	
AF5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-6,000,000
J2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-95,000
AD2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	95,000	
J3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-60,201,000
AD3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	60,201,000	
K1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-304,881,000
AG1	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	304,881,000	
K2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-20,221,000
AG2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	20,221,000	
K5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	31,790,000	
AG5	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-31,790,000

L3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-344,757,000
AH3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	344,757,000
M3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-40,000,000
AI2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	40,000,000
N2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-94,588,000
AJ2	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	94,588,000
N3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-6,013,000
AJ3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	6,013,000
O3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-1,970,000
AL3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	1,970,000
P3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-8,306,000
W3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	8,306,000
P3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-30,257,000
Y3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	30,257,000
Q3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-10,642,000

Z3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	10,642,000	
R3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-2,545,000
W3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	2,545,000	
S3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-1,779,404,000
W3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	1,779,404,000	
T3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-4,400,000
X3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	4,400,000	
U3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-2,708,234,000
AA3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	2,708,234,000	
V3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-3,000,000
AA3	Virement of existing resource provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	3,000,000	
<u>Transfers to/from non-voted spending</u>			
C3	Reduction in voted resources for Environmental Transformation Fund (capital grants) to increase capital Departmental Unallocated Provision		-27,000,000
D3	Reduction in voted programme costs to offset increase in non-voted expenditure by the Regional Development Agencies for Business Link Marketing		-1,000,000
K1	Reduction in voted administration costs to offset increase in non-voted programme expenditure by the Regional Development Agencies for Business Link Marketing		-700,000

L3	Reduction in grants to the London Development Agency (resource £2,504,000 and capital £39,501,000) to offset increase in non-voted expenditure by the Regional Development Agencies		-42,005,000
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Changes in non-budget spending

P3	Reduction in Postwatch Grant in Aid to reflect transfer of responsibility for Royal Mail Quality of Service Review to Postcomm		-115,000
S3	Cash consequences of virement from voted grants to the London Development Agency (resource £2,504,000 and capital £39,501,000) to non-voted expenditure by the Regional Development Agencies	42,005,000	
S3	Reduction in Grant in Aid to Regional Development Agencies to reflect reduced contributions from Department for Environment, Food and Rural Affairs		-17,088,000
S3	Cash consequences of budget transfer of non-voted Regional Development Agencies capital to the Department for Work and Pensions for Warm Front Activity		-1,000,000
S3	Cash consequences of virement of non-voted expenditure by the Regional Development Agencies to the Departmental Unallocated Provision		-16,000,000
S3	Cash consequences of virement from voted administration and programme to non-voted expenditure by the Regional Development Agencies for Business Link Marketing	1,700,000	
AA3	Increase in Nuclear Decommissioning Authority Grant in Aid to reflect cash funding requirements in excess of near-cash and capital Departmental Expenditure Limit	18,784,000	

Changes in operating appropriations-in-aid (fully offset by changes in spending)

E5 and L3	Reduction in Grant to London Development Agency to reflect reduced contributions from the Department for Environment, Food and Rural Affairs	2,912,000	-2,912,000
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<u>Total</u>	9,751,231,000	-	9,751,230,000
Total change in resources for RfR1			1,000

Total change in resources for Estimate			1,000
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Changes in Capital**RfR 1: To help ensure business success in an increasingly competitive world**

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
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Changes related to movements in budgets

<u>Changes in Annually Managed Expenditure (AME)</u>		
N7	Net increase in Royal Mail working capital facility	560,000,000
<u>Other changes</u>		
<u>Transfers to/from non-voted spending</u>		
D7	Reduction in voted capital for Enterprise Capital Fund to increase Departmental Unallocated Provision	-27,400,000
G7	Increased ACAS expenditure funded from expected increase in Launch Investment CFER receipts	2,300,000
<u>Transfers within the Estimate</u>		
A7	Virement of existing Departmental budgets capital provision from former Estimate lines to new Estimate lines set up to align with the Department's strategic objectives in the CSR07 settlement.	-30,000
AC7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	30,000
D7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-26,800,000
AB7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	26,800,000
F7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-20,000
AB7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	20,000
G7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	-3,335,000
AC7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	3,335,000

H7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-14,700,000
AC7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	14,700,000	
K7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-11,850,000
AG7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	11,850,000	
N7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-7,060,000,000
AK7	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	7,060,000,000	
N8	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.	6,450,000,000	
AK8	Virement of existing Departmental budgets capital provision from former Estimate line to new Estimate line set up to align with the Department's strategic objectives in the CSR07 settlement.		-6,450,000,000
AB7	Virement of capital from UK Trade and Investment to Departmental central capital (correction to 2007/08 MoG transfer)		-20,000
AG7	Virement of capital from UK Trade and Investment to Departmental central capital (correction to 2007/08 MoG transfer)	20,000	

Changes in non-operating appropriations in-aid (fully offset by changes in spending)

N8 and N7	Reduction in gross expenditure and receipts relating to Royal Mail working capital facility	5,500,000,000	-5,500,000,000
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	<u>Total</u>	19,629,055,000	-19,094,155,000.
Total change in capital for RfR1			534,900,000
Total change in capital for Estimate			534,900,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £569,003,000
3. Symbols are explained in the Introduction to this booklet.

Department for Business, Enterprise and Regulatory Reform

Part I

£

RfR 1: To help ensure business success in an increasingly competitive world †	1,000
Total additional net resource requirement	1,000
Additional net cash requirement	569,003,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Department for Business, Enterprise and Regulatory Reform

RfR 1: To help ensure business success in an increasingly competitive world

Promotion of enterprise, innovation and increased productivity delivered through market solutions designed to meet market imperfections identified within the portfolios of innovation, international trade and investment, regional investment, enterprise for small firms and people & skills; support for business, including support for specific

industries; small businesses, regional programmes and programmes to promote research and development, innovation, best practice and sustainable development ; promotion of strong, fair and competitive markets at home and abroad including developing fair and effective legal and regulatory frameworks and delivering regulatory reform; measures to combat international bribery and corruption, measures to protect investors, measures to promote the interests of consumers,

support for employment relations programmes and measures to promote a skilled and flexible labour market; support for energy-related activities including measures related to regulation , civil emergency planning, environmental remediation and support for new and sustainable energy sources, security, non-proliferation;

safety, environment and social impact programmes relating to nuclear sites in Central and Eastern Europe and the Former Soviet Union and other countries where future G8 Global Partnership related initiatives may be pursued; the efficient management and discharge of liabilities relating to the Department, including nuclear waste management and decommissioning and liabilities in respect of former coal and shipbuilding industry employees; provision of a repayable credit facility for Royal Mail; exchange risk and other guarantee losses; subscriptions to international organisations and fulfilment of international treaty obligations;

payments to other Government Departments and the Devolved Administrations in relation to programmes promoting BERR objectives; support for Government Offices;

grants and grants-in-aid to organisations supporting BERR objectives, including Non-Departmental Public Bodies;

financial assistance to public corporations and trading funds including Ofcom; managing the Government's shareholder interest in Royal Mail, British Energy, BNFL, UKAEA, Royal Mint, Partnerships UK and Actis;

funding of the department's executive agencies; issuing budgets and making payments to Regional Development Agencies, to which other government departments will contribute by supplying resources which BERR will appropriate in aid;

payments to local authorities in respect of Local Area Agreements and New Burdens responsibilities;

miscellaneous programmes including payments in respect of claims for the restitution of property of victims

of Nazi persecution, compensation for distant water trawlermen and assistance to redundant steelworkers

and dismissed miners; Departmental administration costs and a share of the administration costs of UK Trade and Investment; payments towards the expenses of the Office of Manpower Economics ; associated non-cash items.

The **Department for Business, Enterprise and Regulatory Reform** will account for this Estimate.

† In the Main Estimate the RfR title was 'Increasing UK Competitiveness'

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: To help ensure business success in an increasingly competitive world		-20,114	-20,115	1	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1- A Extending Competitive Markets	67,370	-174,108	-106,738	-67,370	-
RfR 1- B Security of Energy Supply	-3,704	-8,901	-12,605	3,704	-
RfR 1- C Sustainability and the Environment	74,336	-74,336	-	-74,336	-
RfR 1- D Enterprise Growth and Business Investment	105,868	-116,868	-11,000	-105,868	-
RfR 1- E Regional Economies	-1,646,710	-28,800	-1,675,510	1,646,710	-
RfR 1- F Trade and Investment	47,909	-48,209	-300	-47,909	-
RfR 1- G Maximising Potential in the Workplace	71,236	-75,756	-4,520	-71,236	-
RfR 1- H Corporate Activity and Insolvency Framework	53,811	-204,901	-151,090	-53,811	-
RfR 1- I Assets and Liabilities	-805,685	-328,315	-1,134,000	805,685	-
RfR 1- J Nuclear Security and Export Control	56,296	-56,296	-	-56,296	-
RfR 1- K Activities in Support of all Objectives	302,954	-334,744	-31,790	-302,954	-
<i>Support for Local Authorities</i>					
RfR 1- L Regional Economies	389,674	-389,674	-	-389,674	-
Spending in Annually Managed Expenditure(AME)					
<i>Central Government spending</i>					
RfR 1- M Maximising Potential in the Workplace	35,000	-35,000	-	-35,000	-
RfR 1- N Assets and Liabilities	101,214	-101,214	-	-101,214	-
<i>Support for Local Authorities</i>					
RfR 1- O Regional Economies	2,567	-2,567	-	-2,567	-
Non-Budget					
RfR 1- P Extending Competitive Markets	38,678	-38,678	-	-38,678	-
RfR 1- Q Security of Energy Supply	10,642	-10,642	-	-10,642	-
RfR 1- R Enterprise Growth and Business Investment	2,545	-2,545	-	-2,545	-
RfR 1- S Regional Economies	1,769,787	-1,769,787	-	-1,769,787	-
RfR 1- T Corporate Activity and Insolvency Framework	4,400	-4,400	-	-4,400	-
RfR 1- U Assets and Liabilities	2,708,234	-2,708,234	-	-2,708,234	-
RfR 1- V Nuclear Security and Export Control	3,000	-3,000	-	-3,000	-
RfR 1- W Business Creation and Growth	-	1,790,255	-	1,790,255	1,790,255

Part II: Changes proposed

Resources

		£'000				
		Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1- X	Better Regulation	-	4,400	-	4,400	4,400
RfR 1- Y	Free and Fair Markets	-	30,257	-	30,257	30,257
RfR1-Z	Clean, Safe, Competitively Priced Energy	-	10,642	-	10,642	10,642
RfR1-AA	Energy Liabilities	-	2,730,018	-	2,730,018	2,730,018
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR1-AB	Business Creation and Growth	-	294,672	1,773,433	-1,478,761	-1,478,761
RfR1-AC	Free and Fair Markets	-	374,685	155,390	219,295	219,295
RfR1-AD	Clean, Safe, Competitively Priced energy	-	123,193	12,605	110,588	110,588
RfR1-AE	Energy Liabilities	-	1,335	1,128,000	-1,126,665	-1,126,665
RfR1-AF	Government as Shareholder	-	320,051	6,000	314,051	314,051
RfR1-AG	Professional Support and Infrastructure	-	330,025	32,010	298,015	298,015
<i>Support for Local Authorities</i>						
RfR1-AH	Business Creation and Growth	-	344,757	-	344,757	344,757
Spending in Annually Managed Expenditure(AME)						
<i>Central Government spending</i>						
RfR1-AI	Free and Fair Markets	-	40,000	-	40,000	40,000
RfR1-AJ	Energy Liabilities	-	100,601	-	100,601	100,601
RfR1-AK	Government as Shareholder	-	-	-	-	-
<i>Support for Local Authorities</i>						
RfR1-AL	Business Creation and Growth	-	1,970	-	1,970	1,970
Total for Estimate			-20,114	-20,115	1	

Capital and Cash

		£000		
		Present Provision	Change in Provision	New Provision
Total Capital Expenditure		12,081,835	-4,965,100	7,116,735
Non-Operating A in A		11,950,000	-5,500,000	6,450,000
Net cash requirement		3,905,188	569,003	4,474,191

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: To help ensure business success in an increasingly competitive world								
370,521	967,444	5,158,896	6,496,861	3,107,438	3,389,423	7,116,735	6,450,000	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A	Extending Competitive Markets							
-	-	-	-	-	-	-	-	-
B	Security of Energy Supply							
-	-	-	-	-	-	-	-	-
C	Sustainability and the Environment							
-	-	-	-	-	-	-	-	-
D	Enterprise Growth and Business Investment							
-	-	-	-	-	-	-	-	-
E	Regional Economies							
-	-	-	-	-	-	-	-	-
F	Trade and Investment							
-	-	-	-	-	-	-	-	-
G	Maximising Potential in the Workplace							
-	-	-	-	-	-	-	-	-
H	Corporate Activity and Insolvency Framework							
-	-	-	-	-	-	-	-	-
I	Assets and Liabilities							
-	-	-	-	-	-	-	-	-
J	Nuclear Security and Export Control							
-	-	-	-	-	-	-	-	-
K	Activities in Support of all Objectives							
-	-	-	-	-	-	-	-	-
<i>Support for Local Authorities</i>								
L	Regional Economies							
-	-	-	-	-	-	-	-	-
Spending in Annually Managed Expenditure(AME)								
<i>Central Government spending</i>								
M	Maximising Potential in the Workplace							
-	-	-	-	-	-	-	-	-
N	Assets and Liabilities							
-	-	-	-	-	-	-	-	-
<i>Support for Local Authorities</i>								
O	Regional Economies							
-	-	-	-	-	-	-	-	-
Non-Budget								
P	Extending Competitive Markets							
-	-	-	-	-	-	-	-	-

Part II: Revised subhead detail including additional provision

		Resources				Capital		£'000
	1	2	3	4	5	6	7	8
	Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
Q	Security of Energy Supply	-	-	-	-	-	-	-
R	Enterprise Growth and Business Investment	-	-	-	-	-	-	-
S	Regional Economies	-	-	-	-	-	-	-
T	Corporate Activity and Insolvency Framework	-	-	-	-	-	-	-
U	Assets and Liabilities	-	-	-	-	-	-	-
V	Nuclear Security and Export Control	-	-	-	-	-	-	-
W	Business Creation and Growth	-	1,790,255	1,790,255	-	1,790,255	-	-
X	Better Regulation	-	4,400	4,400	-	4,400	-	-
Y	Free and Fair Markets	-	30,257	30,257	-	30,257	-	-
Z	Clean, Safe, Competitively Priced Energy	-	10,642	10,642	-	10,642	-	-
AA	Energy Liabilities	-	2,730,018	2,730,018	-	2,730,018	-	-
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
AB	Business Creation and Growth	48,209	227,444	19,019	294,672	1,773,433	-1,478,761	26,800
AC	Free and Fair Markets	2,100	306,416	66,169	374,685	155,390	219,295	18,065
AD	Clean, Safe, Competitively Priced energy	-	21,679	101,514	123,193	12,605	110,588	-
AE	Energy Liabilities	-	-12,332	13,667	1,335	1,128,000	-1,126,665	-
AF	Government as Shareholder	15,331	304,720		320,051	6,000	314,051	-
AG	Professional Support and Infrastructure	304,881	24,929	215	330,025	32,010	298,015	11,870
<i>Support for Local Authorities</i>								
AH	Business Creation and Growth	-	-	344,757	344,757	-	344,757	-
Spending in Annually Managed Expenditure(AME)								
<i>Central Government spending</i>								
AI	Free and Fair Markets	-	-	40,000	40,000	-	40,000	-

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
AJ Energy Liabilities	-	94,588	6,013	100,601	-	100,601	-	-
AK Government as Shareholder	-	-	-	-	-	-	7,060,000	6,450,000
<i>Support for Local Authorities</i>								
AL Business Creation and Growth	-	-	1,970	1,970	-	1,970	-	-
Total for Estimate:								
370,521	967,444	5,158,896	6,496,861	3,107,438	3,389,423	7,116,735	6,450,000	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	3,389,422	1	3,389,423
Voted capital items			
Capital	12,081,835	-4,965,100	7,116,735
<i>Less:</i> Non-operating A in A	11,950,000	-5,500,000	6,450,000
Total net voted capital	131,835	534,900	666,735
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-151,581	878	-150,703
Depreciation	-37,453	-11,327	-48,780
New provisions and adjustments to previous provisions	-38,411	-3,966	-42,377
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-385	-	-385
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-6,000	35,000	29,000
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	617,761	13,517	631,278
Total accruals to cash adjustments	383,931	34,102	418,033
Excess cash to be CFERd	-	-	-
Net Cash Requirement	3,905,188	569,003	4,474,191

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	2,186	<i>2,186</i>	2,186	<i>2,186</i>
Non-operating income not classified as A in A	863,000	<i>863,000</i>	1,176,575	<i>1,176,575</i>
Other amounts collectable on behalf of the Consolidated Fund	90,000	<i>90,000</i>	90,000	<i>90,000</i>
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	955,186	<i>955,186</i>	1,268,761	<i>1,268,761</i>

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	332,531
Total Net Administration Costs	<u>332,531</u>
Net Programme Costs	
RfR1	3,056,892
Non-voted	<u>227,094</u>
Total Net Programme costs	3,283,986
Total Net Operating Cost	3,616,517
<i>of which:</i>	
Net Resource Requirement	3,389,423
Non-voted expenditure	229,280
Consolidated Fund Extra Receipts	-2,186
Resource Budget	6,910,917

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	3,389,423
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	229,280
Consolidated Fund Extra Receipts in the OCS	-2,186
Other adjustments	-
Net Operating Costs (Accounts)	3,616,517
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-217,757
European Union income related to capital grants voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	3,459,375
unallocated resource provision	-
Other adjustments	52,782
Resource Budget (Budget)	6,910,917
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	2,156,894
Annually Managed Expenditure (AME)	4,754,023

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	666,735
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-1,176,575
capital spending by non departmental public bodies	1,175,164
capital grants	217,757
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-59,555
Other adjustments	-52,782
Capital Budget (Budget)	770,744
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,211,019
Annually Managed Expenditure (AME)	-440,275

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resource within this Estimate.

Request for Resources 1

Sir Brian Bender, Permanent Head of the Department

Sir Brian Bender as the Accounting Officer of the Department for Business , Enterprise and Regulatory Reform has personal responsibility for the proper presentation of the department’s resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Department for Business, Enterprise and Regulatory Reform

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: To help ensure business success in an increasingly competitive world

Administration	37,990
<i>of which:</i>	
Sale of goods and services	37,990
Programme	3,069,448
<i>of which:</i>	
Sale of goods and services	1,263,156
Regulatory Licences, fines, penalties and taxes	98,000
Other grant income (including repayments of grants/subsidies)	1,655,510
Other income (including receipts)	52,782

Total RfR1	3,107,438 †
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Amount that may be applied as operating appropriations in aid in addition to the net total arising from: income relating to Small Firms Loan Guarantee and other small firms support schemes, receipts from the Department for Communities and Local Government, Department for Environment, Food and Rural Affairs, the Department for Innovation, Universities and Skills, the Department for Culture, Media and Sport and UK Trade and Investment in relation to the Regional Development Agencies and the London Development Agency; receipts from the nuclear industry in relation to the Nuclear Decommissioning Authority, income relating to ACAS, the Insolvency Service, the Shareholder Executive, legal services, consultancy, publications, secondments, departmental administration costs, central services, executive agencies and trading funds, including income relating to Ofcom; receipts from the Postal Services Commission and Office of Gas and Electricity Markets to cover the costs of the relevant Consumer Councils; miscellaneous receipts from other Government Departments.

Total Operating A in A	3,107,438
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Analysis of non - operating appropriations in aid (A in A)

RfR 1: To help ensure business success in an increasingly competitive world

Programme	6,450,000
<i>of which:</i>	
Loans, etc, repayments	6,450,000

Total RfR1	6,450,000 †
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† Amount that may be applied as non-operating appropriations in aid arising from: repayment of loans to the Royal Mail.

Total Non-Operating A in A	6,450,000
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Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

		£'000	
		2008-09 provision	
		Income	Receipts
Distribution of surpluses from coal industry pension scheme	Δ	286,000	286,000
Release from Coal pensions Fund Investment Reserve	Δ	133,000	133,000
OFCOM	Φ	555	555
OFCOM	•	60,000	60,000
Companies House receipts from late filing penalties	•	30,000	30,000
Receipt of Dividend from the Companies House Executive Agency trading fund	Φ	1,582	1,582
Interest on loans advanced by the S of S to the Companies House Executive Agency trading fund	Φ	49	49
Levies on sale of aero engines and airframes	Φ	126,300	126,300
BNFL Equity withdrawal	Δ	631,275	631,275
Total		1,268,761	1,268,761

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	34,426	-28,583	-497,986	2,654,880	2,156,894
<i>of which: †</i>					
Administration budget	358	-	332,531	-	332,531
Near-cash in RDEL	19,398	-13,555	-645,630	2,693,147	2,047,517
Capital DEL ††	-91,601	74,601	-763,999	1,975,018	1,211,019
Less Depreciation †††	-11,327	11,327	-48,780	-24,684	-73,464
Total DEL	-68,502	57,345	-1,310,765	4,605,214	3,294,449

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	9,557,438

Notes to the Estimate (*continued*)

Expenditure resting on the sole authority of the Appropriation Act

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

RfR/Section	Body	£ '000
RfR1- AD3	Non- proliferation: international subscriptions	20,001
RfR1- AC3	Trade Policy - international subscriptions	4,878
RfR1- AC2	Trade Policy - other resource expenditure	2,896
RfR1- Y3	Grant-in-Aid to SITPRO	800
RfR1- AE2	Bevin Boys Commemorative Lapel Badge	42
RfR1- AC3	City of London Police Unit	140
RfR1- AE2	British Shipbuilders (Vosper Gap) Health Liabilities	350

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RfR1- AC	Advisory, Conciliation and Arbitration Service ♥	46,937
RfR1- AC	the National Association of Citizen's Advice Bureaux ♥	21,470
RfR1- AC	Citizen's Advice Scotland ♥	3,018
RfR1- Y	the National Consumer Council ♥	3,775
RfR1- Z	Energy Watch ♥	10,642
RfR1- W	Postwatch ♥	8,306
RfR1- W	Capital for Enterprise ♥	2,545
RfR1- Y	the Competition Service	4,283
RfR1- Y	the Competition Commission	21,399
RfR1- AA	the Coal Authority ♥	37,337
RfR1- W	the Regional Development Agencies ♥	1,779,404
RfR1- AA	the United Kingdom Atomic Energy Authority ♥	7,667
RfR1- AA	the Nuclear Decommissioning Authority ♥	2,682,014
RfR1- X	the Local Better Regulation Office ♥	4,400
RfR1- AA	the Civil Nuclear Police Authority ♥	3,000
	Total	4,636,197

Notes to the Estimate (*continued*)**International Subscriptions**

RfR/Section	Body	£ '000
RfR1- AC3	World Trade Organisation	4,878
RfR1- AD3	International Atomic Energy Authority	15,669
RfR1- AD3	Organisation for the Prohibition of Chemical Weapons	4,332

UK Atomic Energy Authority pension schemes

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Effective management of UKAEA pension schemes			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
<u>Changes in Annually Managed Expenditure (AME)</u>			
A3	Increase in interest on scheme liability	14,695,000	
A5	Increases in income forecast for employers' and employees' contributions and inward transfers		-14,694,000
		<u>Total</u>	
Total change in resources for RfR1		14,695,000	-14,694,000
			1,000
Total change in resources for Estimate			1,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £28,996,000
3. Symbols are explained in the Introduction to this booklet.

UK Atomic Energy Authority Pension Schemes †

Part I

£

RfR 1: Effective management of UKAEA pension schemes	1,000
Total additional net resource requirement	1,000
Additional net cash requirement	28,996,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the UK Atomic Energy Authority pension schemes on:

RfR 1: Effective management of UKAEA pension schemes

Payment of pensions, etc., to members of the United Kingdom Atomic Energy Authority pension schemes, related expenditure and associated non-cash items.

The **UK Atomic Energy Authority pension schemes** will account for this Estimate.

† In the Main Estimate 2008-09 the name for this Estimate was ' Department for Business, Enterprise and Regulatory Reform: UKAEA pension schemes '.

Part II: Changes proposed

Resources

£'000						
	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision	
RfR 1: Effective management of UKAEA pension schemes						
		14,695	14,694	1		
Spending in Annually Managed Expenditure (AME)						
<i>Central government spending</i>						
RfR 1 - A	Payments of pensions, transfer values and repayments of contributions	267,343	14,695	14,694	1	267,344
Total for Estimate			14,695	14,694	1	

Capital and Cash

£000			
	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	-	-	-
Non-Operating A in A	-	-	-
Net cash requirement	112,000	28,996	140,996

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Effective management of UKAEA pension schemes								
-	-	347,038	347,038	79,694	267,344	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central government spending</i>								
A Payments of pensions, transfer values and repayments of contributions								
-	-	347,038	347,038	79,694	267,344	-	-	
Total for Estimate:								
-	-	347,038	347,038	79,694	267,344	-	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net total Resources	267,343	1	267,344
Voted capital items			
Capital expenditure	-	-	-
<i>Less:</i> non-operating A in A	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-332,343	-14,695	-347,038
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	13,364	13,364
Use of provisions	177,000	30,326	207,326
Total accruals to cash adjustments	-155,343	28,995	-126,348
Excess cash to be CFERd	-	-	-
Net cash requirement	112,000	28,996	140,996

Part III: Extra receipts payable to the Consolidated Fund

' As in existing provision'

Forecast Combined Revenue Account

	£'000
	2008-09 provision
Net Programme Costs	267,344
RfR 1	
<i>of which:</i>	
Income	
Contributions received	71,337
Transfers in	8,357
Other income receivable	-
Total Income	79,694
Expenditure	
Increase in liability	77,396
Interest on scheme liability	269,642
Other expenditure	-
Total Expenditure	347,038
Total Net Programme Costs	267,344
Total Net Operating Cost	267,344
<i>of which:</i>	
Net Resource Requirement	267,344
Non-voted expenditure	-
CFERs	-
Resource Budget	267,344

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	267,344
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts (CFERS) in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	267,344
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
unallocated resource provision	-
Other adjustments	-
Resource Budget (Budget)	267,344
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	-
Annually Managed Expenditure (AME)	267,344

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital Outturn (Estimates)	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non-departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
Capital Budget Outturn (Budget)	-
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	-
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Request for Resources within this Estimate.

Request for Resources 1 Sir Brian Bender

Sir Brian Bender as the Accounting Officer (AO) of the UK Atomic Energy Authority pension schemes has personal responsibility for the proper presentation of the UK Atomic Energy Authority pension schemes resource accounts as prescribed in legislation or by the Treasury and their transmission to the Comptroller and Auditor General. The AO as acting permanent head remains in general overall charge of the UK Atomic Energy Authority pension schemes.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for the keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives; and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000
2008-09
Provision

RfR 1: Effective management of UKAEA pension schemes

Programme	79,694
<i>of which:</i>	
Pension scheme related income	79,694

Total RfR 1	79,694 †
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† Amount that may be applied as appropriations in aid in addition to the net total, arising from: receipts for employers' and employees' contributions and transfer values received.

Total Operating A in A	79,694
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Notes to the Estimate (*continued*)

Cash which may be retained to offset expenditure**£'000**

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

79,694

Office of Fair Trading

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Advancing and safeguarding the economic interests of UK consumers			
<u>Section</u>	<u>Reason for change</u>		
<u>Other changes</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A1 and A5	Increase in gross expenditure offset by increased appropriations-in-aid arising from additional Competition Act fees, recovery of legal costs, and services provided to other departments, Consumer Credit licence fees, Proceeds of Crime Act and BERR funding for Consumer Voice	1,653,000	-1,653,000
 <u>Token increases</u>			
A1	Token increase to allow increase in appropriations-in-aid to be included in the Estimate	1,000	
		<u>Total</u>	
Total change in resources for RfR1		1,654,000	-1,653,000
		<hr/>	
Total change in resources for Estimate		1,000	

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £6,520,000.

3. Symbols are explained in the Introduction to this booklet.

Office of Fair Trading

Part I

£

RfR 1: Advancing and safeguarding the economic interests of UK consumers

1,000

Total additional net resource requirement

1,000

Additional net cash requirement

6,520,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Office of Fair Trading on:

RfR 1: Advancing and safeguarding the economic interests of UK consumers

Administrative and operational costs and associated non-cash items.

The **Office of Fair Trading** will account for this Estimate.

Part II: Changes proposed

Resources

						£'000
						New Net Provision
						Change in Net Provision
						Change in A in A
						Change in Gross Provision
						Present Net Provision
RfR 1: Advancing and safeguarding the economic interests of UK consumers						
						1
						1,653
						1,654
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Administration	67,702	1,654	1,653	1	67,703
Total for Estimate						1
						1,653
						1,654

Capital and Cash

				£000
				New Provision
				Change in Provision
				Present Provision
Total Capital Expenditure		1,364	-	1,364
Non-Operating A in A		-	-	-
Net cash requirement		66,393	6,520	72,913

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Advancing and safeguarding the economic interests of UK consumers								
78,870	1,961	-	80,831	13,128	67,703	1,364	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
78,870	1,961	-	80,831	13,128	67,703	1,364	-	
Total for Estimate:								
78,870	1,961	-	80,831	13,128	67,703	1,364	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	67,702	1	67,703
Voted capital items			
Capital	1,364	-	1,364
<i>Less: Non-operating A in A</i>	-	-	-
Total net voted capital	1,364	-	1,364
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-424	-	-424
Depreciation	-2,194	-	-2,194
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-55	-	-55
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	5,519	5,519
Increase(-)/decrease (+) in creditors	-	1,000	1,000
Use of provisions	-	-	-
Total accruals to cash adjustments	-2,673	6,519	3,846
Excess cash to be CFERd	-	-	-
Net Cash Requirement	66,393	6,520	72,913

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-
Non-operating income not classified as A in A	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	3,200	<i>3,200</i>
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	-	-	3,200	<i>3,200</i>

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	65,742
Total Net Administration Costs	65,742
Net Programme Costs	
RfR1	1,961
Total Net Programme Costs	1,961
Total Net Operating Cost	67,703
<i>of which:</i>	
Net Resource Requirement	67,703
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	67,703

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	67,703
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund Extra Receipts in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	67,703
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
unallocated resource provision	-
Other adjustments	-
Resource Budget (Budget)	67,703
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	67,703
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	1,364
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
Capital Budget (Budget)	1,364
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,364
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1	John Fingleton, CEO of OFT
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John Fingleton as the Accounting Officer of the Office of Fair Trading has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Office of Fair Trading.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Advancing and safeguarding the economic interests of UK consumers

Administration	13,128
<i>of which:</i>	
Sale of goods and services	13,128

Total RfR1	13,128 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: recovery of legal costs, fees for common services provided to other departments, Competition Act fees, Consumer Credit Licence Fees, Proceeds of Crime Act and BERR funding for Consumer Voice.

Total Operating A in A	13,128
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Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000	
	2008-09 provision	Receipts
Fines and Penalties●	3,200	3,200
Total	3,200	3,200

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	1	-	67,703	-	67,703
<i>of which: †</i>					
Administration budget	1	-	65,742	-	65,742
Near-cash in RDEL	1	-	65,030	-	65,030
Capital ††	-	-	1,364	-	1,364
Less Depreciation †††	-	-	-2,194	-	-2,194
Total	1	-	66,873	-	66,873

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	13,128

Office of Gas and Electricity Markets

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes.			
<u>Section</u>	<u>Reason for change</u>		
<u>Other Changes</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A1 and A5	Additional administration expenditure fully offset by increased operating appropriations-in-aid from regulatory fees and licences and penalties income.	1,499,000	-1,499,000
 <u>Token increases</u>			
A1	A token increase in administration costs to allow an Estimate to be taken.		1,000
		<u>Total</u>	
Total change in resources for RfR1		<u>1,500,000</u>	<u>-1,499,000</u>
			1,000
 Total change in resources for Estimate		<hr/> 1,000	

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £2,001,000.

3. Symbols are explained in the Introduction to this booklet.

Office of Gas and Electricity Markets

Part I

£

RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes. 1,000

Total additional net resource requirement 1,000

Additional net cash requirement 2,001,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Office of Gas and Electricity Markets on:

RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes.

Administrative and operational costs, payments to other government organisations, co-operation with international regulators, administration of energy efficiency, offshore transmission and other environmental schemes and associated non-cash items.

The **Office of Gas and Electricity Markets** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes.					
		1,500	1,499	1	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Gas and Electricity Markets Authority: Administration	1	1,500	1,499	1	2
Total for Estimate		1,500	1,499	1	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	1,000	-	1,000
Non-Operating A in A	50	-	50
Net cash requirement	1,556	2,001	3,557

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes.								
42,186	-	-	42,186	41,484	702	1,000	50	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Gas and Electricity Markets Authority: Administration								
39,286	-	-	39,286	39,284	2	1,000	50	
B Climate Change Levy & Renewable Energy Guarantees of Origin: Administration								
700	-	-	700	-	700	-	-	
C Energy Efficiency and other Environmental Schemes:Administration								
1,700	-	-	1,700	1,700	-	-	-	
D Offshore Transmission Tender : Administration								
500	-	-	500	500	-	-	-	
Total for Estimate:								
42,186	-	-	42,186	41,484	702	1,000	50	

Part II: Resource to cash reconciliation

	Present	Increase (+/ Decrease (-)	£'000 Revised
Net Resource Requirement	701	1	702
Voted capital items			
Capital	1,000	-	1,000
<i>Less:</i> Non-operating A in A	50	-	50
Total net voted capital	950	-	950
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	250	-	250
Depreciation	-1,000	-	-1,000
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-45	-	-45
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	500	500
Increase(-)/decrease (+) in creditors	-	1,500	1,500
Use of provisions	700	-	700
Total accruals to cash adjustments	-95	2,000	1,905
Excess cash to be CFERd	-	-	-
Net Cash Requirement	1,556	2,001	3,557

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	702
Total Net Administration costs	702
Total Net Operating Cost	702
<i>of which:</i>	
Net Resource Requirement	702
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	702

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	702
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	702
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-
unallocated resource provision	-
Other adjustments	-
Resource Budget (Budget)	702
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	702
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	950
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
Capital Budget (Budget)	950
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	950
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Alistair Buchanan, Chief Executive of OFGEM

Alastair Buchanan as the Accounting Officer of the Office of Gas and Electricity Markets has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Office of Gas and Electricity Markets.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes.

Administration	41,484
<i>of which:</i>	
Regulatory licences, fines, penalties and taxes	41,484

Total RfR1	41,484 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: regulation of monopolies and promoting competition. Includes gas and electricity licence fees; recovery of costs for administering the Offshore Transmission tender and the Fossil Fuel Levy; income from fees and charges levied under the the Gas Act 1986 and the Electricity Act 1989, as amended by the Utilities Act 2000; receipts in respect of letting, disposal, vacation or occupation of property or accommodation; income from services to other government organisations and any other cost recovery receipts.

Total Operating A in A	41,484
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Analysis of non - operating appropriations in aid (A in A)

RfR 1: Protecting consumers by regulating monopolies and promoting competition in the electricity and gas industry, and expenditure in connection with environmental programmes.

Programme	50
<i>of which:</i>	
Sale of assets	50

Total RfR1	50 †
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† Amount that may be applied as non-operating appropriations-in-aid arising from : the sale of capital assets

Total Non- Operating A in A	50
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	1	-	702	-	702
<i>of which:†</i>					
Administration budget	1	-	702	-	702
Near-cash in RDEL	1	-	-93	700	607
Capital DEL ††	-	-	950	-	950
Less Depreciation †††	-	-	-1,000	-	-1,000
Total DEL	1	-	652	-	652

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

41,534

Postal Services Commission

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition			
<u>Section Reason for change</u>			
<u>Other changes</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A1 and A5	Additional administration expenditure relating to the Royal Mail Quality of Service Review offset by increased appropriations-in-aid income from Royal Mail.	114,000	-114,000
 <u>Token increases</u>			
A1	Token increase to allow increase in appropriations -in-aid to be included in the Estimate		1,000
		<u>Total</u>	<u>115,000 -114,000</u>
Total change in resources for RfR1			1,000
Total change in resources for Estimate			1,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £1,831,000.

3. Symbols are explained in the Introduction to this booklet.

Postal Services Commission

Part I

	£
RfR 1: Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition	1,000
Total additional net resource requirement	1,000
Additional net cash requirement	1,831,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Postal Services Commission on:

RfR 1: Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition

Administrative and operational costs and associated non-cash items.

The **Postal Services Commission** will account for this Estimate.

Part II: Changes proposed**Resources**

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision	
RfR 1: Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition						
		115	114	1		
Spending in Departmental Expenditure Limits (DEL)						
RfR 1 - A	Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition	1	115	114	1	2
Total for Estimate			115	114	1	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	150	-	150
Non-Operating A in A	-	-	-
Net cash requirement	1	1,831	1,832

Part II: Revised subhead detail including additional provision

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
RfR 1: Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition							
10,152	-	-	10,152	10,150	2	150	-
Spending in Departmental Expenditure Limits (DEL)							
<i>Central Government spending</i>							
A Ensuring the provision of a universal postal service at a uniform tariff protecting consumers and promoting competition							
10,152	-	-	10,152	10,150	2	150	-
Total for Estimate:							
10,152	-	-	10,152	10,150	2	150	-

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	1	1	2
Voted capital items			
Capital	150	-	150
<i>Less: Non-operating A in A</i>	-	-	-
Total net voted capital	150	-	150
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-10	-	-10
Depreciation	-530	-	-530
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	2,220	2,220
Use of provisions	-	-	-
Total accruals to cash adjustments	-540	2,220	1,680
Excess cash to be CFERd	390	-390	-
Net Cash Requirement	1	1,831	1,832

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-
Non-operating income not classified as A in A	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-
Excess receipts to be surrendered to the Consolidated Fund	-	<i>390</i>	-	-
Total	-	<i>390</i>	-	-

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	2
Total Net Administration Costs	2
Total Net Operating Cost	2
<i>of which:</i>	
Net Resource Requirement	2
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	2

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	2
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund Extra Receipts in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	2
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
unallocated resource provision	-
Other adjustments	-
Resource Budget (Budget)	2
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	2
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	150
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
Capital Budget (Budget)	150
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	150
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Tim Brown, Chief Executive of the Commission

Tim Brown as the Accounting Officer of the Postal Services Commission has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Postal Services Commission.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

 2008-09
 Provision

RfR 1: Ensuring the provision of a universal postal service at a uniform tariff, protecting consumers and promoting competition

Administration	10,150
<i>of which:</i>	

Regulatory licences, fines , penalties and taxes	10,150
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Total RfR1	10,150 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: income from postal operators.

Total Operating A in A	10,150
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	1	-	2	-	2
<i>of which:†</i>					
Administration budget	1	-	2	-	2
Near-cash in RDEL	1	-	-538	-	-538
Capital DEL ††	-	-	150	-	150
Less Depreciation†††	-	-	-530	-	-530
Total	1	-	-378	-	-378

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	10,150

Department for Environment, Food and Rural Affairs

Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
<u>Machinery of Government changes</u>			
AD1	Transfer of Pesticides Safety Directorate (PSD) Administration spend to Department for Work and Pensions(DWP) .		-8,799,000
AD2	Transfer of PSD Other Current spend to DWP.		-3,892,000
AD5	Transfer of PSD Appropriations in Aid to DWP.	12,691,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
Z1	Increase in provision - transfer from Department for Business, Enterprise and Regulatory Reform (BERR) Administration spend for Office for Climate Change running costs.	360,000	
Z3	Increase in provision - transfer from BERR- Grant for Energy Efficiency package.	1,000,000	
AE1	Reduction in provision to fund transfer to HM Treasury (HMT) Administration spend for sustainable procurement.		-215,000
AF2	Reduction in provision to fund transfer to HMT- Other Current spend for sustainable procurement.		-700,000
AG1	Increase in provision - transfer from Cabinet Office (CAB) Administration spend for the Parliamentary Counsel Office.	358,000	

AG2	Reduction in provision to fund transfer to CAB- Other Current spend for the Government Security Zone.	-40,000
	<u>Transfers from resource spending to capital spending (capital grants)</u>	
AF3	Decrease in Capital Grants for Strong Rural Communities.	-767,000
	<u>Changes in Annually Managed Expenditure (AME)</u>	
AQ3	Increase in Grants for A Healthy Natural Environment, relating to Environment Agencies Closed Pension Fund.	11,600,000
	<u>Other changes</u>	
	<u>Resource transfers within the Request for Resources</u>	
A1	Virement of provision from former estimate line Animal Health and Welfare, due to the restructure of the Estimate to a Departmental Strategic Objective (DSO) basis.	-21,765,000
A2	Virement of provision from former estimate line Animal Health and Welfare, due to the restructure of the Estimate to a DSO basis.	-181,165,000
A3	Virement of provision from former estimate line Animal Health and Welfare, due to the restructure of the Estimate to a DSO basis.	-39,900,000
A5	Virement of Appropriations in Aid from former estimate line Animal Health and Welfare, due to the restructure of the Estimate to a DSO basis.	8,816,000
B1	Virement of provision from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.	-47,688,000
B2	Virement of provision from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.	-408,175,000
B3	Virement of provision from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.	-449,119,000
B5	Virement of Appropriations in Aid from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.	35,583,000
C1	Virement of provision from former estimate line Sustainable Farming Food and Fisheries, due to the restructure of the Estimate to a DSO basis.	-38,370,000
C2	Virement of provision from former estimate line Sustainable Farming Food and Fisheries, due to the restructure of the Estimate to a DSO basis.	-95,613,000
C3	Virement of provision from former estimate line Sustainable Farming Food and Fisheries, due to the restructure of the Estimate to a DSO basis.	-77,000

C5	Virement of Appropriations in Aid from former estimate line Sustainable Farming Food and Fisheries, due to the restructure of the Estimate to a DSO basis.	3,052,000
D1	Virement of provision from former estimate line Natural Resources and Rural Affairs, due to the restructure of the Estimate to a DSO basis.	-18,114,000
D2	Virement of provision from former estimate line Natural Resources and Rural Affairs, due to the restructure of the Estimate to a DSO basis.	-560,525,000
D3	Virement of provision from former estimate line Natural Resources and Rural Affairs, due to the restructure of the Estimate to a DSO basis.	-85,253,000
D5	Virement of Appropriations in Aid from former estimate line Natural Resources and Rural Affairs, due to the restructure of the Estimate to a DSO basis.	30,000
E1	Virement of provision from former estimate line Departmental Operations, due to the restructure of the Estimate to a DSO basis.	-248,690,000
E2	Virement of provision from former estimate line Departmental Operations, due to the restructure of the Estimate to a DSO basis.	-58,557,000
E5	Virement of Appropriations in Aid from former estimate line Departmental Operations, due to the restructure of the Estimate to a DSO basis.	17,819,000
F2	Virement of provision from former estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.	-1,786,277,000
F3	Virement of provision from former estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.	-473,000
G2	Virement of provision from former estimate line Rural Payments Agency running costs, due to the restructure of the Estimate to a DSO basis.	-227,104,000
G5	Virement of Appropriations in Aid from former estimate line Rural Payments Agency running costs, due to the restructure of the Estimate to a DSO basis.	3,000,000
H2	Virement of provision from former estimate line Rural Payments Agency other, due to the restructure of the Estimate to a DSO basis.	-56,362,000
I1	Virement of provision from former estimate line Other Executive Agencies, due to the restructure of the Estimate to a DSO basis.	-185,151,000
I2	Virement of provision from former estimate line Other Executive Agencies, due to the restructure of the Estimate to a DSO basis.	-147,077,000

I3	Virement of provision from former estimate line Other Executive Agencies, due to the restructure of the Estimate to a DSO basis.		-3,000,000
I5	Virement of Appropriations in Aid from former estimate line Other Executive Agencies, due to the restructure of the Estimate to a DSO basis.	185,155,000	
J3	Virement of provision from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.		-120,895,000
K3	Virement of provision from former estimate line Natural Resources and Rural Affairs, due to the restructure of the Estimate to a DSO basis.		-46,742,000
L3	Virement of provision from former estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.		-4,992,000
M3	Virement of provision from former estimate line Area Based Grant, due to the restructure of the Estimate to a DSO basis.		-3,000,000
N3	Virement of provision from former estimate line Animal Health and Welfare, due to the restructure of the Estimate to a DSO basis.		-8,500,000
O2	Virement of provision from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.	35,000,000	
O3	Virement of provision from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.		-47,700,000
P3	Virement of provision from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.		-693,925,000
P5	Virement of Appropriations in Aid from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.	8,270,000	
Q3	Virement of provision from former estimate line Sustainable Farming Food and Fisheries, due to the restructure of the Estimate to a DSO basis.		-9,000,000
R3	Virement of provision from former estimate line Natural Resources and Rural Affairs, due to the restructure of the Estimate to a DSO basis.		-204,085,000
R5	Virement of Appropriations in Aid from former estimate line Natural Resources and Rural Affairs, due to the restructure of the Estimate to a DSO basis.	1,030,000	
S3	Virement of provision from former estimate line Departmental Operations, due to the restructure of the Estimate to a DSO basis.		-26,000,000
T2	Virement of provision from former estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.		-890,411,000

T5	Virement of Appropriations in Aid from former estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.	890,411,000	
U3	Virement of provision to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.	373,160,000	
U5	Virement of Appropriations in Aid to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.		-9,300,000
V3	Virement of provision to new estimate line Addressing Environmental Risk and Emergencies, due to the restructure of the Estimate to a DSO basis.	546,000,000	
W3	Virement of provision to new estimate line A Thriving Farming and Food Sector, due to the restructure of the Estimate to a DSO basis.	7,450,000	
X3	Virement of provision to new estimate line Strong Rural Communities, due to the restructure of the Estimate to a DSO basis.	6,400,000	
Y2	Virement of provision to new estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.	890,411,000	
Y5	Virement of Appropriations in Aid to new estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.		-890,411,000
Z1	Virement of provision to new estimate line Tackling Climate Change, due to the restructure of the Estimate to a DSO basis.	33,822,000	
Z1	Increase in Administration spend for Tackling Climate Change.	500,000	
Z2	Virement of provision to new estimate line Tackling Climate Change, due to the restructure of the Estimate to a DSO basis.	137,308,000	
Z3	Virement of provision to new estimate line Tackling Climate Change, due to the restructure of the Estimate to a DSO basis.	402,486,000	
Z5	Virement of Appropriations in Aid to new estimate line Tackling Climate Change, due to the restructure of the Estimate to a DSO basis.		-1,063,000
AA1	Virement of provision to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.	67,180,000	
AA2	Virement of provision to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.	745,616,000	
AA2	Allocation of Non Cash costs to Marine and Fisheries Agency (MFA).	60,000	

AA2	Decrease in Other Current spend for A Healthy Natural Environment.		-100,000
AA3	Virement of provision to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.	65,223,000	
AA5	Virement of Appropriations in Aid to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.		-76,592,000
AB1	Virement of provision to new estimate line Sustainable Consumption and Production, due to the restructure of the Estimate to a DSO basis.	7,433,000	
AB2	Virement of provision to new estimate line Sustainable Consumption and Production, due to the restructure of the Estimate to a DSO basis.	88,348,000	
AB3	Virement of provision to new estimate line Sustainable Consumption and Production, due to the restructure of the Estimate to a DSO basis.	36,000	
AC1	Virement of provision to new estimate line Addressing Environmental Risk and Emergencies, due to the restructure of the Estimate to a DSO basis.	117,662,000	
AC2	Virement of provision to new estimate line Addressing Environmental Risk and Emergencies, due to the restructure of the Estimate to a DSO basis.	285,374,000	
AC2	Allocation of Non Cash costs to Animal Health (AH).	3,397,000	
AC2	Decrease in Other Current spend for Addressing Environmental Risk and Emergencies.		-1,185,000
AC3	Virement of provision to new estimate line Addressing Environmental Risk and Emergencies, due to the restructure of the Estimate to a DSO basis.	52,102,000	
AC5	Virement of Appropriations in Aid to new estimate line Addressing Environmental Risk and Emergencies, due to the restructure of the Estimate to a DSO basis.		-94,480,000
AD1	Virement of provision to new estimate line A Thriving Farming and Food Sector, due to the restructure of the Estimate to a DSO basis.	45,031,000	
AD2	Virement of provision to new estimate line A Thriving Farming and Food Sector, due to the restructure of the Estimate to a DSO basis.	60,762,000	
AD2	Increase in Other Current spend for A Thriving Farming and Food Sector.	100,000	

AD3	Virement of provision to new estimate line A Thriving Farming and Food Sector, due to the restructure of the Estimate to a DSO basis.	228,000	
AD5	Virement of Appropriations in Aid to new estimate line A Thriving Farming and Food Sector, due to the restructure of the Estimate to a DSO basis.		-23,606,000
AE1	Virement of provision to new estimate line Championing Sustainable Development, due to the restructure of the Estimate to a DSO basis.	2,431,000	
AE2	Virement of provision to new estimate line Championing Sustainable Development, due to the restructure of the Estimate to a DSO basis.	5,683,000	
AF1	Virement of provision to new estimate line Strong Rural Communities, due to the restructure of the Estimate to a DSO basis.	1,827,000	
AF2	Virement of provision to new estimate line Strong Rural Communities, due to the restructure of the Estimate to a DSO basis.	27,335,000	
AF2	Decrease in Other Current spend for Strong Rural Communities.		-1,697,000
AF3	Virement of provision to new estimate line Strong Rural Communities, due to the restructure of the Estimate to a DSO basis.	57,274,000	
AF5	Virement of Appropriations in Aid to new estimate line Strong Rural Communities, due to the restructure of the Estimate to a DSO basis.		-31,000
AG1	Virement of provision to new estimate line A Respected Department, due to the restructure of the Estimate to a DSO basis.	293,191,000	
AG1	Decrease in Administration spend for A Respected Department.		-540,000
AG2	Virement of provision to new estimate line A Respected Department, due to the restructure of the Estimate to a DSO basis.	103,096,000	
AG2	Allocation of Non Cash costs to Government Decontamination Service (GDS).	5,000	
AG2	Distribution of Non Cash costs from the centre.		-830,000
AG2	Increase in Other Current spend for A Respected Department.	40,000	
AG5	Virement of Appropriations in Aid to new estimate line A Respected Department, due to the restructure of the Estimate to a DSO basis.		-67,374,000
AH2	Virement of provision to new estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.	1,786,277,000	

AH3	Virement of provision to new estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.	473,000	
AI2	Virement of provision to new estimate line Rural Payments Agency Running Costs, due to the restructure of the Estimate to a DSO basis.	227,104,000	
AI2	Allocation of Non Cash costs to Rural Payments Agency Running Costs.		-2,020,000
AI2	Increase in Other Current spend for Rural Payments Agency Running Costs.	2,882,000	
AI5	Virement of Appropriations in Aid to new estimate line Rural Payments Agency Running Costs, due to the restructure of the Estimate to a DSO basis.		-3,000,000
AJ2	Virement of provision to new estimate line Rural Payments Agency Other, due to the restructure of the Estimate to a DSO basis.	56,362,000	
AJ2	Allocation of Non Cash costs to Rural Payments Agency Other.		-612,000
AK3	Virement of provision to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.	64,118,000	
AL3	Virement of provision to new estimate line Sustainable Consumption and Production, due to the restructure of the Estimate to a DSO basis.	104,982,000	
AM3	Virement of provision to new estimate line Addressing Environmental Risk and Emergencies, due to the restructure of the Estimate to a DSO basis.	8,500,000	
AN3	Virement of provision to new estimate line Rural Payments Agency EC Funded, due to the restructure of the Estimate to a DSO basis.	4,992,000	
AO3	Virement of provision to new estimate line Area Based Grant, due to the restructure of the Estimate to a DSO basis.	3,000,000	
AP3	Virement of provision to new estimate line Tackling Climate Change, due to the restructure of the Estimate to a DSO basis.	19,000	
AQ2	Virement of provision to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.		-35,000,000
AQ3	Virement of provision to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.	47,700,000	

Transfers to/from non-voted spending

AG2	Allocation of Non Cash costs to Natural England (8,425,000), Joint Nature Conservation Committee (28,000), National Forest Company (162,000), Commission for Rural Communities (49,000), Consumer Council for Water (80,000), Royal Botanical Gardens, Kew (1,800,000).		-10,544,000
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Changes in operating appropriations-in-aid (fully offset by changes in spending)

Y2 and Y5	Increase in Other Current spend for Rural Payments Agency EC Funded, offset by an increase in Appropriations in Aid.	18,260,000	-18,260,000
AA5 and AA1	Correction of recording of expenditure and Appropriations in Aid for Centre for Environment, Fisheries and Aquaculture Science (CEFAS) to remove the internal transactions.	24,211,000	-24,211,000
AC2 and AC5	Increase in Other Current spend for Addressing Environmental Risk and Emergencies, offset by an increase in Appropriations in Aid.	10,000,000	-10,000,000
AC5 and AC1	Correction of recording of expenditure and Appropriations in Aid for the Department and Veterinary Laboratories Agency (VLA), to remove the internal transactions.	78,910,000	-78,910,000
AD5 and AD1	Correction of recording of expenditure and Appropriations in Aid for the Department and Veterinary Medicines Directorate (VMD), to remove the internal transactions.	2,620,000	-2,620,000
AG5 and AG1	Correction of recording of expenditure and Appropriations in Aid for the Department and Central Science Laboratory (CSL), to remove the internal transactions.	23,640,000	-23,640,000
AA5 and AA1	Decrease in Administration spend for CEFAS relating to Non Cash costs, offset by a decrease in Appropriations in Aid.	2,924,000	-2,924,000
AC1 and AC5	Increase in Administration spend for VLA relating to Non Cash costs, offset by an increase in Appropriations in Aid.	2,057,000	-2,057,000
AD5 and AD1	Decrease in Administration spend for VMD relating to Non Cash costs, offset by a decrease in Appropriations in Aid.	42,000	-42,000
AG1 and AG5	Increase in Administration spend for CSL relating to Non Cash costs, offset by an increase in Appropriations in Aid.	653,000	-653,000
AG1 and AG5	Increase in Administration spend for A Respected Department, relating to Non Cash costs, offset by an increase in Appropriations in Aid.	256,000	-256,000

<u>Total</u>	8,111,128,000	-8,110,076,000	
Total change in resources for RfR1			1,052,000

Total change in resources for Estimate			1,052,000
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Changes in capital

RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Machinery of Government Changes</u>			
AD7	Transfer of Pesticides Safety Directorate (PSD) Capital spend to Department for Work and Pensions (DWP).		-210,000
<u>Other changes</u>			
<u>Transfers within the Estimate</u>			
B7	Virement of provision from former estimate line Environment, due to the restructure of the Estimate to a DSO basis.		-6,648,000
E7	Virement of provision from former estimate line Departmental Operations, due to the restructure of the Estimate to a DSO basis.		-56,904,000
E8	Virement of Non-operating Appropriations in Aid from former estimate line Departmental Operations, due to the restructure of the Estimate to a DSO basis.	24,450,000	
G7	Virement of provision from former estimate line Rural Payments Agency Running Costs, due to the restructure of the Estimate to a DSO basis.		-22,048,000
I7	Virement of provision from former estimate line Other Executive Agencies, due to the restructure of the Estimate to a DSO basis.		-29,980,000
I8	Virement of Non-operating Appropriations in Aid from former estimate line Other Executive Agencies, due to the restructure of the Estimate to a DSO basis.	2,750,000	
AA7	Virement of provision to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.	6,248,000	
AA8	Virement of Non-operating Appropriations in Aid to new estimate line A Healthy Natural Environment, due to the restructure of the Estimate to a DSO basis.		-2,750,000
AC7	Virement of provision to new estimate line Addressing Environmental Risk and Emergencies, due to the restructure of the Estimate to a DSO basis.	28,370,000	

AD7	Virement of provision to new estimate line A Thriving Farming and Food Sector, due to the restructure of the Estimate to a DSO basis.	894,000	
AD7	Decrease in capital spend for A Thriving Farming and Food Sector.		-384,000
AG7	Virement of provision to new estimate line A Respected Department, due to the restructure of the Estimate to a DSO basis.	58,020,000	
AG8	Virement of Non-operating Appropriations in Aid to new estimate line A Respected Department, due to the restructure of the Estimate to a DSO basis.		-24,450,000
AI7	Virement of provision to new estimate line Rural Payments Agency Running Costs, due to the restructure of the Estimate to a DSO basis.	22,048,000	
AI7	Increase in capital spend for Rural Payments Agency Running Costs.	384,000	
<u>Transfers from capital grants to capital</u>			
AI7	Increase in Capital spend for Rural Payments Agency Running Costs.	767,000	

<u>Total</u>	143,931,000	-143,374,000	557,000
Total change in capital for RfR1			

Total change in capital for Estimate			557,000
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2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £753,000.
3. Symbols are explained in the Introduction to this booklet.

Department for Environment, Food and Rural Affairs

Part I

£

RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible	†	1,052,000
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Total additional net resource requirement		1,052,000
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Additional net cash requirement	†	753,000
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SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Department for Environment, Food and Rural Affairs on:

RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible

Respond to fuel poverty needs; promote and support actions to reduce global greenhouse gas emissions; climate modelling and risk assessment;

Support national and global biodiversity; contaminated land grants; environmental protection; maintain water quality and supply; management of inland waterways and obligations under the Water Act 2003; marine environment, species and habitat protection; international policy, research, standard-setting, and monitoring to support sustainable forestry; wildlife management; maintain air and ozone quality; increase UK's environment decontamination capabilities;

Promotion and support for sustainable consumption and production, better waste management and sustainable development;

Flood and climate change risk management and adaptation; exotic and endemic animal and plant disease policy portfolio and eradication; manage other environmental risks; land drainage and sewerage; noise-mapping; radioactive waste management; pollution emergency response services;

Supporting development of farming and cost-sharing initiatives; keeping, movement tracing, international trade and welfare of animals; animal products, dairy hygiene and marketing; champion hygienic production, marketing, delivery and processing in the agriculture, fisheries and food industries; EU compensation payments to producers and support for agriculture; UK's responsibilities under the CITES Convention; fishing industry support;

Support for rural and regional development;

Specialist support services, staff management and development; other departmental administration and non-cash costs; publicity, promotion, awareness and publications; knowledge sharing initiatives; commissioned and departmental research and development; grant-in-aid and subsidies to support delivery bodies; surveys, monitoring, statistics, advice and consultancies; funding through Area Based Grants; subscriptions and contributions to international organisations; licensing, approvals and certification; inspections and compliance in accordance with EU regulatory requirements.

RfR 2: Direction of the delivery of the Government's Strategy for Trees, Woods and Forests in England and taking the lead in development and promotion of sustainable forest management across Great Britain

Deliver the social, environmental and economic programmes of the UK Government's strategy for Trees, Woods and Forests in England, connected to the distinctive needs of the Regions, through the promotion of forestry; and by managing the Commission's Estate regulating planting and felling and offering incentives. Provide advice and support to the UK Government and to the devolved administrations in Scotland and Wales, represent the United Kingdom's forestry interests within the European Union and internationally, set standards for sustainable forest management and encourage good forestry practice, conduct forest research and protect forests from pests and disease.

The **Department for Environment, Food and Rural Affairs** will account for this Estimate.

† The functions of the Pesticides Safety Directorate were transferred to the Department for Work and Pensions on 1st April 2008. Within the overall changes sought in this Estimate the specific changes relating to this Machinery of Government transfer, which has no effect on the net resource requirement, are: (a) for RfR 1 operating appropriations in aid are reduced by £12,691,000; and (b) the net cash requirement for the Estimate is reduced by £10,000.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible					
		-100,069	-101,121	1,052	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Animal Health and Welfare	234,014	-242,830	-8,816	-234,014	-
RfR 1 - B Environment	869,399	-904,982	-35,583	-869,399	-
RfR 1 - C Sustainable Farming Food and Fisheries	131,008	-134,060	-3,052	-131,008	-
RfR 1 - D Natural Resources and Rural Affairs	663,862	-663,892	-30	-663,862	-
RfR 1 - E Departmental Operations	289,428	-307,247	-17,819	-289,428	-
RfR 1 - F Rural Payments Agency EC Funded	1,786,750	-1,786,750	-	-1,786,750	-
RfR 1 - G Rural Payments Agency running costs	224,104	-227,104	-3,000	-224,104	-
RfR 1 - H Rural Payments Agency other	56,362	-56,362	-	-56,362	-
RfR 1 - I Other Executive Agencies	150,073	-335,228	-185,155	-150,073	-
<i>Support for Local Authorities</i>					
RfR 1 - J Environment	120,895	-120,895	-	-120,895	-
RfR 1 - K Natural Resources and Rural Affairs	46,742	-46,742	-	-46,742	-
RfR 1 - L Rural Payments Agency EC Funded	4,992	-4,992	-	-4,992	-
RfR 1 - M Area Based Grant:DEFRA	3,000	-3,000	-	-3,000	-
RfR 1 - N Animal Health and Welfare	8,500	-8,500	-	-8,500	-
Spending in Annually Managed Expenditure (AME)					
<i>Central Government spending</i>					
RfR 1 - O Environment	12,700	-12,700	-	-12,700	-
Non - Budget					
RfR 1 - P Environment	685,655	-693,925	-8,270	-685,655	-
RfR 1 - Q Sustainable Farming Food and Fisheries	9,000	-9,000	-	-9,000	-
RfR 1 - R Natural Resources and Rural Affairs	203,055	-204,085	-1,030	-203,055	-
RfR 1 - S Departmental Operations	26,000	-26,000	-	-26,000	-
RfR 1 - T Rural Payments Agency EC Funded	-	-890,411	-890,411	-	-
RfR 1 - U A Healthy Natural Environment	-	373,160	9,300	363,860	363,860

RfR 1 - V	Addressing Environmental Risk and Emergencies	-	546,000	-	546,000	546,000
RfR 1 - W	A Thriving Farming and Food Sector	-	7,450	-	7,450	7,450
RfR 1 - X	Strong Rural Communities	-	6,400	-	6,400	6,400
RfR 1 - Y	Rural Payments Agency: EC Funded	-	908,671	908,671	-	-
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - Z	Tackling Climate Change	-	575,476	1,063	574,413	574,413
RfR 1 - AA	A Healthy Natural Environment	-	850,844	49,457	801,387	801,387
RfR 1 - AB	Sustainable Consumption and Production	-	95,817	-	95,817	95,817
RfR 1 - AC	Addressing Environmental Risk and Emergencies	-	390,497	27,627	362,870	362,870
RfR 1 - AD	A Thriving Farming and Food Sector	-	90,768	8,253	82,515	82,515
RfR 1 - AE	Championing Sustainable Development	-	7,899	-	7,899	7,899
RfR 1 - AF	Strong Rural Communities	-	83,272	31	83,241	83,241
RfR 1 - AG	A Respected Department	-	362,005	44,643	317,362	317,362
RfR 1 - AH	Rural Payments Agency: EC Funded	-	1,786,750	-	1,786,750	1,786,750
RfR 1 - AI	Rural Payments Agency: Running Costs	-	227,966	3,000	224,966	224,966
RfR 1 - AJ	Rural Payments Agency: Other	-	55,750	-	55,750	55,750
<i>Support for Local Authorities</i>						
RfR 1 - AK	A Healthy Natural Environment	-	64,118	-	64,118	64,118
RfR 1 - AL	Sustainable Consumption and Production	-	104,982	-	104,982	104,982
RfR 1 - AM	Addressing Environmental Risk and Emergencies	-	8,500	-	8,500	8,500
RfR 1 - AN	Rural Payments Agency: EC Funded	-	4,992	-	4,992	4,992
RfR 1 - AO	Area Based Grants: DEFRA	-	3,000	-	3,000	3,000
RfR 1 - AP	Tackling Climate Change	-	19	-	19	19
Spending in Annually Managed Expenditure (AME)						
<i>Central Government spending</i>						
RfR 1 - AQ	A Healthy Natural Environment	-	24,300	-	24,300	24,300
Total for Estimate			-100,069	-101,121	1,052	

Capital and Cash

	£000		
	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	117,580	557	118,137
Non-Operating A in A	27,200	-	27,200
Net cash requirement	5,548,867	753	5,549,620

Part II: Revised subhead detail including additional provision

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible							
430,860	4,391,800	1,755,976	6,578,636	1,052,045	5,526,591	116,137	27,200
Spending in Departmental Expenditure Limits (DEL)							
<i>Central Government spending</i>							
A Animal Health and Welfare							
-	-	-	-	-	-	-	-
B Environment							
-	-	-	-	-	-	-	-
C Sustainable Farming Food and Fisheries							
-	-	-	-	-	-	-	-
D Natural Resources and Rural Affairs							
-	-	-	-	-	-	-	-
E Departmental Operations							
-	-	-	-	-	-	-	-
F Rural Payments Agency EC Funded							
-	-	-	-	-	-	-	-
G Rural Payments Agency running costs							
-	-	-	-	-	-	-	-
H Rural Payments Agency other							
-	-	-	-	-	-	-	-
I Other Executive Agencies							
-	-	-	-	-	-	-	-
<i>Support for Local Authorities</i>							
J Environment							
-	-	-	-	-	-	-	-
K Natural Resources and Rural Affairs							
-	-	-	-	-	-	-	-
L Rural Payments Agency EC Funded							
-	-	-	-	-	-	-	-
M Area Based Grant:DEFRA							
-	-	-	-	-	-	-	-
N Animal Health and Welfare							
-	-	-	-	-	-	-	-

Part II: Revised subhead detail including additional provision

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
O Environment	-	-	-	-	-	-	-
Non - Budget							
P Environment	-	-	-	-	-	-	-
Q Sustainable Farming Food and Fisheries	-	-	-	-	-	-	-
R Natural Resources and Rural Affairs	-	-	-	-	-	-	-
S Departmental Operations	-	-	-	-	-	-	-
T Rural Payments Agency EC Funded	-	-	-	-	-	-	-
U A Healthy Natural Environment	-	373,160	373,160	9,300	363,860	-	-
V Addressing Environmental Risk and Emergencies	-	546,000	546,000	-	546,000	-	-
W A Thriving Farming and Food Sector	-	7,450	7,450	-	7,450	-	-
X Strong Rural Communities	-	6,400	6,400	-	6,400	-	-
Y Rural Payments Agency: EC Funded	-	908,671	908,671	908,671	-	-	-
Spending in Departmental Expenditure Limits (DEL)							
<i>Central Government spending</i>							
Z Tackling Climate Change	34,682	137,308	403,486	575,476	1,063	574,413	-
AA A Healthy Natural Environment	40,045	745,576	65,223	850,844	49,457	801,387	6,248
AB Sustainable Consumption and Production	7,433	88,348	36	95,817	-	95,817	-
AC Addressing Environmental Risk and Emergencies	40,809	297,586	52,102	390,497	27,627	362,870	28,370
AD A Thriving Farming and Food Sector	33,570	56,970	228	90,768	8,253	82,515	300

Part II: Revised subhead detail including additional provision

		Resources				Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
AE	Championing Sustainable Development							
	2,216	5,683	-	7,899	-	7,899	-	
AF	Strong Rural Communities							
	1,827	24,938	56,507	83,272	31	83,241	-	
AG	A Respected Department							
	270,278	91,727	-	362,005	44,643	317,362	58,020	
24,450								
AH	Rural Payments Agency: EC Funded							
	-	1,786,277	473	1,786,750	-	1,786,750	-	
AI	Rural Payments Agency: Running Costs							
	-	227,966	-	227,966	3,000	224,966	23,199	
AJ	Rural Payments Agency: Other							
	-	55,750	-	55,750	-	55,750	-	
Support for Local Authorities								
AK	A Healthy Natural Environment							
	-	-	64,118	64,118	-	64,118	-	
AL	Sustainable Consumption and Production							
	-	-	104,982	104,982	-	104,982	-	
AM	Addressing Environmental Risk and Emergencies							
	-	-	8,500	8,500	-	8,500	-	
AN	Rural Payments Agency: EC Funded							
	-	-	4,992	4,992	-	4,992	-	
AO	Area Based Grants: DEFRA							
	-	-	3,000	3,000	-	3,000	-	
AP	Tackling Climate Change							
	-	-	19	19	-	19	-	
Spending in Annually Managed Expenditure (AME)								
Central Government spending								
AQ	A Healthy Natural Environment							
	-	-35,000	59,300	24,300	-	24,300	-	
RfR 2: Direction of the delivery of the Government's Strategy for Trees, Woods and Forests in England and taking the lead in development and promotion of sustainable forest management across Great Britain								
	-	70,594	1,054	71,648	-	71,648	2,000	
							-	
Spending in Departmental Expenditure Limits (DEL)								
Central Government spending								
A	Forestry Commission (England)							
	-	57,284	-	57,284	-	57,284	2,000	
B	Forestry Commission (GB Core)							
	-	13,310	1,054	14,364	-	14,364	-	

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
Total for Estimate:								
430,860	4,462,394	1,757,030	6,650,284	1,052,045	5,598,239	118,137	27,200	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net Resource Requirement	5,597,187	1,052	5,598,239
Voted capital items			
Capital	117,580	557	118,137
<i>Less: Non-operating A in A</i>	<i>27,200</i>	<i>-</i>	<i>27,200</i>
Total net voted capital	90,380	557	90,937
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-47,000	920	-46,080
Depreciation	-92,000	3,799	-88,201
New provisions and adjustments to previous provisions	-89,700	-5,575	-95,275
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	90,000	-	90,000
Total accruals to cash adjustments	-138,700	-856	-139,556
Excess cash to be CFERd	-	-	-
Net Cash Requirement	5,548,867	753	5,549,620

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 Provision
Net Administration Costs	
RfR1	356,463
Total Net Administration Costs	356,463
Net Programme Costs	
RfR1	5,170,128
RfR2	71,648
Non-voted	-2,075,710
Total Net Programme Costs	3,166,066
Total Net Operating Cost	3,522,529
<i>of which:</i>	
Net Resource Requirement	5,598,239
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-2,075,710
Resource Budget	2,921,175

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	5,598,239
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund Extra Receipts in the OCS	-2,075,710
Other adjustments	-
Net Operating Costs (Accounts)	3,522,529
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
capital grants	-533,869
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-101,485
unallocated resource provision	34,000
Other adjustments	-
Resource Budget (Budget)	2,921,175
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	2,920,207
Annually Managed Expenditure (AME)	968

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	90,937
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	380,065
capital grants	533,869
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	552
unallocated capital provision	16,000
Other adjustments	-4,000
Capital Budget (Budget)	1,017,423
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,016,871
Annually Managed Expenditure (AME)	552

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Helen Ghosh, Accounting Officer and Permanent Head of Department

Request for Resources 2 Tim Rollinson, Director General of the Forestry Commission

Helen Ghosh as the Principal Accounting Officer of the Department for Environment, Food and Rural Affairs has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The PAO as the permanent head, remains in general overall charge of the Department for Environment, Food and Rural Affairs.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

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

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible

Administration	74,397
<i>of which:</i>	
Sale of goods and services	74,397
Programme	977,648
<i>of which:</i>	
Sale of goods and services	20,811
EU Income	912,820
Other grant income (including repayments of grants/subsidies)	15,300
Interest and dividends	28,717

Total RfR1	1,052,045 †
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† Amount that may be applied as operating appropriation in aid in addition to the net total, arising from: Income from devolved administrations and EC; receipts from sale of carcasses and vaccines; income from levies, licensing, approvals, certification, publications, public inquiries, information, inspections, registrations, supervision and extensification; administration of grant, waste disposal, capital loan schemes; commissioned surveys, research, studies and advice; rental income and repayments; occupancy charge; administrative and professional services; pension and redundancy contributions; knowledge sharing initiatives.

Total Operating A in A	1,052,045
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Analysis of non - operating appropriations in aid (A in A)

RfR 1: Ensuring that consumers benefit from competitively priced food, produced to high standards of safety; environmental care and animal welfare from a sustainable, efficient food chain, to contribute to the well being of rural and coastal communities and funding aspects of the Common Agricultural Policy and Rural Development Programme for England Guarantee Section as economically, efficiently and effectively as possible

Programme	27,200
<i>of which:</i>	
Sale of assets	27,200

Total RfR1	27,200 †
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† Amount that may be applied as non-operating appropriations in aid, arising from: recovery of income from the sale of surplus land and buildings.

Total Non - operating A in A	27,200
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-10,781	-5,456	4,075,484	-1,155,277	2,920,207
<i>of which:†</i>					
Administration budget	463	-	356,463	-	356,463
Near-cash in RDEL	-37	-16,000	3,870,228	-1,257,821	2,612,407
Capital DEL ††	790	16,000	665,682	351,189	1,016,871
Less Depreciation †††	3,799	-3,599	-88,201	-102,599	-190,800
Total	-6,192	6,945	4,652,965	-906,687	3,746,278

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

£'000
1,079,245

Notes to the Estimate (*continued*)**Expenditure resting on the sole authority of the Appropriation Act**

RfR/Section	Body	£ '000
RfR1		
Z-AF	Payments for Committees and Tribunals	58
AA	Funding to establish the Commons and Greens Registration and Management Association	32

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RfR1- U	Natural England ♥	175,997
RfR1- X	Commission for Rural Communities ♥	6,400
RfR1- U & V	Environment Agency ♥	706,131
RfR1- U	National Forest Company ♠	3,600
RfR1- U	Royal Botanic Gardens, Kew ♥	26,000
RfR1- W	Food from Britain ♥	6,000
RfR1- U	Joint Nature Conservation Committee ♠	1,920
RfR1- U	Consumer Council for Water ♥	5,512
RfR1- W	Gangmasters Licensing Authority ♥	1,450

Department for Work and Pensions

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Ensuring the best start for all children and ending child poverty in 20 years

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Other changes</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A5:A1	Administration, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Administration expenditure.	309,000	-309,000
A5:A2	Other Current, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Other Current expenditure.	7,000	-7,000
		<u>Total</u>	
Total change in resources for RfR1		316,000	-316,000

RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Machinery of Government changes</u>			
C1	Administration, Near-Cash Transfer of responsibility for the Pesticides Safety Directorate from Department for Environment, Food and Rural Affairs to the Health and Safety Executive.	8,599,000	
C1	Administration, Non-Cash Transfer of responsibility for the Pesticides Safety Directorate from Department for Environment, Food and Rural Affairs to the Health and Safety Executive.	200,000	
C5	Administration, Near-Cash Transfer of responsibility for the Pesticides Safety Directorate from Department for Environment, Food and Rural Affairs to the Health and Safety Executive.		-8,799,000
C2	Other Current, Near-Cash	3,892,000	

	Transfer of responsibility for the Pesticides Safety Directorate from Department for Environment, Food and Rural Affairs to the Health and Safety Executive.	
C5	Other Current, Near-Cash Transfer of responsibility for the Pesticides Safety Directorate from Department for Environment, Food and Rural Affairs to the Health and Safety Executive.	-3,892,000
<u>Transfers of budgetary cover to/from other government departments</u>		
A1	Administration, Near-Cash Transfer to Ministry of Justice to fund judicial training and publication costs in the Tribunal Service arising from the introduction of Employment Support Allowance.	-569,000
A1	Administration, Near-Cash Transfer to Ministry of Justice to fund additional consent orders for child maintenance through the court system following the repeal of s.6 of the Child Support Act 1991.	-3,500,000
<u>Changes in operating appropriations-in-aid (not offset by changes in spending)</u>		
A5	Appropriations in Aid, Near-Cash A decrease in forecast Appropriations in Aid in respect of the National Insurance Fund leading to an equivalent decrease in non-voted expenditure.	32,415,000
<u>Changes in Annually Managed Expenditure (AME)</u>		
O3	Grants, Near-Cash Revised forecast of expenditure on income support.	994,000,000
Q3	Grants, Near-Cash Revised forecast of expenditure on Jobseeker's Allowance (contribution based).	1,000
X3	Grants, Near-Cash Revised forecast of expenditure on Housing Benefit and Council Tax Benefit subsidies.	434,000,000
Y3	Grants, Near-Cash Revised forecast of expenditure on rent rebates.	227,000,000
<u>Other changes</u>		
<u>Resource transfers to/from another Request for Resources</u>		
A1	Administration, Near-Cash Transfer to RfR5 in respect of the consolidation of IS/IT staff into corporate service delivery operations.	-10,490,000
A2	Other Current, Near-Cash Transfer to RfR5 Corporate IT Change Programme in respect of the Government Connect project.	-8,000,000

<u>Resource transfers within the Request for Resources</u>		
A1	Administration, Near-Cash Transfer from Work, Welfare and Equality Group to The Rent Service to enable reimbursement of IT costs incurred by the Valuation Office Agency ahead of the transfer of The Rent Service to the Valuation Office Agency in 2009.	-1,245,000
E1	Administraton, Near-Cash Transfer from Work, Welfare and Equality Group to The Rent Service to enable reimbursement of IT costs incurred by the Valuation Office Agency ahead of the transfer of The Rent Service to the Valuation Office Agency in 2009.	1,245,000
C1	Administraton, Near-Cash Transfer to Health and Safety Laboratory.	-1,000
D1	Administraton, Near-Cash Transfer from Health and Safety Executive.	1,000
G3	Grants, Near-Cash Transfer to: European Social Fund and European Globalisation Fund (Central Government); European Social Fund (Local Authorities); European Social Fund payments in advance of receipts (Local Authorities).	-3,000
F3	Grants, Near-Cash Transfer from European Social Fund payments in advance of receipts (Central Government).	1,000
J3	Grants, Near-Cash Transfer from European Social Fund payments in advance of receipts (Local Authorities).	1,000
K3	Grants, Near-Cash Transfer from European Social Fund payments in advance of receipts (Local Authorities).	1,000

<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>		
A5:A1	Administration, Near-Cash A decrease in forecast Appropriations in Aid leading to an equivalent decrease in Administration expenditure.	6,844,000 -6,844,000
A5:A2	Other Current, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Other Current expenditure.	3,394,000 -3,394,000
C5:C1	Administration, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Administration expenditure.	9,201,000 -9,201,000
C5:C2	Other Current, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Other Current expenditure.	1,158,000 -1,158,000
D5:D1	Administration, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Administration expenditure.	1,100,000 -1,100,000

D5:D2	Other Current, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Other Current expenditure.	182,000	-182,000
F5:F3	Grants, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Grants expenditure.	18,330,000	-18,330,000
G5:G3	Grants, Near-Cash A decrease in forecast Appropriations in Aid leading to an equivalent decrease in Grants expenditure.	60,709,000	-60,709,000
J5:J3	Grants, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Grants expenditure.	7,910,000	-7,910,000
K5:K3	Grants, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Grants expenditure.	2,670,000	-2,670,000
	<u>Total</u>	1,812,854,000	-147,997,000
	Total change in resources for RfR2		1,664,857,000

RfR 3: Combat poverty and promote security and independence in retirement for today's and tomorrow's pensioners

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
	<u>Changes related to movements in budgets</u>		
	<u>Changes in operating appropriations-in-aid (not offset by changes in spending)</u>		
A5	Appropriations in Aid, Near-Cash A decrease in forecast Appropriations in Aid in respect of the National Insurance Fund leading to an equivalent decrease in non-voted expenditure.	25,448,000	
	<u>Changes in Annually Managed Expenditure (AME)</u>		
E3	Grants, Near-Cash Revised forecast of expenditure on income support for the elderly and Pension Credit.	189,000,000	
	<u>Other changes</u>		
	<u>Resource transfers to/from another Request for Resources</u>		
A1	Administration, Near-Cash Transfer to RfR5 in respect of the consolidation of IS/IT staff into corporate service delivery operations.		-13,272,000
A1	Administration, Near-Cash Redistribution of funding to RfR4 following internal quarterly review.		-2,935,000
A1	Administration, Near-Cash Transfer to RfR4 to fund an enhanced audit trail for users of Disability Living Allowance and Attendance Allowance computer systems.		-1,000,000

<u>Changes in non-budget spending</u>			
G3	Grants, Near-Cash An increase in funding for Cold Weather Payments for 2008/09.	16,000,000	
H3	Grants, Near-Cash Increase in Grant in Aid to the Personal Accounts Delivery Authority.	1,401,000	
H3	Grants Near-Cash Increase in Grant in Aid to The Pensions Regulator.	9,910,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A5:A1	Administration, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Administration expenditure.	2,228,000	-2,228,000
A5:A2	Other Current, Near-Cash A decrease in forecast Appropriations in Aid leading to an equivalent decrease in Other Current expenditure.	2,878,000	-2,878,000
	<u>Total</u>	246,865,000	-22,313,000
Total change in resources for RfR3			224,552,000

RfR 4: Improve the rights and opportunities for disabled people in a fair and inclusive society

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
	<u>Other changes</u>		
	<u>Resource transfers to/from another Request for Resources</u>		
A1	Administration, Near-Cash Transfer to RfR5 in respect of the consolidation of IS/IT staff into corporate service delivery operations.		-3,368,000
A1	Administration, Near-Cash Redistribution of funding from RfR3 following internal quarterly review.	2,935,000	
A1	Administration, Near-Cash Transfer from RfR3 to fund an enhanced audit trail for users of Disability Living Allowance and Attendance Allowance computer systems.	1,000,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A5:A1	Administration, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Administration expenditure.	2,000	-2,000
A5:A2	Other Current, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Other Current expenditure.	3,000	-3,000

<u>Total</u>	3,940,000	-3,373,000	<u>567,000</u>
Total change in resources for RfR4			

RfR 5: Corporate contracts and support services

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Machinery of Government changes</u>			
A1	Administration, Near-Cash Transfer of responsibility from the Cabinet Office for the Electronic Delivery Team which manages the Government Gateway service.	475,000	
A1	Administration, Non-Cash Transfer of responsibility from the Cabinet Office for the Electronic Delivery Team which manages the Government Gateway service.	555,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
A1	Administration, Near-Cash Transfer to HM Treasury, Office of Government Commerce, as contribution towards funding for the Centre of Expertise in Sustainable Procurement.		-45,000
A1	Administration, Near-Cash Transfer from Cabinet Office towards costs of Parliamentary Counsel's Office.	376,000	
A1	Administration, Near-Cash Transfer from Department for Children, Schools and Families in respect of running costs for Caxton House.	4,000,000	
A2	Other Current, Near-Cash Transfer to Cabinet Office as contribution towards funding for the Government Security Zone.		-40,000
<u>Changes in operating appropriations-in-aid (not offset by changes in spending)</u>			
A5	Appropriations in Aid, Near-Cash A decrease in forecast Appropriations in Aid in respect of the National Insurance Fund leading to an equivalent decrease in non-voted expenditure.	19,444,000	
<u>Other changes</u>			
<u>Resource transfers to/from another Request for Resources</u>			
A1	Administration, Near-Cash Transfer from RfR2, RfR3 and RfR4 in respect of the consolidation of IS/IT staff into corporate service delivery operations.	27,130,000	
A2	Other Current, Near-Cash Transfer from RfR2 to Corporate IT Change Programme in respect of the Government Connect project.	8,000,000	

<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A5:A1	Administration, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Administration expenditure.	31,624,000	-31,624,000
A5:A2	Other Current, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Other Current expenditure.	312,000	-312,000
B5:B1	Administration, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Administration expenditure.	1,957,000	-1,957,000
B5:B2	Other Current, Near-Cash An increase in forecast Appropriations in Aid leading to an equivalent increase in Other Current expenditure.	965,000	-965,000
	<u>Total</u>	94,838,000	-34,943,000
	Total change in resources for RfR5		59,895,000
	Total change in resources for Estimate		1,949,871,000

Changes in Capital

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
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Changes related to movements in budgetsMachinery of Government changes

C7	Capital Transfer of responsibility for the Pesticides Safety Directorate from Department for Environment, Food and Rural Affairs to the Health and Safety Executive.	210,000	
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Transfers of budgetary cover to/from other government departments

A7	Capital Transfer from Department for Children, Schools and Families in respect of the Government Connect Programme.	2,000,000	
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A7	Capital Transfer from Department for Communities and Local Government in respect of the Government Connect Programme.	1,000,000	
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Other changesChanges in non-budget spending

H7	Capital Decrease of the capital loan to The Personal Accounts Delivery Authority.		-11,311,000
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Changes in non-operating appropriations-in-aid (fully offset by changes in spending)

C8:C7 Capital			
An increase in forecast Appropriations in Aid leading to an equivalent increase in Capital expenditure.	51,000	-51,000	
	<u>Total</u>	3,261,000	-11,362,000
Total change in capital for Estimate			<u>-8,101,000</u>

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £1,941,015,000

3. Symbols are explained in the Introduction to this booklet.

Department for Work and Pensions

Part I

£

RfR 1: Ensuring the best start for all children and ending child poverty in 20 years	†	-
RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need	††	1,664,857,000
RfR 3: Combat poverty and promote security and independence in retirement for today's and tomorrow's pensioners		224,552,000
RfR 4: Improve the rights and opportunities for disabled people in a fair and inclusive society		567,000
RfR 5: Corporate contracts and support services	†††	59,895,000
Total additional net resource requirement		1,949,871,000
Additional net cash requirement		1,941,015,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Department for Work and Pensions on:

RfR 1: Ensuring the best start for all children and ending child poverty in 20 years

Child Support Agency; Child Maintenance and Enforcement Commission; and the administration and operating costs of the Department and associated non-cash items.

RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need

Assessment of entitlement to, calculation and payment of social security benefits to people of working age in accordance with the prevailing legislation and regulations; employment and training programmes, and payments of appropriate allowances, to help people back to work; compensation payments to the National Insurance Fund in respect of Statutory Sick and Maternity Pay; Social Fund loans and grants; temporary subsidies to employers; Grants, Grants in Aid, loans, and other payments through other government departments and to private, public, and voluntary bodies including Non-Departmental Public Bodies, promoting Department for Work and Pensions objectives;

temporary loan facility to Remploy Ltd; assistance and advice on employment service and labour market issues to international organisations; research; publicity; subsidies to housing, billing, levying and local authorities for administering the Housing Benefit and Council Tax Benefit; rent rebate; rent allowance; Council Tax Benefit; discretionary housing payments; compensation for dust related diseases; the Rent Service Agency; the Health and Safety Executive and Health and Safety Laboratory; Work, Welfare and Equality Client group; payments for education; training and employment projects assisted by the European Union and refunds to the European Union; the UK subscription to the International Labour Organisation; international educational, training and employment programmes; measures to promote financial inclusion; and the administration and operating costs of the Department and associated non-cash items.

Part I (*continued*)

RfR 3: Combat poverty and promote security and independence in retirement for today's and tomorrow's pensioners

Assessment of entitlement to, calculation and payment of, social security benefits to pensioners and to customers abroad in accordance with the prevailing legislation and regulations; Social Fund loans and grants; costs and payments associated with the collapse of private pension schemes; assist people to make plans for their retirement; research into pensions; private pensions industry regulatory work; programmes and new measures to help improve independence and social inclusion for older people; Grants, Grants in Aid, loans and payments to private, public and voluntary bodies, including Non-Departmental Public Bodies, promoting Department for Work and Pensions objectives; payments made to the BBC in respect of over 75s free TV licence scheme; General Levy payments to the Pensions Regulator in respect of Public Sector Pension Schemes; and the administration and operating costs of the Department and associated non-cash items.

RfR 4: Improve the rights and opportunities for disabled people in a fair and inclusive society

Assessment of entitlement to, calculation and payment of, social security benefits to people with disabilities and their carers in accordance with the prevailing legislation and regulations; Grants, Grants in Aid, loans, and other payments to private, public and voluntary bodies, including Non-Departmental Public Bodies, promoting Department for Work and Pensions objectives; and the administration and operating costs of the Department and associated non-cash items.

RfR 5: Corporate contracts and support services

Central services; measures to promote financial inclusion; collecting debt arising from overpayments of benefit and on behalf of other public and private sector bodies; payment of Grants to Local Authorities; administration and other operating costs of Directgov; and the administration and operating costs of the Department and associated non-cash items.

The **Department for Work and Pensions** will account for this Estimate.

† In RfR 1:

£3,712,000 has been advanced from the Contingencies Fund to provide cash in respect of £3,712,000 resources supporting the service provided for under section B of this Estimate. A corresponding cash amount is required to enable repayment to be made to the Fund.

†† In RfR 2:

The Pesticides Safety Directorate transferred from the Department for Environment, Food and Rural Affairs to the Health and Safety Executive on 1 April 2008. Within the overall changes sought in the Estimate, the specific changes relating to this Machinery of Government transfer are:

- a) The net cash requirement is increased by £10,000; and
- b) the operating appropriations in aid is increased by £ 12,691,000.

††† In RfR 5:

The Electronic Delivery Team transferred from the Cabinet Office on 1 April 2008. Within the overall changes sought in the Estimate, the specific changes relating to this Machinery of Government Transfer are:

- a) The net resource requirement is increased by £1,030,000
- b) The net cash requirement is increased by £475,000

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Ensuring the best start for all children and ending child poverty in 20 years					
		316	316	-	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Administration	107,508	316	316	-	107,508
RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need					
		1,621,525	-43,332	1,664,857	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 2 - A Administration	2,954,707	-27,254	-35,865	8,611	2,963,318
RfR 2 - C Health and Safety Executive	230,700	23,049	23,050	-1	230,699
RfR 2 - D Health and Safety Laboratory	-	1,283	1,282	1	1
RfR 2 - E The Rent Service Executive Agency	40,875	1,245	-	1,245	42,120
RfR 2 - F European Social Fund and European Globalisation Fund	-	18,331	18,330	1	1
RfR 2 - G European Social Fund payments in advance of receipts	25,301	-60,712	-60,709	-3	25,298
<i>Support for Local Authorities</i>					
RfR 2 - J European Social Fund	-	7,911	7,910	1	1
RfR 2 - K European Social Fund payments in advance of receipts	-	2,671	2,670	1	1
Spending in Annually Managed Expenditure (AME)					
<i>Central Government spending</i>					
RfR 2 - O Income support (under 60 years of age)	7,778,392	994,000	-	994,000	8,772,392
RfR 2 - Q Jobseeker's allowance (contribution based)	-	1	-	1	1
<i>Support for Local Authorities</i>					
RfR 2 - X Housing benefit and council tax benefit subsidies	15,075,592	434,000	-	434,000	15,509,592
RfR 2 - Y Rent rebates	5,182,521	227,000	-	227,000	5,409,521
RfR 3: Combat poverty and promote security and independence in retirement for today's and tomorrow's pensioners					
		198,454	-26,098	224,552	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 3 - A Administration	244,705	-17,857	-26,098	8,241	252,946

Spending in Annually Managed Expenditure (AME)*Central Government spending*

RfR 3 - C	Income support for the elderly and Pension Credit	7,508,454	189,000	-	189,000	7,697,454
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Non-budget

RfR 3 - E	Payments to the Social Fund	3,057,943	16,000	-	16,000	3,073,943
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RfR 3 - F	Payments to Executive Non-departmental Public Bodies	56,484	11,311	-	11,311	67,795
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RfR 4: Improve the rights and opportunities for disabled people in a fair and inclusive society**Spending in Departmental Expenditure Limits (DEL)**

		572	5	567
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Spending in Annually Managed Expenditure (AME)

RfR 4 - A	Administration	228,619	572	5	567	229,186
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RfR 5: Corporate contracts and support services

		75,309	15,414	59,895
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Spending in Departmental Expenditure Limits (DEL)*Central Government spending*

RfR 5 - A	Administration	733,985	72,387	12,492	59,895	793,880
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RfR 5 - B	Directgov	30,000	2,922	2,922	-	30,000
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Total for Estimate		1,896,176	-53,695	1,949,871
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Capital and Cash

	Present Provision	Change in Provision	£000 New Provision
Total Capital Expenditure	97,767	-8,050	89,717
Non-Operating A in A	370	51	421
Net cash requirement	68,626,283	1,941,015	70,567,298

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Ensuring the best start for all children and ending child poverty in 20 years								
432,997	7	-	433,004	2,484	430,520	-	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
108,482	7	-	108,489	981	107,508	-	-	
B Child Maintenance and Enforcement Commission								
324,515	-	-	324,515	1,503	323,012	-	-	
RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need								
3,496,793	964,669	37,532,685	41,994,147	1,692,516	40,301,631	25,511	421	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
3,166,673	199,261	84,685	3,450,619	487,301	2,963,318	15,140	-	
B Employment Programmes								
-	681,769	91,153	772,922	-	772,922	-	-	
C Health and Safety Executive								
254,999	61,050	-	316,049	85,350	230,699	8,321	401	
D Health and Safety Laboratory								
33,001	5,182	-	38,183	38,182	1	1,800	20	
E The Rent Service Executive Agency								
42,120	-	-	42,120	-	42,120	250	-	
F European Social Fund and European Globalisation Fund								
-	-	122,602	122,602	122,601	1	-	-	
G European Social Fund payments in advance of receipts								
-	7,401	395,197	402,598	377,300	25,298	-	-	
<i>Support for Local Authorities</i>								
H Employment Programmes								
-	-	37,047	37,047	-	37,047	-	-	
I Housing benefit and council tax benefit administration grants								
-	-	541,489	541,489	-	541,489	-	-	
J European Social Fund								
-	-	10,201	10,201	10,200	1	-	-	
K European Social Fund payments in advance of receipts								
-	-	21,101	21,101	21,100	1	-	-	
L Area Based Grants								
-	-	30,243	30,243	-	30,243	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
M Severe Disablement Allowance								
-	483	877,785	878,268	290	877,978	-	-	
N Industrial injury benefits								
-	423	846,144	846,567	28,416	818,151	-	-	
O Income support (under 60 years of age)								
-	4,680	8,838,036	8,842,716	70,324	8,772,392	-	-	
P Jobseeker's allowance (income based)								
-	1,070	1,885,114	1,886,184	1,115	1,885,069	-	-	

Part II: Revised subhead detail including additional provision

		Resources				Capital		£'000
	1	2	3	4	5	6	7	8
	Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
Q	Jobseeker's allowance (contribution based)	-	-	450,338	450,338	450,337	1	-
R	Job Grant	-	-	49,458	49,458	-	49,458	-
S	Employment Allowances	-	-	110,536	110,536	-	110,536	-
T	Housing and Council tax benefit capital charge	-	3,277	-	3,277	-	3,277	-
U	Employment and Support Allowance non-contributory	-	-	180,375	180,375	-	180,375	-
V	In Work Credit	-	37	76,503	76,540	-	76,540	-
W	Return to Work Credit	-	36	71,984	72,020	-	72,020	-
<i>Support for Local Authorities</i>								
X	Housing benefit and council tax benefit subsidies	-	-	15,509,592	15,509,592	-	15,509,592	-
Y	Rent rebates	-	-	5,409,521	5,409,521	-	5,409,521	-
Z	Discretionary housing payments	-	-	20,000	20,000	-	20,000	-
Non-budget								
AA	Statutory benefits (Statutory Sick Pay and Statutory Maternity Pay)	-	-	1,869,894	1,869,894	-	1,869,894	-
AB	Working Age (Grants in Aid)	-	-	3,687	3,687	-	3,687	-
RfR 3: Combat poverty and promote security and independence in retirement for today's and tomorrow's pensioners								
		610,846	31,866	11,427,656	12,070,368	388,337	11,682,031	25,063
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A	Administration	610,846	27,807	2,630	641,283	388,337	252,946	13,682
Spending in Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
B	Pension benefits	-	341	61,466	61,807	-	61,807	-
C	Income support for the elderly and Pension Credit	-	3,718	7,693,736	7,697,454	-	7,697,454	-
D	TV licences for the over 75s	-	-	528,086	528,086	-	528,086	-
Non-budget								
E	Payments to the Social Fund	-	-	3,073,943	3,073,943	-	3,073,943	-
F	Payments to Executive Non-departmental Public Bodies	-	-	67,795	67,795	-	67,795	11,381

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 4: Improve the rights and opportunities for disabled people in a fair and inclusive society								
229,188	7,853	16,901,256	17,138,297	24,158	17,114,139	-	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
229,188	104	-	229,292	106	229,186	-	-	
B Motability administration								
-	-	2,652	2,652	634	2,018	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
C Attendance Allowance								
-	2,218	4,670,373	4,672,591	2,074	4,670,517	-	-	
D Disability Living Allowance								
-	4,894	10,524,995	10,529,889	21,344	10,508,545	-	-	
E Carer's Allowance								
-	637	1,342,886	1,343,523	-	1,343,523	-	-	
F Vaccine Damage Payments								
-	-	600	600	-	600	-	-	
G Grants to independent bodies								
-	-	16,750	16,750	-	16,750	-	-	
Non-budget								
H Disability (Grants in Aid)								
-	-	343,000	343,000	-	343,000	-	-	
RfR 5: Corporate contracts and support services								
1,070,480	75,477	-	1,145,957	322,077	823,880	39,143	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
1,038,523	74,512	-	1,113,035	319,155	793,880	39,143	-	
B Directgov								
31,957	965	-	32,922	2,922	30,000	-	-	
Total for Estimate:								
5,840,304	1,079,872	65,861,597	72,781,773	2,429,572	70,352,201	89,717	421	

Part II: Resource to cash reconciliation

	Present	Increase (+/ Decrease (-)	£'000 Revised
Net Resource Requirement	68,402,330	1,949,871	70,352,201
Voted capital items			
Capital	97,767	-8,050	89,717
<i>Less: Non-operating A in A</i>	<i>370</i>	<i>51</i>	<i>421</i>
Total net voted capital	97,397	-8,101	89,296
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-41,427	-45	-41,472
Depreciation	-128,088	-710	-128,798
New provisions and adjustments to previous provisions	-74,739	-	-74,739
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-6,263	-	-6,263
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	315,000	-	315,000
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	62,073	-	62,073
Total accruals to cash adjustments	126,556	-755	125,801
Excess cash to be CFERd	-	-	-
Net Cash Requirement	68,626,283	1,941,015	70,567,298

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	Receipts	Income	Receipts
Operating income not classified as A in A	-	-	5,000	<i>5,000</i>
Non-operating income not classified as A in A	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	5,000	<i>5,000</i>	-	-
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	5,000	<i>5,000</i>	5,000	<i>5,000</i>

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	430,520
RfR2	3,376,816
RfR3	605,734
RfR4	229,186
RfR5	1,001,573
Total Net Administration Costs	5,643,829
Net Programme Costs	
RfR1	-
RfR2	35,054,921
RfR3	8,002,354
RfR4	16,884,953
RfR5	-177,693
Non-voted	75,184,710
Total Net Programme costs	134,949,245
Total Net Operating Cost	140,593,074
<i>of which:</i>	
Net Resource Requirement	70,352,201
Non-voted expenditure	75,189,710
Consolidated Fund Extra Receipts	-5,000
Reduction in planned spend unable to be included in Estimates	-
Resource Budget	140,660,190

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	70,352,201
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	75,189,710
Consolidated Fund extra receipts in the OCS	-5,000
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-4,943,837
Net Operating Costs (Accounts)	140,593,074
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-198
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	5,000
Resource consumption of non-departmental public bodies	12,314
Unallocated resource provision	50,000
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	-
Resource Budget (Budget)	140,660,190
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	7,889,639
Annually Managed Expenditure (AME)	132,770,551

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	89,296
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non departmental public bodies	426
capital grants	198
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	113,589
Capital Budget (Budget)	203,509
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	78,539
Annually Managed Expenditure (AME)	124,970

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1	Leigh Lewis, Permanent Head of the Department
Request for Resources 2	Leigh Lewis, Permanent Head of the Department
Request for Resources 3	Leigh Lewis, Permanent Head of the Department
Request for Resources 4	Leigh Lewis, Permanent Head of the Department
Request for Resources 5	Leigh Lewis, Permanent Head of the Department

Leigh Lewis as the Accounting Officer of the Department for Work and Pensions has personal responsibility for the proper presentation of the Department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The Accounting Officer as the permanent head, remains in general overall charge of the Department for Work and Pensions.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives, and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Ensuring the best start for all children and ending child poverty in 20 years

Administration	2,477
<i>of which:</i>	
Sale of goods and services	2,477
Programme	7
<i>of which:</i>	
Sale of goods and services	7
Total RfR1	2,484 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts from staff for private telephone calls and the private use of official vehicles; receipts in respect of outward secondment; receipts from the sale of non-capital items; receipts from applicants for services provided by the Child Support Agency and Child Maintenance and Enforcement Commission; receipts from the repayment of maintenance by non-resident parents, where the parent with care is in receipt of income support, reduced by the child maintenance premium paid directly to the parent with care; and services carried out on behalf of public and private sector bodies and members of the public.

RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need

Administration	119,977
<i>of which:</i>	
Sale of goods and services	119,977
Programme	1,572,539
<i>of which:</i>	
Sale of goods and services	591,001
EU income	531,201
Other income (including receipts)	450,337
Total RfR2	1,692,516 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts from the National Insurance Fund for the estimated cost of administering National Insurance benefits; receipts from staff for private telephone calls and private use of official vehicles; receipts in respect of outward secondments; receipts from the sale of non-capital items; receipts from match funded projects; receipts from Local Authorities for services provided to them by Departmental Action Teams, including Neighbourhood Renewal Funds, rent and similar receipts; receipts from outside bodies in respect of partnership working in New Deal for Community areas; receipts from the European Union for travel expenses and subsistence allowances incurred by staff on European Union business; receipts from partner organisations in respect of action teams;

receipts from damages payable to recipients of Statutory Sick Pay; receipts via Compensation Recovery Unit in respect of benefits paid in lieu; receipts from Child Support Agency and Child Maintenance and Enforcement Commission of payments of maintenance from absent parents for parents with care who are in receipt of Income Support or Jobseekers Allowance (income based); receipts in respect of the functions of the Health and Safety Executive and Health and Safety Laboratory; receipts for the use of accommodation and rental income; receipts from property and land, sponsorship, including contributions from co-sponsors towards the costs of research and surveys carried out; receipts from the European Union to meet payments to Local Authorities and non-exchequer bodies for education and training and employment projects training assisted by the European Social Fund; receipts from the European Union for the provision of technical assistance to deliver European Social Fund programmes;

receipts from the European Globalisation Fund; Joint International Unit administration receipts; National Employment Panel receipts; services carried out on behalf of public and private sector bodies and members of the public; proceeds from crime from Home Office in respect of benefit fraud and organised fraud; recovery from the European Union of the cost of work on European Employment Services and work undertaken on labour market issues in eastern Europe; recovery of excess payments made on Jobcentre Plus employment measures; recovery of the cost of administering allowance payments for work based learning for adults in Scotland and Wales; payments on return to work after a trade dispute made to people who would normally be excluded from Income Support because they are in full time work; payments made by liable relatives; payments from the Department for Children, Schools and Families and the Department for Innovation, Universities and Skills;

amounts collected through a court order or on a voluntary basis from relatives of income support claimants; repayment of Jobseekers Allowance (contribution based) from the National Insurance Fund; sales of land and buildings, water, stores, plant, equipment, machinery and vehicles; contributions and recoveries from the European Union of costs of research and projects, legal claims, including awards of court costs and out of court settlements; contribution from Scotland and Wales towards employment programmes and Employment Zones; refunds of advance of salaries of staff, and repayment of loans; and refunds from Local Authorities of Housing Benefit Reform Funding.

RfR 3: Combat poverty and promote security and independence in retirement for today's and tomorrow's pensioners

Administration	5,112
<i>of which:</i>	
Sale of goods and services	5,112
Programme	383,225
<i>of which:</i>	
Sale of goods and services	363,859
Other income (including receipts)	19,366
Total RfR3	388,337 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts from the National Insurance Fund for the estimated costs of administering National Insurance benefits, receipts in respect of outward secondments; receipts for levy funded bodies; receipts from staff for private telephone calls and the private use of official vehicles; receipts via Compensation Recovery Unit in respect of benefits paid in lieu; receipts from the sale of non-capital items; and services carried out on behalf of public and private sector bodies and members of the public.

RfR 4: Improve the rights and opportunities for disabled people in a fair and inclusive society

Administration	2
<i>of which:</i>	
Sale of goods and services	2
Programme	24,156
<i>of which:</i>	
Sale of goods and services	24,156
Other income (including receipts)	-
Total RfR4	24,158 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts in respect of outward secondments; receipts from staff for private telephone calls and the private use of official vehicles; receipts via Compensation Recovery Unit in respect of benefits paid in lieu; receipts from the sale of non-capital items; services carried out on behalf of public and private sector bodies and members of the public; recoveries of payments towards Motability costs.

RfR 5: Corporate contracts and support services

Administration	68,907
<i>of which:</i>	
Sale of goods and services	68,907
Programme	253,170
<i>of which:</i>	
Sale of goods and services	253,170
Interest and dividends	-
Total RfR5	322,077 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts from the National Insurance Fund for the estimated cost of administering National Insurance benefits, receipts in respect of outward secondments; receipts from staff for private telephone calls and the private use of official vehicles; receipts from sub-let accommodation; receipts from the sale of non-capital items; receipts from Working Links, Working Links management fee and dividend; Early Departures pre-funding interest; services carried out on behalf of public sector and private sector bodies and members of the public including the provision of employee and financial services to a range of other Government Departments; recovery of law costs from defendants.

Total Operating A in A	2,429,572
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Analysis of non - operating appropriations in aid (A in A)**RfR 2: Promote work as the best form of welfare for people of working age, whilst protecting the position of those in greatest need**

Programme	421
<i>of which:</i>	
Sale of assets	421

Total RfR2 **421 †**

† Amount that may be applied as non-operating appropriations in aid arising from: receipts from the sales of obsolete machinery, equipment, official vehicles, furniture and buildings.

Total Non-Operating A in A **421**

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	78,559	-77,307	6,381,492	1,508,147	7,889,639
<i>of which: †</i>					
Administration budget	1,292	-	5,643,829	50,000	5,693,829
Near-cash in RDEL	77,804	-77,307	6,189,137	1,538,625	7,727,762
Capital DEL ††	3,210	-	78,113	426	78,539
Less Depreciation †††	-710	-	-128,798	-1,595	-130,393
Total	81,059	-77,307	6,330,807	1,506,978	7,837,785

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000
2,429,993

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

Expenditure resting on the sole authority of the Appropriation Act

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

RfR/Section	Service	£'000
RfR3	Better Government for Older People	600

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body		£ '000
RfR2	Working Ventures (UK) Ltd	♥	3,687
RfR3	The Pensions Regulator	♥	37,172
RfR3	The Pensions Advisory Service	♥	3,124
RfR3	Office of the Pensions Ombudsman	♥	2,787
RfR3	Personal Accounts Delivery Authority	♥	24,712
RfR4	Independent Living Fund	♥	343,000
Total			<hr/> 414,482

Notes to the Main Estimate (*continued*)

Contingent liabilities

Nature of Liability	£'000
As at 31 March 2008, the following liabilities fell to be met from the Department's Estimate:	
Non-Statutory	£'000
Child Support Agency Debt	
<p>The Agency operates a discretionary scheme for certain qualifying cases whereby a lump sum payment of arrears is made to a parent with care before that money is collected by the Agency from the non-resident parent. Entitlement to such a payment is neither automatic nor referred to in legislation. These payments are shown in the Accounts as advance payments of maintenance and interest payable and in 2007-08 £1.097 million (2006-07 £1.614 million) was charged. At 31 March 2008 a number of cases existed which may subsequently qualify under this scheme, giving rise to a potential liability. The amount of this liability is dependant on a number of factors, the outcome of which for each case is unable to be determined. For this reason no provision has been made in the Accounts. Any future potential liability is mitigated by the fact that this scheme can be withdrawn without notice. .</p>	
As at 31 March 2008 the Agency had entered into arrangements with external debt collecting organisations, to collect outstanding maintenance on certain client fund accounts. At that date the total referrals made to these organisations totalled £285million. Were this amount to be collected in full it would give rise to a future liability of commission payments of £47million.	47,000
Child Support Agency – IT Services	
As at 31 March 2008 the Agency had formally contracted with its IT and Telephony suppliers for a number of systems enhancements and new releases. These contracts include milestone and delivery incentives payable if time and quality criteria are met. The maximum value of milestone and delivery incentives payable if all contractual criteria were met after the balance sheet date is £6.481 million.	6,481
Carson Case	
The Pension Service has a contingent liability in the form of the 'Carson Case'. The European Court of Human Rights will consider an appeal to up-rate State Pensions paid to claimants living in certain foreign countries where its current policy is to freeze the rate. There is no indication of when a decision may be reached and there are several potential outcomes. Additional operational costs may be incurred if the agency is required to administer backdated payments and compensation.	Unquantifiable

Remploy Limited

The Secretary of State for Work and Pensions has given formal guarantee in respect of Remploy Limited, an Executive Non-Departmental Public Body. In the event of Remploy Limited becoming insolvent, the Secretary of State has agreed to pay Remploy Limited a sum equal to any and all of its remaining debts i.e. the excess of its liabilities over and above the proceeds from realisation of its assets. In addition to this guarantee over Remploy's net liabilities the Department also guarantees to cover any shortfall in its pension provision.

Unquantifiable

Better Government for Older People (BGOP)

This is an initiative which is funded by several consortium partners with DWP providing the largest proportion of funds by way of Grant-in-Aid. Since BGOP has no legal identity, the usual 'Financial Memorandum' is replaced by a 'Consortium Agreement' that has Treasury approval. In addition to the funding which the DWP provides, we have also agreed to indemnify Help the Aged, the host organisation, against any losses arising from BGOP activity to the sum of £1 million in any one year and, as the 'Consortium Agreement' year runs from October to September, £2 million in totality.

2,000

European Social Fund (ESF) Repayments

A liability could arise in 2009 at the closure of the 2000-06 ESF programme when the ESF Audit Authority is required to produce a closure statement for each ESF programme. There is a risk that any adverse opinions might result in the European Commission imposing financial corrections. At present there is uncertainty as to the amount of any potential liability and therefore a provision cannot be justified at this stage.

Unquantifiable

Financial Assistance Scheme

In December 2007, the Government announced its intention for the Financial Assistance Scheme to take over payments of some fully funded pensions and other associated benefits in qualifying schemes and in return, to take the assets of those pension schemes into Government (the FAS Review of Assets estimated the value of these assets to be £1.7billion). Regulations to give effect to this are planned for later this year to come into force in early 2009. As a result, the liabilities associated with the Financial Assistance Scheme will increase.

Unquantifiable

Health and Safety Executive

HSE is currently defending two equal-pay cases (Cadman and Wilson). In October 2003, HSE successfully appealed to the Employment Appeal Tribunal against an Employment Tribunal decision in the case of Cadman, handed down in July 2002. That appeal was subject to cross appeal and in October 2004 the Court of Appeal referred a point of law to the European Court of Justice (ECJ). The ECJ judgement was handed down in October 2006, following which the Court of Appeal remitted the case back to the Employment Tribunal for a rehearing. No date has yet been fixed for Cadman to be reheard.

Unquantifiable

Meanwhile, the 'sister' case of Wilson which had been stayed before the Employment Appeal Tribunal pending the outcome of the Cadman case in the ECJ was remitted to the Employment Tribunal sitting at Shrewsbury. The Employment Tribunal applying the ECJ decision in the Cadman case found in HSE's favour. Wilson has to be appealed to the Employment Appeal Tribunal, although no hearing date has yet been set.

Towards the end of the 2005-06 financial year, both HSL and a main contractor engaged by HSL, received claims alleging that injuries had been incurred by an employee of a sub-contractor engaged by the main contractor to work on HSL's site at Buxton. The risk of liability in respect of a personal injury claim against HSL is considered to be low.

Unquantifiable

Vaccine Damage Payments

Important changes to the Vaccine Damage Payments Scheme have been introduced. The level of disablement that is defined as severe has been reduced from 80% to 60 % and the period of time during which a claim can be made has been extended.

Unquantifiable

These changes mean that some people who have been disallowed in the past may be able to make another claim under these new rules. These further claims had to be received by 16 June 2005. All of the 389 claims received by this deadline were rejected. As they carry appeal rights there is no time limit for requesting a Vaccine Damage Appeal and it can be 10 years or more before they decide to go ahead. It is not currently possible to estimate the value or success of these claims and so no provision has been made in these accounts.

Deficiency Notices

Deficiency notices were not sent out for the tax years 1996-97 to 2001-02. Her Majesty's Revenue and Customs (formerly Inland Revenue) has contacted customers of working age. Between April 2007 and March 2008, The Pension Service contacted over 400,000 pensioner customers affected by the suspension of deficiency notices. Customers who reached State Pension age between 6 April 1998 and 24 October 2004 (inclusive) were invited to consider paying voluntary contributions to provide them with the opportunity to improve their basic State pension or qualify for one for the first time.

Unquantifiable

As at 31 March 2008, State Pension arrears of £86.9 million had been paid out in relation to the pensioner exercise, plus interest of £7.4 million. The administrative cost of the project to this date has been £31.6million.

The Rent Service

There is currently one legal claim against the Rent Service, the outcome of which cannot at present be stated with certainty. This claim has not been settled. A cost of £168,000 has been estimated based on previous experience of similar claims. A cost of £70,000 has also been estimated for two pending Employment Tribunal cases. These costs have not been provided for in these financial statements.

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Employee Assistance Programme

The Department has a potential liability in respect of tax on 'legal advice' provided by the Employee Assistance Programme (EAP). This potential liability has arisen as a result of a Statutory Instrument introduced in August 2000. Although 'legal advice' forms a small part of the EAP services the rules state that where any part of an EAP service provides 'legal advice' the whole of that service is liable for tax. The Employee Assistance Professional Association are challenging the HMRC policy and interpretation of 'legal advice' on the basis that it provides clear employer benefit as it is an essential part of the employer's resources for maintaining the well being of its employees. The Department has entered into discussions with HMRC. It is currently not possible to estimate the value of this liability so no provision has been made in these accounts.

Unquantifiable

Pneumoconiosis Payments

The Department is accountable for compensation payments in relation to pneumoconiosis. Compensation payments are made under the workers' Pneumoconiosis Compensation Payments Scheme which is intended to compensate those suffering from certain dust diseases where they are unable to claim compensation by way of civil action in the courts. Award of Industrial Injuries Disablement Benefit is a precondition for payments to all sufferers and most dependants. The payment amounts and the number of years for which they will continue are unclear. No reliable estimate of the financial effect can therefore be given.

Unquantifiable

European Court Exportability Judgement – Disability Benefits

A decision made on 18 October 2007 by the European Court of Justice means that certain UK disability benefits are to be considered to be sickness benefits and consequently will be paid to some people who leave the UK to live in another European Economic Area (EEA) state or Switzerland providing they meet certain eligibility criteria.

Unquantifiable

Actual costs and numbers of cases are not yet known at present and the Government is still assessing the full impact of the judgement with its legal advisors and EU, therefore a contingent liability has been noted.

Transfer of State Pensions and Benefits

The Transfer of State Pensions and Benefits Regulations 2007 allow for a person's rights which have accrued by virtue of National Insurance contributions to be transferred to the pension scheme for officials and servants of Community institutions and a transfer payment made accordingly by the Department.

Unquantifiable

There are a number of cases in progress where transfer values have been issued and which have been recognised in the accounts as a provision. The other cases are still being processed, no values have been calculated and therefore a contingent liability has been noted.

Northern Ireland Office

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)
Increases Reductions

Changes in resources

RfR 1: Playing a full part in implementing the Good Friday Agreement and representing the interests of Northern Ireland in the UK Government; supporting and developing an efficient, effective and responsive Criminal Justice System; upholding and sustaining the rule of law and preventing crime; maintaining a secure and humane prison service and reducing the risks of re-offending

Section Reason for change

Changes related to movements in budgets

Transfers of budgetary cover to/from other government departments

A1	Administration costs - Central Administration - budget transfer from the Cabinet Office for Parliamentary Counsel's Office costs	146,000
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Other changes in DEL spending

G3	Grants - Compensation Agency - rephasing of non-cash provisions from 2009-10 and 2010-11 into 2008-09	20,000,000
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Other changes

Changes in non-budget spending

M3	Increase in cash grant for Police	41,656,000
O3	Increase in cash grant for Police Ombudsman for Northern Ireland	295,000
P3	Increase in cash grant for Probation Board for Northern Ireland	1,800,000
R3	Increase in cash grant for Northern Ireland Human Rights Commission	15,000

	<u>Total</u>	63,912,000	-
Total change in resources for RfR1		63,912,000	

		63,912,000	
Total change in resources for Estimate			

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £43,912,000.

3. Symbols are explained in the Introduction to this booklet.

Northern Ireland Office

Part I

£

RfR 1: Playing a full part in implementing the Good Friday Agreement and representing the interests of Northern Ireland in the UK Government; supporting and developing an efficient, effective and responsive Criminal Justice System; upholding and sustaining the rule of law and preventing crime; maintaining a secure and humane prison service and reducing the risks of re-offending 63,912,000

Total additional net resource requirement 63,912,000

Additional net cash requirement 43,912,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Northern Ireland Office on:

RfR 1: Playing a full part in implementing the Good Friday Agreement and representing the interests of Northern Ireland in the UK Government; supporting and developing an efficient, effective and responsive Criminal Justice System; upholding and sustaining the rule of law and preventing crime; maintaining a secure and humane prison service and reducing the risks of re-offending

expenditure on central administrative services; expenditure on Head of State related costs: VIP visits to Northern Ireland; the Bloody Sunday Inquiry; Reviews and Commissions arising from the Good Friday Agreement; expenditure on political development and inquiries; expenditure on Victims of the Troubles; expenditure arising from the Northern Ireland Act 1998 and the Northern Ireland Act 2000; expenditure arising from elections; forensic services; services related to crime; criminal justice including juvenile justice services; probation and after-care; state pathology; Crown prosecutions and other legal services; compensation schemes; European Union peace and reconciliation projects; and certain other grants; implementation of the Independent Commission on Police findings; security; the Police Ombudsman; Access Northern Ireland; the Independent Assessor of Military Complaints Procedures in Northern Ireland; the Parades Commission; arms decommissioning; policing; prisons including the Prison Service Trust and the Prisoner Ombudsman; the Northern Ireland Law Commission and associated non-cash items.

RfR 2: Providing appropriate funding to the Northern Ireland Consolidated Fund for the delivery of transferred public services as defined by the Northern Ireland Act 1998 and the Northern Ireland Act 2000

grants to the Northern Ireland Consolidated Fund and transfers of EU funds.

The Northern Ireland Office will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Playing a full part in implementing the Good Friday Agreement and representing the interests of Northern Ireland in the UK Government; supporting and developing an efficient, effective and responsive Criminal Justice System; upholding and sustaining the rule of law and preventing crime; maintaining a secure and humane prison service and reducing the risks of re-offending					
		63,912	-	63,912	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Central Administration	52,304	146	-	146	52,450
RfR 1 - G Compensation Agency	27,608	20,000	-	20,000	47,608
Non-Budget					
RfR 1 - M Police	775,516	41,656	-	41,656	817,172
RfR 1 - O Police Ombudsman for Northern Ireland	7,706	295	-	295	8,001
RfR 1 - P Probation Board for Northern Ireland	14,186	1,800	-	1,800	15,986
RfR 1 - R Northern Ireland Human Rights Commission	1,547	15	-	15	1,562
Total for Estimate		63,912	-	63,912	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	28,137	-	28,137
Non-Operating A in A	-	-	-
Net cash requirement	11,502,899	43,912	11,546,811

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Playing a full part in implementing the Good Friday Agreement and representing the interests of Northern Ireland in the UK Government; supporting and developing an efficient, effective and responsive Criminal Justice System; upholding and sustaining the rule of law and preventing crime; maintaining a secure and humane prison service and reducing the risks of re-offending								
91,586	207,760	986,785	1,286,131	15,585	1,270,546	28,137	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Central Administration								
41,605	14,240	-	55,845	3,395	52,450	4,415	-	
B Ministers								
3,176	-	-	3,176	-	3,176	-	-	
C Political Directorate								
3,983	5,076	-	9,059	230	8,829	77	-	
D Department of the Director of Public Prosecutions								
2,854	28,682	-	31,536	86	31,450	270	-	
E Forensic Science Northern Ireland								
11,163	-	-	11,163	10,624	539	2,347	-	
F Criminal Justice								
6,235	12,604	3,150	21,989	-	21,989	7,114	-	
G Compensation Agency								
-	3,747	44,071	47,818	210	47,608	150	-	
H Policing & Security								
6,045	9,231	2,175	17,451	810	16,641	54	-	
I Policing- Non-Severance								
-	150	1,950	2,100	-	2,100	-	-	
J Northern Ireland Prison Service								
16,425	116,078	290	132,793	200	132,593	13,510	-	
K Youth Justice Agency								
-	17,452	-	17,452	30	17,422	200	-	
L Bloody Sunday								
100	500	-	600	-	600	-	-	
Non-Budget								
M Police								
-	-	817,172	817,172	-	817,172	-	-	
N Police Pensions								
-	-	82,600	82,600	-	82,600	-	-	
O Police Ombudsman for Northern Ireland								
-	-	8,001	8,001	-	8,001	-	-	
P Probation Board for Northern Ireland								
-	-	15,986	15,986	-	15,986	-	-	
Q Northern Ireland Policing Board								
-	-	8,341	8,341	-	8,341	-	-	

Part II: Revised subhead detail including additional provision

		Resources				Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
R	Northern Ireland Human Rights Commission							
-	-	1,562	1,562	-	1,562	-	-	
S	Criminal Justice Inspectorate							
-	-	1,487	1,487	-	1,487	-	-	
RfR 2: Providing appropriate funding to the Northern Ireland Consolidated Fund for the delivery of transferred public services as defined by the Northern Ireland Act 1998 and the Northern Ireland Act 2000								
-	-	10,278,001	10,278,001	-	10,278,001	-	-	
Non-Budget								
A	Grants to the Northern Ireland Consolidated Fund							
-	-	10,278,000	10,278,000	-	10,278,000	-	-	
B	European Institutions (Net)							
-	-	1	1	-	1	-	-	
Total for Estimate:								
91,586	207,760	11,264,786	11,564,132	15,585	11,548,547	28,137	-	

Part II: Resource to cash reconciliation

	Present	Increase (+/ Decrease (-)	£'000 Revised
Net Resource Requirement	11,484,635	63,912	11,548,547
Voted capital items			
Capital	28,137	-	28,137
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	28,137	-	28,137
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-38,526	-	-38,526
New provisions and adjustments to previous provisions	-24,071	-20,000	-44,071
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	52,724	-	52,724
Total accruals to cash adjustments	-9,873	-20,000	-29,873
Excess cash to be CFERd	-	-	-
Net Cash Requirement	11,502,899	43,912	11,546,811

Part III: Extra receipts payable to the Consolidated Fund

' As in existing provision'

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	77,285
RfR2	-
Total Net Administration Costs	77,285
Net Programme Costs	
RfR1	1,193,261
RfR2	10,278,001
Non-voted	-
Total Net Programme costs	11,471,262
Total Net Operating Cost	11,548,547
<i>of which:</i>	
Net Resource Requirement	11,548,547
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	1,502,378

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	11,548,547
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	11,548,547
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-10,278,001
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	231,832
unallocated resource provision	-
Other adjustments	-
Resource Budget (Budget)	1,502,378
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	1,238,364
Annually Managed Expenditure (AME)	264,014

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	28,137
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	43,766
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
Capital Budget (Budget)	71,903
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	71,903
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1 Jonathan Phillips, Permanent Secretary of the Northern Ireland Office

Request for Resources 2 Jonathan Phillips, Permanent Secretary of the Northern Ireland Office

Jonathan Phillips as the Accounting Officer of the Northern Ireland Office has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Northern Ireland Office.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Playing a full part in implementing the Good Friday Agreement and representing the interests of Northern Ireland in the UK Government; supporting and developing an efficient, effective and responsive Criminal Justice System; upholding and sustaining the rule of law and preventing crime; maintaining a secure and humane prison service and reducing the risks of re-offending

Administration	14,301
<i>of which:</i>	
Sale of goods and services	14,301
Programme	1,284
<i>of which:</i>	
Sale of goods and services	1,284
Total RfR1	15,585 †

† Amount that may be appropriated in aid in addition to the net total arising from : recoupment of electoral expenses, shared accommodation costs, receipts from the sale of video conference facilities, certain pensions contributions, receipts from accruing superannuation liability charges, fees and costs recovered or received for work done for other departments, freedom of information receipts, data protection act receipts; recovery of compensation paid, recoupment of grant funding, recovery of costs associated with supplying forensic science services, costs and fees awarded in favour of the crown, receipts arising from arms decommissioning, proceeds of prison occupational services, sale of surplus stores and catering equipment, creche fees, contributions to community programmes from health and voluntary sectors, dividend interest and tuck shop receipts.

Total Operating A in A	15,585
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	20,146	11,396	335,397	902,967	1,238,364
<i>of which: †</i>					
Administration budget	146	-	77,285	-	77,285
Near-cash in RDEL	146	-	252,800	675,212	928,012
Capital DEL ††	-	-	28,137	43,766	71,903
Less Depreciation †††	-	-	-38,526	-56,224	-94,750
Total DEL	20,146	11,396	325,008	890,509	1,215,517

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	15,585

Notes to the Estimate (*continued*)**Expenditure resting on the sole authority of the Appropriation Act**

RfR/Section	Body	£ '000
RfR1, Section J	Prison Service Trust	290

HM Treasury

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
Changes related to movements in budgets			
	<u>Machinery of Government changes</u>		
A1	Transfer of near cash administration provision for the Statistical Reform team to the Cabinet Office	-	-273,000
	<u>Take up of Departmental Unallocated Provision</u>		
A1	Take up of administration costs DUP to finance a range of activities within core Treasury.	5,305,000	-
	<u>Transfers of budgetary cover to/from other government departments</u>		
A1	Contributions to ONS of near cash programme costs in respect of migration statistics.	-	-100,000
A1	Contribution to the Cabinet Office of near cash programme costs in respect of the Government Secure Zone costs	-	-80,000
A1	Transfer of near cash administration costs to OGC for the Treasury's contribution towards the Centre of Expertise in Sustainable Procurement	-	-45,000
A1	Contribution from the Cabinet Office of near cash administration costs towards consultancy costs incurred by the Prime Minister's Delivery Unit.	250,000	-
A1	Contribution of near cash administration costs from HMRC towards the costs of a post in the Budget, Tax and Welfare Directorate	21,000	-
	Other changes		
	<u>Resource transfer to another Request for Resources</u>		
A5:A2	Movement of £1,200,000 programme spending and income in respect of the cost of capital and matching dividend income of OGC.buyingsolutions to RfR 3.	-1,200,000	1,200,000
	<u>Total</u>	4,376,000	702,000
	Total change in resources for RfR1		5,078,000

RfR3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis

Changes related to movements in budgets

<u>Transfers of budgetary cover to/from other government departments</u>			
A1	Transfer of near cash budgetary cover for contributions towards the costs of the Centre of Expertise in Sustainable Procurement in the Office of Government Commerce. Individual contributions of £45,000 administration costs are being received from HMT, BERR, CLG, CO, DCFS, DFT, DfID, DWP, FCO, HMRC, HO, MOD, MOJ with DEFRA contributing £215,000. ONS and DEFRA will also contribute £45,000 and £700,000 programme costs respectively.	1,545,000	-
<u>Take up of Departmental Unallocated Provision</u>			
A1	Take up of administration costs DUP to fund a range of activities within OGC.	1,125,000	-
Other changes			
<u>Changes in operating appropriations in aid (fully offset by changes in spending)</u>			
A1:A5	An increase in near cash administration costs spending of £3,900,000, offset by income mainly from Gateway Reviews and sales of products.	3,900,000	-3,900,000
A2:A5	A non-cash increase of £737,000 in the cost of capital charge on the investment in OGC.buyingsolutions offset by a matching increase in the dividend.	737,000	-737,000
<u>Resource transfer from another Request for Resources</u>			
A2:A5	Transfer of £1,200,000 programme spending and income for cost of capital charge and matching dividend income in respect of OGC.buyingsolutions from RfR 1.	1,200,000	-1,200,000
	<u>Total</u>	8,507,000	-5,837,000
	Total change in resources for RfR3		2,670,000
	Total changes in resources for Estimate		7,748,000

Changes in capital

RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all

Changes related to movements in budgets

D7	Reduction in provision to reflect the final total for the refinancing of the Bank of England loan to Northern Rock.		-518,545,000
E7	A net increase of £27,726,000,000 comprising:		
	i) the refinancing of the Bank of England loan to the Financial Services Compensation Scheme for payments to Abbey National plc in respect of the transfer of retail deposits in Bradford & Bingley	14,325,000,000	

ii) the refinancing of the Bank of England loan to the Financial Services Compensation Scheme for payments to ING Direct in respect of the transfer of retail deposits in the UK subsidiaries of two Icelandic banks - Kaupthing Singer & Friedlander, and Heritable	3,066,000,000	
iii) payment in respect of UK retail depositors in Icesave UK, which is a UK branch of the Icelandic bank Landsbanki	800,000,000	
iv) a provision to reflect the refinancing of the Bank of England loans to the Depositors' and Investors' Guarantee Fund (ICS) and to the Financial Services Compensation Scheme in respect of UK retail depositors in Icesave UK, which is a UK branch of the Icelandic bank Landsbanki	3,800,000,000	
v) the provision of working capital loan to Bradford & Bingley	5,735,000,000	
	Total	27,726,000,000 -518,545,000
	Total change in capital for RfR1	<u>27,207,455,000</u>
	Total change in capital for Estimate	<u>27,207,455,000</u>

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £23,413,267,000

3. Symbols are explained in the Introduction to this booklet.

HM Treasury

Part I

£

RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all	†	5,078,000
RfR3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis		2,670,000
Total additional net resource requirement		7,748,000
Additional net cash requirement	†	23,413,267,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by HM Treasury on:

RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all

Economic, financial and related administration, including group shared services; expenses in connection with honours and dignities; expenditure of the Debt Management Office, including administration of carbon dioxide emission reduction schemes; expenditure on a pilot scheme in connection with the provision of generic financial advice; expenditure on administration of Treasury related bodies; compensation payments arising from gilt administration; cost of capital charges on the Treasury's investment in the Bank of England; payments to other government departments; costs and income related to investment in, and financial assistance to, financial institutions; and associated non-cash items.

RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage

Manufacture, storage and distribution of coinage for use in the United Kingdom; actions to protect the integrity of coinage; and associated non-cash items.

RfR3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis

Administration and other related costs of the Office of Government Commerce and OGC buying.solutions; management and disposal of surplus civil estate; costs and income from investment and loans to OGC buying.solutions; and associated non-cash items.

HM Treasury will account for this Estimate.

† The transfer of the Statistical Reform Team from HM Treasury to the Cabinet Office occurred on 1 April 2008. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer are:

- the net resource requirement is decreased by £ 273,000; and
- the net cash requirement is decreased by £273,000.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all					
		3,878	-1,200	5,078	
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - A Core Treasury and group shared services	129,418	3,878	-1,200	5,078	134,496
RfR3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis					
		8,507	5,837	2,670	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 3 - A Office of Government Commerce	25,758	8,507	5,837	2,670	28,428
Total for Estimate		12,385	4,637	7,748	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	61,504,800	27,207,455	88,712,255
Non-Operating A in A	-	-	-
Net cash requirement	61,720,714	23,413,267	85,133,981

Part II: Revised subhead detail including additional provision

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all							
151,760	110,832	95,540	358,132	116,922	241,210	88,712,255	-
Spending in Departmental Expenditure Limits (DEL)							
<i>Central Government spending</i>							
A Core Treasury and group shared services							
138,607	6,831	-	145,438	10,942	134,496	4,200	-
B Debt Management Office							
13,153	3,000	-	16,153	4,981	11,172	600	-
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
C Investment in Bank of England							
-	-	95,540	95,540	-	95,540	-	-
D Refinancing of Northern Rock							
-	101,000	-	101,000	100,999	1	18,781,455	-
E Assistance to other financial institutions							
-	1	-	1	-	1	69,926,000	-
RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage							
250	48,675	4,125	53,050	-	53,050	-	-
Spending in Departmental Expenditure Limits (DEL)							
<i>Central Government spending</i>							
A UK coinage: manufacturing costs							
-	20,300	-	20,300	-	20,300	-	-
B Cost of capital charge on coinage stock - manufacturing element							
250	-	-	250	-	250	-	-
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
C UK coinage: investment in the Royal Mint							
-	-	4,125	4,125	-	4,125	-	-
D UK coinage: metal costs							
-	28,000	-	28,000	-	28,000	-	-
E Cost of capital charge on coinage stocks - metal costs							
-	375	-	375	-	375	-	-
RfR3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis							
34,825	1,203	2,037	38,065	9,637	28,428	-	-
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
A Office of Government Commerce							
34,825	1,203	2,037	38,065	9,637	28,428	-	-
Total for Estimate:							
186,835	160,710	101,702	449,247	126,559	322,688	88,712,255	-

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	314,940	7,748	322,688
Voted capital items			
Capital	61,504,800	27,207,455	88,712,255
<i>Less: Non-operating A in A</i>	-	-	-
Total net voted capital	61,504,800	27,207,455	88,712,255
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-99,815	-1,937	-101,752
Depreciation	-9,190	-	-9,190
New provisions and adjustments to previous provisions	-860	-3,800,000	-3,800,860
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-60	-	-60
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	10,900	-	10,900
Total accruals to cash adjustments	-99,025	-3,801,937	-3,900,962
Adjustment to remove token increase	-1	1	-
Excess cash to be CFERd	-	-	-
Net Cash Requirement	61,720,714	23,413,267	85,133,981

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	70,000	<i>45,000</i>	203,556	<i>173,274</i>
Non-operating income not classified as A in A	617,000	<i>617,000</i>	5,541,158	<i>5,541,158</i>
Other amounts collectable on behalf of the Consolidated Fund	1,341	<i>1,341</i>	1,341	<i>1,341</i>
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	688,341	<i>663,341</i>	5,746,055	<i>5,715,773</i>

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	137,637
RfR2	250
RfR3	27,225
Total Net Administration Costs	165,112
Net Programme Costs	
RfR1	103,573
RfR2	52,800
RfR3	1,203
Non-voted expenditure	-179,623
Total Net Programme costs	-22,047
Total Net Operating Cost	143,065
<i>of which:</i>	
Net Resource Requirement	322,688
Non-voted expenditure	23,933
Consolidated Fund Extra Receipts	-203,556
Reduction in planned spend unable to be included in Estimates	-
Resource Budget	240,593

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	322,688
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	23,933
Consolidated Fund extra receipts in the OCS	-203,556
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	143,065
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	91,215
Resource consumption of non-departmental public bodies	-
Unallocated resource provision	6,313
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	-
Resource Budget (Budget)	240,593
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	221,551
Annually Managed Expenditure (AME)	19,042

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	88,712,255
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-5,541,158
Capital spending by non departmental public bodies	-
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	2,221
Reductions in planned spend unable to be included in Estimate	-
Other adjustments	-
Capital Budget (Budget)	83,173,318
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	7,021
Annually Managed Expenditure (AME)	83,166,297

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1	Nicholas Macpherson, Permanent Head of the Department
Request for Resources 2	Nicholas Macpherson, Permanent Head of the Department
Request for Resources 3	Nigel Smith, Chief Executive of the Office of Government Commerce

Nicholas Macpherson, as the Principal Accounting Officer (PAO) of HM Treasury has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The PAO as the permanent head, remains in general overall charge of HM Treasury.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

In accordance with Managing Public Money requirements, the relationship between the PAO and the Additional Accounting Officer, and with their Ministers, together with their respective responsibilities, is set out in writing.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all

Administration

of which:

Sale of goods and services	14,123
CFERs	-

Programme

of which:

Sale of goods and services	3,000
Interest and loan repayments	99,799

Total RfR1 **116,922** †

† Amount that may be applied as appropriations in aid in addition to the net total, arising from: recoveries in respect of administration of the Treasury, including charges for courses, services provided by the Economics in Government team and other officers loaned to other organisations, including the salary of the UK Executive Director of the International Monetary Fund/International Bank for Reconstruction and Development who is a Treasury employee; charges for services provided by the Government Social Research Unit; income from recovery actions in connection with Barlow Clowes; charges for services to government departments provided under the Financial Management Change Agenda; income from fees charged to Foreign Investment Exchange/Clearing Houses; recoveries in respect of Honours and Dignities; income in respect of insurance sponsorship and supervision responsibilities; income due to the Debt Management Office for advertising costs, stock exchange listings, data provision, management and administration of certain public and private funds and provision of a lending service to local authorities; income from the administration of carbon dioxide reduction schemes; administration of Pool Re and other related bodies; European Fast Stream income from the Cabinet Office; amounts arising from the sale of shares and debt; income from financial institutions and reimbursement of costs associated with the Poynter Review.

RfR3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis

Administration

of which:

Sale of goods and services	7,600
----------------------------	-------

Programme

of which:

Sale of goods and services	-
Interest and dividends	2,037

Total RfR3 **9,637** †

† Amount that may be applied as appropriations in aid in addition to the net total, arising from: income from consultancy and other customer services, hirings of vacant property, charges for users of Whitehall District Heating and Standby Systems, sales of surplus energy and the OGC buying solutions dividend.

Total Operating A in A **126,559**

Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

		£'000	
		2008-09 provision	
		Income	Receipts
Fixed investments	△	203,556	173,274
Civil List	Φ	1,341	1,341
Financial institutions - loan repayments, asset sales, etc.	△	5,541,158	5,541,158
Total		5,746,055	5,715,773

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	
Resource DEL	7,748	-6,430	194,646	26,905	221,551
<i>of which: †</i>					
Administration budget	7,653	-6,430	165,112	4,313	169,425
Near-cash in RDEL	5,811	-6,430	182,824	37,805	220,629
Capital ††	-	-	4,800	2,221	7,021
Less Depreciation †††	-	-	-9,190	-	-9,190
Total	7,748	-6,430	190,256	29,126	219,382

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	126,559

Expenditure resting on the sole authority of the Appropriation Act

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

RfR/Section	Service	£'000
RfR 1 - E7	Assistance to other financial institutions	41,600,000

Notes to the Estimate (*continued*)

Contingent liabilities

Nature of Liability	£ '000
As at 31 October 2008, the following liabilities fell to be met from the Department's Estimate:	
Non-Statutory	
The Treasury is being sued for alleged failure to regulate the Lloyd's insurance market in proper accordance with EC Law.	Unquantifiable
HM Treasury has announced guarantee arrangements in respect of retail and uncollateralised wholesale deposits in, and certain other uncollateralised and unsubordinated wholesale obligations of, Northern Rock plc. These arrangements will exist for the current period of instability in the financial markets (Treasury Minute dated 26 November 2007).	Unquantifiable
HM Treasury has confirmed to the FSA its intention to take appropriate steps (should they prove necessary) to ensure that Northern Rock will continue to operate above the minimum regulatory capital requirements (Treasury Minute dated 19 February 2008).	Unquantifiable
HM Treasury has guaranteed indemnities provided by Northern Rock for its new directors against liabilities and losses in the course of their actions and a direct indemnity for the interim period before directors are formally appointed to the board (Treasury Minute dated 19 February 2008).	Unquantifiable
HM Treasury, under the terms of the loan arrangements with Northern Rock, has also guaranteed a back-up liquidity facility, secured against the assets of the company, to meet the Financial Services Authority's requirements. This facility may remain in place beyond 2010 until sufficient alternative liquidity arrangements are in place. (Written Ministerial Statement dated 31 March 2008).	Unquantifiable
The Treasury has put in place guarantee arrangements for six months to safeguard certain wholesale borrowings and deposits with Bradford & Bingley (29 September 2008 letters to Chair of PAC and TSC).	Unquantifiable
HM Treasury has guaranteed a loan by the Bank of England to the Financial Services Compensation Scheme to provide compensation to retail deposits held in non-Edge accounts in Kaupthing Ltd that were not transferred to ING Direct. The total facility made available by the Bank of England to the Financial Services Compensation Scheme is up to £1 billion. The facility has not been drawn upon to date and continues to remain a contingent liability (Treasury Minute dated 6 November 2008).	up to 1,000,000
HM Treasury has guaranteed certain retail deposit accounts of Heritable Bank plc not covered by the transfer of retail deposits to ING Direct. This liability represents a pay out to that part of a depositor's rights arising from deposits of over the Financial Services Compensation Scheme depositor compensation limit of £ 50,000. (Treasury Minute dated 6 November 2008).	up to 2,500
HM Treasury has guaranteed short term working capital loan by the Bank of England to Kaupthing Singer & Friedlander Ltd of up to £50 million to enable an orderly wind up of the company. (Treasury Minute dated 21 October 2008)	50,000

HM Treasury has guaranteed a short term working capital loan by the Bank of England to the UK branch of Icelandic bank Landsbanki. (Treasury Minute dated 21 October 2008)	100,000
HM Treasury has made available guarantees to back banks' new short and medium term debt. They will be made available for terms of up to 36 months to help refinance maturing wholesale funding obligations as they fall due. (Treasury Minute 8 October 2008).	up to 250,000,000
HM Treasury has indemnified a scheme to allow banks to swap temporarily their high quality mortgage-backed and other securities for Treasury Bills. Under the terms of the indemnity no amounts would become payable by HM Treasury before 2012 and they would only arise if the capital losses exceed any surplus accruing to the Bank of England over the duration of the scheme.	Unquantifiable
HM Treasury committed to provide capital to certain banks through the Government's Bank Recapitalisation Fund. In addition to the £37 billion which has already been committed and which was included in th Treasury's Out of turn Supplementary Estimate, the Government has committed to make capital available to smaller institutions, should they need it. (Treasury statements dated 8 and 13 October 2008).	up to 13,000,000
Statutory	
In accordance with section 5 of the Banking (Special Provisions) Act 2008 a Compensation Scheme has been established by the Northern Rock plc Compensation Scheme Order 2008. Under the Scheme an independent valuer will be appointed to assess what compensation, if any, is payable to former shareholders and others in accordance with valuation assumptions set out in the Act and the Compensation Scheme Order.	Unquantifiable

HM Revenue and Customs

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
	<u>Transfers from Central Funds: draw down of Modernisation Fund</u>		
A1	£62,500,000 administration near cash costs to modernise and transform HMRC	62,500,000	
	<u>Take up of Department Unallocated Provision</u>		
A1	Near -Cash administration costs draw down of non-voted DUP of £43,662,000 taken up as voted provision to facilitate improvements to key operational activities	43,662,000	
	<u>Transfer from Cabinet Office</u>		
A1	£1,520,000 administration near cash costs from Cabinet Office in respect of Parliamentary Counsel Office	1,520,000	
	<u>Transfer to HM Treasury</u>		
A1	£45,000 administration near cash cost transferred to HM Treasury in relation to the Contribution towards the Centre of Expertise in Sustainable Procurement		-45,000
A1	£21,000 administration near cash cost in relation to one post being transferred to HM Treasury		-21,000
	<u>Transfer to Home Office</u>		
A1	£77,000 administration near cash transferred to Home Office in respect of transfer of five information officers		-77,000
	<u>Transfer to Cabinet Office</u>		
A2	£40,000 near cash programme costs transferred to Cabinet Office for Government Secure Zone		-40,000
<u>Neutral Changes</u>			
	<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>		
A1:A5	To increase the levels of near-cash administration costs and income by £67,930,000	67,930,000	-67,930,000

	<u>Total</u>	175,612,000	-68,113,000	<u>107,499,000</u>
Total change in resources for RfR1				

RfR 2: Growing a contribution to the good management of property where the public interest is involved**Neutral Changes**

<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>				
A1:A5	Increase in A-in-A offset by commensurate increase in admin near cash spending	2,020,000	-2,020,000	
<u>Token increase</u>				
A1	Increase in respect of administration to generate a token increase.	1,000		
		<u>Total</u>	2,021,000	-2,020,000
Total change in resources for RfR2				<u>1,000</u>

Total change in resources for the Estimate **107,500,000**

Changes in capital

RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements

Section Reason for change

<u>Draw down of Modernisation Fund</u>				
A7	£27,500,000 capital draw down of Modernisation Fund	27,500,000		
<u>Transfer of Capital from RFR1 to RfR2</u>				
A7	Transfer of £4,000,000 Capital from RFR1 to RfR2		-4,000,000	

RfR2: Growing a contribution to the good management of property where the public interest is involved.

<u>Transfer of Capital from RFR1 to RfR2</u>				
	Transfer of £4,000,000 Capital from RFR1 to RfR2	4,000,000		

	<u>Total</u>	<u>31,500,000</u>	<u>-4,000,000</u>	<u>27,500,000</u>
Total change in capital for Estimate				

- As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £ 134,999,000
- Symbols are explained in the Introduction to this booklet.

HM Revenue and Customs

Part I

£

RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements	107,499,000
RfR 2: Growing a contribution to the good management of property where the public interest is involved	1,000
Total additional net resource requirement	107,500,000
Additional net cash requirement	134,999,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by HM Revenue and Customs on:

RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements

administration and the associated non-cash items incurred in the management and collection of the direct and indirect taxes, duties and levies, new tax credits and National Insurance Contributions; Child Benefit and the Child Trust Fund, Shipbuilders' Relief, Money Laundering regulatory regime, the National Insurance Funds for Great Britain and Northern Ireland; OPG and government banking services; Airplane Tax; Health in Pregnancy Grant; Saving Gateway; National minimum wage; collection of student loans; the operation of customs controls including prohibitions and restrictions; the provision of trade information; the provision of Capital Grants for Excise Tax Stamps; the provision of resources to independent investigatory bodies (including the HMIC, IPCC and the police authorities) to facilitate the independent inspection of professional standards within the Department, the investigation of allegations of mis-conduct or criminal activities by Departmental staff and fulfilment of reciprocal complaints investigation arrangements with police authorities; the provision of incentive payments for e-filing; payments in respect of the Customs National Museum; grants to the voluntary and community sector; providing the business link portal; air travel carbon-offsetting; and for services provided to the department's information technology and wider markets' partners, other departments and public bodies including any assistance with investigations into terrorist incidents, and overseas tax administration and the activity in support of the UK Border Agency.

RfR 2: Growing a contribution to the good management of property where the public interest is involved

administration and the associated non-cash incurred in the provision of valuation and other services for government departments and other public bodies by the Valuation Office Agency, including preparatory work for the transfer of function from The Rent Service in 2009.

RfR 3: Providing payments in lieu of tax relief to certain bodies

transitional payments to charities, supplements on payroll giving, donations to charities and on personal and stakeholder pension schemes, life assurance premium relief, stamp duty relief and residual payments for mortgage interest relief, vocational training relief and private medical insurance; and associated non-cash items.

RfR 4: Making payments of rates to Local Authorities on behalf of certain bodies

rates paid by Her Majesty's Revenue and Customs in respect of non-domestic property occupied by accredited representatives of Commonwealth and foreign countries and certain international organisations and associated non-cash items.

Part I (*continued*)

RfR 5: Payments of Child Benefit and Child Trust Fund endowments

payments of Child Benefit, Child Trust Funds, Health in Pregnancy Grant and the associated non-cash items.

HM Revenue and Customs will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements					
		175,429	67,930	107,499	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Administration	3,975,045	175,429	67,930	107,499	4,082,544
RfR 2: Growing a contribution to the good management of property where the public interest is involved					
		2,021	2,020	1	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 2 - A Administration	-1	2,021	2,020	1	-
RfR 5: Payments of Child Benefit and Child Trust Fund endowments					
		-	-	-	
Spending in Annually Managed Expenditure (AME)					
<i>Central Government spending</i>					
RfR 5 - A Children's benefits	10,980,000	-30,000	-	-30,000	10,950,000
RfR 5 - C Health in Pregnancy grant	-	30,000	-	30,000	30,000
Total for Estimate		177,450	69,950	107,500	

Capital and Cash

	Present Provision	Change in Provision	£000 New Provision
Total Capital Expenditure	261,346	27,500	288,846
Non-Operating A in A	3,980	-	3,980
Net cash requirement	15,434,277	134,999	15,569,276

Part II: Revised subhead detail including additional provision

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements							
4,450,758	140,807	100,435	4,692,000	509,455	4,182,545	275,675	3,818
Spending in Departmental Expenditure Limits (DEL)							
<i>Central Government spending</i>							
A Administration							
4,450,758	137,307	435	4,588,500	505,956	4,082,544	275,675	3,818
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
B e-filing incentive payments							
-	-	100,000	100,000	-	100,000	-	-
Non-budget							
C Operational local clearance procedures							
-	3,500	-	3,500	3,499	1	-	-
RfR 2: Growing a contribution to the good management of property where the public interest is involved							
210,566	2	-	210,568	210,566	2	13,171	162
Spending in Departmental Expenditure Limits (DEL)							
<i>Central Government spending</i>							
A Administration							
210,566	-	-	210,566	210,566	-	13,171	162
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
B Administration							
-	2	-	2	-	2	-	-
RfR 3: Providing payments in lieu of tax relief to certain bodies							
-	-	144,000	144,000	-	144,000	-	-
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
A Payments in lieu of tax relief							
-	-	144,000	144,000	-	144,000	-	-
RfR 4: Making payments of rates to Local Authorities on behalf of certain bodies							
-	34,000	-	34,000	2,100	31,900	-	-
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
A Payments of Local Authority rates							
-	34,000	-	34,000	2,100	31,900	-	-
RfR 5: Payments of Child Benefit and Child Trust Fund endowments							
-	-	11,240,000	11,240,000	-	11,240,000	-	-
Spending in Annually Managed Expenditure (AME)							
<i>Central Government spending</i>							
A Children's benefits							
-	-	10,950,000	10,950,000	-	10,950,000	-	-
B Child Trust Fund Endowments							
-	-	260,000	260,000	-	260,000	-	-
C Health in Pregnancy grant							
-	-	30,000	30,000	-	30,000	-	-
Total for Estimate:							
4,661,324	174,809	11,484,435	16,320,568	722,121	15,598,447	288,846	3,980

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	15,490,947	107,500	15,598,447
Voted capital items			
Capital	261,346	27,500	288,846
<i>Less:</i> Non-operating A in A	3,980	-	3,980
Total net voted capital	257,366	27,500	284,866
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-40,888	-	-40,888
Depreciation	-179,002	-	-179,002
New provisions and adjustments to previous provisions	-119,474	-	-119,474
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-520	-	-520
Increase(+)/decrease (-) in stock	600	-	600
Increase(+)/decrease (-) in debtors	-3,400	-	-3,400
Increase(-)/decrease (+) in creditors	-5,500	-	-5,500
Use of provisions	34,148	-	34,148
Total accruals to cash adjustments	-314,036	-	-314,036
Adjustment to remove token increase	-	-1	-1
Excess cash to be CFERd	-	-	-
Net Cash Requirement	15,434,277	134,999	15,569,276

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	4,329,802
RfR2	-
RfR3	-
RfR4	-
RfR5	-
Total Net Administration Costs	4,329,802
Net Programme Costs	
RfR1	-147,257
RfR2	2
RfR3	144,000
RfR4	31,900
RfR5	11,240,000
Non-voted	-
Total Net Programme costs	11,268,645
Total Net Operating Cost	15,598,447
<i>of which:</i>	
Net Resource Requirement	15,598,447
Non-voted expenditure	
Consolidated Fund Extra Receipts	-
Reductions in planned spend unable to be included in Estimates	-
Resource Budget	33,786,185

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	15,598,447
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	15,598,447
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-260,000
European Union income related to capital grants	-
voted expenditure outside the budget	-1
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-
unallocated resource provision	-
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	18,447,739
Resource Budget (Budget)	33,786,185
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	4,430,283
Annually Managed Expenditure (AME)	29,355,902

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	284,866
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	260,000
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	3,648
Reductions in planned expenditure unable to be included in Estimate	-
Other adjustments	-
Capital Budget (Budget)	548,514
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	288,514
Annually Managed Expenditure (AME)	260,000

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1	Mike Eland, Director General, HM Revenue and Customs
Request for Resources 2	Andrew Hudson, Chief Executive of the Valuation Office Agency
Request for Resources 3	David Hartnett, HM Revenue and Customs
Request for Resources 4	Andrew Hudson, Chief Executive of the Valuation Office Agency
Request for Resources 5	Mike Eland, Director General, HM Revenue and Customs

Lesley Strathie as the Principal Accounting Officer of HM Revenue and Customs has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The PAO as the permanent head, remains in general overall charge of HM Revenue and Customs.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

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

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09

RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements

Administration	120,956
<i>of which:</i>	
Sale of goods and services	102,197
Regulatory licences, fines, penalties and taxes	18,759
Programme	388,499
<i>of which:</i>	
Sale of goods and services	388,364
Regulatory licences, fines, penalties and taxes	135

Total RfR1	509,455 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: the recovery of law costs; recovery of costs of administering the National Insurance Funds and collection of National Insurance contributions; subsidies for New Deal jobseekers employed; receipts for services provided to the Valuation Office Agency, government departments and other bodies, including student loan and National Minimum Wage receipts; recovery of costs in respect of the Aggregates levy and of seconded and loan staff; charges for the special attendance of officers; and for international commitments;

receipts from the sale of publications; from the sale of statistical services and certificates; and from estate management services, including rent receipts from other government departments and private tenants; receipts from the use of certain official cars; receipts from certain tax penalties; EC travelling expenses and receipts from the EC; receipts in respect of Shipbuilders' Relief and local clearance procedures under Single European Authorisations; receipts from insurance and compensation claims; receipts from the Asset Recovery Incentivisation Scheme; and marine fuel relief, transaction fees from credit card payments; fees received for the money laundering regulatory regime; recoveries of overpayments in prior years; excess cash receipts; subscription fees relating to Business Link; and other miscellaneous administration and programme cost receipts.

RfR 2: Growing a contribution to the good management of property where the public interest is involved

Administration	210,566
<i>of which:</i>	
Sale of goods and services	210,566

Total RfR2	210,566 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: the recovery of costs of valuation and other services; receipts from the use of certain official cars; receipts from the sale of information and publications; recovery of law costs; rent receipts from other government departments and private tenants; receipts in connection with preparation for the transfer of function from The Rent Service; other administration cost receipts.

RfR 4: Making payments of rates to Local Authorities on behalf of certain bodies

Programme	2,100
<i>of which:</i>	
Sale of goods and services	2,100

Total RfR4	2,100 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: payment of rates by accredited Commonwealth and foreign countries and certain international organisations; refunds from local authorities.

Total Operating A in A	722,121
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Analysis of non - operating appropriations in aid (A in A)

RfR 1: Administering the tax and customs control systems fairly and efficiently and making it as easy as possible for individuals and businesses to understand and comply with their obligations and receive their tax credit and other entitlements

Administration	-
<i>of which:</i>	
Sale of assets	-
Programme	3,818
<i>of which:</i>	
Sale of assets	3,818

Total RfR1	3,818 †
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† Amount that may be applied as non-operating appropriations in aid arising from: the recovery of income from the sale of fixed assets and from the sale of land and buildings.

RfR 2: Growing a contribution to the good management of property where the public interest is involved

Administration	-
<i>of which:</i>	
Sale of assets	-
Programme	162
<i>of which:</i>	
Sale of assets	162

Total RfR2	162 †
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† Amount that may be applied as non-operating appropriations in aid arising from: the recovery of income from the sale of assets.

Total Non-Operating A in A	3,980
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	107,500	-43,662	4,082,544	347,739	4,430,283
<i>of which: †</i>					
Administration budget	107,540	-43,662	4,329,802	-	4,329,802
Near-cash in RDEL	107,500	-43,662	3,742,662	381,887	4,124,549
Capital DEL ††	27,500	-	284,866	3,648	288,514
Less Depreciation †††	-	-	-179,000	-	-179,000
Total DEL	135,000	-43,662	4,188,410	351,387	4,539,797

† The total of 'the Administration Budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

£'000
726,101

National Savings and Investments

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
Changes related to movements in Budgets			
<u>Take up of Departmental Unallocated Provision (DUP)</u>			
A1	Administration, near-cash of £ 4,994,000 for payments related to increased sales volume.	4,994,000	
<u>Transfer from Central Funds</u>			
A1	From Modernisation Fund, near cash, administration for additional running costs associated with capital spending.	152,000	
		5,146,000	-
Total change in resources for RfR1			5,146,000

Total change in resources for Estimate 5,146,000

Changes in capital

<u>Transfer from Central Funds</u>			
A7	From Modernisation fund for extension of buildings in Blackpool.	950,000	
		950,000	-
Total change in capital for Estimate			950,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £6,096,000.

3. Symbols are explained in the Introduction to this booklet.

Part I

£

RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future	5,146,000
Total additional net resource requirement	5,146,000
Additional net cash requirement	6,096,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by National Savings and Investments on:

RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future

Administration and operational costs, research and development works, equipment and other payments, and associated non-cash items.

National Savings and Investments will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future					
Total RfR 1		5,146	-	5,146	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Administration	161,153	5,146	-	5,146	166,299
Total for Estimate		5,146	-	5,146	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	488	950	1,438
Non-Operating A in A	-	-	-
Net cash requirement	158,634	6,096	164,730

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future								
172,217	-	-	172,217	5,918	166,299	1,438	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
172,217	-	-	172,217	5,918	166,299	1,438	-	
Total for Estimate:								
172,217	-	-	172,217	5,918	166,299	1,438	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	161,153	5,146	166,299
Voted capital items			
Capital	488	950	1,438
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	488	950	1,438
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-867	-	-867
Depreciation	-3,090	-	-3,090
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-650	-	-650
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-400	-	-400
Increase(-)/decrease (+) in creditors	2,000	-	2,000
Use of provisions	-	-	-
Total accruals to cash adjustments	-3,007	-	-3,007
Excess cash to be CFERd	-	-	-
Net Cash Requirement	158,634	6,096	164,730

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	166,299
Total Net Administration Costs	166,299
Net Programme Costs	
RfR1	-
Total Net Programme costs	-
Total Net Operating Cost	166,299
<i>of which:</i>	
Net Resource Requirement	166,299
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Reductions in planned spend unable to be included in Estimates	-
Resource Budget	166,299

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	166,299
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Reductions in planned spend unable to be included in Estimates	-
Other adjustments	-
Net Operating Costs (Accounts)	166,299
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non departmental public bodies	-
Unallocated resource provision	-
Reductions in planned spend unable to be included in Estimates	-
Other adjustments	-
Resource Budget (Budget)	166,299
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	166,299
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	1,438
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non departmental public bodies	-
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	1,438
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,438
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1	Jane Platt, Permanent Head of the Department
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Jane Platt as the Accounting Officer of National Savings and Investments has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of National Savings and Investments.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000
	<u>2008-09 Provision</u>
RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future	
Administration	5,918
<i>of which:</i>	
Sale of goods and services	5,918
Total RfR1	5,918 †
<i>† Amount that may be applied as appropriation in aid in addition to the net total, arising from: rent receipts.</i>	
Total Operating A in A	5,918

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	5,146	-4,994	166,299	-	166,299
<i>of which: †</i>					
Administration budget	5,146	-4,994	166,299	-	166,299
Near-cash in RDEL	5,146	-4,994	161,692	-	161,692
Capital ††	950	-	1,438	-	1,438
Less Depreciation †††	-	-	-3,090	-	-3,090
Total	6,096	-4,994	164,647	-	164,647

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000
5,918

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

The Statistics Board

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: To promote and safeguard the production and publication of official statistics that serve the public good

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>	
Changes related to movements in budgets				
A2	<u>Transfers of budgetary cover to/from other government</u> PES transfer of £850k from OGDs in support of Migration Statistics	850,000		
A2	Transfer of £45k to HMT in respect of the Centre of Expertise in Sustainable Procurement.		-45,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>				
A2 A5	Adjust expenditure and receipts in order to take in additional income from Social Surveys.	3,242,000	-3,242,000	
		<u>Total</u>	4,092,000	-3,287,000
Total change in resources for RfR1				805,000
Total change in resources for Estimate				805,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £ 805,000.

3. Symbols are explained in the Introduction to this booklet.

The Statistics Board

Part I

£

RfR 1: To promote and safeguard the production and publication of official statistics that serve the public good

805,000

Total additional net resource requirement

805,000

Additional net cash requirement

805,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Statistics Board on:

RfR 1: To promote and safeguard the production and publication of official statistics that serve the public good

collection, preparation and dissemination of economic, social, labour market and other statistics; promote and safeguard the quality of official statistics, to monitor the production and publication of official statistics; to prepare and publish a Code of Practice for Statistics; to prepare and publish a programme for the assessment of existing and candidate National Statistics against the Code; and associated non-cash items.

The **Statistics Board** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: To promote and safeguard the production and publication of official statistics that serve the public good					
		4,047	3,242	805	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Administration	210,060	4,047	3,242	805	210,865
Total for Estimate		4,047	3,242	805	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	21,000	-	21,000
Non-Operating A in A	-	-	-
Net cash requirement	210,560	805	211,365

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: To promote and safeguard the production and publication of official statistics that serve the public good								
-	238,040	-	238,040	27,175	210,865	21,000	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
-	238,040	-	238,040	27,175	210,865	21,000	-	
Total for Estimate:								
-	238,040	-	238,040	27,175	210,865	21,000	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	210,060	805	210,865
Voted capital items			
Capital	21,000	-	21,000
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	21,000	-	21,000
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,940	-	-2,940
Depreciation	-16,500	-	-16,500
New provisions and adjustments to previous provisions	-3,000	-	-3,000
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-60	-	-60
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	2,000	-	2,000
Total accruals to cash adjustments	-20,500	-	-20,500
Excess cash to be CFERd	-	-	-
Net Cash Requirement	210,560	805	211,365

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Programme Costs	
RfR1	210,865
Non-voted	-
Total Net Programme costs	210,865
Total Net Operating Cost	210,865
<i>of which:</i>	
Net Resource Requirement	210,865
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in Estimates	-
Resource Budget	216,865

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	210,865
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts in the OCS	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	210,865
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-
unallocated resource provision	6,000
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	216,865
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	216,865
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	21,000
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	21,000
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	21,000
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Karen Dunnell, Chief Executive of the Statistics Board

Karen Dunnell as the Accounting Officer of the Statistics Board has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The Accounting Officer, as the permanent head, remains in general overall charge of the Statistics Board.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09

RfR 1: To promote and safeguard the production and publication of official statistics that serve the public good

Programme	27,175
<i>of which:</i>	
Sale of goods and services	26,825
EU Income	350
Total RfR1	27,175 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: sale of statistical information publications and other services to other departments, the European Union and the public.

Total Operating A in A	27,175
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	805		210,865	6,000	216,865
<i>of which:†</i>					
Administration budget	-	-	-	-	-
Near-cash in RDEL	805		188,365	8,000	196,365
Capital DEL ††	-	-	21,000	-	21,000
Less Depreciation †††	-	-	-16,500	-	-16,500
Total DEL	805	-	215,365	6,000	221,365

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

£'000
27,175

Cabinet Office

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
Changes related to movements in budgets			
<u>Transfers of budgetary cover to/from other government departments</u>			
B1	Budget cover transfer from Office of the Third Sector for Government Offices in Department for Communities and Local Government (DCLG) Adjustment to decrease Administration Budget RfR subhead B1		-725,000
A1	Budget cover transfer to HM Treasury to cover Centre of Expertise in Sustainable Procurement Adjustment to decrease Administration Budget RfR subhead A1		-45,000
A1	Budget Cover Transfers to x13 various government departments to cover the costs of the Office of the Parliamentary Counsel Administration RfR1 subhead A1		-3,382,000
A2	Budget Cover transfers from x16 various government departments to cover the costs of i Monitoring Security Co-ordination centre (iMSSC) Adjustment to increase Programme Budget RfR subhead A2	760,000	
A1	Budget Cover transfer to HM Treasury to cover costs in Prime Minister's Delivery Unit (PMDU) Adjustment to decrease Administration Budget RfR subhead A1		-250,000
A2	Budget cover transfer from Security and Intelligence Agencies to cover Information Assurance Technical Programme (IATP) run by Intelligence, Security and Resilience Adjustment to increase Programme Budget RfR subhead A2	6,000,000	
<u>Machinery of Government changes</u>			
A1	To transfer Statistics Review Team from HM Treasury to Cabinet Office Adjustment to increase near cash Administration Budget RfR subhead A1	273,000	

A1	To transfer Government Skills from Cabinet Office to Department for Innovation, Universities and Skills (DIUS) Adjustment to decrease non cash Administration Budget RfR subhead A1	-1,600,000
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A1	To transfer e-Delivery Team from Cabinet Office to Department for Work and Pensions (DWP) Adjustment to decrease Administration near cash and non cash RfR subhead A1	-1,030,000
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Other changesChanges in operating appropriations-in-aid (fully offset by changes in expenditure)

A1:A5	Additional Administration Income relating to Accommodation and minor occupiers Adjustments to Administration costs and Appropriation in Aid RfR subhead A1:A5	304,000	-304,000
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A1:A5	Additional Income relating to Staff recovery costs Adjustments to Administration costs and Appropriation in Aid RfR subhead A1:A5	1,034,000	-1,034,000
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A2:A5	Additional income relating to Government Security Zone and Information Assurance and Technical Programme and Gold Standard Adjustments to Programme costs and Appropriation in Aid RfR subhead A2:A5	710,000	-710,000
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A2:A5	Additional income relating to Transformational Government Adjustments to Programme costs and Appropriation in Aid RfR subhead A2:A5	30,000	-30,000
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A2:A5	Additional income relating to Government Gateway Strategic Support Programme (GGSSP) Adjustments to Programme costs and Appropriation in Aid RfR subhead A2:A5	2,360,000	-2,360,000
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A2:A5	Additional income relating to Office of the Third Sector Adjustments to Programme costs and Appropriation in Aid RfR subhead A2:A5	310,000	-310,000
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A2:A5	Additional income relating to Staff Recoveries Adjustments to Programme costs and Appropriations in Aid RfR subhead A2:A5	56,000	-56,000
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A1:A5	Increase in other income relating to various management units within Cabinet Office Adjustments to Administration costs and Appropriation in Aid RfR subhead A1:A5	5,581,000	-5,581,000
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A1:A5	Decrease in income relating to central management costs of the Principal Civil Service Pension Scheme Adjustments to Administration costs and Appropriation in Aid RfR subhead A1:A5	100,000	-100,000
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A1:A5	Decrease in income relating to Government Skills resulting from the transfer to the Department for Innovation, Universities and Skills (DIUS) Adjustments to Administration costs and Appropriation in Aid RfR subhead A1:A5	2,145,000	-2,145,000	
A1:A5	Decrease in income relating to receipts for training course and rent for Emergency Planning College Adjustments to Administration costs and Appropriation in Aid RfR subhead A1:A5	1,000	-1,000	
A1:A5	Decrease in income relating to recoveries from other government departments for cost sharing arrangements Adjustments to Administration costs and Appropriation in Aid RfR subhead A1:A5	502,000	-502,000	
A2:A5	Decrease in cost recoveries from other government departments for various cost sharing arrangements Adjustments to Programme costs and Appropriation in Aid RfR subhead A2:A5	36,320,000	-36,320,000	
A2:A5	Decrease in income relating to e-Delivery Team as a result of their transfer to the Department for Work and Pensions Adjustments to Programme costs and Appropriation in Aid RfR subhead A2:A5	22,000,000	-22,000,000	
	<u>Other changes in DEL spending</u>			
B3	Adjustment to increase grants, transferred from J3 RfR subhead B3	994,000		
A1:A2	Virement from administration non-cash budget to programme non cash budget to cover costs of capital	125,000	-125,000	
A1:A2	Virement from administration non-cash budget to programme non cash budget to cover depreciation	1,100,000	-1,100,000	
	<u>Changes in non-budget spending</u>			
J3	Adjustment to decrease grant in aid and transfer to B3 RfR subhead J3		-994,000	
	<u>Total</u>	80,705,000	-80,704,000	
	Total change in resources for RfR1			1,000
	Total change in resources for Estimate			1,000

Changes in Capital

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Increase in income offset by expenditure</u>			
A7:A8	Increase in non operating appropriations in Aid relating to Civil Service Sports Council Loan repayment Adjustment to increase capital expenditure and non-operating Appropriation in Aid RfR subhead A7:A8	7,000	-7,000
		<u>Total</u>	<u>-7,000</u>
Total change in capital for Estimate			<u>-</u>

2. As a result of the above and non-cash adjustments, there is a decrease in the net cash requirement of £ 202,000.

3. Symbols are explained in the Introduction to this booklet.

Cabinet Office

Part I

£

RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives	†	1,000
Total additional net resource requirement		1,000
Additional net cash requirement	†	-202,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Cabinet Office on:

RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives

The Prime Minister's Office; the Offices of the Chancellor of the Duchy of Lancaster and Ministers in the Cabinet Office and the Secretary of the Cabinet and Head of the Home Civil Service; Parliamentary Counsel Office; Government Communication; Civil Service Capabilities Group; Transformational Government; Economic and Domestic Secretariat; European and Global Issues Secretariat; Security, Intelligence and Resilience; Foreign and Defence Policy Secretariat; Office of the Third Sector; Social Exclusion Task Force; Strategy Unit; Ceremonial Secretariat; Lord President of the Council and the Leader of the House of Lords and the Leader and Deputy Leader of the House of Commons and the Offices of the Government Whips in the House of Commons and the House of Lords; and various other units; payments to former Prime Ministers; the central management of, and delivery of services to, the Civil Service and wider public sector; improving public services; civil service reform; cross-departmental IT systems; co-ordination of cross-cutting issues; grants in aid to not-for-profit organisations including Chequers Trust, the Civil Service Benevolent Fund, Civil Service Sports Council, Civil Service Retirement Fellowship, and Capacity Builders (UK) Limited, and Commission for the Compact Limited, Executive NDPB's; grants to organisations working in the Third Sector and to Local Authorities and other organisations including Disability Partnership and the Whitehall and Industry Group; and associated non-cash items.

The **Cabinet Office** will account for this Estimate.

† 1) The transfer of Government Skills to the Department for Innovation, Universities and Skills (DIUS) was effective from 1 April 2008. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer, which has no effect on the net cash requirement, are:

a) the net resource requirement is decreased by £1,600,000.

† 2) The transfer of the e-Delivery Team to the Department for Work and Pensions (DWP) was effective from 1 April 2008. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer are:

a) the net resource requirement is decreased by £1,030,000; and

b) the net cash requirement is decreased by £475,000

† 3) The transfer of Statistics Reform Team from HM Treasury was effective from 1 April 2008. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer are:

a) the net resource requirement is increased by £273,000; and

b) the net cash requirement is increased by £273,000.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives					
		-50,682	-50,683	1	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Cabinet Office	220,524	-50,729	-50,683	-46	220,478
RfR 1 - B Office of the Third Sector	122,463	269	-	269	122,732
RfR 1 - C Social Exclusion Task Force	859	772	-	772	1,631
Non-Budget					
RfR 1 - J Executive NDPBs	32,570	-994	-	-994	31,576
Total for Estimate		-50,682	-50,683	1	

Capital and Cash

	Present Provision	Change in Provision	£000 New Provision
Total Capital Expenditure	8,451	7	8,458
Non-Operating A in A	21	7	28
Net cash requirement	342,483	-202	342,281

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives								
243,069	38,583	147,681	429,333	49,317	380,016	8,458	28	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Cabinet Office								
234,583	32,683	2,529	269,795	49,317	220,478	8,458	28	
B Office of the Third Sector								
3,862	5,900	112,970	122,732	-	122,732	-	-	
C Social Exclusion Task Force								
1,631	-	-	1,631	-	1,631	-	-	
D Committee on Standards in Public Life - ANDPB								
660	-	-	660	-	660	-	-	
E Independent Offices - Civil Service Commissioners								
1,229	-	-	1,229	-	1,229	-	-	
F Independent Offices - Commissioner for Public Appointments								
701	-	-	701	-	701	-	-	
G Independent Offices - Advisory Committee on Business Appts - ANDPB								
209	-	-	209	-	209	-	-	
H Independent Offices - House of Lords Appts Commission - ANDPB								
194	-	-	194	-	194	-	-	
<i>Support for Local Authorities</i>								
I London Fire and Emergency Planning Authority								
-	-	606	606	-	606	-	-	
Non-Budget								
J Executive NDPBs								
-	-	31,576	31,576	-	31,576	-	-	
Total for Estimate:								
243,069	38,583	147,681	429,333	49,317	380,016	8,458	28	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	380,015	1	380,016
Voted capital items			
Capital	8,451	7	8,458
<i>Less:</i> Non-operating A in A	21	7	28
Total net voted capital	8,430	-	8,430
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-9,000	45	-8,955
Depreciation	-35,962	2,110	-33,852
New provisions and adjustments to previous provisions	-	-694	-694
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-1,000	694	-306
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-3,473	-3,473
Use of provisions	-	1,115	1,115
Total accruals to cash adjustments	-45,962	-203	-46,165
Excess cash to be CFERd	-	-	-
Net Cash Requirement	342,483	-202	342,281

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	203,250
Non-voted	-
Total Net Administration Costs	203,250
Net Programme Costs	
RfR1	173,118
Non-voted	-
Total Net Programme costs	173,118
Total Net Operating Cost	376,368
<i>of which:</i>	
Net Resource Requirement	380,016
Non-voted expenditure	-
Consolidated Fund Extra Receipts	
Reduction in planned spend unable to be included in Estimates	-3,648
Resource Budget	342,157

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	380,016
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	
Consolidated Fund extra receipts in the OCS	
Reductions in planned spend unable to be included in Estimates	-3,648
Other adjustments	-
Net Operating Costs (Accounts)	376,368
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	
Capital grants	-40,111
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non departmental public bodies	-1,050
Unallocated resource provision	-
Reductions in planned spend unable to be included in Estimates	-
Other adjustments	6,950
Resource Budget (Budget)	342,157
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	342,157
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	8,430
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	1,050
capital grants	40,111
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Reductions in planned spend unable to be included in Estimates	-
Other adjustments	-
Capital Budget (Budget)	49,591
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	49,591
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Sir Gus O' Donnell, Permanent Head of the Department

Sir Gus O'Donnell as the Accounting Officer of the Cabinet Office has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Cabinet Office.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives

Administration	36,171
<i>of which:</i>	
Sale of goods and services	31,596
Other Rentals	2,287
Recovery of Seconded Costs	2,288
Programme	13,146
<i>of which:</i>	
Sale of goods and services	13,106
Interest receivable private sector other	-
Other grant income (including repayments of grants/subsidies)	40

Total RfR1	49,317 †
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† Amount that may be applied as operating appropriations - in - aid in addition to the net total arising from: income from minor occupiers of the Department's buildings and other accommodation income; sales of goods and services to other government departments, public bodies and general public; income in respect of central management costs of the Principal Civil Service Pension Scheme (PCSPS); recovery of costs of staff on secondment and on loan; Emergency Planning College receipts for training courses and rent; recovery of costs from other government departments for cost sharing arrangements; recoveries in respect of Honours and Dignities; other grant income; interest receivable from the private sector and certain other services.

Total Operating A in A	49,317
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Analysis of non - operating appropriations in aid (A in A)

RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives

Programme	28
<i>of which:</i>	
Proceeds from sale of fixed assets	
Loan, etc repayments	28

Total RfR1	28 †
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† Amount that may be applied as non-operating appropriations in aid, arising from: repayment of loan principal by the Civil Service Sports Council and the London Hostels Association; proceeds from the sale of fixed assets

Total Non - operating A in A	28
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-1,653	-1,994	304,681	37,476	342,157
<i>of which: †</i>					
Administration budget	-11,632	-	203,250	-	203,250
Near-cash in RDEL	502	-879	260,874	38,591	299,465
Capital ††	-1,000	1,000	48,541	1,050	49,591
Less Depreciation †††	2,110	-	-33,852	-	-33,852
Total	-543	-994	319,370	38,526	357,896

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

£'000
49,345

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

Expenditure resting on the sole authority of the Appropriation Act

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

RfR/Section	Service	£'000
RfR1 - A	Pension payments	8
RfR1 - A	Grants made by the Cabinet Office	2,481
RfR1 - B	Grants made by the Office of the Third Sector	112,970
RfR1 - I	Grants to Local Authorities: London Fire and Emergency Planning Authority	606
RfR1 - F	Grants in aid to ENDPB's	31,576
	TOTAL	147,641

Notes to the Estimate (*continued*)**Grants in Aid**

RfR/Section	Body	£ '000
RfR1 - F	Capacity Builders UK Ltd - ENDPB	29,576
RfR1 - F	Commission for the Compact Ltd - ENDPB	2,000
	Total	<hr/> 31,576

Security and Intelligence Agencies

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)

Changes in resources

RfR 1: Protecting and promoting the national security and economic well being of the UK

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
Changes related to movements in Budgets			
<u>DEL Reserve claims</u>			
A2	£2,000,000 Programme for the expansion and capabilities of the Security and Intelligence Agencies	2,000,000	
<u>Transfers of Budgetary cover to/from other government departments</u>			
A2	Transfer from HO for the expansion and capabilities of the Security and Intelligence Agencies	10,000,000	
A2	Transfer from FCO for the expansion and capabilities of the Security and Intelligence Agencies	400,000	
A2	Transfer to CO for Security, Monitoring and Coordination Centre for the GSZ		-120,000
A2	Transfer to HO for joint projects		-3,019,000
A2	Transfer to CO for Joint Security and Intelligence Projects		-6,000,000
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A2:A5	Increase in Programme spend offset by income	2,161,000	-2,161,000
<u>Changes in operating appropriations-in-aid (not offset by changes in spending)</u>			
A1:A5	Increase in Administration spend offset by increased income	8,651,000	-8,650,000
<u>Transfers from resource spending to capital spending (not capital grants)</u>			
A2	Transfer from Programme to Capital for the expansion and capabilities of the Security and Intelligence Agencies		-10,000,000

<u>Other changes</u>				
A2	<u>Take up of Departmental Unallocated Provision (DUP)</u> £14,100,000 Programme to cover the expansion and capabilities of the Security and Intelligence Agencies	14,100,000		
			<u>Total</u>	
	Total change in resources for RfR1	37,312,000	-29,950,000	7,362,000
	Total change in resources for Estimate			7,362,000

Changes in Capital

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>	
	<u>Changes related to movements in budgets</u>			
A7	<u>Drawdown of Capital DUP</u> £ 7,400,000 to cover the expansion and capabilities of the Security and Intelligence Agencies	7,400,000		
	<u>Other changes</u>			
	<u>Changes in non-operating appropriations-in-aid (fully offset by a change in expenditure)</u>			
A7:A8	Increase in Capital spend offset by increase in income	1,100,000	-1,100,000	
	<u>Transfers to capital (not capital grants) from resources</u>			
A7	Transfers from Programme to capital for the expansion and capabilities of the Security and Intelligence Agencies	10,000,000		
			<u>Total</u>	
	Total change in capital for Estimate	18,500,000	-1,100,000	17,400,000

- As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £34,760,000
- Symbols are explained in the Introduction to this booklet.

Security and Intelligence Agencies

Part I

	£
RfR 1: Protecting and promoting the national security and economic well being of the UK	7,362,000
Total additional net resource requirement	7,362,000
Additional net cash requirement	34,760,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Security and Intelligence Agencies on:

RfR 1: Protecting and promoting the national security and economic well being of the UK

Administration and operational costs, research and development works, equipment and other payments, and associated non-cash items.

The **Security and Intelligence Agencies** will account for this Estimate.

Part II: Changes proposed

Resources

£'000

	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Protecting and promoting the national security and economic well being of the UK					
		18,173	10,811	7,362	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Security and Intelligence Agencies	1,707,900	18,173	10,811	7,362	1,715,262
Total for Estimate		18,173	10,811	7,362	

Capital and Cash

£000

	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	302,933	18,500	321,433
Non-Operating A in A	648	1,100	1,748
Net cash requirement	1,729,786	34,760	1,764,546

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: Protecting and promoting the national security and economic well being of the UK								
100,306	1,717,569	-	1,817,875	96,113	1,721,762	321,433	1,748	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Security and Intelligence Agencies								
100,306	1,711,069	-	1,811,375	96,113	1,715,262	321,433	1,748	
Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
B Impairments								
-	6,500	-	6,500	-	6,500	-	-	
Total for Estimate:								
100,306	1,717,569	-	1,817,875	96,113	1,721,762	321,433	1,748	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	1,714,400	7,362	1,721,762
Voted capital items			
Capital	302,933	18,500	321,433
<i>Less:</i> Non-operating A in A	648	1,100	1,748
Total net voted capital	302,285	17,400	319,685
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-6,900	1,100	-5,800
Depreciation	-266,057	16,793	-249,264
New provisions and adjustments to previous provisions	-4,770	-7,884	-12,654
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-50,733	-11	-50,744
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	41,561	-	41,561
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-286,899	9,998	-276,901
Excess cash to be CFERd	-	-	-
Net Cash Requirement	1,729,786	34,760	1,764,546

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Administration Costs	
RfR1	86,499
Total Net Administration Costs	86,499
Net Programme Costs	
RfR1	1,635,263
Total Net Programme costs	1,635,263
Total Net Operating Cost	1,721,762
<i>of which:</i>	
Net Resource Requirement	1,721,762
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in Estimates	-
Resource Budget	1,722,262

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	1,721,762
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	
Consolidated Fund extra receipts in the OCS	-
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	1,721,762
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-
unallocated resource provision	500
Reductions in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	1,722,262
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	1,715,762
Annually Managed Expenditure (AME)	6,500

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	319,685
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non departmental public bodies	-
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	319,685
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	319,685
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

Request for Resources 1

Sir Gus O'Donnell

Sir Gus O'Donnell as the Accounting Officer of the Security and Intelligence Agencies has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Security and Intelligence Agencies.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

£'000

2008-09
Provision

RfR 1: Protecting and promoting the national security and economic well being of the UK

Administration	13,807
<i>of which:</i>	
Sale of goods and services	13,807
Programme	82,307
<i>of which:</i>	
Sale of goods and services	82,307
Total RfR1	96,113 †

† Amount that may be applied as operating appropriations in aid in addition to the net total, arising from: the sales of services to other government departments, the recovery of costs of staff on loan, recovery from staff for miscellaneous items and certain other services.

Total Operating A in A	96,113
-------------------------------	---------------

Analysis of non -operating appropriations in aid (A in A)

RfR 1: Protecting and promoting the national security and economic well being of the UK

Programme	1,748
<i>of which:</i>	
Sale of assets	1,748
Total RfR1	1,748 †

† Amount that may be applied as non-operating appropriations in aid, arising from: the sale of fixed assets and from the sale of freehold interest and land.

Total Non - operating A in A	1,748
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Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	7,362	-14,100	1,715,262	500	1,715,762
<i>of which: †</i>					
Administration budget	-1	-	86,499	500	86,999
Near-cash in RDEL	17,360	-14,100	1,403,300	500	1,403,800
Capital DEL ††	17,400	-7,400	319,685	-	319,685
Less Depreciation †††	16,793	-	-242,764	-	-242,764
Total	41,555	-21,500	1,792,183	500	1,792,683

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	£'000
	97,861

Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Introduction

1. This Supplementary Estimate is required for the following purposes:

Amount (£)
Increases Reductions

Changes in resources

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Section Reason for change

Changes related to movements in budgets

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Transfers of budgetary cover to/from other government departments</u>			
Subhead A2	Increase in near cash spending to fund transitional costs arising from the Health and Social Care Act 2008 and consequent changes in the process of dealing with complaints about NHS services, which will come into effect from 1 April 2009. This is a reallocation of Resource DEL from the Department of Health.	4,110,000	
		<u>Total</u> 4,110,000	-
Total change in resources for RfR1			<u>4,110,000</u>
Total change in resources for Estimate			<u>4,110,000</u>

Changes in Capital

Section Reason for change Increases Reductions

Changes related to movements in budgets

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Transfers of budgetary cover to/from other government departments</u>			
Subhead A7	Increase in Capital DEL to fund transitional costs arising from the Health and Social Care Act 2008 and consequent changes in the process of dealing with complaints about NHS services, which will come into effect from 1 April 2009. This is a reallocation of Capital DEL from the Department of Health.	520,000	
		<u>Total</u> 520,000	-
Total change in capital for RfR1			<u>520,000</u>
Total Change in Capital for Estimate			<u>520,000</u>

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £4,630,000.

3. Symbols are explained in the Introduction to this booklet.

Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Part I

£

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England	4,110,000
Total additional net resource requirement	4,110,000
Additional net cash requirement	4,630,000

SUPPLEMENTARY amounts required in the year ending 31 March 2009 for expenditure by the Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England on:

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Administration costs; capital expenditure; providing services to support the Public Services Ombudsman for Wales, the Scottish Public Services Ombudsman and the Northern Ireland Ombudsman together with cost sharing arrangements with the Commission for Local Administration in England and the Information Commissioner; and associated non-cash items.

The **Office of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England** will account for this Estimate.

Part II: Changes proposed

Resources

	£'000				
	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England					
		4,110	-	4,110	
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A Administration	24,026	4,110	-	4,110	28,136
Total for Estimate		4,110	-	4,110	

Capital and Cash

	£000		
	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	1,600	520	2,120
Non-Operating A in A	-	-	-
Net cash requirement	24,126	4,630	28,756

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England								
-	28,556	-	28,556	420	28,136	2,120	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Administration								
-	28,556	-	28,556	420	28,136	2,120	-	
Total for Estimate:								
-	28,556	-	28,556	420	28,136	2,120	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	24,026	4,110	28,136
Voted capital items			
Capital	1,600	520	2,120
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	1,600	520	2,120
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-1,900	-	-1,900
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	400	-	400
Total accruals to cash adjustments	-1,500	-	-1,500
Excess cash to be CFERd	-	-	-
Net Cash Requirement	24,126	4,630	28,756

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2008-09 provision
Net Programme Costs	
RfR1	28,136
Non-voted	187
Total Net Programme costs	28,323
Total Net Operating Cost	28,323
<i>of which:</i>	
Net Resource Requirement	28,136
Non-voted expenditure	187
Consolidated Fund Extra Receipts	-
Reduction in planned spend unable to be included in the Estimate	-
Resource Budget	28,323

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2008-09 Provision
Net Resource Requirement (Estimates)	28,136
<i>Adjustments to remove:</i>	
Provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
Non-voted expenditure in the OCS	187
Consolidated Fund extra receipts in the OCS	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Net Operating Costs (Accounts)	28,323
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-
European Union income related to capital grants	-
Voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Resource consumption of non departmental public bodies	-
Unallocated resource provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Resource Budget (Budget)	28,323
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	28,323
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2008-09 Provision
Net Voted Capital (Estimates)	2,120
<i>Adjustments to additionally include:</i>	
Other Consolidated Fund Extra Receipts	-
Capital spending by non departmental public bodies	-
Capital grants	-
European Union income related to capital grants	-
Supported capital expenditure (revenue)	-
Capital spending by levy funded bodies	-
Unallocated capital provision	-
Reduction in planned spend unable to be included in the Estimate	-
Other adjustments	-
Capital Budget (Budget)	2,120
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	2,120
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Parliamentary Commissioner for Administration and the Health Service Commissioner for England (known as the Parliamentary and Health Service Ombudsman (PHSO)) is appointed by Her Majesty by Letters Patent and is ex-officio Accounting Officer for the Request for Resource within this Estimate

Request for Resources 1

Ms Ann Abraham, Parliamentary Commissioner for Administration and Health Service Commissioner for England

Ann Abraham, as the ex-officio Accounting Officer of the Office of the Parliamentary Commissioner for Administration and Health Service Commissioner for England, has agreed with the Treasury that the Accounting Officer duties as laid down in Managing Public Money apply.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)**Analysis of operating appropriations in aid (A in A)**

£'000

2008-09

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Programme	420
<i>of which:</i>	
Sale of goods and services	420

Total RfR1	420 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: charges levies on the Public Services Ombudsman for Wales, the Scottish Public Services Ombudsman, the Northern Ireland Ombudsman, the Commissioner for Local Administration in England and the Commissioner for Information for the provision of Ombudsman and support services; and recovery of costs of staff on loan.

Total Operating A in A	420
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Notes to the Estimate (continued)**Departmental Expenditure Limits and Administration Budgets**

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	4,110	-	28,136	187	28,323
<i>of which:†</i>					
Administration budget	-	-	-	-	-
Near-cash in RDEL	4,110	-	26,236	587	26,823
Capital DEL ††	520	-	2,120	-	2,120
Less Depreciation †††	-	-	-1,900	-	-1,900
Total DEL	4,630	-	28,356	187	28,543

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

††† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Cash which may be retained to offset expenditure**£'000**

Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid

420



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