

Office of Rail Regulation

Introduction

This Supplementary Estimate is required for the following purposes:

£			
Changes in budgets, non-budget voted provision and cash	Increases	Reductions	Total
i. Treasury has agreed that ORR can move its creation of provision to DEL	300,000	-	
Total change in Resource DEL (Voted)	300,000	-	300,000
i. Treasury has agreed that ORR can move its creation of provision to DEL	-	-300,000	
Total change in Resource AME (Voted)	-	-300,000	-300,000
Due to an underspend in 10-11 deferred income carried forward was higher than usual, therefore ORR recovered less income in cash from the rail industry in 11-12. Expenditure has remained consistent so ORR has a shortfall in cash.	2,184,000	-	
Total change in Net cash requirement			2,184,000

Part I

	Voted	Non-Voted	Total
Departmental Expenditure Limit			
Resource	300,000	-	300,000
Capital	-	-	-
Annually Managed Expenditure			
Resource	-300,000	-	-300,000
Capital	-	-	-
Total Net Budget			
Resource	-	-	-
Capital	-	-	-
Non-Budget Expenditure	-		
Net cash requirement	2,184,000		

Supplementary amounts required in the year ending 31 March 2012 for expenditure by Office of Rail Regulation on:

Departmental Expenditure Limit:Expenditure arising from:

- 1) Administration of ORR, its support establishments, all associates of non-cash items and all activities as the combined economic and safety regulator including health and safety matters,
- 2) The regulation of access to railways,
- 3) The promotion of rail services, efficiencies and economy for those providing railway services,
- 4) Protecting the interests of railway services and railway users.

Income arising from:

- 1) Regulatory licences, concession agreements, levies,
- 2) Charges for courses and officers loaned to other organisations,
- 3) Income from publications and library services,
- 4) Travel costs from the European Community,
- 5) Income from High Speed 1 Limited; Channel Tunnel Intergovernmental Commission; Channel Tunnel Authority,
- 6) Income from recovery actions in connection with the successful legal cases and charges for administrative services to other government departments.

Part I

Annually Managed Expenditure:

Expenditure arising from:

The creation of provisions and non-cash items in relation to our activities.

Income arising from:

Other activities, Levies and Regulatory fees.

Office of Rail Regulation will account for this Estimate.

Part II: Changes Proposed

						£'000			
Present		Net Resources Changes		Revised		Present	Net Capital Changes	Revised	
Admin	Prog	Admin	Prog	Admin	Prog	7	8	9	
1	2	3	4	5	6				
Spending in Departmental Expenditure Limits (DEL)									
Voted expenditure									
	-298	-	300	-	2	-	800	-	800
<i>Of which:</i>									
A Economic regulation, admin, associated capital and other expenditure									
	-299	-	300	-	1	-	800	-	800
Total Spending in DEL									
		300	-					-	
Spending in Annually Managed Expenditure (AME)									
Voted expenditure									
	-	300	-	-300	-	-	-	-	-
<i>Of which:</i>									
<i>Economic regulation, admin, associated capital and other expenditure</i>									
	-	117	-	-117	-	-	-	-	-
<i>Safety Regulation, admin and other expenditure</i>									
	-	183	-	-183	-	-	-	-	-
Total Spending in AME									
		-	-300					-	
Total for Estimate									
		300	-300					-	
<i>Of which:</i>									
Voted expenditure									
		300	-300					-	
Non-voted expenditure									
		-	-					-	

£'000

	Present Plans	Changes	Revised Plans
Net cash requirement	-184	2,184	2,000

Part II: Revised subhead detail including additional provision**£'000**

Revised Plans								
Resources						Capital		
Gross	Administration	Net	Gross	Programme	Net	Gross	Income	Net
1	Income	3	4	Income	6	7	8	9
Spending in Departmental Expenditure Limits (DEL)								
Voted expenditure								
31,012	-31,010	2	-	-	-	800	-	800
<i>Of which:</i>								
A Economic regulation, admin, associated capital and other expenditure								
12,190	-12,189	1	-	-	-	800	-	800
B Safety Regulation, admin and other expenditure								
18,822	-18,821	1	-	-	-	-	-	-
Total Spending in DEL						800	-	800
31,012	-31,010	2	-	-	-	800	-	800
Spending in Annually Managed Expenditure (AME)								
Voted expenditure								
-	-	-	-	-	-	-	-	-
<i>Of which:</i>								
<i>Economic regulation, admin, associated capital and other expenditure</i>								
-	-	-	-	-	-	-	-	-
<i>Safety Regulation, admin and other expenditure</i>								
-	-	-	-	-	-	-	-	-
Total Spending in AME						-	-	-
-	-	-	-	-	-	-	-	-
Total for Estimate								
31,012	-31,010	2	-	-	-	800	-	800
<i>Of which:</i>								
Voted expenditure								
31,012	-31,010	2	-	-	-	800	-	800
Non-voted expenditure								
-	-	-	-	-	-	-	-	-

Part II: Resource to cash reconciliation

£'000

	Present Plans	Changes	Revised Plans
Net Resource Requirement	2	-	2
Net Capital Requirement	800	-	800
Accruals to cash adjustments	-986	2,184	1,198
<i>Of which:</i>			
<i>Adjustments to remove non-cash items:</i>			
Depreciation	-700	-	-700
New provisions and adjustments to previous provisions	-338	-	-338
Departmental Unallocated Provision	-	-	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-48	-	-48
<i>Adjustment for NDPBs:</i>	-	-	-
Remove voted resource and capital	-	-	-
Add cash grant-in-aid	-	-	-
<i>Adjustments to reflect movements in working balances:</i>	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	100	1,964	2,064
Use of provisions	-	220	220
Removal of non-voted budget items	-	-	-
<i>Of which:</i>			
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
Net Cash Requirement	-184	2,184	2,000

Part III: Note A - Forecast Operating Cost Statement & Reconciliation Table

	£'000
	Revised Plans
Gross Administration Costs	31,012
<i>Less:</i>	
Administration DEL Income	-31,010
Net Administration Costs	2
Gross Programme Costs	-
<i>Less:</i>	
Programme DEL Income	-
Programme AME Income	-
Non-budget income	-
Net Programme Costs	-
Total Net Operating Costs	2
<i>Of which:</i>	
Resource DEL	2
Capital DEL	-
Resource AME	-
Capital AME	-
Non-budget	-
<i>Adjustments to include:</i>	
Departmental Unallocated Provision (resource)	-
Consolidated Fund Extra Receipts in the budget but not in the OCS	-
<i>Adjustments to remove:</i>	
Capital in the OCS	-
Non-Budget Consolidated Fund Extra Receipts in the OCS	-
Other adjustments	-
Total Resource Budget	2
<i>Of which:</i>	
Resource DEL	2
Resource AME	-
<i>Adjustments to remove:</i>	
Consolidated Fund Extra Receipts in the resource budget	-
Other adjustments	-
Total Resource (Estimate)	2

Part III: Note B - Analysis of Departmental Income

	£'000
	Revised Plans
Voted Resource DEL	-31,010
<i>Of which:</i>	
Administration	
Regulatory licences, fines, penalties And taxes	-31,010
<i>Of which:</i>	
Section A: Economic regulation, admin, associated capital and other expenditure	-12,189
Section B: Safety Regulation, admin and other expenditure	-18,821
Total Voted Resource Income	-31,010

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

No CFER income or receipts are expected in 2011-12.

Part III: Note D - Explanation of Accounting Officer responsibilities

The Accounting Officer prepares resource accounts for each financial year.

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

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

In discharging these responsibilities, particular regard is given to:

- observing any accounting and disclosure requirements (including any Accounts Direction) and applying suitable accounting policies on a consistent basis;
- making judgements and estimates on a reasonable basis;
- stating whether applicable accounting standards, as set out in the Financial Reporting Manual (FRM), or an organisation's version of it, have been followed, and explain any material departures in the accounts; and
- preparing the accounts on a going concern basis.

The responsibilities of an Accounting Officer, including responsibility for regularity and propriety of the public finances for which an Accounting Officer is answerable, for keeping proper records and safeguarding assets, are also set out in Chapter 3 of *Managing Public Money*.