

# Department for Communities and Local Government

## Introduction

This Supplementary Estimate is required for the following purposes:

£			
Changes in budgets, non-budget voted provision and cash	Increases	Reductions	Total
<b><u>Inter Departmental Transfers</u></b>			
i. Transfer from DCLG - Communities to DCLG Local Government DEL to bring together funding for Recovery and High Street Support Schemes (section L) following 2011 Riots	13,000,000	-13,000,000	
ii. Transfer from Department for Business, Innovation and Skills to DCLG Local Government DEL to bring together funding for High Street Support scheme (section L) following 2011 riots	7,000,000		
iii. Transfer from Department for Business, Innovation and Skills for compensation for loss of Ordnance Survey receipts following Machinery of Government change from DCLG to BIS, used to meet DCLG Restructuring costs (section E)	7,300,000		
iv. Transfer from Department for Business, Innovation and Skills for the London Settlement (section A) to support the Mayor's new powers and functions resulting from the Localism Act	25,997,000		
v. Transfer to Department for Business, Innovation and Skills to bring together funding for closure of the Regional Development Agencies (section C)		-81,350,000	
vi. Transfer from Department for Environment, Food and Rural Affairs to bring together funding for the Regional Growth Fund (section C)	15,000,000		
vii. Transfer from Home Office to contribute to a joint fund led by DCLG to support the intergration of Gurkhas settling in the UK (section A)	500,000		
viii. Transfer from Ministry of Defence to contribute to a joint fund led by DCLG to support the intergration of Gurkhas settling in the UK (section A)	500,000		
<b><u>Machinery of Government (MoG) changes</u></b>			
ix. MoG transfer from Department for Education and Skills to support work on Troubled Families (section A), including an Administration element (section E)	16,977,000		
x. MoG transfer to Department for Business, Innovation and Skills for the Ordnance Survey programme to help prepare the ground for the establishment of a Public Data Corporation (sections D, E & F)		-80,925,000	

## Introduction

xi. MoG transfer from the Department for Business, Innovation and Skills for transfer of land and property assets which relates to the closure of Regional Development Agencies (section H), including an Administration element (section E)	35,294,000		
xii. MoG transfer to Ministry of Justice for Residential Property Tribunal Service programme (section B), to bring all housing and land tribunals under a single body		-10,399,000	
<b><u>Reserve Claims</u></b>			
xiii. Funding to DCLG Local Government for the Council Tax Freeze Grant (section L)	675,269,000		
<b><u>Budget Exchange</u></b>			
xiv. The use of Budget Exchange on Administration Budgets (section E)		-20,000,000	
xv. The use of Budget Exchange for DCLG - Local Government Budgets (section L & N)		-45,000,000	
<b><u>Other</u></b>			
xvi. Spending policy transfer from Resource to Capital to meet Commission for Local Administration (CLA) expected capital spending (section O)		-50,000	
<b>Total change in Resource DEL (Voted)</b>	<b>796,837,000</b>	<b>-250,724,000</b>	<b>546,113,000</b>
i. Tenant Services Authority payment of pension costs (section Q)	337,000	-337,000	
ii. Provision for the European Regional Development Fund audit for 2000-2006 programme (section R)		-30,000,000	
iii. Reduction in Central Administration provision to correct coding error made at Main Estimates (section S)	4,203,000	-4,203,000	
iv. Reduction in Government Offices Administration provision to correct coding error made at Main Estimates (section S)	3,113,000	-3,113,000	
v. Provisions related to early departure costs (section S)		-20,000,000	
vi. National Non Domestic Rates increased forecast (section T) to encourage Local Authorities to reduce their NNDR contributions (where appropriate) in year rather than year end to make outturn adjustments	450,000,000		
vii. MoG transfer from the Department for Business, Innovation and Skills for Transfer of land and property assets which relates to the closure of Regional Development Agencies (section W)	60,000,000		
viii. MoG transfer to Ministry of Justice for Residential Property Tribunal Service programme (section Q), to bring all housing and land tribunals under a single body		-100,000	
ix. Increase in provision for Firebuy programme (section U)		1,000	
<b>Total change in Resource AME (Voted)</b>	<b>517,653,000</b>	<b>-57,752,000</b>	<b>459,901,000</b>

## Introduction

### Inter Departmental Transfers

i. Transfer from Department for Transport for the Growing Places Fund programme (section B), intended to stimulate growth via investment in local infrastructure and the creation of sustainable revolving funds	125,000,000		
ii. Transfer from Department for Business, Innovation and Skills for the London Settlement (section A) to support the Mayor's new powers and functions resulting from the Localism Act	23,106,000		
iii. Transfer to Department for Business, Innovation and Skills to bring together funding for closure of the Regional Development Agencies (section C)		-69,000,000	
iv. Transfer from Department for Transport for the Regional Growth Fund programme (section C) to bring together funding for the Regional Growth Fund	145,000,000		

### Machinery of Government (MoG) changes

v. MoG transfer from the Department for Business, Innovation and Skills for transfer of land and property assets which relates to the closure of Regional Development Agencies (section H),	57,681,000		
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### Reserve Claims

vi. For Growing Places Fund Programme (section B) intended to stimulate growth via investment in local infrastructure and the creation of sustainable revolving funds	210,000,000		
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### Budget Exchange

vii. The use of Budget Exchange for DCLG - Communities Budgets (section G)		-69,000,000	
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### Other

viii. Repayment to Treasury as part of the Local Authority Social Housing Programme (section G), to provide DEL cover for increased levels of public sector borrowing created by the programme.		-30,390,000	
ix. Spending policy transfer from Resource to Capital to meet Commission for Local Administration (CLA) expected capital spending (section O)	50,000		

<b>Total change in Capital DEL (Voted)</b>	<b>560,837,000</b>	<b>-168,390,000</b>	<b>392,447,000</b>
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i. Reduction in Overhanging Debt forecast (section Q) due to issues for transfer of stock to housing associations for any authorities who may not complete the transfer transaction by March 2012		-288,000,000	
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<b>Total change in Capital AME (Voted)</b>		<b>-288,000,000</b>	<b>-288,000,000</b>
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Revisions to the net cash requirement reflect not only the changes to resources and capital as set out above but also adjustments to our non-cash items as set out in part SIIB

<b>Total change in Net cash requirement</b>			<b>1,396,937,000</b>
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**Part I**

	Voted	Non-Voted	Total
<b>Departmental Expenditure Limit - DCLG Communities</b>			
Resource † †† ††† ††††	-104,106,000	-	-104,106,000
Capital ††	392,397,000	-	392,397,000
<b>Departmental Expenditure Limit - DCLG Local Govt</b>			
Resource	650,219,000	-	650,219,000
Capital	50,000	-	50,000
<b>Annually Managed Expenditure</b>			
Resource †† ††††	459,901,000	-	459,901,000
Capital	-288,000,000	-	-288,000,000
<b>Total Net Budget</b>			
Resource	1,006,014,000	-	1,006,014,000
Capital	104,447,000	-	104,447,000
<b>Non-Budget Expenditure</b>	-		
<b>Net cash requirement † †† ††† ††††</b>	<b>1,396,937,000</b>		

Supplementary amounts required in the year ending 31 March 2012 for expenditure by Department for Communities and Local Government on:

**Departmental Expenditure Limit - DCLG Communities:**Expenditure arising from:

responsibility for the fire and rescue services, the Fire Service College trading fund; decentralising power to citizens and communities and promoting the Big Society including support to local areas and the voluntary and community sector to improve social and community action and increase empowerment to local communities; promoting race, gender and faith equality; tackling extremism and promoting sustainable, cohesive and integrated communities; responsibility for housing to buy and rent; tenant empowerment; homelessness, rough sleepers and supporting people to stay in their homes; building standards; support for homeowners; planning; Planning Inspectorate; encouraging action at neighbourhood level; promoting local environmental improvement including architecture; responsibility for regeneration and economic growth at the local level; Regional Growth Fund; European Regional Development Fund and Interregional assistance ( INTERREG); Olympics and Olympic Park legacy; Iron Bridge Gorge and other land stabilisation; zero carbon and climate change; analytical services; research, monitoring, statistics, advice and consultancies; geographical and statistical data; mapping data and services; Ordnance Survey trading fund; the Queen Elizabeth II Conference Centre trading fund; personal injury compensation claims by ex-employees (including those employed by predecessor departments); subscriptions and contributions to international organisations; administration of the Department for Communities and Local Government , its NDPBs and associated offices including the closure of the Government Offices; publicity, promotion and publications; communications; purchase, acquisition, hire, lease and rent of land, buildings, plant, equipment, machinery, vehicles and capital assets; special payments;

## Part I

net spending by NDPBs ( FiReBuy, Homes and Communities Agency, Infrastructure Planning Commission, Leasehold Advisory Service, London Thames Gateway Development Corporation, Residential Property Tribunal Service, Tenant Services Authority, Thurrock Development Corporation, West Northamptonshire Development Corporation, Building Regulations Advisory Committee); payments to other Government Departments in support of DCLG policy; and associated depreciation and any other non-cash costs falling in DEL. Local Services Support Grant; responsibility for tackling Troubled Families.

### Income arising from:

responsibility for the fire and emergency services; inspections by the Crown Property Inspection Group; Fire Service College trading fund;  
recovered grants relating to housing and regeneration programmes; the Planning Inspectorate;  
the European Union; former Single Regeneration Budget programme receipts;  
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, surveys and publicity; the Ordnance Survey and Queen Elizabeth II Conference Centre trading funds; donations; the disposal of land, buildings, water stores, plant, equipment, 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; receipts (including fees and charges for services) from local authorities and other Government Departments including agencies, non-departmental public bodies and overseas governments. Receipts relating to the Olympic Park.

### **Departmental Expenditure Limit - DCLG Local Govt:**

#### Expenditure arising from:

financial support to local authorities, including revenue support grant and national non-domestic rates; council tax freeze, emergency assistance, elected mayors; improvement, transformation and efficiency; intervention action and capacity building in local authorities; local government reviews and revisions to administrative and electoral boundaries; payments to specified bodies; payments to the Valuation Office Agency for rating and valuation services; Audit Commission disbanding costs; GLA General Grant; Private Finance Initiative Special Grant.  
net spending by NDPBs (Commission for Local Administration, Standards Board for England, Valuation Tribunals); and associated depreciation and any other non-cash costs falling in DEL.

#### Income arising from:

receipts (including fees and charges for services) from local authorities and other Government Departments including agencies, non-departmental public bodies and overseas governments.

### **Annually Managed Expenditure:**

#### Expenditure arising from:

fire superannuation; Housing Revenue Account subsidy; overhanging debt payments on disposal of local authority housing stock; loan charges; repayments of excess contributions made by local authorities in respect of non-domestic rates; Planning Inspectorate;  
net spending of NDPBs (Homes & Communities Agency, London Thames Gateway Development Corporation, Thurrock Development Corporation; Residential Property Tribunal Service).

#### Income arising from:

housing revenue receipts from local authorities; adjustments to commuted loan charges or residual loan charge grants; receipts relating to the Olympic Park.

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

## Part I

† The funding of the Troubled Families Unit was transferred from the Department for Education on 1 November 2011. Within the overall changes sought in this Estimate, the specific changes relating to this Machinery of Government change are:

- a) Departmental Expenditure Limit - DCLG Communities - Resource (voted) is increased by £16,977,000;
- b) and the net cash requirement is increased by £16,977,000.

†† Certain functions of the Regional Development Agencies (including responsibility for the Homes and Communities Agency) were transferred from the Department for Business Innovation and Skills on 1 September 2011. Within the overall changes sought in this Estimate, the specific changes relating to this Machinery of

- a) Departmental Expenditure Limit - DCLG Communities - Resource (voted) is increased by £35,294,000;
- b) Annually Managed Expenditure - Resource (voted) is increased by £60,000,000;
- c) Departmental Expenditure Limit - DCLG Communities - Capital (voted) is increased by £57,681,000;
- d) and the net cash requirement is increased by £92,975,000.

††† The functions of Ordnance Survey were transferred to the Department for Business Innovation and Skills on 1 July 2011. Within the overall changes sought in this Estimate, the specific changes relating to this Machinery of Government change are:

- a) Departmental Expenditure Limit - DCLG Communities - Resource (voted) is decreased by £80,925,000;
- b) and the net cash requirement is decreased by £80,925,000.

†††† The functions of the Residential Property Tribunal Service were transferred to Ministry of Justice on the 1 July 2011. Within the overall changes sought in this Estimate, the specific changes relating to this Machinery of Government change are:

- a) Departmental Expenditure Limit - DCLG Communities - Resource (voted) is decreased by £10,399,000;
- b) Annually Managed Expenditure - Resource (voted) is decreased by £100,000;
- c) and the net cash requirement is decreased by £10,140,000.

## Part II: Changes Proposed

£'000

	Present		Net Resources Changes		Revised		Present	Net Capital Changes	Revised
	Admin	Prog	Admin	Prog	Admin	Prog			
	1	2	3	4	5	6			
<b>Spending in DEL - DCLG Communities</b>									
<b>Voted expenditure</b>	419,087	1,635,190	-42,041	-62,065	377,046	1,573,125	3,462,600	392,397	3,854,997
<i>Of which:</i>									
A Localism	-	413,558	-	171,165	-	584,723	115,400	133,749	249,149
B Neighbourhoods	-	305,237	-	61,471	-	366,708	578,810	441,426	1,020,236
C Local Economies, Regeneration & European Programmes	-	354,696	-	113,249	-	467,945	158,782	222,714	381,496
D Research, Data and Trading Funds	-	76,593	-	-74,821	-	1,772	15,000	-15,000	-
E DCLG Staff, Building and Infrastructure Costs	419,087	106,762	-210,320	-53,056	208,767	53,706	10,000	-5,559	4,441
F Localism (NDPB)(net)	-	1,566	152	-	152	1,566	-	-	-
G Neighbourhoods (NDPB)(net)	-	33,060	159,137	-14,280	159,137	18,780	2,126,000	-246,772	1,879,228
H Local Economies, Regeneration & European Programmes (NDPB) (net)	-	236,894	8,990	-158,969	8,990	77,925	428,718	-108,271	320,447
<i>Departmental Unallocated Provision</i>	-	106,824	-	-106,824	-	-	29,890	-29,890	-
<b>Total Spending in DEL - DCLG Communities</b>			<b>-42,041</b>	<b>-62,065</b>				<b>392,397</b>	
<b>Spending in DEL - DCLG Local Govt</b>									
<b>Voted expenditure</b>	-	26,001,472	-	650,219	-	26,651,691	-	50	50
<i>Of which:</i>									
L Other grants and payments	-	779,759	-	686,279	-	1,466,038	-	-	-
N Audit Commission Disbanding	-	56,100	-	-36,010	-	20,090	-	-	-
O Local Government (NDPB)(net)	-	44,739	-	-50	-	44,689	-	50	50
<b>Total Spending in DEL - DCLG Local Govt</b>			<b>-</b>	<b>650,219</b>				<b>50</b>	
<b>Spending in Annually Managed Expenditure (AME)</b>									
<b>Voted expenditure</b>	-	51,265	-	459,901	-	511,166	658,000	-288,000	370,000
<i>Of which:</i>									
Q Neighbourhoods	-	-642,156	-	-437	-	-642,593	658,000	-288,000	370,000

## Part II: Changes Proposed

R	Local Economies, Regeneration & European Programmes	-	-	-	-30,000	-	-30,000	-	-	-
S	DCLG Staff, Building and Infrastructure Costs	-	-	-	-20,000	-	-20,000	-	-	-
T	Non-Domestic Rates Outturn adjustments	-	300,000	-	450,000	-	750,000	-	-	-
U	Localism (NDPB)	-	-	-	1	-	1	-	-	-
V	Neighbourhoods (NDPB)	-	35,503	-	337	-	35,840	-	-	-
W	Local Economies, Regeneration & European Programmes (NDPB) (net)	-	34,827	-	60,000	-	94,827	-	-	-
<b>Total Spending in AME</b>					<b>459,901</b>				<b>-288,000</b>	
<b>Total for Estimate</b>										
		<b>-42,041</b>	<b>1,048,055</b>						<b>104,447</b>	
<i>Of which:</i>										
	<b>Voted expenditure</b>				459,901				-288,000	
	<b>Non-voted expenditure</b>				-				-	

**£'000**

	<b>Present Plans</b>	<b>Changes</b>	<b>Revised Plans</b>
<b>Net cash requirement</b>	<b>31,966,712</b>	<b>1,396,937</b>	<b>33,363,649</b>

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

<b>Revised Plans</b>										
<b>Resources</b>						<b>Capital</b>				
<b>Gross</b>	<b>Administration</b>	<b>Net</b>	<b>Gross</b>	<b>Programme</b>	<b>Net</b>	<b>Gross</b>	<b>Income</b>	<b>Net</b>		
<b>1</b>	<b>Income</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	
<b>Spending in DEL - DCLG Communities</b>										
<b>Voted expenditure</b>										
406,063	-29,017	377,046	1,834,728	-261,603	1,573,125	4,197,541	-342,544	3,854,997		
<i>Of which:</i>										
A	Localism	-	-	604,673	-19,950	584,723	287,747	-38,598	249,149	
B	Neighbourhoods	-	-	368,840	-2,132	366,708	1,077,060	-56,824	1,020,236	
C	Local Economies, Regeneration & European Programmes	-	-	705,766	-237,821	467,945	628,618	-247,122	381,496	
D	Research, Data and Trading Funds	-	-	2,972	-1,200	1,772	-	-	-	
E	DCLG Staff, Building and Infrastructure Costs	228,734	-19,967	208,767	54,206	-500	53,706	4,441	-	4,441
F	Localism (NDPB)(net)	152	-	152	1,566	-	1,566	-	-	-
G	Neighbourhoods (NDPB)(net)	168,187	-9,050	159,137	18,780	-	18,780	1,879,228	-	1,879,228
H	Local Economies, Regeneration & European Programmes (NDPB) (net)	8,990	-	8,990	77,925	-	77,925	320,447	-	320,447
<i>Departmental Unallocated Provision</i>										
-	-	-	-	-	-	-	-	-	-	
<b>Total Spending in DEL - DCLG Communities</b>										
<b>406,063</b>	<b>-29,017</b>	<b>377,046</b>	<b>1,834,728</b>	<b>-261,603</b>	<b>1,573,125</b>	<b>4,197,541</b>	<b>-342,544</b>	<b>3,854,997</b>		
<b>Spending in DEL - DCLG Local Govt</b>										
<b>Voted expenditure</b>										
-	-	-	26,653,064	-1,373	26,651,691	50	-	50		
<i>Of which:</i>										
I	Revenue Support Grant	-	-	5,905,455	-	5,905,455	-	-	-	
J	Non-Domestic Rates Payments	-	-	19,000,000	-	19,000,000	-	-	-	
K	London Governance	-	-	63,419	-	63,419	-	-	-	
L	Other grants and payments	-	-	1,467,411	-1,373	1,466,038	-	-	-	
M	Valuation Services	-	-	152,000	-	152,000	-	-	-	
N	Audit Commission Disbanding	-	-	20,090	-	20,090	-	-	-	
O	Local Government (NDPB)(net)	-	-	44,689	-	44,689	50	-	50	
<b>Total Spending in DEL - DCLG Local Govt</b>										
<b>-</b>	<b>-</b>	<b>-</b>	<b>26,653,064</b>	<b>-1,373</b>	<b>26,651,691</b>	<b>50</b>	<b>-</b>	<b>50</b>		

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

<b>Revised Plans</b>									
<b>Resources</b>						<b>Capital</b>			
<b>Gross</b>	<b>Administration</b>	<b>Net</b>	<b>Gross</b>	<b>Programme</b>	<b>Net</b>	<b>Gross</b>	<b>Income</b>	<b>Net</b>	
<b>1</b>	<b>Income</b>	<b>3</b>	<b>4</b>	<b>Income</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	
<b>Spending in Annually Managed Expenditure (AME)</b>									
<b>Voted expenditure</b>									
	-	-	-	8,763,223	-8,252,057	511,166	370,000	-	370,000
<i>Of which:</i>									
P	Localism	-	-	323,091	-	323,091	-	-	-
Q	Neighbourhoods	-	-	7,609,464	-8,252,057	-642,593	370,000	-	370,000
R	Local Economies, Regeneration & European Programmes	-	-	-30,000	-	-30,000	-	-	-
S	DCLG Staff, Building and Infrastructure Costs	-	-	-20,000	-	-20,000	-	-	-
T	Non-Domestic Rates Outturn adjustments	-	-	750,000	-	750,000	-	-	-
U	Localism (NDPB)	-	-	1	-	1	-	-	-
V	Neighbourhoods (NDPB)	-	-	35,840	-	35,840	-	-	-
W	Local Economies, Regeneration & European Programmes (NDPB) (net)	-	-	94,827	-	94,827	-	-	-
<b>Total Spending in AME</b>									
-	-	-	<b>8,763,223</b>	<b>-8,252,057</b>	<b>511,166</b>	<b>370,000</b>	<b>-</b>	<b>370,000</b>	
<b>Total for Estimate</b>									
<b>406,063</b>	<b>-29,017</b>	<b>377,046</b>	<b>37,251,015</b>	<b>-8,515,033</b>	<b>28,735,982</b>	<b>4,567,591</b>	<b>-342,544</b>	<b>4,225,047</b>	
<i>Of which:</i>									
<b>Voted expenditure</b>									
406,063	-29,017	377,046	37,251,015	-8,515,033	28,735,982	4,567,591	-342,544	4,225,047	
<b>Non-voted expenditure</b>									
-	-	-	-	-	-	-	-	-	

**Part II: Resource to cash reconciliation**

£'000

	Present Plans	Changes	Revised Plans
<b>Net Resource Requirement</b>	<b>28,107,014</b>	<b>1,006,014</b>	<b>29,113,028</b>
<b>Net Capital Requirement</b>	<b>4,120,600</b>	<b>104,447</b>	<b>4,225,047</b>
<b>Accruals to cash adjustments</b>	<b>-260,902</b>	<b>286,476</b>	<b>25,574</b>
<i>Of which:</i>	-	-	-
<i>Adjustments to remove non-cash items:</i>	-	-	-
Depreciation	-36,384	1,650	-34,734
New provisions and adjustments to previous provisions	-7,733	57,416	49,683
Departmental Unallocated Provision	-136,714	136,714	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-	-20,000	-20,000
<i>Adjustment for NDPBs:</i>	-	-	-
Remove voted resource and capital	-3,074,458	466,930	-2,607,528
Add cash grant-in-aid	2,987,071	-347,918	2,639,153
<i>Adjustments to reflect movements in working balances:</i>	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-1,000	-1,000
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	7,316	-7,316	-
<b>Removal of non-voted budget items</b>	-	-	-
<i>Of which:</i>	-	-	-
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
<b>Net Cash Requirement</b>	<b>31,966,712</b>	<b>1,396,937</b>	<b>33,363,649</b>

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

	£'000
	Revised Plans
Gross Administration Costs	406,063
<i>Less:</i>	
Administration DEL (DCLG Communities) Income	-29,017
Administration DEL (DCLG Local Govt) Income	-
<b>Net Administration Costs</b>	<b>377,046</b>
Gross Programme Costs	41,631,199
<i>Less:</i>	
Programme DEL (DCLG Communities) Income	-570,049
Programme DEL (DCLG Local Govt) Income	-1,373
Programme AME Income	-8,252,057
Non-budget income	-6,404,300
<b>Net Programme Costs</b>	<b>26,403,420</b>
<b>Total Net Operating Costs</b>	<b>26,780,466</b>
<i>Of which:</i>	
Resource DEL (DCLG Communities)	1,949,522
Resource DEL (DCLG Local Govt)	26,651,691
Capital DEL (DCLG Communities)	3,715,145
Capital DEL (DCLG Local Govt)	-
Resource AME	498,408
Capital AME	370,000
Non-budget	-6,404,300
<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	-3,980,845
Non-Budget Consolidated Fund Extra Receipts in the OCS	6,404,300
Other adjustments	-90,893
<b>Total Resource Budget</b>	<b>29,113,028</b>
<i>Of which:</i>	
Resource DEL (DCLG Communities)	1,950,171
Resource DEL (DCLG Local Govt)	26,651,691
Resource AME	511,166
<i>Adjustments to remove:</i>	
Consolidated Fund Extra Receipts in the resource budget	-
Other adjustments	-
<b>Total Resource (Estimate)</b>	<b>29,113,028</b>

## Part III: Note B - Analysis of Departmental Income

	£'000
	Revised Plans
<b>Voted Resource DEL - DCLG Communities</b>	<b>-290,620</b>
<i>Of which:</i>	
Administration	
Sale of goods and services	-29,017
<i>Of which:</i>	
Section E: DCLG Staff, Building and Infrastructure Costs	-19,967
Section G: Neighbourhoods (NDPB)(net)	-9,050
Total Administration	-29,017
Programme	
Sale of goods and services	-20,804
<i>Of which:</i>	
Section A: Localism	-19,572
Section B: Neighbourhoods	-132
Section C: Local Economies, Regeneration & European Programmes	-600
Section E: DCLG Staff, Building and Infrastructure Costs	-500
EU income	-237,221
<i>Of which:</i>	
Section C: Local Economies, Regeneration & European Programmes	-237,221
Other grant income (including repayments of grants/subsidies)	-2,000
<i>Of which:</i>	
Section B: Neighbourhoods	-2,000
Interest and dividends	-1,578
<i>Of which:</i>	
Section A: Localism	-378
Section D: Research, Data and Trading Funds	-1,200
Total Programme	-261,603
<b>Voted Resource DEL - DCLG Local Govt</b>	<b>-1,373</b>
<i>Of which:</i>	
Programme	
Sale of goods and services	-1,373
<i>Of which:</i>	
Section L: Other grants and payments	-1,373
<b>Voted Resource AME</b>	<b>-8,252,057</b>
<i>Of which:</i>	
Programme	
Other grant income (including repayments of grants/subsidies)	-8,252,057
<i>Of which:</i>	
Section Q: Neighbourhoods	-8,252,057
<b>Total Voted Resource Income</b>	<b>-8,544,050</b>

## Part III: Note B - Analysis of Departmental Income

	£'000
	Revised Plans
<b>Voted Capital DEL - DCLG Communities</b>	<b>-342,544</b>
<i>Of which:</i>	
Programme	
EU income	-247,122
<i>Of which:</i>	
Section C: Local Economies, Regeneration & European Programmes	-247,122
Other grant income (including repayments of grants/subsidies)	-56,824
<i>Of which:</i>	
Section B: Neighbourhoods	-56,824
Interest and dividends	-4,500
<i>Of which:</i>	
Section A: Localism	-4,500
Sale of assets	-34,098
<i>Of which:</i>	
Section A: Localism	-34,098
<b>Total Voted Capital Income</b>	<b>-342,544</b>

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

The following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	£'000					
	Present Plans		Changes		Revised Plans	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Income in budgets surrendered to the Consolidated Fund (resource)	-	-	-	-	-	-
Income in budgets surrendered to the Consolidated Fund (capital)	-	-	-	-	-	-
Non-budget amounts collectable on behalf of the Consolidated Fund (in the OCS)	100,000	<i>100,000</i>	-6,504,300	<i>-6,504,300</i>	-6,404,300	<i>-6,404,300</i>
<b>Total</b>	<b>100,000</b>	<b><i>100,000</i></b>	<b>-6,504,300</b>	<b><i>-6,504,300</i></b>	<b>-6,404,300</b>	<b><i>-6,404,300</i></b>

#### Detailed description of CFER sources

	£'000					
	Present Plans		Changes		Revised Plans	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
<b>Non-Budget</b>						
Capital Pooled Housing Receipts	100,000	<i>100,000</i>	-204,300	<i>204,300</i>	-104,300	<i>-104,300</i>
Housing Revenue Account Subsidy Reform	-	-	-6,300,000	<i>-6,300,000</i>	-6,300,000	<i>-6,300,000</i>
<b>Total</b>	<b>100,000</b>	<b><i>100,000</i></b>	<b>-6,504,300</b>	<b><i>-6,504,300</i></b>	<b>-6,404,300</b>	<b><i>-6,404,300</i></b>

## 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:

**Principal Accounting Officer** Sir Bob Kerslake

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

### NDPB Accounting Officers

Neil O'Connor	FiReBuy
Pat Ritchie	Homes and Communities Agency
Mike Biles	Independent Housing Ombudsman Limited
Anthony Essien	The Leasehold Advisory Service
Claer Lloyd-Jones	Tenant Services Authority
Peter Andrew	London Thames Gateway Development Corporation
Niall Lindsay	Thurrock Development Corporation
Peter Mawson	West Northamptonshire Development Corporation
John Saunders	Infrastructure Planning Commission
Tim Lesley	Standards Board for England
Dr Jane Martin	Commission for Local Administration
Antonio Masella	Valuation Tribunal for England

Sir Bob Kerslake 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 (FRoM), 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*.

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

**Part III: Note E - Non-Departmental Public Bodies****£'000**

<b>Section in Part II: Subhead Detail</b>		<b>Body</b>	<b>Resources</b>	<b>Capital</b>	<b>Grant-in-aid</b>
<b>DCLG Communities</b>					
G, H, V, W	Homes and Communities Agency		239,748	2,095,742	2,384,026
F, U	Firebuy		1,719		1,718
G	Infrastructure Planning Commission		6,025		6,025
G	Leasehold Advisory Service		1,316		1,239
G, H	West Northamptonshire Development Corporation		3,413	6,000	9,203
G, V	Tenant Services Authority		23,755	529	22,297
H, W	London Thames Gateway Development Corporation		6,450		4,850
H, W	Thurrock Development Corporation		18,904	12,500	21,354
G	Building Regulations Advisory Committee		15		
H	Regional Development Agencies (for the purpose of European Regional Development Fund only)*		61,769	84,904	146,673
<b>DCLG Local Govt.</b>					
O	Standards for England		20,500		18,384
O	Commission for Local Administration		14,789	50	14,443
O	Valuation Tribunals		9,400		8,941
<b>Total</b>			<b>407,803</b>	<b>2,199,725</b>	<b>2,639,153</b>

\*Regional Development Agencies are formally the responsibility of the Department for Business, Innovation and Skill but acted as managing agents for European Regional Development Fund money until July 2011.

### **Part III: Note F - Accounting Policy changes**

In 2011-12 we will have income formerly treated as a Consolidated Fund Extra Receipts that moves into Annually Managed Expenditure. The consequential changes to the accounts are treated as a change of accounting policy with consequent restatement of the prior year figures to a consistent basis.

## Part III: Note K - Contingent Liabilities

Nature of liability	£'000
<b>STATUTORY</b>	
Homeowners Mortgage Support Scheme (HMSS): Statutory Contingent Liability taken on under the provisions of the Banking Act 2009 in respect of Homeowners Support Scheme.	993
Payments to Local Authorities under the Defective Housing grant scheme. Claims for repair or repurchase of defective Right to Buy homes sold by local authorities between 1980 and 1985.	250-750
<b>NON STATUTORY</b>	
Crossrail – agreement, if certain conditions are met, to pay for a shortfall in the amount raised through a Statutory Planning charge.	10,000 – 300,000
Treasury Solicitor manages a total of about 220 low liability litigation cases for the Department.	500
Housing Management: Potential contractual liability arising from the Tenant Deposit Protection Scheme.	Unquantifiable
Indemnity given to the Fire and Rescue Services in respect of possible incidents because of mass decontamination.	Unquantifiable
The Department has made commitments to fund pension deficits on certain of its Arms Length Bodies. In the event of the reorganisation or abolition of those bodies, the Department may face liabilities relating to those commitments. The timing and value of any such payments are very difficult to predict. The most significant deficit based on latest valuations relates to the Audit Commission Pension Scheme. It is planned that a Crown Guarantee will be provided to scheme Trustees to avoid early crystallisation of liabilities as a result of the weakening of the employer covenant in the context of the Audit Commission's forthcoming closure.	Unquantifiable
Potential liability for restitution claims in respect of local property enquiry searches.	Unquantifiable

