
Central Government Supply Estimates 2005–06

Revised Spring Supplementary Estimate

March 2006

Central Government Supply Estimates

2005–06

for the year ending 31 March 2006

Revised Spring Supplementary Estimate

*Presented by Command of Her Majesty
Ordered by the House of Commons to be printed
6th March 2006*

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TREASURY CHAMBERS
6 March 2006

JOHN HEALEY

Section 1.

Introduction

1. Supply Estimates are the means by which the Government seeks from Parliament sufficient funds and fresh parliamentary authority for the bulk of its own expenditure each year. A full description of Supply Estimates was included in the Main Estimates (*HC 2*) presented to Parliament on 25 May 2005.

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 three regular 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 any 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.

Total Estimates to Date

3. For the current year, Main Estimates for each department were presented to Parliament on 25 May 2005 and winter Supplementary Estimates were presented on 17 November 2005.

4. This booklet, which follows the main batch of spring Supplementary Estimates, contains one revised spring Supplementary Estimate that replaces the corresponding Supplementary Estimate in the main batch of Supplementaries presented on 14 February 2006 in *HC 827*. This revised Estimate is required in order to fully reflect the increase in net resources in the HM Treasury Estimate as a result of the Machinery of Government transfer from the Cabinet Office in respect of the Government Social Research unit. The total provision sought by HM Treasury and summarised in this booklet increases resources by **£913,000** to **£448,909,234,000** and cash by **£8,462,000** to **£364,872,412,000**.

Table 1.1 Total Estimates to date		£ million
	Resources	Cash
Main Estimates (<i>HC 2, 3, 4 and 5 of 2005–06</i>)	435,778	352,557
Winter Supplementary Estimates (<i>HC 672</i>)	3,184	4,678
Spring Supplementary Estimates (<i>HC 827, 908</i>) (Section 2 of these booklets)	9,946	7,638
Revised Spring Supplementary Estimate (net change over spring Supplementary Estimate) (Section 2 of this booklet)	1	—
Total	448,909	364,872

**Public Expenditure: Total
Managed Expenditure**

5. The main aggregate for public expenditure control is Total Managed Expenditure, which includes Departmental Limits (DEL) for which firm three year plans were set in the 2004 Spending Review and Annually Managed Expenditure (AME) 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 2005 (Cm 6521)* and in Section 2 of *Central Government Supply Estimates: Main Estimates 2005–06 Supplementary Budgetary Information (Cm 6489)*.

6. 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).

7. The net effect of the Estimate within this booklet is to increase resources within DEL by £914,000. The increase results from a Machinery of Government transfer from the Cabinet Office and has no implications for the DEL Reserve.

**Departmental Expenditure
Limits**

8. 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 DELs, capital and resource, for 2005–06 were set out in Section 2 of *Central Government Supply – Estimates 2005–06 – Supplementary Budgetary Information (Cm 6489)*. The presumption is that DELs, once set, will not be changed (other than for transfer of provision between DELs), even if there are unexpected fluctuations in costs or other determinants of expenditure.

9. Aside from transfers, 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.

- Parliamentary Procedure** 10. Supplementary Estimates seek funds for expenditure in addition to that sought in previous Supply Estimates for the same financial year. They may be presented:
- (a) to seek authority, and additional resources and/or cash as necessary, for any new services;
 - (b) to increase the provision for existing services;
 - (c) to increase net resources if a shortfall is expected in income appropriated in aid;
or
 - (d) to increase appropriations in aid.
11. The House of Commons has an opportunity to debate and vote on Supplementary, and any New or Revised, Estimates following detailed examination by departmental Select Committees. This process is described more fully in Section 4 of *HC 2*.
- Format of Supplementary Estimates** 12. Each Supplementary Estimate begins with an explanatory introduction explaining why changes to existing provision are being sought. The format and organisation of Estimates are explained more fully in Section 2 of *HC 2*.
13. Part I of each Supplementary Estimate states, as necessary, the additional 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.
14. 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 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 shows a reconciliation between the net resource total and the net cash requirement.
15. Part III of the Estimate shows, as necessary, any changes to the income and/or receipts which are not appropriated in aid of expenditure but are paid into the Consolidated Fund.
16. Each Supplementary Estimate is supported by a Forecast Operating Cost Statement and Notes broadly analogous to those appended to the resource-based 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** 17. 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 18. For convenience the symbols used throughout departmental Estimates are reproduced below.

Public Expenditure:

- ⊖ Income which is classified as negative in Resource Budget: DEL or Capital Budget: DEL in respect of income from capital receipts including assets sales and which are, 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 in Resource Budget: AME or Capital Budget: AME and which are, 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 “non-budget” 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

Section 2.

Supplementary Estimate

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

Increases:

Financial Inclusion Fund

- | | | |
|----|--|---------|
| 1. | administration | 600,000 |
| | RfR 1: subhead A1 | |
| | switch of funding from non-voted Financial Inclusion Fund to voted expenditure | |

Machinery of Government change

- | | | |
|----|--|---------|
| 1. | administration | 914,000 |
| | RfR 1: subheads A1 and A5 | |
| | change to reflect the transfer of the Government Social Research Unit from Cabinet Office to HM Treasury (£1,050,000 expenditure, £136,000 a-in-a) | |

Decreases:

Transfers between RfRs

- | | | |
|----|---|------------|
| 1. | administration/programme | -7,491,000 |
| | RfR 1: subhead A1 to RfR 2 : subhead A2 (£3,700,000) and RfR 3: subhead A1 (£2,687,000) and subhead A2 (£1,104,000) | |
| | transfer from RfR1 to RfR 2 for increased spend on coinage and RfR 3 for work on improving efficiency within government | |
| 2. | administration/programme | -1,423,000 |
| | RfR 1: subhead B1 to RfR3: subhead A2 | |
| | transfer from RfR1 to RfR 3 for work on improving efficiency within government | |
| 3. | programme | -3,666,000 |
| | RfR 1: subhead A2 to RfR 3: subhead A2 | |
| | transfer from RfR1 to RfR 3 for work on improving efficiency within government | |
| 4. | programme | -2,672,000 |
| | RfR 1: subhead B2 to RfR 3: subhead A2 | |
| | transfer from RfR1 to RfR 3 for work on improving efficiency within government | |

Neutral Changes:

Virement within the RfR

- | | | |
|----|---|--|
| 1. | programme | |
| | RfR 1: subhead A2 to RfR 1: subhead C3 | |
| | virement of £155,000 from core Treasury programme to the Parliamentary Bodies | |

Introduction (*continued*)

2. programme Annually Managed Expenditure
RfR 1: subhead F2 to subhead G2
virement of £500,000 cost of capital for possible charges should saleable artefacts be recovered from HMS Sussex

Increased spending offset by income

1. administration costs
RfR 1: subheads A1 and A5
increase to a-in-a of £4,553,000 with matching expenditure
2. administration costs
RfR 1: subheads B1 and B5
increase to a-in-a of £2,350,000 with matching expenditure
3. programme
RfR 1: subheads A2 and A5
increase to a-in-a of £1,319,000 with matching expenditure
4. programme
RfR 1: subheads A2 and A5
a-in-a of Pool Re income £86,000 and matching increased expenditure on administration of Pool Re
5. programme
RfR 1: subheads B2 and B5
increase to a-in-a of £2,258,000 with matching expenditure

Change to ambit

1. to allow appropriation in aid of income to cover expenditure on administration of Treasury related bodies

Total changes in resources for RfR1 -13,738,000

RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage

Increase

Transfer between RfRs

1. programme 3,700,000
RfR 2: subhead A2 from RfR 1: subhead A1
transfer from RfR 1 for increased spend on coinage

Neutral Change:

1. programme
RfR 1: subheads A2 and A5
increase to a-in-a of £500,000 with matching expenditure

Decrease

Reduction of AME provision

1. programme -3,935,000
RfR2: subhead B2
reduction reflecting latest forecast

Total changes in resources for RfR2 -235,000

Introduction (*continued*)

RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis

Increases:

Transfer from non-voted spending

1.	programme	3,335,000
	RfR 3: subhead A2	
	Switch of non-voted Efficiency Challenge Fund allocation to voted expenditure	

Transfers between RfRs

1.	administration	2,687,000
	RfR 3: subhead A1 from RfR1: subhead A1	
	transfer from RfR1 to RfR 3 for OGC's work on its expanded remit, particularly on improving efficiency within government	
2.	administration/programme	8,865,000
	RfR 3: subhead A2 from RfR1: subheads A1 (£1,104,000), B1 (£1,423,000), A2 (£3,666,000) and B2 (£2,672,000)	
	transfer from RfR1 to RfR 3 for OGC's work on its expanded remit, particularly on improving efficiency within government and for changes in the provisions for the residual vacant estate	

Neutral Changes:

Increased spending offset by income

1.	administration/programme	
	RfR 1: subheads A1, A2 and A5	
	increase to a-in-a of £325,000 with matching expenditure	

Total changes in resources for RfR3 14,887,000

Total changes in resources for Estimate 914,000

Changes in capital

Increase

RfR3 subhead A7	1,840,000
-----------------	-----------

Decrease

RfR1 subhead A7	-1,565,000
-----------------	------------

RfR1 subhead B7	-640,000
-----------------	----------

RfR3 subhead B8	-1,380,000
-----------------	------------

Total changes in capital for Estimate -1,745,000

- As a result of the above there is an increase in the net cash requirement of £8,462,000.
- Symbols are explained in the Introduction to this booklet.

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	* †	-13,738,000
RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage	†	-235,000
RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis	†	14,887,000
Total additional net resource requirement		914,000
Additional net cash requirement	*	8,462,000

SUPPLEMENTARY amounts required in the year ending 31 March 2006 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; expenditure by the office of the HM Paymaster (OPG) for the provision of banking and related services to government departments and other bodies; grants in aid to four Parliamentary bodies, expenses in connection with honours and gratuities, a grant in aid to the Statistics Commission, expenditure of the Debt Management Office, payments under an indemnity guarantee in respect of Paymaster, expenditure on administration of Treasury related bodies, payments to the Royal Mint, compensation payments arising from gilt administration, management and sales of residual government shareholdings and holdings of privatised companies' debt, 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.

RfR 3: 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, 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.

Footnotes

* The Government Social Research Unit (RfR1, within Section A) is being transferred from the Cabinet Office on 13 February 2006. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer are: (i) the net resource requirement is increased by £914,000 and operating appropriations-in-aid are increased by £136,000; (ii) the net cash requirement is increased by £914,000.

† The reduction in the net resource requirement for RfR1 of £ 13,738,000 and for RfR2 of £ 235,000 is offset by a reallocation of those resources to RfR3.

Part II: Changes proposed

£'000

Resources	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					
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - A Core Treasury	126,744	-3,704	6,094	-9,798	116,946
RfR 1 - B Debt Management Office	14,587	513	4,608	-4,095	10,492
RfR 1 - C Parliament and Privy Council	2,940	155	-	155	3,095
Spending in Annually Managed Expenditure (AME)					
RfR 1 - F Investment in Bank of England	95,100	-500	-	-500	94,600
RfR 1 - G HMS Sussex artefacts	-	500	-	500	500
Total RfR 1		-3,036	10,702	-13,738	
RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage					
Spending in Departmental Expenditure Limits (DEL)					
RfR 2 - A UK coinage	29,700	4,200	500	3,700	33,400
Spending in Annually Managed Expenditure (AME)					
RfR 2 - B UK coinage	6,782	-3,935	-	-3,935	2,847
Total RfR 2		265	500	-235	
RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis					
Spending in Departmental Expenditure Limits (DEL)					
RfR 3 - A Office of Government Commerce	41,753	15,212	325	14,887	56,640
Total RfR 3		15,212	325	14,887	
Total Changes to RfRs		12,441	11,527	914	

	Present Provision	Change in Provision	£000 New Provision
Capital and Cash			
Total Capital Expenditure	7,200	-365	6,835
Non-Operating A in A	-	1,380	1,380
Net cash requirement	216,384	8,462	224,846

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								
122,685	119,500	3,095	245,280	17,715	227,565	2,575	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Core Treasury								
110,103	19,250	-	129,353	12,407	116,946	1,815	-	
B Debt Management Office								
12,000	3,800	-	15,800	5,308	10,492	760	-	
C Parliament and Privy Council								
-	-	3,095	3,095	-	3,095	-	-	
D Statistics Commission								
-	1,350	-	1,350	-	1,350	-	-	
E Royal Mint								
582	-	-	582	-	582	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
F Investment in Bank of England								
-	94,600	-	94,600	-	94,600	-	-	
G HMS Sussex artefacts								
-	500	-	500	-	500	-	-	
RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage								
-	36,747	-	36,747	500	36,247	-	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A UK coinage								
-	33,900	-	33,900	500	33,400	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
B UK coinage								
-	2,847	-	2,847	-	2,847	-	-	
RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis								
59,226	12,423	-	71,649	15,009	56,640	4,260	1,380	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Office of Government Commerce								
59,226	12,423	-	71,649	15,009	56,640	4,260	1,380	
Total for Estimate:								
181,911	168,670	3,095	353,676	33,224	320,452	6,835	1,380	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net total Resources	319,538	914	320,452
Voted capital items			
Capital expenditure	7,200	-365	6,835
<i>Less: non-operating A in A</i>	<u>-</u>	<u>1,380</u>	<u>1,380</u>
Total net voted capital	7,200	-1,745	5,455
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-101,745	3,780	-97,965
Depreciation	-15,181	8,663	-6,518
New provisions and adjustments to previous provisions	1,665	-4,544	-2,879
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-60	-432	-492
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	2,402	2,402
Increase(-)/decrease (+) in creditors	-	511	511
Use of provisions	<u>4,967</u>	<u>-174</u>	<u>4,793</u>
Total accruals to cash adjustments	-110,354	10,206	-100,148
Excess cash to be CFERd	-	-	-
Adjustment to reflect underspend in cash		-913	-913
Net cash requirement	216,384	8,462	224,846

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):

	<u>Present provision</u>		<u>New provision</u>	
	Income	Receipts	Income	Receipts
Operating income not classified as A in A	70,548	-	79,550	<i>70,000</i>
Non-operating income not classified as A in A	-	-	13,000	<i>13,000</i>
Other amounts collectable on behalf of the Consolidated Fund	1,341	-	1,341	<i>1,341</i>
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	<u>71,889</u>	<u>-</u>	<u>93,891</u>	<u><i>84,341</i></u>

Forecast Operating Cost Statement

		£'000
		2005-06 provision
<hr/>		
Net Administration Costs		
RfR 1	113,233	
RfR 2	-	
RfR 3	45,607	
	<hr/>	
Total Net Administration Costs		158,840
Net Programme Costs		
RfR 1	34,782	
RfR 2	36,247	
RfR 3	11,033	
Non-voted expenditure	17,577	
	<hr/>	
Total Net Programme costs		99,639
Total Net Operating Cost		258,479
<i>of which:</i>		
Net Resource Outturn		320,452
CFERs		-79,550
Non-voted expenditure		17,577
Resource Budget Outturn		308,638
<hr/>		

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2005-06 Provision
Net Resource Outturn (Estimates)	320,452
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	17,577
Consolidated Fund extra receipts (CFERS) in the OCS	-79,550
Other adjustments	-
Net Operating Costs (Accounts)	258,479
<i>Adjustments to remove:</i>	
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	26,159
resource consumption of non departmental public bodies	-
unallocated resource provision	5,778
Other adjustments	18,222
Resource Budget Outturn (Budget)	308,638
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	256,978
Annually Managed Expenditure (AME)	50,747

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2005-06 Provision
Net Voted Capital Outturn (Estimates)	5,455
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
<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	-
Other adjustments	-
Capital Budget Outturn (Budget)	5,455
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	5,455
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	Nicholas Macpherson, Principal Accounting Officer and permanent head of department
Request for Resources 2	Nicholas Macpherson, Principal Accounting Officer and permanent head of department
Request for Resources 3	John Oughton, Additional Accounting Officer and 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 HM Treasury'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, in addition to his responsibilities for the assigned RFRs, remains in general overall charge of HM Treasury.

The responsibilities of an Accounting Officer are set out in Annex 4.1 of Government Accounting. 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 HM Treasury's policies, aims, and objectives; and should regularly review the effectiveness of that system.

In accordance with Government Accounting requirements the relationship between the Principal Accounting Officer 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 appropriations in aid (A in A)

	£'000	
	2005-06 Provision	
	Operating A in A	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		
Charges for courses, services provided by the Economist Group Management Unit and officers loaned to other organisations, sales of publications, receipts from the European Union; costs from minor occupiers; recovery actions in connection with Barlow Clowes; administration of Pool Re; receipts of fees for use of conference facilities in 1 Horse Guards Road and European Fast Stream income from Cabinet Office	4,802	-
Fees and charges for services provided by the OPG	6,500	-
Other core Treasury programme income	1,105	-
Income due to the Debt Management Office for data provision, management and administration of certain public and private funds and provision of a lending service to local authorities	2,350	-
Income due to the Debt Management Office for gilt issuance costs	2,958	-
Total RfR 1	17,715 *	-
* 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 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;		
administration of Pool Re and other related bodies; proceeds from artefacts recovered from HMS Sussex; European Fast Stream income from Cabinet Office; amounts arising from the sale of shares and debt, fees and charges for services provided by the OPG.		
RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage		
Sale of scrap metal	500	-
Total RfR 2	500 *	-
RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis		
Consultancy and other customer services	13,619	-
Temporary hiring of vacant property, sale of fixed assets and the OGC buying.solutions dividend	1,390	1,380
Total RfR 3	15,009 *	1,380 **
* 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, sales of surplus energy and the OGC buying.solutions dividend.		
** Amount that may be applied as non-operating appropriations in aid arising from income from the sale of fixed assets		
Total A in A	33,224	1,380
<i>of which: Administration budgets</i>	<i>20,771</i>	<i>-</i>

Notes to the Estimate (*continued*)

Analysis of Consolidated Fund Extra Receipts (CFERs)

		£'000	
		2005-06 provision	
		Income	Receipts
Current investments (operating income)	●	-	-
Fixed investments (operating income)	Δ	77,250	67,700
Other		15,300	15,300
Current investments (non-operating income)	Φ	-	-
Civil list	Φ	1,341	1,341
OPG	●	-	-
Total		93,891	84,341

Departmental Expenditure Limits and Administration Budgets

As announced to the House of Commons, HM Treasury's Departmental Expenditure Limit will change as follows:

	Change	New DEL		£'000
		Voted	Non-voted	Total
Resource	914	222,505	34,473	256,978
<i>of which :Administration Budget</i>	-5,313	161,140	400	161,540
Capital	-1,745	5,455	-	5,455
Depreciation*	8,663	-6,518	-	-6,518
Total	7,832	221,442	34,473	255,915

*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
34,604

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 subhead contains provision sought under the sole authority of Part I of the Estimate and of the confirming Appropriation Act:

RfR	Subhead	Service	£'000
RfR1	A2	Reinstatement of gilt holding	100

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