

Department for Education and Skills

Introduction

1. This Estimate provides for expenditure by the Department for Education and Skills and the Sure Start Unit in pursuit of the functions reflected in the section headings. It also provides for administrative expenditure by those bodies used in implementing and evaluating policy and on central services.
2. More details about the expenditure supporting the Department's objectives are set out in the Departmental report (Cm 6202).
3. The Sure Start Unit is a cross-departmental programme to support the development of young children and their families through Sure Start programmes, Childcare and Early Years initiatives. It has its own Public Service Agreement and the Ministers responsible for this Public Service Agreement are the Secretary of State for Work and Pensions and the Secretary of State for Education and Skills, as the responsible Cabinet Ministers.
4. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 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	25,459,751,000
Request for Resources 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare	889,411,000
Request for Resources 3: Tackling child poverty and social exclusion by helping vulnerable children and young people, and their families, to break the cycle of deprivation and disadvantage through the Children's Fund	195,434,000
Total net resource requirement	26,544,596,000
Net cash requirement	27,916,263,000

Amounts required in the year ending 31 March 2005 for expenditure by the Department for Education and Skills 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; the school curriculum and its assessment; education action zones; 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; grants in aid to the National College of School Leadership, the Teacher Training Agency, the British Educational Communications and Technology Agency, and the Qualifications and Curriculum Authority and the Partnerships for Schools; support for the Centre for Information Learning Technology; capital grants to schools including those through the Standards Fund; the youth service; careers guidance and services including through the Connexions Service including working capital grants and loans for capital purchases; higher, further and other education provision and initiatives, including the Higher Education Innovation Fund, the Science and Research Investment Fund and Higher Education Business Fellows; capital grants to music, dance and other schools; payments for education in prisons and other custodial institutions; student grants; the payment of access funds and education maintenance allowances; the provision of training and assessment programmes for young people and adults; initiatives to improve education, training and qualifications arrangements and access to these; the promotion of enterprise; teacher training initiatives; payments to the Department for Work and Pensions to support the UK subscription to the International Labour Organisation and other international educational programmes; Millennium Volunteers; payments to the Home Office to support the Criminal Records Bureau and the payment of certain fees; loans and grants to the University for Industry; payments and grants to support personal and children's social services and initiatives relating to teenage pregnancy, hospital and community health services; payments and grants to support people, children, secure accommodation and family policy; family parenting and law grants to the Children and Family Court Advisory and Support Service; payments and grants to support parenting and parenting organisations; investments and loans to support PFI; payments related to the Sector Skills Councils; payments to the Arts Council for Arts and Drama initiatives; payments to the Department of Trade and Industry 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; the resource consequences of loans to students, reimbursement of fees for qualifying European Community students and post graduate awards; mandatory student awards and their administration; student loans and the cost of sales of the student loans debt; grants in aid to the Higher Education Funding Council for England, the Learning and Skills Council, the

Part I (continued)

Adult Learning Inspectorate, Investors in People UK, the Student Loans Company, Office for Fair Access and Sector Skills Development Agency; 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; information and publicity services; 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, childrens centres; the education of under-fives; supporting families and communities; evaluating the programme; the administration of the Sure Start Unit; and associated non-cash items.

RfR 3: Tackling child poverty and social exclusion by helping vulnerable children and young people, and their families, to break the cycle of deprivation and disadvantage through the Children's Fund

funding preventative services, primarily for 5- to 13-year-olds, through local partnerships in line with the objectives of the Children's Fund; funding voluntary groups countering social exclusion and poverty amongst children and young people in line with the objectives of the Children's Fund; supporting voluntary groups and other organisations to promote and facilitate consultation, participation and representation of children and young people including the UK youth Parliament; monitoring and evaluating the Children's Fund; and associated non-cash items.

The **Department for Education and Skills** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	25,459,751,000	11,484,180,000	13,975,571,000
RfR 2	889,411,000	529,894,000	359,517,000
RfR 3	195,434,000	98,000,000	97,434,000
Total net resource requirement	26,544,596,000	12,112,074,000	14,432,522,000
Net cash requirement	27,916,263,000	12,586,975,000	15,329,288,000

Part II: Subhead detail

£'000

2004-05						2003-04 Provision	2002-03 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
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									
245,823	189,575	25,343,141	25,778,539	318,788	25,459,751	2,733,951	482,575	24,165,408	22,592,838
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Activities to Support all Functions									
245,823	42,896	12,793	301,512	8,756	292,756	10,190	575	264,619	254,536
B Support for Schools and Teachers not paid through Local Education Authorities									
-	12,688	1,476,354	1,489,042	-	1,489,042	-	-	723,362	401,587
C Support for Children and Families not paid through Local Education Authorities									
-	55,501	667,592	723,093	1,350	721,743	11	-	657,115	774,017
D Higher Education									
-	20,998	96,213	117,211	80	117,131	-	-	140,714	122,329
E Higher Education Receipts from the Department of Trade and Industry									
-	-	-	-	306,138	-306,138	-	-	-259,638	-108,354
F Further Education, Adult Learning and Skills for Lifelong Learning and International Programmes									
-	57,492	605,012	662,504	2,464	660,040	-	-	482,120	372,380
G Support for Students in Higher Education									
-	-	1,682,994	1,682,994	-	1,682,994	-	-	1,465,103	1,450,310
H Compensation to Former College of Education Staff									
-	-	355	355	-	355	-	-	11,633	11,290
<i>Capital Modernisation Fund Supporting all Functions</i>									
-	-	-	-	-	-	-	-	49,649	192,293

Part II: Subhead detail (continued)

£'000

2004-05						2003-04 Provision	2002-03 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
<i>EMA's not through LEA's</i>						-	-	-	1,377
<i>Support for Local Authorities</i>									
I	Current Grants for Local Education Authorities to Support Schools and Teachers					-	-	3,119,654	3,133,626
	-	-	2,704,143	2,704,143	-	2,704,143	-	-	
J	Capital Grants for Local Education Authorities to Support School					-	-	2,163,470	1,502,865
	-	-	2,183,644	2,183,644	-	2,183,644	-	-	
K	Higher Education Fees and Awards through Local Education Authorities					-	-	75,500	89,064
	-	-	10,000	10,000	-	10,000	-	-	
L	Current Grants to Local Education Authorities to Support Children and Families					-	-	578,014	488,314
	-	-	88,014	88,014	-	88,014	-	-	
M	Capital Grants to Local Education Authorities to Support Children and Families					-	-	6,178	1,620
	-	-	16,228	16,228	-	16,228	-	-	
<i>Childcare provision through LEA's</i>						-	-	-	300,363
<i>EMA's through LEA's (DEL)</i>						-	-	-	119,075
<i>Capital Modernisation Fund through Local Education Authorities</i>						-	-	60,490	130,844
<i>Learning Partnership Fund</i>						-	-	-	5,567
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
N	Education Maintenance Allowance's not through Local Education Authorities					-	-	12,300	-
	-	-	219,500	219,500	-	219,500	-	-	
<i>Support for Local Authorities</i>									

Part II: Subhead detail (continued)

£'000

2004-05						2003-04 Provision	2002-03 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
O	Education Maintenance Allowance's through Local Education Authorities								
-	-	55,500	55,500	-	55,500	-	-	208,200	-
Non-budget									
P	Grant in Aid to NDPBs supporting Schools								
-	-	626,332	626,332	-	626,332	-	-	598,745	499,111
Q	Grant in Aid to NDPBs supporting Children and Families Schools								
-	-	155,160	155,160	-	155,160	-	-	192,189	159,584
R	Loans to Students and Grant in Aid to NDPBs supporting Higher Education								
-	-	6,081,658	6,081,658	-	6,081,658	2,723,750	482,000	4,934,113	5,115,331
S	Grant in Aid to NDPBs supporting Further Education, Adult Education and Skills and Lifelong Learning								
-	-	8,661,649	8,661,649	-	8,661,649	-	-	8,681,878	7,575,709
RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare									
-	6,212	883,199	889,411	-	889,411	335	-	725,439	215,608
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A	Sure Start Administration Costs and Current Grants								
-	6,212	485,429	491,641	-	491,641	335	-	469,130	215,608
<i>Support for Local Authorities</i>									
B	LA Current Grants								
-	-	283,900	283,900	-	283,900	-	-	226,798	-

Part II: Subhead detail (continued)

£'000

2004-05						2003-04 Provision	2002-03 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
C LA Capital Grants									
-	-	113,870	113,870	-	113,870	-	-	29,511	-
RfR 3: Tackling child poverty and social exclusion by helping vulnerable children and young people, and their families, to break the cycle of deprivation and disadvantage through the Children's Fund									
-	134	195,300	195,434	-	195,434	33	-	285,476	139,883
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Children's Fund									
-	134	195,300	195,434	-	195,434	33	-	285,476	139,883
Total for Estimate:									
245,823	195,921	26,421,640	26,863,384	318,788	26,544,596	2,734,319	482,575	25,176,323	22,948,329

Part II: Resource to cash reconciliation

	2004-05 Provision	2003-04 Provision	2002-03 Outturn	£'000
Net Total Resources	26,544,596	25,176,323	22,948,329	
Voted capital items				
Capital	2,734,319	2,579,016	2,303,799	
Less Non-operating A-in-A	482,575	483,349	329,626	
Total net voted capital	2,251,744	2,095,667	1,974,173	
Accruals to cash adjustment				
Adjustments to remove non-cash items:				
Cost of Capital charges	-2,118	-2,968	-185,138	
Depreciation	-8,699	-9,173	-8,896	
New provisions and adjustments to previous provisions	-1,676	763,998	-6,577	
Profit/loss on sale of assets	-	-	-2,557	
Prior period adjustments	-	-	-	
Other non-cash items	-877,521	-793,150	-697,094	
Increase (+) / Decrease (-) in stock	-	-	-	
Increase (+) / Decrease (-) in debtors	-	-	-2,148	
Increase (-) / Decrease (+) in creditors	-	-	531	
Use of provisions	9,937	11,670	12,788	
Total accruals to cash adjustments	-880,077	-29,623	-889,091	
Excess cash to be CFERd	-	-	-	
Net Cash Requirement	27,916,263	27,242,367	24,033,411	

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2004-05. None were received in 2003-04 or 2002-03.

Forecast Operating Cost Statement

	2004-05 Provision	2003-04 Provision	2002-03 Outturn	£'000
Net Administration Costs				
RfR 1	237,487	220,013	216,140	
RfR 2	-	13,404	5,302	
RfR 3	-	5,581	4,665	
Total Net Administration costs	237,487	238,998	226,107	
Net Programme Costs				
RfR 1	25,222,264	23,945,395	22,376,698	
RfR 2	889,411	712,035	210,306	
RfR 3	195,434	279,895	135,218	
Total Net Programme costs	26,307,109	24,937,325	22,722,222	
Total Net Operating Cost	26,544,596	25,176,323	22,948,329	
<i>of which:</i>				
Net Resource Outturn	26,544,596	25,176,323	22,948,329	
CFERs	-	-	-	
Non-voted expenditure	-	-	-	
Resource Budget Outturn	24,069,985	23,474,579	21,142,250	

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2004-05	2003-04	2002-03
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	26,544,596	25,176,323	22,948,329
<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 Cost (Accounts)	26,544,596	25,176,323	22,948,329
<i>Adjustments to remove:</i>			
capital grants to local authorities	-2,313,742	-2,259,649	-1,635,329
capital grants financed from the Capital Modernisation Fund	-	-49,649	-186,240
European Union income and related adjustments	-	-	-
voted expenditure outside the budget	-	767,026	-
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
resource consumption of non departmental public bodies	-260,869	-179,472	15,490
unallocated resource provision	100,000	20,000	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	24,069,985	23,474,579	21,142,250
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	23,698,864	23,157,281	21,012,305
Annually Managed Expenditure (AME)	371,121	317,298	129,945

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2004-05	2003-04	2002-03
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	2,251,744	2,095,667	1,974,173
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-	-2,557
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	4,659	86,834	60,024
capital grants to local authorities	2,313,742	2,259,649	1,635,329
capital grants financed by the Capital Modernisation Fund	-	49,649	186,240
local authority credit approvals	1,473,502	1,044,302	827,531
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	3,000	-
Other adjustments	-2,241,750	-2,084,250	-1,960,624
Capital Budget Outturn (Budget)	3,801,897	3,454,851	2,720,116
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	3,800,697	3,453,651	2,714,794
Annually Managed Expenditure (AME)	1,200	1,200	5,322

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Permanent Head of the Department for Education and Skills, Mr David Normington as Principal Accounting Officer for the Department with overall responsibility for preparing the Department's Estimate.

In addition, the Treasury has appointed additional accounting officers to be accountable for part of the Department's accounts relating to specified requests for resources and the associated assets, liabilities and cash flows. These appointments do not detract from the Head of Department's overall responsibility as Accounting Officer for the Department's Estimate and overall net cash requirement.

The allocation of Accounting Officer responsibilities in the Department for Education and Skills is as follows:

Request for Resources 1:	Mr David Normington, Principal Accounting Officer and Permanent Head of the Department
Request for Resources 2:	Ms Naomi Eisenstadt, Additional Accounting Officer: Director of Sure Start Unit
Request for Resources 3:	Ms Althea Efunshile, Additional Accounting Officer: Director

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum, issued by the Treasury and published in *Government Accounting*. Under the terms of the Accounting Officers' Memorandum, the relationship between the Department for Education and Skills Principal and Additional Accounting Officers, together with their respective responsibilities is set out in *Government Accounting*.

Notes to the Main Estimate (continued)

Analysis of appropriations in aid (A in A)

£'000

	2004-05 provision		2003-04 provision		2002-03 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
Educational qualifications	—	—	3,562	—	1,843	—
ERASMUS	80	—	80	—	61	—
Promoting UK Education and support overseas	—	—	509	—	543	—
The International Maths Olympiad	—	—	—	—	—	—
Support for Key Skills	—	—	—	—	—	—
Home Start receipt from the Home Office	—	—	—	—	—	—
FAS residual property receipts	—	—	292	—	290	—
Grant-maintained schools loan receipts	—	—	—	651	—	48
Voluntary aided school capital	—	—	—	—	—	—
Voluntary aided school interest receipts	—	—	—	—	215	—
Voluntary aided school loan repayments	—	—	—	123	—	95
Career Development Loans	2,200	—	2,400	—	2,608	—
Individual Learning Accounts	—	—	—	—	—	—
HEROBIC	—	—	500	—	1,500	—
Publicity and evaluation	420	—	298	—	152	—
European Social Fund Support for departmental programmes	—	—	—	—	—	—
General Administration receipts	6,426	—	6,915	—	7,793	—
Rent from minor occupiers	1,910	—	1,910	—	2,035	—
National College of School Leadership Rents	—	—	1,324	—	—	—
Profit on Disposal of assets	—	—	—	—	—	—
Admin receipts – land	—	319	—	319	—	—
Admin receipts – other	—	256	—	256	—	1
Repayment of principal on student loans	—	482,000	—	482,000	—	332,039
TEC rent & property receipts	—	—	—	—	6	—
Receipt for Dance and Drama students	—	—	139	—	133	—
Higher Education Business Fellows (from DTI)	138	—	138	—	126	—
International Receipts	26	—	—	—	—	—
Small Business Service receipts for Investors in People	—	—	—	—	—	—
Higher Education Innovation Fund (from DTI)	61,000	—	40,000	—	22,791	—
Sale of Connexions priced publications	1,350	—	4,208	—	1,841	—
Sponsorship Funding	—	—	—	—	—	—
Post Transition Receipts	—	—	3,975	—	—	—
Receipts covering the return of assets from Training and Enterprise Councils as part of their winding-up process	—	—	—	—	19,160	—
Receipt from the DTI for the Science and Research Investment Fund	245,000	—	219,000	—	83,937	—
Childcare Initiative	—	—	—	—	—	—
European Education Programmes	—	—	288	—	—	—
Improving the Training Market receipts	88	—	471	—	193	—
NVYO/NYA Receipts	—	—	—	—	276	—
Miscellaneous Programme Receipts	150	—	250	—	150	—
MOG Payment from Dept of Health	—	—	652,013	171	—	—
MOG Payment from Home Office	—	—	7,461	—	—	—
MOG Payment from Dept of Constitutional Affairs	—	—	103,723	—	—	—
Total RfR 1	318,788*	482,575**	1,049,456	483,520	145,653	332,183

Notes to the Main Estimate (continued)

Analysis of Appropriations in Aid (continued)

* Amount that may be applied as 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; 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; profits on the sale of surplus equipment and other assets; repayment of fees and awards overpaid to Higher Education students; receipts from the Department of Trade and Industry in connection with the Higher Education Reach Out to Business and the Community Fund, the Higher Education Innovation Fund, Higher Education Business Fellows, Sector Challenge and the Science and Research Investment Fund; from the Home Office as a contribution to the Home Start programme; sales of Connexions priced publications; Sponsorship Funding; 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; International Receipts; and of research and miscellaneous services and projects.

** Amount that may be applied as non-operating appropriations in aid, arising from the repayment of principal on student loans; repayment of loans to former grant-maintained schools and discretionary loans paid under Schedule 3 of the School Standards and Framework Act 1998 and from the sale of surplus land, buildings and equipment.

	£'000					
	2004-05		2003-04		2002-03	
	provision		provision		outturn	
	Operating	Non-	Operating	Non-	Operating	Non-
	A in A	A in A	A in A	A in A	A in A	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

European Social Fund Receipts	—	—	3,500	—	—	—
Total RfR 2	—	—	3,500	—	—	—

Amounts that may be applied as appropriations in aid in addition to the net total arising from European Social Fund Receipts.

	2004-05		2003-04		2002-03	
	provision		provision		outturn	
	Operating	Non-	Operating	Non-	Operating	Non-
	A in A	A in A	A in A	A in A	A in A	A in A

RfR 3: Tackling child poverty and social exclusion by helping vulnerable children and young people, and their families, to break the cycle of deprivation and disadvantage through the Children's Fund

Income from sale of assets	—	—	1	—	—	—
Total RfR 3	—	—	1	—	—	—

Amounts that may be applied as appropriations in aid in addition to the net total arising from Administration Receipts.

Total A in A	318,788*	482,575**	1,052,957	483,520	145,653	332,183
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Notes to the Main Estimate *(continued)*

Administration costs limits and Departmental Expenditure Limits

Administration costs limits	£'000		
	Gross provision	Income	Total administration costs limit
Gross administration costs limits			
DfES Headquarters	245,823	–8,336	237,487
Gross administration costs limits	245,823	–8,336	237,487
Net administration costs limits	—	—	—

All administration provision is now within DfES Headquarters (RfR 1)

Departmental Expenditure Limits (DEL)	£'000		
	Voted*	Non-voted	Total
Resource DEL	8,431,055	15,267,809	23,698,864
Capital DEL	2,323,736	1,476,961	3,800,697
Less depreciation	–8,699	–35,697	–44,396
Total DEL	10,746,092	16,709,073	27,455,165

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
- ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2004-05 of £26,544,596,000 is 5.4 per cent higher than the final net provision for 2003-04 of £25,176,323,000 and 7.7 per cent higher than the forecast outturn for 2003-04 of £24,654,575,000.

Notes to the Main 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

	2004-05 provision	2003-04 provision	2002-03 outturn
	801,363	1,536,477	477,836

Contingent liabilities

£'000

Non-Statutory

The Department will meet the accrued Civil Service redundancy entitlement to date of resignation 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:

- their TEC makes them redundant due to direct government action during their first five years of employment;
- 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 return of residual reserves owing to the Secretary of State at the earliest opportunity. The indemnities will include:

- Liabilities that arise from audit work carried out in respect of the delivery of activities funded through the European Union initiatives or through the Single Regeneration Budget and other schemes sponsored by Government Departments other than DfES and DTI; 3,500
- Liabilities that arise from the transfer of TEC/CCTE functions to successors, including from staff who have transferred or been made redundant, who as a result of the transfer seek redress through the Employment Tribunal; and 6,900
- 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 TECS/CCTEs. 1,800

Notes to the Main Estimate *(continued)*

Contingent liabilities *(continued)*

In order to ensure 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 Learning and Skills Council (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.	6,880
In order to ensure the Learning and Skills Council (LSC) 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 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.	76,000
In order to ensure the Adult Learning Inspectorate (ALI) commences operations in April 2001 and because no suitable Departmental property exists in the Coventry area an indemnity to give landlords a guarantee that, in the event of the ALI ceasing to exist the Secretary of State will take over the lease. This is because, to the landlord, the ALI is an unknown body with no financial history.	5,600
An indemnity to cover the cost of re-assessing trainees who are disadvantaged by flaws in the awarding of National Vocational Qualifications by the Road Transport Industry Training Board.	390
Arrangements to allow the appointment of a receiver to manage the affairs of Nottingham Enterprise Ltd (formerly North Nottingham TEC).	2,000
Contract with CfBT for the provision of services relating to the government's drive to raise standards through the primary and Key Stage 3 Strategies.	560

Notes to the Main Estimate *(continued)*

Grants in Aid

Details of Grants in Aid made by the Department to Non-Departmental Public Bodies (NDPBs) and Public Corporations:

Non-Departmental Public Body	£ million
Adult Learning Inspectorate (ALI) ♥	24.2
British Educational Communications and Technology Agency (BECTA) ♦	5.0
Higher Education Funding Council for England (HEFCE) ♥	6,050.9
Children and Family Court Advisory and Support Service ♥	95.0
Investors in People UK (IiP UK) ♦	5.2
Learning and Skills Council ♥	8,570.3
National College for School Leadership ♦	86.6
Qualifications and Curriculum Authority ♥	60.2
Student Loans Company ♦	30.8
Sector Skills Development Agency ♦	61.9
Teacher Training Agency ♥	530.7
 Public Corporation	 £ million
General Teaching Council ♥	4.0

International subscriptions

The Estimate includes provision to reimburse the Department for Work and Pensions for payments made by the Joint International Unit for International Education Programmes and the annual subscription of the International Labour Organisation.

