



---

---

# Department for Culture, Media and Sport

## Summer Supplementary Estimates

---

---

*Presented to Parliament  
by the Department for Culture, Media and Sport  
by Command of Her Majesty  
June 2001*

**© Crown Copyright 2001**

The text in this document may be reproduced free of charge in any format or media without requiring specific permission. This is subject to the material not being used in a derogatory manner or in a misleading context. The source of the material must be acknowledged as Crown copyright and the title of the document must be included when being reproduced as part of another publication or service.

Any enquiries relating to the copyright in this document should be addressed to HMSO, The Copyright Unit, St Clements House, 2-16 Colegate, Norwich NR3 1BQ. Fax: 01603 723000 or e-mail: [copyright@hmso.gov.uk](mailto:copyright@hmso.gov.uk)

# Department for Culture, Media and Sport

---

## Introduction

1. This Supplementary Estimate is required for the following purposes:
  - (i) to provide an additional resource of £100,000 from the Capital Modernisation Fund toward the development of internet access to the British Museum's Timeline of History and for the linking of this to Culture Online, the National Grid for Learning and to local systems (RfR1, Subhead M3);
  - (ii) to provide an additional resource of £600,000 from the Capital Modernisation Fund toward the development of the English Tourism Council's Modernising English Tourism Destination Services, an electronic data sharing network using the web to link tourism providers and customers (RfR1, Subhead Q3 );
  - (iii) to provide an additional resource of £18,000,000 to the British Tourist Authority and the English Tourism Council toward the costs of promoting tourism to counter the adverse effects of foot and mouth disease on the industry (RfR1, Subhead Q3); and
  - (iv) to provide an additional resource of £33,000,000 to the British Broadcasting Corporation to cover underpayment of grant in 2000-01 in light of the licence fee revenue collected and surrendered to the Consolidated Fund.
2. As a result of all changes there is an increase in Net Cash Requirement of £51,700,000.
3. Symbols are explained in the Notes to the Supplementary Estimate.

## Part I

<b>RfR 1: Improving the quality of life through cultural and sporting activities</b>	<b>£ 18,700,000</b>
<b>RfR2: Broadening access to a rich and varied cultural and sporting life through home broadcasting</b>	<b>33,000,000</b>
<b>Total net resource requirement</b>	<b>51,700,000</b>
<b>Net Cash Requirement</b>	<b>51,700,000</b>

SUPPLEMENTARY amounts required in the year ending 31 March 2002 for expenditure by the Department for Culture, Media and Sport on:

### **RfR1—Improving the quality of life through cultural and sporting activities**

Support for national and other museums and galleries; the Government Indemnity Scheme; the British Library and other library and archive institutions and services; to the Arts and Sports Councils and for other arts and sports bodies and schemes; the Royal Palaces and Parks; historic buildings, ancient monuments and sites, certain public buildings, the national heritage and architecture; promotion of tourism; support to film bodies and projects; sponsorship of the music industry; the Welsh Fourth Channel Authority and certain broadcasting services and schemes; related research, surveys and other services; central administration costs; expenses of the National Lottery Commission; commemorative services and Royal funerals; transfer of pension values of certain bodies; and associated non-cash items.

### **RfR2—Broadening access to a rich and varied cultural and sporting life through home broadcasting**

Payments to the British Broadcasting Corporation for home broadcasting; and associated non-cash items.

The **Department for Culture, Media and Sport** will account for this Estimate.

**Part II Changes proposed**

		<b>Present Net Provision</b> £000	<b>Change in Gross Provision</b> £000	<b>Change in A-in-A</b> £000	<b>Change in Net Provision</b> £000	<b>New Net Provision</b> £000
<b>Resources</b>						
RfR1M:	Museums, galleries and libraries	360,658	100	—	100	360,758
RfR1Q:	Tourism	47,000	18,600	—	18,600	65,600
	<b>Total RfR1</b>		<b>18,700</b>	<b>0</b>	<b>18,700</b>	—
RfR2A:	BBC	2,164,530	33,000	—	33,000	2,197,530
	<b>TOTAL CHANGES TO RfRs</b>		<b>51,700</b>	<b>0</b>	<b>51,700</b>	

	<b>Present Provision</b> £000	<b>Change in Provision</b> £000	<b>New Provision</b> £000
<b>Capital and Cash</b>			
Total Capital Expenditure	5,068	0	5,068
Non-Operating A-in-A	0	0	0
<b>Net Cash Required</b>	<b>3,255,611</b>	<b>51,700</b>	<b>3,307,311</b>

**PART II: Revised subhead detail, including additional provision**

	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
<b>Request for Resource 1: Improving the quality of life through cultural and sporting activities</b>	38,132	107,221	976,152	1,121,505	10,121	1,111,384	5,068	—
Spending in Departmental Expenditure Limits <i>Central Government's spending</i>								
A. Museums, galleries and libraries	—	150	—	150	5	145	—	—
B. Arts	—	418	—	418	2	416	—	—
C. Sports	—	500	4,550	5,050	—	5,050	—	—
D. Historic Buildings, Monuments and Sites	—	1,708	430	2,138	30	2,108	—	—
E. The Royal Parks	3,975	20,901	—	24,876	3,856	21,020	4,140	—
F. Tourism	—	63	—	63	—	63	—	—
G. Broadcasting and media	—	80,054	393	80,447	987	79,460	—	—
H. Administration and research	27,571	1,081	—	28,652	248	28,404	928	—
I. National Lottery Commission	—	—	—	—	4,993	–4,993	—	—
J. Culture Online	—	2,346	—	2,346	—	2,346	—	—
Spending in Annually Managed Expenditure								
Non-cash items								
K. The Royal Parks	4,739	—	—	4,739	—	4,739	—	—
L. Administration and research	1,847	—	—	1,847	—	1,847	—	—
Other Spending Outside Departmental Expenditure Limits								
M. Museums, galleries and libraries	—	—	360,758	360,758	—	360,758	—	—
N. Arts	—	—	252,205	252,205	—	252,205	—	—
O. Sports	—	—	61,687	61,687	—	61,687	—	—
P. Historic Buildings, Monuments and Sites	—	—	140,304	140,304	—	140,304	—	—
Q. Tourism	—	—	65,600	65,600	—	65,600	—	—
R. Broadcasting and media	—	—	25,231	25,231	—	25,231	—	—
S. National Lottery Commission	—	—	4,994	4,994	—	4,994	—	—
T. Space for Sports and Arts	—	—	60,000	60,000	—	60,000	—	—
<b>Request for Resource 2: Broadening access to a rich and varied cultural and sporting life through home broadcasting</b>	—	—	2,197,530	2,197,530	—	2,197,530	—	—
Other Spending Outside Departmental Expenditure Limits								
A. British Broadcasting Corporation	—	—	2,197,530	2,197,530	—	2,197,530	—	—
<b>TOTAL</b>	<b>38,132</b>	<b>107,221</b>	<b>3,173,682</b>	<b>3,319,035</b>	<b>10,121</b>	<b>3,308,914</b>	<b>5,068</b>	
								<b>–1,603</b>
								<b>3,307,311</b>

Resource to cash reconciliation	Present	Increase + / Decrease -	Revised
<b>Net Total Resources</b>	—	51,700	—
<b>Voted Capital items</b>	<b>3,257,214</b>	—	<b>3,308,914</b>
Capital Expenditure	5,068	—	5,068
Less Non-operating AinA	—	—	—
	<u>5,068</u>	<u>—</u>	<u>5,068</u>
<b>Accruals to cash adjustments:</b>			
Capital charges	-2,968	—	-2,968
Depreciation	-3,622	—	-3,622
Other non-cash items	-85	—	-85
Increase (+)/Decrease (-) in stock	—	—	—
Increase (+)/Decrease (-) in debtors	—	—	—
Increase (-)/Decrease (+) in creditors	—	—	—
Increase (-)/Decrease (+) in provisions	4	—	4
Excess cash to be CFERd	—	—	—
	<u>-6,671</u>	<u>-1,603</u>	<u>-6,671</u>
<b>Net Cash required</b>	—	<b>3,255,611</b>	—
		—	<b>3,307,311</b>

### Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

## Forecast operating costs statement

for the year ended 31 March 2002

	Provision 2000–01	
	£000	£000
<b>ADMINISTRATION COSTS</b>		
<b>RfR1</b>		
Staff Costs	16,859	
Other Administration Costs	<u>21,273</u>	
Total Gross Administration Costs		38,132
Operating Income		<u>– 248</u>
<b>Total Net Administration Costs</b>		<b><u>37,884</u></b>
<b>PROGRAMME COSTS</b>		
<b>Voted Expenditure</b>		
<b>RfR 1</b>		
Expenditure	1,083,373	
Income	<u>9,873</u>	
		1,073,500
<b>RfR 2</b>		
Expenditure	2,197,530	
Income	<u>—</u>	
		2,197,530
<b>Non-Voted Expenditure</b>		
Expenditure	<u>—</u>	
Income	<u>2,165,522</u>	
		– 2,165,522
<b>Total Net Programme costs</b>		<b><u>1,105,508</u></b>
<b>NET OPERATING COST</b>		<b><u>1,143,392</u></b>
<b>NET RESOURCE OUTTURN</b>		<b><u>3,308,914</u></b>
<b>RESOURCE BUDGET OUTTURN</b>		<b><u>2,095,650</u></b>

**Forecast cash flow statement**

for the year ended 31 March 2002

	<b>2001–02</b>
	<b>£000</b>
Net cash outflow from operating activities (Note i)	– 1,136,721
Capital expenditure and financial investment (Note ii)	– 5,068
Inflows in respect of activities outside the scope of the department's operations	—
Payments to Consolidated Fund	– 2,165,522
Financing (Note iii)	3,307,311
<b>Increase(+)/decrease(–) in cash in the period</b>	<b>0</b>

[Inflows = + / Outflows = – ]

**Notes to the cash flow statement****Note i: Reconciliation of operating cost to operating cash flows**

<b>Net Operating Cost</b>	<b>1,143,392</b>
Adjust for non-cash transactions	– 6,675
Adjust for movements in working capital other than cash	—
Adjust for transfers from provision	4
Adjust for total accruals to cash adjustments for non-voted expenditure	—
Adjust for cash adjustments for CFERS that pass through OCS	—
<b>Net Cash outflow from operating activities</b>	<b>1,136,721</b>

[Net outflow = + ]

**Note ii: Analysis of capital expenditure and financial investment**

Intangible fixed asset additions	—
Tangible fixed asset additions	5,068
Proceeds of disposals of fixed assets (1)	—
Adjust for movements in working capital on capital expenditure and financial investment	—
Loans to other bodies	—
<b>Net Cash outflow from investing activities</b>	<b>5,068</b>

[Net outflow = + ]

(1) includes profit/loss and bad debts on disposal of fixed assets

**Note iii: Analysis of financing, reconciliation and cash requirement**

From Consolidated Fund (Supply): current year expenditure	3,307,311
Increase/decrease in cash	—
Amounts due to the Consolidated Fund—received in prior year and paid over	—
Amounts due to the Consolidated Fund—received and not paid over	—
<b>Net cash requirement</b>	<b>3,307,311</b>

[Net outflow = + ]

## NOTES TO THE ESTIMATE

### Forecast Reconciliation of Net Operating Cost to Net Resource Outturn and Resource Budget Outturn

for the Year Ended 31 March 2002

	2001–02 £000
<b>Net Operating Cost</b>	<b>1,143,392</b>
Remove: income scored as CFERs	2,165,522
<b>Net Resource Outturn</b>	<b>3,308,914</b>
<i>For NDPBs that score in budgets on the basis of NDPB expenditure</i>	
Less Grants-in-aid payable to NDPBs	– 894,279
Add cost of capital charges in respect of assets held by NDPBs	83,851
Add net resource consumption by NDPBs including depreciation	951,932
<i>Adjustment for Public Corporations and Trading Funds</i>	
Deduct profit or add loss incurred by Public Corporations and Trading Funds	– 15,900
<i>Adjustment for Capital Grants</i>	
Less grants paid to private sector by Departments to finance capital expenditure	– 76,500
Remove other expenditure shown in Estimates under the heading “Other expenditure outside DEL” that is outside the Resource Budget	– 2,197,530
Adjust to take account of any other changes required/advised by HM Treasury	935,162
<b>Resource Budget Outturn</b>	<b>2,095,650</b>
of which:	
Departmental Expenditure Limit	1,021,635
Annually Managed Expenditure	1,074,015

## **NOTES TO SUPPORTING TABLES**

### **Explanation of Accounting Officer Responsibilities**

The Treasury has appointed the Acting Head of the Department for Culture, Media and Sport, Mr Nicholas Kroll, as Accounting Officer of the Department with responsibility for preparing the Department's Estimate.

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*.

## 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 which has been or will be appropriated in aid	10,121

## Change in Accounting Policy

There has been a change in accounting policy for BBC receipts and income. The previous accounting policy meant that receipts were the same as income. The new accounting policy is that the Department now accounts, as income, the amounts that have been received by the Post Office and Envision, but have yet to be paid over to the Department

## Departmental Expenditure and Administration Cost Limits

As announced by the Secretary of State for Culture, Media and Sport to the House of Commons on 22 June 2001 (Official Report *col/ 7W*), the DCMS Departmental Expenditure Limit (DEL) has been increased by £18,700,000 from £1,123,396,000 to £1,142,096,000.

## Expenditure resting on the sole authority of the Appropriation Act

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

	£,000
RfR1: C3 Chess ■	50
RfR1: D2 Underwater archaeology ■	340
RfR1: M3 Geffrye Museum ■	1,174
RfR1: M3 Horniman Museum and Gardens ■	3,106
RfR1: M3 Historical Manuscripts Commission ■	1,120
RfR1: M3 Museum of Science and Industry in Manchester ■	2,739
RfR1: M3 Re:source—Council for Museums, Archives and Libraries ■	12,376
RfR1: N3 Arts Council of England ■	252,205
RfR1: P3 Chatham Historic Dockyard Trust ■	300
RfR1: P3 Commission for Architecture and the Built Environment ■	1,530
RfR1: R3 Film Council ■	20,860

**Analysis of appropriations in aid**

	2001–02 provision	
	A-in-A £000	Non operating A-in-A £000
<b>RfR1: Improving the quality of life through cultural and sporting activities</b>		
Income from Fees & Charges	3,886	—
Income from licences	400	—
Income from other sales	7	—
Recovery of Costs	5,828	—
<b>Total RfR 1</b>	<b>10,121*</b>	<b>—</b>

- \* Amount that may be applied as appropriations in aid in addition to the net total, arising from receipts by the Government Art Collection from sale of prints, hire of transparencies, copyright fees, etc.; receipts from the National Heritage Lottery Fund to the Royal Commission for Historical Manuscripts for assessment work; recovery of ceremonial costs; fees and charges for licences and receipts from concessionaires and sponsors; proceeds from the sale of properties; Royal Parks Agency fees and charges for licences, rents, gardening services, sports charges, unclaimed lost property, sponsorship and receipts for private use of telephones, and proceeds from the sale of properties; repayment of loans in connection with film development projects, payments by the BBC, ITC and Radio Authority to meet the costs of the Broadcasting Standards Commission, fees for self help TV transmission licences, repayment of Radio Authority loan; EU receipts; receipts from the National Lottery Distribution Fund to meet the cost of its administration by the Department for Culture, Media and Sport and the expenses of the National Lottery Commission, and receipts from the National Lottery operator's licence fees.

## Analysis of extra receipts payable to the Consolidated Fund

	2001–02 provision	
	Income £000	Receipts £000
License Fee Receipts (BBC and FLA)	2,164,659	2,164,659
Rental Income	863	863
<b>Total</b>	<b>2,165,522</b>	<b>2,165,522</b>

## Symbols

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

### Public Expenditure:

- ★ A section of an Estimate which contains discretionary expenditure
- ϕ Income receipts which are classified as negative in Resource Budgets: DEL or Capital Budget: DELs 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
- Δ Income receipts which are 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 receipts which are classified as 'other spending outside DEL' and are surrendered direct to the Consolidated Fund as extra receipts

### Statutory authority for expenditure

- Items where provision is sought under the sole authority of Part I of the Estimate and of the confirming Appropriation Act

### 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