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# House of Lords

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## Introduction

1. This Supplementary Estimate is required for the following purposes:

	<b>Amount £</b>
<b><u>Changes in capital</u></b>	
<b>Increases:</b>	
<u>Other increases</u>	
Increased capital expenditure (subhead B7) due to reclassification of certain expenditure from resources to capital.	6,639,000
<b>Total change in capital for Estimate</b>	<b>6,639,000</b>

2. As a result of the above and associated non-cash adjustments, there is a token increase in the net cash requirement.
3. Symbols are explained in the Introduction to this booklet.

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**Part I**

£

**RfR 1: Members' expenses and administration, etc.**

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Total additional net resource requirement

-

**Additional net cash requirement****1,000**

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SUPPLEMENTARY amounts required in the year ending 31 March 2007 for expenditure by the House of Lords on:

**RfR 1: Members' expenses and administration, etc.**

Members' expenses, administrative and accommodation costs, including staff salaries and pensions, security, stationery, printing, financial assistance to opposition parties, a grant in aid to the History of Parliament Trust, and associated non-cash items.

The **House of Lords Administration** will account for this Estimate.

## 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
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RfR 1: Members' expenses and administration, etc.

Total RfR 1	-	-	-
Total Changes to RfRs	-	-	-

£000

	Present Provision	Change in Provision	New Provision
<b>Capital and Cash</b>			
Total Capital Expenditure	6,226	6,639	12,865
Non-Operating A in A	-	-	-
<b>Net cash requirement</b>	<b>82,545</b>	<b>1</b>	<b>82,546</b>

**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	
<b>RfR 1: Members' expenses and administration, etc.</b>								
-	113,364	6,453	119,817	6,229	113,588	12,865	-	
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<i>Central Government spending</i>								
A Administration								
-	62,206	4,056	66,262	5,020	61,242	1,190	-	
B Works Services								
-	53,028	-	53,028	1,209	51,819	11,675	-	
<b>Spending in Annually Managed Expenditure (AME)</b>								
<i>Central Government spending</i>								
C Administration								
-	-1,870	2,397	527	-	527	-	-	
<b>Total for Estimate:</b>								
-	113,364	6,453	119,817	6,229	113,588	12,865	-	

## Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
<b>Net total Resources</b>	<b>113,588</b>	-	<b>113,588</b>
<b>Voted capital items</b>			
Capital expenditure	6,226	6,639	12,865
<i>Less: non-operating A in A</i>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total net voted capital</b>	<b>6,226</b>	<b>6,639</b>	<b>12,865</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-18,772	-	-18,772
Depreciation	-13,250	-	-13,250
New provisions and adjustments to previous provisions	-6,122	-	-6,122
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-135	-	-135
Increase(+)/decrease (-) in stock	20	-	20
Increase(+)/decrease (-) in debtors	-50	-	-50
Increase(-)/decrease (+) in creditors	-1,574	-	-1,574
Use of provisions	<u>2,614</u>	<u>-</u>	<u>2,614</u>
<b>Total accruals to cash adjustments</b>	<b>-37,269</b>	-	<b>-37,269</b>
<b>Excess cash to be CFERd</b>	-	-	-
<b>Adjustment to net cash requirement</b>	-	<b>-6,638</b>	<b>-6,638</b>
<b>Net cash requirement</b>	<b>82,545</b>	<b>1</b>	<b>82,546</b>

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

As in existing provision

## Forecast Operating Cost Statement

	£'000
	2006-07
	provision
<b>Net Administration Costs</b>	
RfR 1	-
<b>Total Net Administration Costs</b>	-
<b>Net Programme Costs</b>	
RfR 1	106,949
<b>Total Net Programme costs</b>	<b>106,949</b>
<b>Total Net Operating Cost</b>	<b>106,949</b>
<i>of which:</i>	
<b>Net Resource Requirement</b>	<b>113,588</b>
CFERs	-
Non-voted expenditure	-
<b>Resource Budget</b>	<b>106,949</b>

## Notes to the Estimate

### Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2006-07
	Provision
<b>Net Resource Requirement (Estimates)</b>	<b>113,588</b>
<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 (CFERS) in the OCS	-
Reduction to reflect underspending	-6,639
<b>Net Operating Costs (Accounts)</b>	<b>106,949</b>
<i>Adjustments to remove:</i>	
capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
unallocated resource provision	-
Other adjustments	-
<b>Resource Budget (Budget)</b>	<b>106,949</b>
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	106,422
Annually Managed Expenditure (AME)	527

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2006-07
	Provision
<b>Net Voted Capital (Estimates)</b>	<b>12,865</b>
<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	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
<b>Capital Budget (Budget)</b>	<b>12,865</b>
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	12,865
Annually Managed Expenditure (AME)	-

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## Notes to the Estimate (*continued*)

### Explanation of Accounting Officer responsibilities

The Clerk of the Parliaments is appointed by Her Majesty by Letters Patent and is ex-officio Accounting Officer for the Request for Resources within the House of Lords Estimate.

#### **Request for Resources 1**

Paul Hayter, Clerk of the Parliaments

Paul Hayter, as the Principal Accounting Officer (PAO) of the House of Lords has personal responsibility for the proper presentation of the House of Lords' resource accounts and their transmission to the Comptroller and Auditor General. In addition to the responsibilities for the assigned RfR, the PAO remains in general overall charge of the House of Lords administration.

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 the House of Lords' policies, aims and objectives; and should regularly review the effectiveness of that system.

## Notes to the Estimate (*continued*)

### Analysis of operating appropriations in aid (A in A)

£'000

2006-07  
Provision

#### RfR 1: Members' expenses and administration, etc.

<b>Administration</b>	-
<i>of which:</i>	
Sale of goods and services	-
 <b>Programme</b>	 <b>6,229</b>
<i>of which:</i>	
Sale of goods and services	5,219
Pension scheme income	1,010

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<b>Total RfR1</b>	<b>6,229 †</b>
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† Amount that may be applied as operating appropriations in aid in addition to the net total, arising from: judicial proceedings; private bills; taxation of costs; reproduction of works of art; fees; refreshment department sales; rental income; and other charges.

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<b>Total Operating A in A</b>	<b>6,229</b>
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**Departmental Expenditure Limits and Administration Budgets**

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-6,639	-	106,422	-	106,422
<i>of which: *</i>					
<i>Administration budget</i>	-	-	-	-	-
<i>Near-cash in RDEL</i>	-6,639	-	75,309	-	75,309
Capital**	6,639	-	12,865	-	12,865
Less Depreciation†	-	-	-13,250	-	-13,250
Total	-	-	106,037	-	106,037

\* The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

\*\*Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

†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
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	6,229