

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 6522).
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 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	27,998,938,000
Request for Resources 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare	1,167,098,000
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	195,252,000
Total net resource requirement	29,361,288,000
Net cash requirement	31,663,274,000

Amounts required in the year ending 31 March 2006 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; support for Academies; the school curriculum and its assessment; education action zones; modernising the teaching profession and other educational services and initiatives; costs associated with the Schools Food Trust; 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 for School Leadership, the Training and Development Agency for Schools, 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, including Career Development Loans; 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; payments to support other international educational programmes; Costs associated with the UK presidency of the European Union; 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; children, secure accommodation and family policy; family parenting and law grants; Grants in Aid to the Children and Family Court Advisory and Support Service to the Children's Commissioner; payments and grants to support parenting and parenting organisations; grants to support Strengthening Families, Marriages and Relationships; support for Pilot Local Area Agreements; 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

Part I (continued)

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 to the Royal Anniversary Trust, grants in aid to the Higher Education Funding Council for England, the Learning and Skills Council, the 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, children's centres; the education of under-fives; supporting families and communities; evaluating the programme; Sure Start support for Pilot Local Area Agreements; 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

payments and grants to support people, 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; Children's Fund Support for Pilot Local Area Agreements; 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	27,998,938,000	12,729,876,000	15,269,062,000
RfR 2	1,167,098,000	444,706,000	722,392,000
RfR 3	195,252,000	97,717,000	97,535,000
Total net resource requirement	29,361,288,000	13,272,299,000	16,088,989,000
Net cash requirement	31,663,274,000	13,958,132,000	17,705,142,000

Part II: Subhead detail

£'000

2005-06						2004-05 Provision	2003-04 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									
253,617	176,702	28,036,407	28,466,726	467,788	27,998,938	2,682,006	482,575	26,374,910	23,517,169
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Activities to Support all Functions									
253,617	40,875	522,719	817,211	9,816	807,395	10,190	575	311,134	266,139
B Support for Schools and Teachers not through Local Education Authorities									
-	9,100	1,280,079	1,289,179	-	1,289,179	-	-	947,238	643,423
C Support for Children and Families not paid through Local Education Authorities									
-	23,223	793,316	816,539	570	815,969	-	-	745,752	653,573
D Higher Education									
-	32,048	80,645	112,693	80	112,613	-	-	65,258	127,842
E Higher Education Receipts from the Department of Trade and Industry									
-	-	-	-	453,946	-453,946	-	-	-230,890	-244,054
F Further Education, Adult Learning and Skills for Lifelong Learning and International Programmes									
-	70,782	751,267	822,049	3,376	818,673	-	-	467,386	383,842
G Support for Students in Higher Education									
-	-	1,362,528	1,362,528	-	1,362,528	-	-	1,357,681	1,252,326

Part II: Subhead detail (continued)

£'000

2005-06						2004-05 Provision	2003-04 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	
H	Compensation to Former College of Education Staff									
-	-	355	355	-	355	-	-	8,688	12,066	
	<i>Capital Modernisation Fund Supporting all Functions</i>									
-	-	-	-	-	-	-	-	10,874	21,796	
	Support for Local Authorities									
I	Current Grants for Local Education Authorities to Support Schools and Teachers									
-	-	3,510,753	3,510,753	-	3,510,753	-	-	3,302,641	3,218,306	
J	Capital Grants for Local Education Authorities to Support School									
-	-	2,832,844	2,832,844	-	2,832,844	-	-	2,431,337	2,070,502	
K	Higher Education Fees and Awards through Local Education Authorities									
-	-	81,500	81,500	-	81,500	-	-	10,000	66,954	
L	Current Grants to Local Education Authorities to Support Children and Families									
-	-	129,014	129,014	-	129,014	-	-	203,204	583,203	
M	Capital Grants to Local Education Authorities to Support Children and Families									
-	-	27,228	27,228	-	27,228	-	-	13,350	3,486	
	<i>Capital Modernisation Fund through Local Education Authorities</i>									
-	-	-	-	-	-	-	-	-	65,490	
	Spending in Annually Managed Expenditure (AME)									
	<i>Central Government spending</i>									

Part II: Subhead detail (continued)

£'000

2005-06						2004-05 Provision	2003-04 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin 1	Other Current 2	Grants 3	Gross Total 4	A in A 5	Net Total 6	Capital 7	Non- operating A in A 8		
N Education Maintenance Allowance's not through Local Education Authorities									
-	-	402,900	402,900	-	402,900	-	-	214,000	17,346
<i>Support for Local Authorities</i>									
O Education Maintenance Allowance's through Local Education Authorities									
-	-	100	100	-	100	-	-	55,500	124,638
Non-budget									
P Grant in Aid to NDPBs supporting Schools									
-	-	661,600	661,600	-	661,600	-	-	679,794	612,211
Q Grant in Aid to NDPBs supporting Children and Families Schools									
-	-	149,160	149,160	-	149,160	-	-	256,016	173,708
R Loans to Students and Grant in Aid to NDPBs supporting Higher Education									
-	-	6,146,741	6,146,741	-	6,146,741	2,671,816	482,000	6,377,616	4,797,961

Part II: Subhead detail (continued)

£'000

2005-06						2004-05 Provision	2003-04 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	
S	Grant in Aid to NDPBs supporting Further Education, Adult Education and Skills and Lifelong Learning									
	-	674	9,303,658	9,304,332	-	9,304,332	-	-	9,148,331	8,666,411
	RfR 2: Promoting the physical, intellectual and social development of babies and young children through Sure Start, Early Years Provision and Childcare									
	-	6,212	1,160,886	1,167,098	-	1,167,098	500	-	1,065,707	720,847
	Spending in Departmental Expenditure Limits (DEL)									
	<i>Central Government spending</i>									
A	Sure Start Administration Costs and Current Grants									
	-	6,212	584,226	590,438	-	590,438	500	-	590,501	426,565
	<i>Support for Local Authorities</i>									
B	LA Current Grants									
	-	-	312,993	312,993	-	312,993	-	-	338,151	253,734
C	LA Capital Grants									
	-	-	263,667	263,667	-	263,667	-	-	137,055	40,548
	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									
	-	58	195,194	195,252	-	195,252	14	-	239,587	261,969
	Spending in Departmental Expenditure Limits (DEL)									
	<i>Central Government spending</i>									

Part II: Subhead detail (continued)

£'000

2005-06						2004-05 Provision	2003-04 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
A	Children's Fund								
-	58	195,194	195,252	-	195,252	14	-	239,587	261,969
Total for Estimate:									
253,617	182,972	29,392,487	29,829,076	467,788	29,361,288	2,682,520	482,575	27,680,204	24,499,985

Part II: Resource to cash reconciliation

	£'000					
	2005-06		2004-05		2003-04	
	Provision		Provision		Outturn	
Net Total Resources	29,361,288		27,680,204		24,499,985	
Voted capital items						
Capital	2,682,520		2,562,069		2,416,606	
Less Non-operating A-in-A	482,575		482,575		363,258	
Total net voted capital	2,199,945		2,079,494		2,053,348	
Accruals to cash adjustment						
Adjustments to remove non-cash items:						
Cost of Capital charges	-3,970		-2,911		-517,101	
Depreciation	-9,175		-9,199		-8,980	
New provisions and adjustments to previous provisions	617,915		-1,676		633,969	
Profit (+) / loss (-) on sale of assets	-		-		417	
Prior period adjustments	-		-		-	
Other non-cash items	-520,675		-511,330		-173,116	
Increase (+) / Decrease (-) in stock	44		42		172	
Increase (+) / Decrease (-) in debtors	-426		-3,022		39,167	
Increase (-) / Decrease (+) in creditors	10,363		10,683		90,145	
Use of provisions	7,965		9,937		11,670	
Total accruals to cash adjustments	102,041		-507,476		76,343	
Excess cash to be CFERd	-		-		-	
Net Cash Requirement	31,663,274		29,252,222		26,629,676	

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):-

	£'000					
	2005-06		2004-05		2003-04	
	Provision		Provision		Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as AinA	-	-	1,050	341	62,673	31,000
Non-operating income not classified as AinA	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	75,039	69,797	75,039	70,850	58,684	116,920
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	75,039	69,797	76,089	71,191	121,357	147,920

Forecast Operating Cost Statement

	£'000		
	2005-06 Provision	2004-05 Provision	2003-04 Outturn
Net Administration Costs			
RfR 1	250,689	258,786	226,102
RfR 2	-	-	12,130
RfR 3	-	-	4,986
Total Net Administration costs	250,689	258,786	243,218
Net Programme Costs			
RfR 1	27,748,249	26,115,074	23,228,735
RfR 2	1,167,098	1,065,707	708,376
RfR 3	195,252	239,587	256,983
Total Net Programme costs	29,110,599	27,420,368	24,194,094
Total Net Operating Cost	29,361,288	27,679,154	24,437,312
<i>of which:</i>			
Net Resource Outturn	29,361,288	27,680,204	24,499,985
CFERs	-	-1,050	-62,673
Non-voted expenditure	-	-	-
Resource Budget Outturn	26,634,469	24,964,003	23,194,708

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2005-06	2004-05	2003-04
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	29,361,288	27,680,204	24,499,985
<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	-	-1,050	-62,673
Other adjustments	-	-	-
Net Operating Cost (Accounts)	29,361,288	27,679,154	24,437,312
<i>Adjustments to remove:</i>			
capital grants to local authorities	-3,123,739	-2,581,742	-2,180,026
capital grants financed from the Capital Modernisation Fund	-	-10,874	-26,796
European Union income and related adjustments	-	-	-
voted expenditure outside the budget	619,366	-	856,497
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	1,050	62,332
resource consumption of non departmental public bodies	-227,446	-327,185	46,635
unallocated resource provision	5,000	203,600	-
Other adjustments	-	-	-1,246
Resource Budget Outturn (Budget)	26,634,469	24,964,003	23,194,708
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	26,101,294	24,558,828	22,927,386
Annually Managed Expenditure (AME)	533,175	405,175	267,322

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2005-06	2004-05	2003-04
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	2,199,945	2,079,494	2,053,348
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-	417
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	8,896	13,557	25,531
capital grants to local authorities	3,123,739	2,581,742	2,180,026
capital grants financed by the Capital Modernisation Fund	-	10,874	26,796
local authority credit approvals	1,307,202	1,204,102	999,565
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	27,000	-
Other adjustments	-2,189,816	-2,069,500	-2,042,152
Capital Budget Outturn (Budget)	4,449,966	3,847,269	3,243,531
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	4,444,529	3,841,832	3,239,909
Annually Managed Expenditure (AME)	5,437	5,437	3,622

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

In accordance with Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointment for the Request for Resources within this Estimate.

Request for Resources 1: Sir David Normington, Permanent Head of the Department

Request for Resources 2: Sir David Normington, Permanent Head of the Department

Request for Resources 3: Sir David Normington, Permanent Head of the Department

Sir David Normington as the Principal Accounting Officer (PAO) of the Department for Education and Skills has personal responsibility for the proper presentation of the department'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, remains in general overall charge of the Department for Education and Skills.

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 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 the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the Department for Education and Skills' policies, aims, and objectives; and should regularly review the effectiveness of that system.

Notes to the Main Estimate (continued)

Analysis of appropriations in aid (A in A)

£'000

	2005-06		2004-05		2003-04	
	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	—	—	2,070	—	3,411	—
ERASMUS	80	—	80	—	80	—
Promoting UK Education and support overseas	—	—	379	—	509	—
The International Maths Olympiad	—	—	—	—	—	—
Support for Key Skills	—	—	—	—	—	—
Home Start receipt from the Home Office	—	—	—	—	—	—
FAS residual property receipts	—	—	—	—	—	—
Grant-maintained schools loan receipts	—	—	—	—	658	—
Voluntary aided school capital	—	—	—	—	—	—
Voluntary aided school interest receipts	—	—	300	—	212	—
Voluntary aided school loan repayments	—	—	—	—	59	—
Career Development Loans	2,200	—	2,200	—	2,460	—
Individual Learning Accounts	—	—	—	—	—	—
HEROBIC	—	—	—	—	500	—
Publicity and evaluation	420	—	180	—	285	—
European Social Fund Support for departmental programmes	—	—	—	—	—	—
General Administration receipts	1,018	—	1,236	—	2,529	—
Rent from minor occupiers	1,910	—	1,910	—	1,185	—
National College of School Leadership Rents	—	—	—	—	1,324	—
Profit on Disposal of assets	—	—	—	—	—	—
Admin receipts – land	—	319	—	319	—	467
Admin receipts – other	—	256	—	256	—	—
Repayment of principal on student loans	—	482,000	—	482,000	—	362,123
TEC rent & property receipts	—	—	—	—	563	—
Receipt for Dance and Drama students	—	—	173	—	139	—
Higher Education Business Fellows (from DTI)	46	—	138	—	138	—
International Receipts	26	—	309	—	310	—
Small Business Service receipts for Investors in People	—	—	—	—	—	—
Higher Education Innovation Fund (from DTI)	122,000	—	72,652	—	24,416	—
Connexions Card Receipts	1,020	—	849	—	960	—
Connections ESF Receipts	—	—	3,273	—	1,888	—
Sponsorship Funding	—	—	—	—	—	—
Post Transition Receipts	—	—	—	—	—	—
Receipts covering the return of assets from Training and Enterprise Councils as part of their winding-up process	—	—	—	—	4,525	—
Receipt from the DTI for the Science and Research Investment Fund	331,900	—	158,100	—	219,000	—
Childcare Initiative	—	—	—	—	—	—
European Education Programmes	—	—	—	—	—	—
Improving the Training Market receipts	—	—	88	—	2,276	—
NVYO/NYA Receipts	—	—	—	—	—	—
Miscellaneous Programme Receipts	700	—	900	—	—	—
General Administration programme receipts	6,468	—	7,217	—	4,090	—
Adult Basic Skills receipts	—	—	7,446	—	—	—
School Standards Fund Receipts	—	—	708	—	—	—
Food Standards Agency Receipts	—	—	190	—	—	—
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	467,788*	482,575**	260,398	482,575	1,034,714	362,761

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; Schools Standard Fund receipts; Food Standards Agency 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

	2005-06 provision		2004-05 provision		2003-04 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

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	—	—	11,477	—	3,500	—
Neighbourhood Nursery Initiative Receipts	—	—	3	—	—	—
Children Information Service Receipts	—	—	319	—	—	—
Total RfR 2	—	—	11,799	—	3,500	—

	2005-06 provision		2004-05 provision		2003-04 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

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	—
Total A in A	467,788	482,575	272,197	482,575	1,038,215	362,761
<i>of which: Administration Budgets</i>	<i>2,928</i>	<i>—</i>	<i>3,137</i>	<i>—</i>	<i>3,715</i>	<i>—</i>

Notes to the Main Estimate *(continued)*

Departmental Expenditure Limits and Administration Budgets £'000

	Voted*	Non-voted	Total
Resource DEL	9,572,716	16,528,578	26,101,294
<i>of which: Administration Budget</i>	<i>250,689</i>	<i>—</i>	<i>250,689</i>
Capital DEL**	3,133,868	1,310,661	4,444,529
Less depreciation†	-9,175	-35,596	-44,771
Total DEL	12,697,409	17,803,643	30,501,052

* Excludes EU receipts included in Estimates, but excluded in Budgets.

** 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.

† 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.

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

The total net resource sought for 2005-06 of £29,361,288,000 is 6.1 per cent higher than the final provision for 2004-05 of £27,680,204,000 and 8.2 per cent higher than the forecast outturn for 2004-05 of £27,140,248,000.

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.

	2005-06 provision	2004-05 provision	2003-04 outturn
	950,363	754,772	1,400,976

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:

Subhead	Service		£'000
D:	Grants to the Royal Anniversary Trust to cover costs associated with the Higher and Further Education Awards Scheme (Queen's Anniversary Prizes)	n	167
C:	Grants to support Marriages and Relationships	n	900

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)	™	23.4
British Educational Communications and Technology Agency (BECTA)	©	6.0
Higher Education Funding Council for England (HEFCE)	™	6,736.2
Children and Family Court Advisory and Support Service	™	89.0
Investors in People UK (IiP UK)	©	5.2
Learning and Skills Council	™	9,216.1
National College for School Leadership	©	91.9
Qualifications and Curriculum Authority	™	60.2
Student Loans Company	©	30.8
Sector Skills Development Agency	©	58.8
Training and Development Agency for Schools	™	559.8
 Public Corporation		 £ million
General Teaching Council	™	3.9

Notes to the Main Estimate *(continued)*

Contingent liabilities

As at 31 March 2005, the following liabilities fell to be met from the Department's Estimate:

**Amount outstanding
as at 31 March 2005
(£'000)**

Non-Statutory

<p>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:</p> <p>a) their TEC makes them redundant due to direct government action due to their first five years of employment;</p> <p>b) a court or tribunal ever ruled that TEC and civil service employment were continuous for redundancy calculation purposes.</p> <p>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 the 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:</p> <p>liabilities that arise from audit work carried out in respect of the delivery of activities funded through the European union initiatives or through Single Regeneration Budget and other schemes sponsored by Government Departments other than DfES and F40;</p>	<p>59,000</p>
<p>Liabilities that arise from the transfer of TEC/CCTE functions to successors, including from staff who have been transferred or been made redundant, who as a result of the transfer seek redress through the Employment Tribunal; and</p>	<p>128,204</p>
<p>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.</p>	<p>5,200</p>
<p>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.</p>	<p>7,570</p>
<p>In order to ensure that 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 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.</p>	<p>3,587</p>
<p>In order to ensure that the 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 Brighton, Manchester or Coventry area an indemnity to give a 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.</p>	<p>8,095</p>

Notes to the Main Estimate *(continued)*

In order to ensure that 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.	5,180
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.	—
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
Arrangements to allow for the appointment of a receiver at any TEC we believe necessary.	6,000