

UK Trade & Investment

Introduction

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

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment			
<u>Section</u>	<u>Reason for change</u>		
<u>Other changes</u>			
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
A2 and A5	Increase in gross expenditure offset by increased appropriations-in-aid arising from income generated from UKTI chargeable services being higher than forecast in the Main Estimate.	600,000	-600,000
<u>Token increases</u>			
A2	Token increase to allow increase in appropriations-in-aid to be included in Estimate	1,000	
		<u>Total</u>	<u>601,000</u>
Total change in resources for RfR1			-600,000
			1,000
Total change in resources for Estimate			1,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £8,888,000.

3. Symbols are explained in the Introduction to this booklet.

UK Trade & Investment

Part I

		£
RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment	†	1,000
Total additional net resource requirement		1,000
Additional net cash requirement	†	8,888,000

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by UK Trade & Investment on:

RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment

trade development and promotion and inward investment, including grants to the Regional Development Agencies (RDAs), associated capital and other related expenditure and associated non-cash items.

UK Trade & Investment will account for this Estimate.

† Pending passage of the Appropriation Act urgent cash expenditure of £6,000,000 supporting the services provided for under sections A2 and A3 will be met by a repayable advance from the Contingencies Fund. There are no implications for resources supporting the services provided for in the 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
RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment						
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Trade development and promotion and inward investment	89,307	601	600	1	89,308
Total RfR 1			601	600	1	
Total Changes to RfRs			601	600	1	

		£000	
	Present Provision	Change in Provision	New Provision
Capital and Cash			
Total Capital Expenditure	248	-	248
Non-Operating A in A	-	-	-
Net cash requirement	90,348	8,888	99,236

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment								
-	74,699	17,230	91,929	2,600	89,329	248	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Trade development and promotion and inward investment								
-	74,678	17,230	91,908	2,600	89,308	248	-	
Spending in Annually Managed Expenditure(AME)								
<i>Central Government spending</i>								
B Trade development and promotion and inward investment								
-	21	-	21	-	21	-	-	
Total for Estimate:								
-	74,699	17,230	91,929	2,600	89,329	248	-	

Part II: Resource to cash reconciliation

	Present	Increase (+) Decrease (-)	£'000 Revised
Net Resource Requirement	89,328	1	89,329
Voted capital items			
Capital	248	-	248
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	248	-	248
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	79	-	79
Depreciation	-187	-	-187
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	880	8,887	9,767
Use of provisions	-	-	-
Total accruals to cash adjustments	772	8,887	9,659
Excess cash to be CFERd	-	-	-
Net Cash Requirement	90,348	8,888	99,236

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2007-08 provision
Net Programme Costs	
RfR1	89,329
Total Net Programme costs	89,329
Total Net Operating Cost	89,329
<i>of which:</i>	
Net Resource Requirement	89,329
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	89,329

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
Net Resource Requirement (Estimates)	89,329
<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 Costs (Accounts)	89,329
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
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	-
Resource Budget (Budget)	89,329
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	89,308
Annually Managed Expenditure (AME)	21

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
Net Voted Capital (Estimates)	248
<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	-
Capital Budget (Budget)	248
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	248
Annually Managed Expenditure (AME)	-

Notes to the Estimate (*continued*)

Explanation of Accounting Officer responsibilities

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

Request for Resources 1

Andrew Cahn, Chief Executive of UK Trade & Investment

Andrew Cahn as the Accounting Officer of the UK Trade & Investment 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 AO as the permanent head, remains in general overall charge of UK Trade & Investment.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. 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 organisation's 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

2007-08

RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment

Programme	2,600
------------------	--------------

of which:

Sale of goods and services	2,600
----------------------------	-------

Total RfR1	2,600 †
-------------------	----------------

†Amount that may be applied as operating appropriations in aid in addition to the net total arising from: income relating to the provision of trade development services; asset sales; insurance claims; recovery of costs incurred on behalf of others; recovery of overpayments.

Total Operating A in A	2,600
-------------------------------	--------------

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	1	-	89,308	-	89,308
<i>of which:</i>					
Administration budget †	-	-	-	-	-
Near-cash in RDEL	1	-	89,221	-	89,221
Capital DEL ††	-	-	248	-	248
Less Depreciation †††	-	-	-166	-	-166
Total DEL	1	-	89,390	-	89,390

† 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

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

£'000
2,600