

Department for Transport

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: Promoting transport that works for everybody			
<u>Section</u>	<u>Reason for change</u>		
<u>Changes related to movements in budgets</u>			
	<u>Take up of DEL End-Year Flexibility</u>		
L2	To increase near cash resource provision for Railways in respect of Crossrail.	43,598,000	
X1, X5	To increase administration near-cash provision for Central Administration to meet various pressures including work on implementing the Eddington report, recruitment costs and building refurbishment costs.	3,642,000	
AJ3	To create a new section for capital grants to the Greater London Authority in respect of Metronet.	150,000,000	
	<u>Take up of Departmental Unallocated Provision (DUP)</u>		
X	To increase administration near-cash provision for Central Administration to meet budget allocations arising from the implementation of the 2007/08 Business Plan.	4,203,000	
	<u>Transfers of budgetary cover to/from other government departments</u>		
N3	To decrease near-cash resource provision for Freight Grants by £500,000 by transfer to the Scottish Executive for the Rail Environmental Benefit Procurement Scheme.		-500,000
	<u>Changes in capital grant provision offset by changes in capital provision</u>		
	<u>To increase capital grant provision for:</u>		
L3	Railways by £8,131,000 from Section X in respect of an indexation adjustment to a budget transfer made at the time of the Main Estimate to the Scottish Executive in relation to Scottish rail services.	8,131,000	
V3	Vehicle and Operator Services Agency trading fund by £3,000,000 from Section X for automatic number plate recognition.	3,000,000	
	<u>To decrease capital grant provision for:</u>		
N3	Freight Grants by £6,780,000 by transfer to Section V.		-6,780,000
AF3	Other transport grants (capital) by transfer to:		
	Section B		-4,250,000
	Section E		-1,300,000
	Section V		-4,830,000

<u>Changes in DEL offset by changes in Annually Managed Expenditure</u>			
AG2, E2	To increase non-cash resource AME provision for the Highways Agency by £150,000,000 by transfer from Section E in respect of reclassification of impairments.	150,000,000	-150,000,000
 <u>Re-activation of the AME Section</u>			
To re-activate and re-name the Railways line as 'Railways and other expenditure' to set up:			
AK2	£750,000 non cash resource provision for the Maritime and Coastguard Agency to cover the revaluation of their building estate.	750,000	
AK2	£30,000,000 for the Channel Tunnel Rail Link's provision.	30,000,000	
AK3	£70,000,000 for Rail pension liabilities.	70,000,000	
 <u>Changes in non-budget</u>			
To increase grant-in-aid for:			
AH3	the new Renewable Fuels Agency; and	300,000	
AI3	the Driver and Vehicle Licensing Agency (trading fund) by £40,350,000 for Shared Services (£15,350,000), Morrision Estate modernisation and continuous insurance enforcement (£25,000,000).	40,350,000	
AL3	To create a new non-budget section for capital grants to the Greater London Authority in respect of Metronet.	1,858,000,000	
 <u>Other changes</u>			
<u>Resource transfers within the Request for Resources</u>			
<u>To increase near-cash resource provision:</u>			
B2	Maritime and Coastguard Agency by transfer of £1,700,000 from Section A to cover maritime regulations and enforcement work.	1,700,000	
D2	Transport security and royal travel by transfer of £308,000 from Section G in respect of expenditure for transport security.	308,000	
H2	Statistics, censuses and surveys by transfer of £2,851,000 from Section I to adjust the allocation of consultancy costs.	2,851,000	
X	Central Administration programme by £ 5,800,000 from Section L for Shared Services.	5,800,000	
AE3	Other transport grants (resource) from Section L for cycling and walking (£ 6,117,000), concessionary travel (£10,172,000) and Oystercards (£300,000), and from Section E for de-trunking (£1,849,000).	18,438,000	
 <u>To increase non-cash resource provision:</u>			
A2	Ports and shipping services by £3,000,000 from Section L to cover cost of capital charges for the International Maritime Organisation Headquarters.	3,000,000	

B2	Maritime and Coastguard Agency by £260,000 from Section L for cost of capital charges.	260,000
C2	Aviation services by £2,000,000 from Section L to cover cost of capital charges in respect of a loan to National Air Traffic Services.	2,000,000
	<u>To increase capital grant provision:</u>	
L3	Railways by £8,869,000 capital grants from Section AF in respect of an indexation adjustment to a transfer made at the time of the Main Estimate to the Scottish Executive in relation to Scottish rail services.	8,869,000
	<u>To decrease near-cash resource provision:</u>	
A2	Ports and shipping services by transfer to Section B.	-1,700,000
E2	Highways Agency by transfer to Section AE.	-1,849,000
G2	Research by transfer to Section D	-308,000
I2	Consultancies and other services for roads and local transport by transfer to Section H.	-2,851,000
L2	Railways by £5,800,000 to Section X and £16,589,000 to Section AE.	-22,389,000
	<u>To decrease non-cash resource provision:</u>	
L2	Railways by transfers to:	
	Section A	-3,000,000
	Section B	-260,000
	Section C	-2,000,000
	<u>To decrease capital grant provision:</u>	
AF3	Other transport grants (capital) by transfer to Section L.	-8,869,000
	<u>Use of near-cash resource switched from non-cash resource</u>	
	To increase near cash resource provision by transfer from Section L for:	
B2	Maritime and Coastguard Agency by £2,000,000 to cover the cost of internal re-organisation and £1,100,000 for maritime training under the SMaRT scheme.	3,100,000
X2	Central Administration by £10,025,000 for Shared Services.	10,025,000
AE3	Other transport grants (resource) by £2,028,000 for concessionary travel.	2,028,000
	<u>Transfer of non-cash resource to near cash resource</u>	
L2	To decrease non-cash resource provision for Railways by transfer to:	
	Section B	-3,100,000
	Section X	-10,025,000
	Section AE	-2,028,000

	<u>Transfer of non-cash resource to non-voted near-cash resource</u>	
L	To decrease non cash provision for Railways by transfer to non-voted near-cash resource.	-4,847,000
	<u>Transfers to/from non-voted spending</u>	
L2	To decrease near-cash resource provision for Railways by transfer to non-voted.	-5,000,000
L2	To decrease non-cash resource provision for Railways by transfer to non-voted.	-7,740,000
S3	To decrease resource grant provision for Powershift and CleanUp by transfer to non-voted.	-300,000
W2	To increase near-cash resource provision for Vehicle and Operator Services Agency enforcement funded from non-voted receipts.	1,436,000
AF3	To decrease capital grant provision for Other transport grants (capital) by transfer from Local Authorities' major schemes to non-voted.	-59,951,000
L3	To decrease capital grant resource provision for Railways by transfer to non-voted.	-58,439,000
	<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>	
B2, B5	To increase near-cash resource provision for the Maritime and Coastguard Agency by £5,600,000 to meet higher demand for ship surveys and certification and examination services, fully offset by an increase in appropriation-in-aid provision.	
B2, C5	To increase near-cash resource provision for the Maritime and Coastguard Agency by £4,000,000 to cover increased costs of emergency services, vessel traffic monitoring, receiver of wreck operations and higher fuel costs for helicopters, fully offset by increases in appropriation-in-aid provision for Section C.	
E1, E5	To increase administration near-cash resource provision for the Highways Agency by £1,349,000, fully offset by increases in appropriation-in-aid provision.	

E2, E5	To increase programme near-cash resource provision for the Highways Agency by £24,077,000, fully offset by increases in appropriation-in-aid provision.
L2, L5	To increase near-cash resource provision for Railways by £60,000,000 for Crossrail, fully offset by an increase in appropriations-in-aid provision.
Q2, P5	To decrease near-cash resource provision for the Vehicle Certification Agency enforcement by £300,000, fully offset by a decrease in appropriation-in-aid provision for Section P.
X2, X5	To increase near-cash provision by £650,000 for Transport Direct, fully offset by receipts from the Scottish Executive.
X2, C5	To increase administration near-cash provision by £1,200,000, for Shared Services, fully offset by an increase in appropriation-in-aid provision for Section C.
AE3, T5	To increase near-cash resource provision by £1,883,000 for Cycling and Walking, fully offset by an increase in appropriation-in-aid provision for Section T.
AC1, AC5	To increase administration near-cash provision for the Government Car and Despatch Agency by £4,830,000, fully offset by an increase in appropriation-in-aid provision.

<u>Total</u>	2,421,789,000	-362,316,000.
Total change in resources for RfR1		2,059,473,000

Total change in resources for Estimate		2,059,473,000
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Changes in Capital

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
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Changes related to movements in budgets

	<u>Transfers to/from non-voted spending</u>		
V7	To increase capital provision for the Vehicle and Operator Services Agency trading fund by £4,041,000 for refurbishment, equipment and IT schemes.	4,041,000	
	<u>Transfers from capital to capital grants</u>		
X7	To decrease capital provision for the central Department by £8,131,000 by transfer to Section L and £3,000,000 to Section V .		-11,131,000

<u>Capital transfers within the Request for Resources</u>		
To increase capital provision for:		
U7	Driving Standards Agency trading fund by transfer from Section Z to cover multi-purpose test centres, the Certificate of Professional Competence and new headquarters.	30,800,000
V7	Vehicle and Operator Services Agency trading fund by £402,000 from Section G, £3,495,000 from Section Z and £452,000 from Section AC for refurbishment, equipment and IT schemes.	4,349,000
To decrease capital provision for:		
G7	Research by £402,000 to Section V.	-402,000
Z7	Driver, Vehicle and Operator Group central (including loan pool) to Section U (£30,800,000) and Section V (£3,495,000).	-34,295,000
AC7	Government Car and Despatch Agency by £452,000 to Section V.	-452,000
<u>Changes in capital provision offset by a decrease in capital grant provision</u>		
To increase capital provision for:		
B7	Maritime and Coastguard Agency by £4,250,000 for a helicopter hangar construction by transfer from Section AF.	4,250,000
E7	Highways Agency for Community Infrastructure by £1,300,000 from Section AF.	1,300,000
V7	Vehicle and Operator Services Agency trading fund for refurbishment, equipment and IT schemes by £6,780,000 from Section N and £4,830,000 from Section AF.	11,610,000
<u>Changes in non-operating appropriations-in-aid (fully offset by changes in spending)</u>		
A7, C8	Ports and shipping services for the International Maritime Organisation's Headquarter by £41,000,000, fully offset by an increase in non-operating appropriation-in-aid provision for Section C in respect of a loan repayment.	
		<u>Total</u>
		56,350,000
		-46,280,000
Total change in capital for Estimate		10,070,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £1,859,129,000.

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

Department for Transport

Part I

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RfR 1: Promoting transport that works for everybody	2,059,473,000
Total additional net resource requirement	2,059,473,000
Additional net cash requirement	1,859,129,000

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by the Department for Transport on:

RfR 1: Promoting transport that works for everybody

Ports and shipping services; the National Ports Council Pension and Compensation schemes; freight grants; the Maritime and Coastguard Agency; civil and international aviation services including costs relating to type approval testing of electronic screening devices for use in enforcing aviation provisions of the Railways and Transport Safety Act 2003; support for and loans to National Air Traffic Services; the Highways Agency; payments to private consortia for design, build, finance and operate schemes; grants to local authorities, including the Greater London Authority and Merseyrail; payments to local authorities for the maintenance of de-trunked roads; capital grants to Regional Development Agencies for regional infrastructure and promotion, publicity and publications in support of the Highways Agency operations; the operation of the Dartford River crossing; compensation to private tolled undertakings for the imposition of VAT on tolls; loans and other expenditure relating to Other River Crossings; Bus Service Operator Grant; expenditure in connection with the introduction of concessionary Bus Travel for older and eligible disabled people in England; Multi-Modal Studies; promoting efficiencies in sustainable distribution; support to nationalised transport industries; Powershift and CleanUp programmes; Transport Direct; royal travel; transport security; the Commission for Integrated Transport; trans-European network funds; costs relating to the PHARE programme; support for other minor transport services; compensation and pension costs relating to pre-DVLC local authority driver and licensing staff; grants and loans and other expenditure relating to the Driver and Vehicle Licensing Agency (trading fund); Driver and Vehicle Licensing Agency, Vehicle excise duty collection and enforcement related activities, development and operation of systems associated with licensing; Vehicle and Operator Services Agency (trading fund); Vehicle and Operator services Agency enforcement; Driving Standards Agency (trading fund); Vehicle Certification Agency; Vehicle Certification Agency enforcement; speed and red light camera enforcement; grants to Railtrack; British Rail and London Underground; payments and loans under Section 63 of the Railways Act 1993 to Railtrack plc (in administration); PPP Arbiter; grants to the Strategic Rail Authority; the Channel Tunnel Rail Link; Cross London Rail Links Limited; National Freight Company travel concessions; railway industry and National Freight Company pension funds; the British Transport Police; the Renewable Fuels Agency; payments and financial assistance in respect of railways and railways services under Section 6 of the Railways Act 2005; accident investigation; research, development, statistics, censuses and surveys, safety and mobility, publicity, promotion and advice and publications, monitoring, consultancies, selling into wider markets, including export opportunities; subscriptions and contributions to international organisations; compensation; the administration and operation of the department; payments to the Department for Communities and Local Government in respect of certain central services; the purchase, acquisition, hire, lease and rent of land, buildings, plant, equipment, machinery, vehicles and capital assets; special payments; the central management of, and delivery of services to, the Civil Service and wider public sector; and associated non-cash items.

The **Department for Transport** will account for this Estimate.

Part II: Changes proposed

Resources	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	£'000	
					New Net Provision	
RfR 1: Promoting transport that works for everybody						
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Ports and shipping services	15,338	1,300	-	1,300	16,638
RfR 1 - B	Maritime and Coastguard Agency	120,277	14,660	5,600	9,060	129,337
RfR 1 - C	Aviation services	21,732	2,000	5,200	-3,200	18,532
RfR 1 - D	Transport security and royal travel	26,261	308	-	308	26,569
RfR 1 - E	Highways Agency	1,964,135	-126,423	25,426	-151,849	1,812,286
RfR 1 - G	Research	30,625	-308	-	-308	30,317
RfR 1 - H	Statistics, censuses and surveys	11,287	2,851	-	2,851	14,138
RfR 1 - I	Consultancies and other services for roads and local transport	10,389	-2,851	-	-2,851	7,538
RfR 1 - L	Railways	3,857,763	1,770	60,000	-58,230	3,799,533
RfR 1 - N	Freight Grants	25,508	-7,280	-	-7,280	18,228
RfR 1 - P	Vehicle Excise Duty enforcement	-300	-	-300	300	-
RfR 1 - Q	Vehicle Certification Agency enforcement	1,300	-300	-	-300	1,000
RfR 1 - S	Power Shift and CleanUp	18,000	-300	-	-300	17,700
RfR 1 - T	Dartford River Crossing	-67,000	-	1,883	-1,883	-68,883
RfR 1 - V	Vehicle and Operator Services Agency trading fund	-841	3,000	-	3,000	2,159
RfR 1 - W	Vehicle and Operator Services Agency enforcement	17,721	1,436	-	1,436	19,157
RfR 1 - X	Central Administration	209,646	24,804	-66	24,870	234,516
RfR 1 - AC	Government Car and Despatch Agency	-	4,830	4,830	-	-
<i>Support for Local Authorities</i>						
RfR 1 - AE	Other transport grants (resource)	562,284	22,349	-	22,349	584,633
RfR 1 - AF	Other transport grants (capital)	1,086,183	-79,200	-	-79,200	1,006,983
Spending in Annually Managed Expenditure (AME)						
<i>Central Government spending</i>						
RfR 1 - AG	Highways Agency	3,445,924	150,000	-	150,000	3,595,924
Non-Budget						
RfR 1 - AH	Grant in Aid funding of NDPBs and Public Corporations	182,700	300	-	300	183,000
RfR 1 - AI	Driver and Vehicle Licensing Agency (trading fund)	228,508	40,350	-	40,350	268,858

Spending in Departmental Expenditure Limits (DEL)*Support for Local Authorities*

RfR 1 - AJ Other grants to GLA	-	150,000	-	150,000	150,000
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Spending in Annually Managed Expenditure (AME)*Central Government spending*

RfR 1 - AK Railways and other expenditure	-	100,750	-	100,750	100,750
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Non-Budget

RfR 1 - AL Other grants to GLA	-	1,858,000	-	1,858,000	1,858,000
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Total RfR 1

2,162,046	102,573	2,059,473
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Total Changes to RfRs

2,162,046	102,573	2,059,473
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	Present Provision	Change in Provision	£000 New Provision
Capital and Cash			
Total Capital Expenditure	1,151,859	51,070	1,202,929
Non-Operating A in A	29,191	41,000	70,191
Net cash requirement	11,815,150	1,859,129	13,674,279

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: Promoting transport that works for everybody								
321,930	6,849,288	10,035,469	17,206,687	528,424	16,678,263	1,202,929	70,191	
Spending in Departmental Expenditure Limits (DEL)								
Central Government spending								
A	Ports and shipping services	-	18,098	1,460	16,638	45,493	-	
B	Maritime and Coastguard Agency	-	142,837	13,500	129,337	11,750	-	
C	Aviation services	51,325	76,523	57,991	18,532	257	41,000	
D	Transport security and royal travel	7,000	26,569	-	26,569	680	-	
E	Highways Agency	-	1,873,937	61,651	1,812,286	1,077,665	16,256	
F	Publicity and advice	3,521	19,997	-	19,997	-	-	
G	Research	-	30,317	-	30,317	2,391	-	
H	Statistics, censuses and surveys	-	14,138	-	14,138	1,000	-	
I	Consultancies and other services for roads and local transport	350	7,613	75	7,538	-	-	
J	Mobility and Inclusion Unit	3,745	6,042	20	6,022	-	-	
K	Strategic Transport Studies	-	1,500	-	1,500	-	-	
L	Railways	3,431,623	4,064,074	264,541	3,799,533	-	-	
M	Commission for Integrated Transport	-	1,500	-	1,500	-	-	
N	Freight Grants	8,228	18,228	-	18,228	-	-	
O	Bus Service Operator Grant	-	413,521	-	413,521	-	-	
P	Vehicle Excise Duty enforcement	-	-	-	-	-	-	
Q	Vehicle Certification Agency enforcement	-	1,000	-	1,000	-	-	
R	Vehicle Certification Agency	-	10,932	10,820	112	300	-	

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	
S	Power Shift and CleanUp	-	9,000	8,700	17,700	-	17,700	-	-
T	Dartford River Crossing	-	-	-	-	68,883	-68,883	-	-
U	Driving Standards Agency trading fund	-	935	-	935	1,740	-805	30,800	2,052
V	Vehicle and Operator Services Agency trading fund	-	2,852	3,000	5,852	3,693	2,159	20,000	5,743
W	Vehicle and Operator Services Agency enforcement	-	19,157	-	19,157	-	19,157	-	-
X	Central Administration	203,310	37,112	-	240,422	5,906	234,516	11,622	-
Y	Trans-European network payments for transport projects (net)	-	-	3	3	-	3	-	-
Z	Driver, Vehicle and Operator Group central (including loan pool)	-	-	-	-	-	-	-	-
AA	Other River Crossings	-	27,001	-	27,001	16,001	11,000	-	-
AB	Haulage efficiency and modernisation projects	-	2,000	-	2,000	-	2,000	-	-
AC	Government Car and Despatch Agency	22,143	-	-	22,143	22,143	-	971	140
Support for Local Authorities									
AD	GLA Transport Grant (resource)	-	-	2,396,500	2,396,500	-	2,396,500	-	-
AE	Other transport grants (resource)	-	-	584,633	584,633	-	584,633	-	-
AF	Other transport grants (capital)	-	-	1,006,983	1,006,983	-	1,006,983	-	-
Spending in Annually Managed Expenditure (AME)									
Central Government spending									
AG	Highways Agency	-	3,595,924	-	3,595,924	-	3,595,924	-	-
Non-Budget									
AH	Grant in Aid funding of NDPBs and Public Corporations	-	-	183,000	183,000	-	183,000	-	5,000
AI	Driver and Vehicle Licensing Agency (trading fund)	-	-	268,858	268,858	-	268,858	-	-
Spending in Departmental Expenditure Limits (DEL)									
Support for Local Authorities									

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	
AJ	Other grants to GLA							
-	-	150,000	150,000	-	150,000	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central Government spending</i>								
AK	Railways and other expenditure							
-	30,750	70,000	100,750	-	100,750	-	-	
Non-Budget								
AL	Other grants to GLA							
-	-	1,858,000	1,858,000	-	1,858,000	-	-	
Total for Estimate:								
321,930	6,849,288	10,035,469	17,206,687	528,424	16,678,263	1,202,929	70,191	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	14,618,790	2,059,473	16,678,263
Voted capital items			
Capital	1,151,859	51,070	1,202,929
<i>Less: Non-operating A in A</i>	<i>29,191</i>	<i>41,000</i>	<i>70,191</i>
Total net voted capital	1,122,668	10,070	1,132,738
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,822,213	-49,076	-2,871,289
Depreciation	-947,589	-97,533	-1,045,122
New provisions and adjustments to previous provisions	-289,729	103,599	-186,130
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-816	-	-816
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-48,766	-173,751	-222,517
Use of provisions	182,805	6,347	189,152
Total accruals to cash adjustments	-3,926,308	-210,414	-4,136,722
Excess cash to be CFERd	-	-	-
Net Cash Requirement	11,815,150	1,859,129	13,674,279

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	10,339	<i>10,339</i>	11,339	<i>11,339</i>
Non-operating income not classified as A in A	1,662	<i>1,662</i>	1,662	<i>1,662</i>
Other amounts collectable on behalf of the Consolidated Fund	145,158	<i>145,158</i>	109,577	<i>109,577</i>
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	157,159	<i>157,159</i>	122,578	<i>122,578</i>

Forecast Operating Cost Statement

	£'000
	2007-08 provision
Net Administration Costs	
RfR1	292,717
Total Net Administration Costs	292,717
Net Programme Costs	
RfR1	16,374,207
Non-voted	
Total Net Programme costs	16,374,207
Total Net Operating Cost	16,666,924
<i>of which:</i>	
Net Resource Requirement	16,678,263
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-11,339
Resource Budget	10,593,574

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
Net Resource Requirement (Estimates)	16,678,263
<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	-11,339
Other adjustments	-
Net Operating Costs (Accounts)	16,666,924
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-4,363,415
European Union income related to capital grants	27,666
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	1,000
resource consumption of non-departmental public bodies	-2,007,725
unallocated resource provision	108,741
Other adjustments	160,383
Resource Budget (Budget)	10,593,574
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	6,896,900
Annually Managed Expenditure (AME)	3,696,674

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
Net Voted Capital (Estimates)	1,132,738
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-1,662
capital spending by non departmental public bodies	52,059
capital grants	4,363,415
European Union income related to capital grants	-27,666
supported capital expenditure (revenue)	1,310,457
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	355,432
Capital Budget (Budget)	7,184,773
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	7,184,773
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	Robert Devereux, Permanent Head of the Department
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Robert Devereux as the Accounting Officer of the Department for Transport 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 Transport.

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 Provision
RfR 1: Promoting transport that works for everybody	
Administration	28,904
<i>of which:</i>	
Sale of goods and services	28,904
Programme	499,520
<i>of which:</i>	
Sale of goods and services	155,094
Regulatory licences, fines, penalties and taxes	-
EU income	50,450
Other grant income (including repayment of grants/subsidies)	263,651
Interest and dividends	29,125
CFERs	-
Other income (including receipts)	1,200
Total RfR1	528,424 †

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: research, statistical and administrative services; fee paying enquiries; dissemination and sales of information, royalties, the loan and hire of equipment, seminars, conferences, and publication (in print and non-print media); sponsorship, including contributions from co-sponsors, other government departments, agencies and non-departmental public bodies towards the cost of research, surveys and studies; receipts from the European Union including receipts relating to the PHARE programme, donations, legal claims, including extra-contractual claims for defective work; awards of court costs and out of court settlements; receipts from the use of accommodation; rental income and receipts from property and land;

the disposal of land, buildings, plant, equipment, machinery, vehicles and capital assets; recoveries of seconded staff salaries; fees for driving assessments; speed and red light camera fixed penalty receipts; fines from wheelclamping and continuous registration; charges for vehicle and component testing; recoveries from local authorities in respect of public enquiries into highway orders; the sale of land on completion or abandonment of highway schemes; receipts from Dartford River Crossing Ltd; receipts from claims for damage to motorways and trunk roads; contributions from developers to transport schemes; recoveries of costs of civil aviation services; the sale of civil aviation items; repayments of loans or other payments made to National Air Traffic Services; repayments of loans or other payments under section 63 of the

Railways Act 1993 to Railtrack plc (in administration); receipts from the Strategic Rail Authority and the British Transport Police Authority; the Channel Tunnel Rail Link, Eurostar and the Scottish Executive; receipts in respect of railways and railway services; fees and receipts from the surveys of ships, Port State Control inspections, examinations and the certification of seafarers and receipts from the Learning and Skills Council for Smart seafarer training; recoveries in respect of the International Maritime Organisation building; the Mersey Conservancy; shipping services; ports and associated pension and compensation schemes and receipts from outside organisations in respect of the provision by MAIB staff of investigation expertise and training; Eurocontrol; subsidy provided under the New Deal - Welfare to Work; repayments of deemed and voted loans made to the Driver and Vehicle

Licensing Agency; receipts in respect of Vehicle Excise duty enforcement activities; Vehicle and Operator Services Agency and the Driving Standards Agency; plus Other River Crossings; payments from the Department for Communities and Local Government in respect of certain central services; payments from the Department for Work and Pensions in respect of transitional administration costs; receipts from the trading and programme activities of the Government Car Despatch Agency; and receipts relating to the administration and operation of the department.

Total Operating A in A	528,424
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Analysis of non - operating appropriations in aid (A in A)

Department for Transport

Spring Supplementary Estimate, 2007-08

Programme	70,191
<i>of which:</i>	
Sale of assets	57,396
Loan, etc., repayments	12,795

Total RfR1	70,191 †
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† Amounts that may be applied as non-operating appropriations in aid, arising from: the disposal of land, buildings, plant, equipment, machinery, vehicles and capital assets; the loan or hire of equipment; the sale of motorway service area freeholds; repayments of loans or other payments made to National Air Traffic Services; repayments of loans or other payments made under Section 63 of the Railways Act 1993 to Railtrack plc (in administration); the Channel Tunnel Rail Link; repayments of deemed and voted loans made to the Driver and Vehicle Licensing Agency; Vehicle and Operator Services Agency, the Driving Standards Agency and the British Transport Police Authority.

Total Non - operating A in A	70,191
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Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

		£'000	
		2007-08 provision	
		Income	Receipts
Tyne Tunnel	Φ	-	-
Second Mersey Tunnel	Φ	1,662	1,662
Bus Service Operator Grant	Φ	300	300
Highways Agency	Φ	10,000	10,000
Maritime and Coastguard Agency		1,000	1,000
Driver and Vehicle Licensing Agency (trading fund)	Φ	109,577	109,577
Central Administration	Φ	39	39
Total		122,578	122,578

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-115,508	86,931	6,335,982	560,918	6,896,900
<i>of which:</i>					
Administration budget*	7,845	-2,703	293,026	1,500	294,526
Near-cash in RDEL	62,232	79,191	5,852,661	717,593	6,570,254
Capital**	35,651	605,744	5,473,487	1,711,286	7,184,773
Less Depreciation†	9,174	-37,693	-348,535	-43,261	-391,796
Total	-70,683	654,982	11,460,934	2,228,943	13,689,877

* 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	598,615

Expenditure resting on the sole authority of the Appropriation Act

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

RfR/Section	Service	£'000
RfR1 - I	Local Transport Consultancy	1,014
RfR1 - I	Government Office programme expenditure	550
RfR1 - I	Transport Analysis and Economic Consultancies	500
RfR1 - L	International subscriptions OECD	460
RfR1 - AE	Centres of Excellence	100

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RfR1 - AH	British Transport Police Authority	5,400
RfR1 - AH	Rail Passenger Council	4,500
RfR1 - AH	London and Continental Railways	172,800
RfR1 - AH	Renewable Fuels Agency	300
RfR1 - AI	Driver and Vehicle Licensing Agency (trading fund)	268,858
		451,858

International subscriptions

RfR/Section	Body	£ '000
RfR1 - B	Maritime and Coastguard Agency	1,000
RfR1 - C	International Civil Aviation Organisation	2,000
RfR1 - L	Organisation for Economic Co-operation and Development	460
		3,460

Contingent liabilities

Non-stutory liabilities

An indemnity provided to Network Rail for Crossrail.

Unquantifiable