

Department for Innovation, Universities and Skills

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 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; achieving excellence in levels of skills; and supporting innovation and standards			
<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>			
<i>Administration costs (near-cash)</i>			
	To increase provision for		
A	Central administration	4,090,000	
<i>Other resource (non-cash)</i>			
	To increase provision for		
C	Student Loan provision maintenance	63,869,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
D	Transfer out to Ministry of Justice for education costs in prisons		-1,872,000
<u>Other Changes in DEL Spending</u>			
<i>Other resource (non-cash)</i>			
	To decrease provision for:		
C	Student Loan provision maintenance - reclassification from DEL to AME		-515,000,000
<u>Changes in Annually Managed Expenditure (AME)</u>			
J	Student Loan provision maintenance - reclassification from DEL to AME	515,000,000	
U	Building Impairment	20,000,000	
<u>Other changes</u>			
<u>Resource Transfers to/from another Request for Resource</u>			
<i>Administration costs (near-cash)</i>			
	To decrease provision for		
A	Departmental central administration (transferring funding to GO-Science Group administration, RfR2, section G)		-1,625,000

<u>Resource transfers within the Request for Resources</u>			
<i>Other resource (near-cash)</i>			
B	Higher Education	7,860,000	
C	Higher Education	5,200,000	
D	Further Education	-13,060,000	
E	Further education	-2,022,953,000	
H	Further Education 6th Forms	2,022,953,000	
<u>Transfers to/from non-voted spending</u>			
<i>Capital Grants</i>			
F	To decrease provision for Technology Strategy	-10,000,000	
<i>Other Resource (near-cash)</i>			
D	To decrease provision for Further education	-32,476,000	
F	Technology Strategy	-195,100,000	
<u>Changes in non-budget spending</u>			
To increase grant-in-aid provision for:			
K	HEFCE	37,419,000	
N	Student Load Company	12,318,000	
O	Investors In People	600,000	
P	Learning and Skills Council	320,237,000	
Q	Sector Skills Development Agency	17,647,000	
R	Quality Improvement Agency	5,683,000	
S	Technology Strategy Board	205,100,000	
T	Support for Students	384,499,000	
To decrease grant-in-aid provision for:			
L	OFFA	-50,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
To increase provision for expenditure and corresponding appropriations in aid:			
B	Higher Education	4,036,000	-4,036,000
D	Further education	1,226,000	-1,226,000
D	Further Education	270,000	-270,000
F	Knowledge Transfer	4,000,000	-4,000,000
D	Further education	36,000	
H	Further education		-36,000
J	Student Loan Provision Maintenance	206,000,000	-206,000,000
To decrease provision for expenditure and corresponding appropriations in aid:			
D	Further education		-3,967,000
E	Further education	3,967,000	
Increase in provision for appropriations in aid (DEL) offset by grant in aid:			
B	Higher Education		-502,000
B	Higher Education		-434,000
B	Higher Education		-2,000,000
D	International Programmes		-754,000

	Decrease in provision for appropriations in aid (DEL) offset by grant in aid:		
B	Higher Education	10,000,000	
D	Skills	181,000	
E	Further Education	4,746,000	
		<u>Total</u>	<u>3,856,937,000 -3,015,361,000</u>
	Total change in resources for RfR1		841,576,000

RfR 2: Increasing scientific excellence in the UK and maximising its contribution to societySection Reason for change**Changes related to movements in budgets**Take up of DEL End-Year Flexibility*Capital Grants (Capital DEL)*

To increase provision for:

G	Science and Research Investment fund	5,489,000	
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Changes in Annually Managed Expenditure (AME)*Near-cash*

To increase provision for

K	Swindon Research Council Pensions	200,000	
S	Fees payable under the Animals (Scientific Procedures) Act 1986	27,000	

Other changesResource Transfers to/from another Request for Resource*Administration costs (near-cash)*

To increase provision for

A	GO-Science Group administration (transferring funding to Departmental central administration, RfR2, section A)	1,625,000	
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Resource transfers within the Request for Resources*Capital Grants*

To increase provision for

G	Science and Research Investment Fund	7,306,000	
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To decrease provision for

J	Biotechnology and Biological Science Research Council		-7,306,000
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Take up of Departmental Unallocated Provision*Other resource (near-cash)*

To increase provision for

D	RB Initiatives	5,046,000	
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Resource transfers within the Request for Resources*Other resource (near-cash)*

C	British Academy	1,200,000	
D	RB Initiatives	59,000	
E	Science and Society		-260,000
F	Knowledge Transfer		-999,000

<u>Transfers to/from non-voted spending</u>			
<i>Capital Grants</i>			
To increase provision for			
G	Science and Research Investment Fund	10,163,000	
<i>Other Resource (near-cash)</i>			
To decrease provision for:			
F	Knowledge Transfer		-6,097,000
<u>Changes in non-budget spending</u>			
<i>To increase grant-in-aid provision for</i>			
M	Biotechnology and Biological Science Research Council	9,861,000	
O	Engineering and Physical Sciences Research Council	19,499,000	
		60,475,000	-14,662,000
Total change in resources for RfR2			45,813,000
Total change in resources for Estimate			887,389,000

Changes in Capital

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; achieving excellence in levels of skills; and supporting innovation and standards

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<u>Changes related to movements in budgets</u>			
<u>Changes in Annually Managed Expenditure (AME)</u>			
Capital AME			
To increase provision for			
K	Student Loans Principal Payments	422,821,000	
K	Student Loans Principal Receipts		-76,120,000
K	Student Loans Interest	206,000,000	
		<u>Total</u>	<u>-76,120,000</u>
Total change in capital for Estimate			552,701,000

- As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £543,672,000.
- Symbols are explained in the Introduction to this booklet.

Department for Innovation, Universities and Skills

Part I

£

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; achieving excellence in levels of skills; and supporting innovation and standards	841,576,000
RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society	45,813,000
Total additional net resource requirement	887,389,000
Additional net cash requirement	543,672,000

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by the Department for Innovation, Universities and Skills.

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; achieving excellence in levels of skills; and supporting innovation and standards

Further, higher and other education provision and initiatives for young people and adults; research and related initiatives at institutions delivering higher education; training, skills, enterprise, assessment and advice and guidance provision for young people, adults and employers and related initiatives; financial and other support for students and trainees, including grants, allowances, access funds, loans and their repayment, the resource consequences of loans to students, the cost of sales of the student loan debt, reimbursement of fees for qualifying European Community students, post graduate awards, mandatory student awards, education maintenance allowances and childcare and transport support; investments and loans to support PFI; initiatives and programmes supported by the European Union; international programmes, including payments to the Department of Work and Pensions for the UK subscription to the International Labour Organisation and other international programmes; initiatives to support, improve and promote education, training, skills and student and trainee support; payments to the Department for Business, Enterprise and Regulatory Reform in connection with the Regional Development Agencies and the London Development Agency; innovation and standards, grants in aid and funding for the Higher Education Funding Council for England; the Learning and Skills Council, Investors in People UK, the Student Loans Company, Office for Fair Access, the Quality Improvement Agency, Sector Skills Development Agency, the UK Commission for Employment and Skills, the Technology Strategy Board, innovation and standards, the Design Council and the British Standards Institute; funding for the Construction Industry Training Board, Engineering Construction Industry Training Board and Film Industry Training Board; UK Intellectual Property Office; National Endowment for Science, Technology and the Arts; National Weights and Measures including the National Weights and Measures Laboratory; Information and publicity initiatives and services; departmental and others' costs of administering the above; and income relating to the above.

Expenditure covers cash, near-cash, capital and non-cash items. Expenditure covers payments, grants and loans to organisations in the public, private and other sectors, including employers, community, voluntary and business support organisations, to individuals and other government departments. Expenditure relates primarily to England, but in some cases includes supporting activities in other parts of the United Kingdom and abroad.

RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society

Research Councils; the Royal Society; the Royal Academy of Engineering; the British Academy; Research Base Initiatives; the Science Research Investment Fund; promotion of Science in Society; Knowledge Transfer initiatives including the Higher Education Innovation Fund and Public Sector Research Establishments grants; fees payable under the Animals (Scientific Procedures) Act 1986; Research Council pensions; capital and administration costs of the Research Base Group and Government Office for Science; and associated non-cash items.

The **Department for Innovation, Universities and Skills** 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: 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; achieving excellence in levels of skills; and supporting innovation and standards					
Spending in Departmental Expenditure Limits (DEL)					
<i>Central Government spending</i>					
RfR 1 - A	71,376	2,455	-	2,455	73,831
RfR 1- B	155,721	11,306	6,372	4,934	160,655
RfR 1- C	2,335,083	-445,931	-	-445,931	1,889,152
RfR 1- D	264,331	-46,142	30,811	-76,953	187,378
RfR 1- E	-5,186,025	-	1,979,163	-1,979,163	-7,165,188
RfR 1- F	354,377	-201,100	4,000	-205,100	149,277
<i>Support for Local Authorities</i>					
RfR 1- H	-2,022,881	-	-2,022,881	2,022,881	-
Spending in Annually Managed Expenditure					
<i>Central Government spending</i>					
RfR 1- J	-515,000	721,000	206,000	515,000	-
Non-Budget					
RfR 1- K	6,868,992	37,419	-	37,419	6,906,411
RfR 1- L	500	-50	-	-50	450
RfR 1-M	43,762	12,318	-	12,318	56,080
RfR 1- N	5,103	600	-	600	5,703
RfR 1- O	11,132,384	320,237	-	320,237	11,452,621
RfR 1- P	66,638	17,647	-	17,647	84,285
RfR 1- Q	107,567	5,683	-	5,683	113,250
RfR1- S	-	205,100	-	205,100	205,100
RfR1-T	-	659,553	275,054	384,499	384,499
Spending in Annually Managed Expenditure					
<i>Central Government spending</i>					
RfR1- U	-	20,000	-	20,000	20,000
Total RfR 1		1,320,095	478,519	841,576	

RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society

Spending in Departmental Expenditure Limits (DEL)

Central Government spending

RfR 2 - C	British Academy	21,385	1,200	-	1,200	22,585
RfR 2 - D	RB Initiatives	6,000	5,105	-	5,105	11,105
RfR 2 - E	Science and Society	11,395	-260.	-	-260	11,135
RfR 2 - F	Knowledge Transfer	19,000	-7,096.	-	-7,096	11,904
RfR 2 - G	Science Research Investment Fund	62,390	22,958	-	22,958	85,348
RfR 2 - I	GO- Science Group Administration Costs	5,000	1,625	-	1,625	6,625
RfR 2 - J	Biotechnology and Biological Sciences Research Council	-1,000.	-	7,306	-7,306	-8,306

Spending in Annually Managed Expenditure(AME)

Central Government spending

RfR 2 - K	Research Councils' Pension Scheme	27,400	200	-	200	27,600
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Non-Budget

RfR 2 - M	Biotechnology and Biological Sciences Research Council	382,930	9,861	-	9,861	392,791
RfR 2 - O	Engineering and Physical Sciences Research Council	720,000	19,499	-	19,499	739,499
RfR 2 - S	Fees Payable under the Animals (Scientific Procedures) Act 1986	175	27	-	27	202

Total RfR 2	53,119	7,306	45,813
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Total Changes to RfRs	1,373,214	485,825	887,389
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	Present Provision	Change in Provision	£000 New Provision
Capital and Cash			
Total Capital Expenditure	4,335,327	628,821	4,964,148
Non-Operating A in A	621,246	76,120	697,366
Net cash requirement	18,892,556	543,672	19,436,228

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 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; achieving excellence in levels of skills; and supporting innovation and standards								
65,964	211,151	22,466,381	22,743,496	8,207,909	14,535,587	4,964,148	697,366	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Activities to Support all Functions								
65,964	7,575	478	74,017	186	73,831	4,757	-	
B Higher Education								
-	36,463	131,984	168,447	7,792	160,655	-	-	
C Higher Education Support for Students								
-		1,889,152	1,889,152	-	1,889,152	-	-	
D Further Education Skills and international Programmes								
-	63,422	158,588	222,010	34,632	187,378	-	-	
E Further Education Receipts from DCSF								
-	-	-	-	7,165,188	-7,165,188	-	-	
F Science Innovation and Knowledge transfer								
-	83,691	69,643	153,334	4,057	149,277	5,341	166	
<i>Support for Local Authorities</i>								
G Higher Education Fees and Awards through Local Education Authorities								
-	-	1,000	1,000	-	1,000	-	-	
H Further Education receipts from DCSF to support 6th Forms								
-	-	-	-	-	-	-	-	
I Science and innovation Knowledge transfer								
-	-	4,191	4,191	-	4,191	-	-	
Spending in Annually Managed Expenditure								
<i>Central Government spending</i>								
J Loans to Students								
-	-	721,000	721,000	721,000	-	4,954,050	697,200	
Non-Budget								
K Higher Education Funding Council for England								
-	-	6,906,411	6,906,411	-	6,906,411	-	-	
L Office for Fair Access								
-	-	450	450	-	450	-	-	
M Student Loan Company								
-	-	56,080	56,080	-	56,080	-	-	
N Investors in People UK								
-	-	5,703	5,703	-	5,703	-	-	
O Learning and Skills Council								
-	-	11,452,621	11,452,621	-	11,452,621	-	-	
P Sector Skills Development Agency								
-	-	84,285	84,285	-	84,285	-	-	

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		
Q	Quality Improvement Agency	-	-	113,250	113,250	-	113,250	-	-
R	Design Council	-	-	6,892	6,892	-	6,892	-	-
S	Technology Strategy Board	-	-	205,100	205,100	-	205,100	-	-
T	Support for Students	-	-	659,553	659,553	275,054	384,499	-	-
Spending in Annually Managed Expenditure									
Central Government spending									
U	Activities to Support all Functions	-	20,000	-	20,000	-	20,000	-	-
RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society									
		10,125	27,802	3,383,445	3,421,372	8,306	3,413,066	-	-
Spending in Departmental Expenditure Limits									
Central Government spending									
A	The Royal Society	-	-	41,072	41,072	-	41,072	-	-
B	Royal Academy of Engineering	-	-	9,752	9,752	-	9,752	-	-
C	British Academy	-	-	22,585	22,585	-	22,585	-	-
D	RB Initiatives	-	-	11,105	11,105	-	11,105	-	-
E	Science and Society	-	-	11,135	11,135	-	11,135	-	-
F	Knowledge Transfer	-	-	11,904	11,904	-	11,904	-	-
G	Science Research Investment Fund	-	-	85,348	85,348	-	85,348	-	-
H	Research Base Administration Costs	3,500	-	-	3,500	-	3,500	-	-
I	GO- Science Group Administration Costs	6,625	-	-	6,625	-	6,625	-	-
J	Biotechnology and Biological Sciences Research Council	-	-	-	-	8,306	-8,306	-	-
	<i>Cambridge/Massachusetts Institute of Technology</i>	-	-	-	-	-	-	-	-
	<i>Foresight LINK Awards</i>	-	-	-	-	-	-	-	-
	<i>Joint Infrastructure Fund</i>	-	-	-	-	-	-	-	-

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	
Spending in Annually Managed Expenditure(AME)								
Central Government spending								
K	Research Councils' Pension Scheme							
-	27,600	-	27,600	-	27,600	-	-	
Non-Budget								
L	Arts and Humanities Research Council;							
-	-	106,343	106,343	-	106,343	-	-	
M	Biotechnology and Biological Sciences Research Council							
-	-	392,791	392,791	-	392,791	-	-	
N	Economic and Social Research Council							
-	-	135,018	135,018	-	135,018	-	-	
O	Engineering and Physical Sciences Research Council							
-	-	739,499	739,499	-	739,499	-	-	
P	Medical Research Council							
-	-	526,516	526,516	-	526,516	-	-	
Q	Natural Environment Research Council							
-	-	354,541	354,541	-	354,541	-	-	
R	Science and Technology Facilities Council							
-	-	568,866	568,866	-	568,866	-	-	
S	Fees Payable under the Animals (Scientific Procedures) Act 1986							
-	202	-	202	-	202	-	-	
T	Higher Education Funding Council for England							
-	-	366,970	366,970	-	366,970	-	-	
	<i>Particle Physics and Astronomy Research Council</i>							
-	-	-	-	-	-	-	-	
	<i>Council for the Central Laboratory of the Research Councils</i>							
-	-	-	-	-	-	-	-	
	<i>Council for the Central Laboratory of the Research Councils - Diamond Synchrotron</i>							
-	-	-	-	-	-	-	-	
Total for Estimate:								
76,089	238,953	25,849,826	26,164,868	8,216,215	17,948,653	4,964,148	697,366	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+) Decrease (-)</u>	£'000 <u>Revised</u>
Net Resource Requirement	17,061,264	887,389	17,948,653
Voted capital items			
Capital	4,335,327	628,821	4,964,148
<i>Less: Non-operating A in A</i>	<i>621,246</i>	<i>76,120</i>	<i>697,366</i>
Total net voted capital	3,714,081	552,701	4,266,782
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-4,766	-	-4,766
Depreciation	-4,567	-20,000	-24,567
New provisions and adjustments to previous provisions	-1,422,840	-654,368	-2,077,208
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-515,000	-206,000	-721,000
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	64,384	-16,050	48,334
Total accruals to cash adjustments	-1,882,789	-896,418	-2,779,207
Excess cash to be CFERd	-	-	-
Net Cash Requirement	18,892,556	543,672	19,436,228

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):

	<u>Present provision</u>		<u>New provision</u>	
	Income	Receipts	Income	Receipts
Operating income not classified as A in A	1,955	-	1,955	<i>1,955</i>
Non-operating income not classified as A in A	-	-	206,850	<i>191,000</i>
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	1,955	-	208,805	<i>192,955</i>

Forecast Operating Cost Statement

	£'000
	2007-08 provision
Net Administration Costs	
RfR1	65,805
RfR2	10,125
Total Net Administration Costs	75,930
Net Programme Costs	
RfR1	14,467,827
RfR2	3,402,941
Non-voted	-
Total Net Programme costs	17,870,768
Total Net Operating Cost	17,946,698
<i>of which:</i>	
Net Resource Requirement	17,948,653
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-1,955
Resource Budget	15,917,611

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
Net Resource Requirement (Estimates)	17,948,653
<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	-1,955
Other adjustments	-
Net Operating Costs (Accounts)	17,946,698
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-86,618
European Union income related to capital grants	-
voted expenditure outside the budget	-385,093
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-1,589,035
unallocated resource provision	31,659
Other adjustments	-
Resource Budget (Budget)	15,917,611
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	15,673,719
Annually Managed Expenditure (AME)	243,892

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
Net Voted Capital (Estimates)	4,266,782
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	1,971,452
capital grants	86,618
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	1,645
Other adjustments	-
Capital Budget (Budget)	6,326,497
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	2,065,889
Annually Managed Expenditure (AME)	4,260,608

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 Mr Ian Whatmore, Permanent Head of the Department

Request for Resources 2 Mr Ian Whatmore, Permanent Head of the Department

Mr Ian Whatmore as the Accounting Officer of the Department for Innovation, Universities 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 AO as the permanent head, remains in general overall charge of the Department for Innovation, Universities and Skills.

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 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; achieving excellence in levels of skills; and supporting innovation and standards

Administration	159
<i>of which:</i>	
Sale of goods and services	159
Programme	8,207,750
<i>of which:</i>	
Sale of goods and services	4,879
Other grant income (including repayments of grants/subsidies)	7,201,089
EU grants	220
Interest and dividends	721,000
Other income (including receipts)	280,562
Total RfR1	8,207,909 †

† Amount that may be applied as operating 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; 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; receipts from the European Social Fund to cover departmental programmes; receipts from the Department for Children, Schools and Families for 14-19 programmes

profits on the sale of surplus equipment and other assets; Sponsorship Funding; rent income from three domestic properties on the estate of the European School of Culture 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 miscellaneous European Education and the UK Prime Minister Initiative;

contributions from other government departments and other sources towards the cost of promoting UK education and training overseas; London Challenge receipts; receipts from the Department of Health for Investors in People healthy Organisations; Student loan interest receivable. Further and Higher education receipts from the Department for Children, Schools and Families; receipts from the Home Office for offender education; receipts from the Department for Communities and Local government for Faith Leader project; student support receipts

RfR 2: Increasing scientific excellence in the UK and maximising its contribution to society

Administration	-
<i>of which:</i>	
Sale of goods and services	-
Programme	8,306
<i>of which:</i>	
Other grant income (including repayments of grants/subsidies)	8,306
Total RfR2	8,306 †

† Amount that may be appropriated in aid in addition to the net total arising from: receipts for employees' and employers' contributions and transfer values received and contributions towards the Institute of Animal Health

Total Operating A in A	8,216,215
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Notes to the Estimate (*continued*)

Analysis of non - operating appropriations in aid (A in A)

	£'000
	2007-08
Programme	697,366
<i>of which:</i>	
Loans, etc, repayments	697,366
Total RfR1	697,366 †
<i>† Amount that may be applied as non-operating appropriations in aid arising from: repayment of principal on student loans; and from the sale of surplus land, buildings and equipment. Repayment of loans from the Patent Office.</i>	
Total Non-Operating A in A	697,366

Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

		£'000	
		2007-08 provision	
		Income	Receipts
Receipt of dividend from the Patent Office Executive Agency trading fund	Φ	1,751	1,751
Interest on Loans advanced by the S of S to the Patent Office Executive Agency Trading Fund	Φ	204	204
Student Loan Interest Receipts	Φ	206,850	191,000
Total		208,805	192,955

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-674,303	230,805	-4,415,296	20,089,015	15,673,719
<i>of which: †</i>					
Administration budget	4,090	-	75,930	-	75,930
Near-cash in RDEL	-223,172	238,995	-5,396,338	19,950,469	14,554,131
Capital DEL ††	13,652	81,505	-79,756	2,145,645	2,065,889
Less Depreciation †††	-	9,292	-4,567	-119,465	-124,032
Total DEL	-660,651	321,602	-4,499,619	22,115,195	17,615,576

† 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	8,634,527

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RFR1-K	Higher Education Funding Council for England ♥	6,906,411
RfR1- L	Office For Fair Access ♥	450
RfR1- M	Student Loan Company♦	56,080
RfR1- N	Investors in People UK	5,703
RfR1- O	Learning and Skills Council♥	11,452,621
RFR1-P	Sector Skills Development Agency♥	84,285
RfR1- Q	Quality Improvement Agency♥	113,250
RfR1- R	Design Council♦	6,892
RfR1- S	Technology Strategy Board	205,100
	Total	18,830,792
RfR2- L	Arts and Humanities Research Council♥	106,343
RfR2- M	Biotechnology and Biological Sciences Research Council♥	392,791
RfR2- N	Economic and Social Research Council♥	135,018
RfR2- O	Engineering and Physical Sciences Research Council♥	739,499
RfR2- P	Medical Research Council♥	526,516
RfR2- Q	Natural Environment Research Council♥	354,541
RfR2- R	Science and Technology Facilities Council♥	568,866
RfR2- S	Fees Payable under the Scientific Procedures Act 1986	202
RfR2- T	Higher Education Funding Council for England♥	366,970
	Total	3,190,746

