

Department of Health

Introduction

- This Supplementary Estimate is required for the following purposes:

RfR 1: Securing health care for those who need it

Increases:

Transfers from non voted spending

- Departmental unallocated provision (capital)
£200 million
Line H - NHS trusts PDC financing.
To enable an increase in the issue of loans of public dividend capital to trusts.

Transfers from other government departments

- Programme revenue DEL
£16,378
Line A- Strategic health authority and primary care trusts unified budget and central allocations.
Transfers from the Home Office for prison health care of £2.593 million (a further £16.392 million has also been transferred and has been reflected in the department's DEL), £12.3 million as a contribution to the drug treatment budget, £1.333 million additional funding to the National Treatment Agency, £0.105 million for hospital security and from Scotland £0.047 million for funding the high security infectious diseases unit.

Other increases.

- Transfers from another RfR
£70.343 million
Line A- Strategic health authority and primary care trusts unified budget and central allocations.
Transfer from RfR2 mainly for funding prison health care services, additional work undertaken by the Prescription Pricing Authority, funding of the regional public health group and clinical excellence awards

Line H - NDPB grant in aid
Increased funding for the Commission for Health Improvement.

Neutral Changes:

Increased spending offset by increased income

- £11.132 million
Line A- Strategic health authority and primary care trusts unified budget and central allocations.
Line H- NDPB income
To reflect current forecast of income £10.712 million from A5 and £0.420 million from H5

Decreases:

Transfers to other government departments

- Programme revenue DEL
£1.930 million
Line A- Strategic health authority and primary care trusts unified budget and central allocations.
£1.430 million to the Department for Education and Skills for Bichard Vetting and Barring scheme and £0.500m funding for academics.

Introduction (*continued*)

Other decreases

1. Transfers to RfR2
£75.397 million
Line A- Strategic health authority and primary care trusts unified budget and central allocations.
Mainly a transfer for increased European Economic Area medical costs and section 64 grants.
Line H - NDPB grant in aid
2. Change in the level of Annually Managed Expenditure
£9.393 million
Line G - Credit guarantee finance loans
Recalculation of capital charges and interest received on outstanding credit guarantee finance loans.

RfR 2: Securing social care and child protection for those who need it and, at national level, protecting, promoting and improving the nation's health

Increases:

Transfer from other government departments

1. £0.505 million
Line E - Other services
Transfer from the Home Office for change-up funding to help promote volunteering.

Other increases.

1. Transfers from RfR1
£75.397 million
Line E - Other services (£8.971 million)
Line F - Welfare Food/ EEA medical costs (£54 million)
Line G - Personal social services (£4.5 million)
Line T - Grant in aid to NDPBs (£7.926 million)
Transfer for increased EEA medical costs, grants to voluntary organisations and grant in aid funding of NDPBs.

Neutral Changes:

Increased spending offset by increased income

1. £2.569 million
Line A- Central department (£0.025 million)
Line B -NHS Purchasing and Supplies Authority (£0.442 million)
Line E- Other services (£1.328 million)
Line T - Grant in aid to NDPBs (£0.774 million)
Increased expenditure mainly for NDPBs, research and development, secondees and for payments to persons infected with hepatitis C from NHS blood products.

Reduced spending offset by reduced income

1. £36 million
Line A - Central department
Line D - Medicines and Healthcare Regulatory Authority.
Payroll cost of the Medicines and Healthcare Regulatory Authority are no longer budgeted for as expenditure and income within the Department's Estimate.

Introduction (*continued*)

Transfers within RfR2

- 1 £1.5 million
Increase Line E - Other services
Decrease Line F - Welfare food / EEA medical costs
Reallocation of budgets to meet existing priorities.
- 2 £3.765 million
Increase Line T - Grant in aid to NDPBs
Decrease Line G - Other personal social services
Increased funding for the Commission for Social Care and Inspection.
3. £8.269 million
Increase Line E - Other services
Decrease Line T - Grant in aid to NDPBs
To reflect a change in the funding arrangements for work undertaken by the Medicines and Healthcare Products Regulatory Authority.

Decreases:

Transfers to other Government departments

- 1 £5.559 million
Line A - Central department (£1.059 million)
Line S- Young persons substance misuse planning grant (£4.5 million)
Transfer to the Department for Education and Skills for administration of the provision of vulnerable adults scheme. Transfer to the Home Office who now have responsibility for distributing the young persons substance misuse planning grant.

Transfer to another RfR

- 1 £70.343 million
Line E - Other services (£49.172 million)
Line F - Welfare foods/EEA medical costs (£12.451 million)
Line G - Personal Social services (£4.241 million)
Line K - Preserved rights grant (£0.100 million)
Line T - Grant in aid to NDPBs (£4.379 million)
Mainly transfers to cover addition resources on prison healthcare, regional public health group, clinical excellence awards, mental health review tribunals and non departmental public bodies.
2. On 1 October a new body was established to combine the functions of the National Blood Authority and the UK Transplant to become NHS Blood and Transplant.
3. As a result of these changes there is an increase in the net cash requirement of £444,477,000.
4. Symbols are explained in the Introduction to this booklet.

Part I

	£
RfR 1: Securing health care for those who need it	1,000
RfR 2: Securing social care and child protection for those who need it and, at national level, protecting, promoting and improving the nation's health	1,000
RfR 3: Office of the Independent Regulator for NHS foundation trusts	-
Total additional net resource requirement	2,000
Additional net cash requirement	444,477,000

SUPPLEMENTARY amounts required in the year ending 31 March 2006 for expenditure by the Department of Health on:

RfR 1: Securing health care for those who need it

Strategic health authorities and primary care trusts under their unified budgets, family health services (including general medical, general ophthalmic, general dental and pharmaceutical services); public dividend capital (PDC) to NHS trusts and NHS foundation trusts, loans to NHS foundation trusts, education, training, research and development; centrally managed expenditure to and on behalf of the NHS; (including non-departmental public bodies and special health authorities some of which are administered on a United Kingdom basis); forming, investing in or providing loans or guarantees to companies that will provide facilities or services to the NHS; to provide hospital financing for credit guarantee finance pilot projects; payments to local authorities for use in local area agreements, services provided to or on behalf of the Scottish Executive, National Assembly for Wales and Northern Ireland and associated non-cash items.

RfR 2: Securing social care and child protection for those who need it and, at national level, protecting, promoting and improving the nation's health

Administration, including certain expenditure on behalf of the Department for Work and Pensions and the National Health Service in England; departmental agencies, centrally funded health and social services (including non-departmental public bodies and special health authorities some of which are administered on a United Kingdom basis); including other local government services, prison health services, medical, scientific and technical services, services for disabled persons, grants to voluntary organisations and other bodies, research and development, information services and health promotion activities; provision of personal social services (including grants to local authorities); payments to local authorities for use in local area agreements; medical treatment given to people from the United Kingdom in other countries of the European Economic Area; welfare food; Home Office inspection of laboratories; grants in aid; payments and subscriptions to international organisations; education and training for all health care professionals (excluding doctors); the Employment Opportunities Fund programme; payments made under Sector Challenge arrangements with the Department of Trade and Industry; services provided to or on behalf of the Scottish Executive, National Assembly for Wales and Northern Ireland; Medicines and Healthcare Products Regulatory Agency and associated non-cash items.

RfR 3: Office of the Independent Regulator for NHS foundation trusts

Grant in aid funding for the Office of the Independent Regulator for NHS foundation trusts.

The Department of Health will account for this Estimate.

Part II: Changes proposed

£'000

Resources	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 1: Securing health care for those who need it					
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - A Strategic health authorities and primary care trusts unified budgets and central allocations	69,956,127	13,162	10,712	2,450	69,958,577
Spending in Annually Managed Expenditure (AME)					
RfR 1 - G Hospital financing for credit guarantee finance pilot projects	11,193	-4,093	5,300	-9,393	1,800
Non-budget					
RfR 1 - H Grant in aid to non-departmental public bodies, NHS trusts and foundation trusts PDC issues and repayments, foundation trusts loans and repayments and repayment of interest	1,475,323	7,364	420	6,944	1,482,267
Total RfR 1		16,433	16,432	1	
RfR 2: Securing social care and child protection for those who need it and, at national level, protecting, promoting and improving the nation's health					
Spending in Departmental Expenditure Limits (DEL)					
RfR 2 - A Central department	265,039	-37,034	-35,960	-1,074	263,965
RfR 2 - B NHS Purchasing and Supplies Authority	20,500	442	442	-	20,500
RfR 2 - D Medicines and Healthcare Products Regulatory Agency loans, repayment of loans and interest on loans.	-15	-	-15	15	-
RfR 2 - E Other services including medical, scientific and technical services, grants to voluntary bodies, research and development and information services	385,168	-28,599	1,328	-29,927	355,241
RfR 2 - F Welfare food and European Economic Area medical costs	594,497	40,050	-	40,050	634,547
RfR 2 - G Other personal social services	118,003	-3,506	-	-3,506	114,497
RfR 2 - K Preserved rights grant	348,230	-100	-	-100	348,130
RfR 2 - S Young persons substance misuse planning grant	4,500	-4,500	-	-4,500	-
Non-budget					
RfR 2 - T Grant in aid funding of non-departmental public bodies and special health authorities	242,114	-183	774	-957	241,157
Total RfR 2		-33,430	-33,431	1	

Part II: Changes proposed *(continued)*

£'000

Resources	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
RfR 3: Office of the Independent Regulator for NHS foundation trusts					
Non-budget					
RfR 3 - A Grant in aid funding to the Office of the Independent Regulator for NHS foundation trusts	10,000	-	-	-	10,000
Total RfR 3		-	-	-	
Total Changes to RfRs		-16,997	-16,999	2	

	Present Provision	Change in Provision	£000 New Provision
Capital and Cash			
Total Capital Expenditure	4,351,167	219,043	4,570,210
Non-Operating A in A	1,598,011	-	1,598,011
Net cash requirement	59,575,150	444,477	60,019,627

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: Securing health care for those who need it								
-	75,337,138	1,120,928	76,458,066	18,686,448	57,771,618	4,550,405	1,598,000	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Strategic health authorities and primary care trusts unified budgets and central allocations								
-	70,571,528	547,761	71,119,289	1,160,712	69,958,577	1,054,741	98,000	
B FHS - pharmaceutical services								
-	1,099,300	-	1,099,300	-	1,099,300	-	-	
C FHS - prescription charges income								
-	2,500	-	2,500	454,345	-451,845	-	-	
D FHS - general dental services								
-	886,000	-	886,000	228,000	658,000	-	-	
E FHS - general ophthalmic services								
-	354,210	-	354,210	100	354,110	-	-	
<i>Support for Local Authorities</i>								
F Strategic health authorities and primary care trusts grants to local authorities								
-	-	448,788	448,788	-	448,788	-	-	
Spending in Annually Managed Expenditure (AME)								
<i>Central government spending</i>								
G Hospital financing for credit guarantee finance pilot projects								
-	7,100	-	7,100	5,300	1,800	376,000	-	
Non-budget								
H Grant in aid to non-departmental public bodies, NHS trusts and foundation trusts PDC issues and repayments, foundation trusts loans and repayments and repayment of interest								
-	2,416,500	124,379	2,540,879	1,058,612	1,482,267	3,119,664	1,500,000	
I NHS contributions								
-	-	-	-	15,779,379	-15,779,379	-	-	
<i>MOG transfers to DfES</i>								
-	-	-	-	-	-	-	-	
RfR 2: Securing social care and child protection for those who need it and, at national level, protecting, promoting and improving the nation's health								
259,660	1,097,325	2,235,538	3,592,523	50,446	3,542,077	19,805	11	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Central department								
259,660	23,858	-	283,518	19,553	263,965	19,120	11	
B NHS Purchasing and Supplies Authority								
-	21,450	-	21,450	950	20,500	685	-	
C NHS Estates Agency: dividend on public dividend capital and repayment of loans								
-	-	-	-	13	-13	-	-	

Part II: Revised subhead detail including additional provision (cont.)

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
D	Medicines and Healthcare Products Regulatory Agency loans, repayment of loans and interest on loans.						
-	-	-	-	-	-	-	-
E	Other services including medical, scientific and technical services, grants to voluntary bodies, research and development and information services						
-	316,172	41,225	357,397	2,156	355,241	-	-
F	Welfare food and European Economic Area medical costs						
-	621,498	40,049	661,547	27,000	634,547	-	-
G	Other personal social services						
-	114,347	150	114,497	-	114,497	-	-
<i>Support for Local Authorities</i>							
H	AIDS support grant						
-	-	16,500	16,500	-	16,500	-	-
I	Services for people with a mental illness						
-	-	132,950	132,950	-	132,950	-	-
J	Carers' grant						
-	-	185,000	185,000	-	185,000	-	-
K	Preserved rights grant						
-	-	348,130	348,130	-	348,130	-	-
L	Residential allowance grant						
-	-	214,455	214,455	-	214,455	-	-
M	Improving information management (capital)						
-	-	25,000	25,000	-	25,000	-	-
N	National training strategy						
-	-	94,859	94,859	-	94,859	-	-
O	Access and systems capacity grant						
-	-	642,000	642,000	-	642,000	-	-
P	Human resources development strategy						
-	-	62,750	62,750	-	62,750	-	-
Q	Children and adolescents mental health grant						
-	-	90,539	90,539	-	90,539	-	-
R	Delayed discharge grant						
-	-	100,000	100,000	-	100,000	-	-
S	Young persons substance misuse planning grant						
-	-	-	-	-	-	-	-
<i>Training for social support staff</i>							
-	-	-	-	-	-	-	-
<i>Performance fund</i>							
-	-	-	-	-	-	-	-
<i>Care direct</i>							
-	-	-	-	-	-	-	-

Part II: Revised subhead detail including additional provision (cont.)

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	
<i>Deferred Payments Grant</i>								
-	-	-	-	-	-	-	-	-
<i>Children's services grant</i>								
-	-	-	-	-	-	-	-	-
Non-budget								
T Grant in aid funding of non-departmental public bodies and special health authorities								
-	-	241,931	241,931	774	241,157	-	-	-
<i>Other</i>								
-	-	-	-	-	-	-	-	-
<i>MOG transfers to DfES</i>								
-	-	-	-	-	-	-	-	-
RfR 3: Office of the Independent Regulator for NHS foundation trusts								
-	-	10,000	10,000	-	10,000	-	-	-
Non-budget								
A Grant in aid funding to the Office of the Independent Regulator for NHS foundation trusts								
-	-	10,000	10,000	-	10,000	-	-	-
Total for Estimate:								
259,660	76,434,463	3,366,466	80,060,589	18,736,894	61,323,695	4,570,210	1,598,011	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net total Resources	61,323,693	2	61,323,695
Voted capital items			
Capital expenditure	4,351,167	219,043	4,570,210
<i>Less: non-operating A in A</i>	<u>1,598,011</u>	<u>-</u>	<u>1,598,011</u>
Total net voted capital	2,753,156	219,043	2,972,199
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of capital charges	-1,854,724	4,174	-1,850,550
Depreciation	-610,376	-134	-610,510
New provisions and adjustments to previous provisions	-2,709,147	221,392	-2,487,755
Profit/loss on sale of assets	10	-	10
Prior period adjustments	-	-	-
Other non-cash items	-722	-	-722
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	139,783	-	139,783
Increase(-)/decrease (+) in creditors	-276,198	-	-276,198
Use of provisions	<u>809,675</u>	<u>-</u>	<u>809,675</u>
Total accruals to cash adjustments	-4,501,699	225,432	-4,276,267
Excess cash to be CFERd	-	-	-
Net cash requirement	59,575,150	444,477	60,019,627

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

	£'000
	2005-06 provision
Net Administration Costs	
RfR 1	-
RfR 2	247,629
RfR 3	-
	<hr/>
Total Net Administration Costs	247,629
Net Programme Costs	
RfR 1	57,771,618
RfR 2	3,294,447
RfR 3	10,000
	<hr/>
Total Net Programme costs	61,076,065
Total Net Operating Cost	61,323,694
<i>of which:</i>	
Net Resource Outturn	61,323,695
CFERs	-
Non-voted expenditure	-
Resource Budget Outturn	74,774,582

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2005-06 Provision
Net Resource Outturn (Estimates)	61,323,695
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts (CFERS) in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	61,323,694
<i>Adjustments to remove:</i>	
capital grants to local authorities	-125,000
capital grants financed from the Capital Modernisation Fund	-
European Union income and related adjustments	-
voted expenditure outside the budget	14,421,491
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	1,097
unallocated resource provision	116,392
Other adjustments	-963,092
Resource Budget Outturn (Budget)	74,774,582
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	74,772,782
Annually Managed Expenditure (AME)	1,800

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2005-06 Provision
Net Voted Capital Outturn (Estimates)	2,972,199
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	10
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	40,778
capital grants to local authorities	125,000
capital grants financed by the Capital Modernisation Fund	-
local authority credit approvals	53,420
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	1,503,000
Capital Budget Outturn (Budget)	4,694,407
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	3,818,407
Annually Managed Expenditure (AME)	876,000

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	Sir Nigel Crisp, Permanent Head/NHS Chief Executive
Request for Resources 2	Sir Nigel Crisp, Permanent Head/NHS Chief Executive
Request for Resources 3	Sir Nigel Crisp, Permanent Head/NHS Chief Executive

Sir Nigel Crisp as the Principal Accounting Officer (PAO) of the Department of Health 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 of Health.

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

Notes to the Estimate (*continued*)

Analysis of appropriations in aid (A in A)

	£'000	
	2005-06 Provision	
	Operating A in A	Non operating A in A
RfR 1: Securing health care for those who need it		
Charges for accommodation, goods and services to private and NHS patients, local authorities, Ministry of Defence, and others; income from income generation schemes; income from local authorities under joint finance arrangements; income from medical and dental education levy; income from the licensing of software; income from the Mental Health Act Commission, the Centre for Pharmacy Postgraduate Education, the Prescription Pricing Authority, the Dental Practice Board; settlement of legal claims; dividends and interest from investments; income from the Scottish Executive, the National Assembly for Wales, Northern Ireland, Channel Islands and Isle of Man for services provided for devolved or reserved work; rebates and discounts from manufacturers under the Pharmaceutical Price Regulation Scheme and Purchasing and Supply Agency arrangements; income from maintenance of the National Joint Registry; income of the Commission for Patient and Public Involvement in Health, income secured by counter fraud services from all sources including compensatory elements and refunds; compensation income for the National Programme for IT	1,160,712	-
NHS prescription charges	454,345	-
Dental charges	228,000	-
Recoveries from patients in respect of incorrect claims for eligibility for general ophthalmic services	100	-
Contribution by employers and employees towards the cost of the NHS	15,779,379	-
NDPB income and repayments of PDC and payments of dividends on PDC by NHS trusts and NHS foundation trusts, and repayments of loan principal and payments of interest by NHS foundation trusts.	1,058,612	1,500,000
Capital income from sale of land, buildings, surplus vehicles and equipment.	-	98,000
Interest received from credit guarantee pilot projects	5,300	-
Total RfR 1	18,686,448 *	1,598,000 **

*Amount that may be applied as appropriations in aid in addition to the net total arising from: charges for accommodation, goods and services to private and NHS patients, local authorities, Ministry of Defence and others; income from income generation schemes; income from local authorities under joint finance arrangements; income in respect of medical and dental education levy; income from the licensing of software; income in respect of settlement of legal claims; dividends and interest from investments; income from intellectual property; income of the Prescription Pricing Authority and Dental Practice Board; prescription fraud charges; income from NHS prescription and dental charges; recoveries from patients in respect of incorrect claims for eligibility for general ophthalmic services; rebates and discounts from manufacturers under the Pharmaceutical Price Regulation Scheme and the Purchasing and Supply Agency arrangements; contributions from employers and employees towards the cost of the NHS; income from the Scottish Executive, the National Assembly for Wales, Northern Ireland, Channel Islands and Isle of Man for services provided for devolved or reserved work; income from provision of policy and advice to other countries and care trusts; income in connection with the maintenance of the National Joint Registry; income of the Commission for Patient and Public Involvement in Health; income secured by counter fraud services from all sources including compensatory elements and refunds; compensation income for the National Programme for IT; payments of interest and dividends on PDC by NHS trusts and NHS foundation trusts, interest received on credit guarantee finance loans and income earned by NDPBs.

**Amounts that may be applied as non-operating appropriations in aid arising from capital income from the sale of land, buildings, surplus vehicles and equipment, repayments of PDC by NHS trusts and NHS foundation trusts, and repayments of principal by NHS trusts and NHS foundation trusts.

RfR 2: Securing social care and child protection for those who need it and, at national level, protecting, promoting and improving the

Administration receipts for: seconded officers; welfare to work/ New Deal programmes; staff telephone calls; costs of legal proceedings; staff lease cars scheme; European Fast Stream programme; recoveries from other government departments, non-departmental public bodies and the NHS, local authorities, NHS Estates and Medicines and Healthcare Products Regulatory Agency for goods and services, staff accommodation, reimbursement of meeting expenses and selling services into wider markets, library income and open government. Income from the European Union for the reimbursement of staff travel expenses, goods and services.	19,553	-
NHS Purchasing and Supplies Authority: receipts for seconded officers, staff telephone calls, reimbursement of meeting expenses, staff lease cars scheme and health protection work.	950	-

Notes to the Estimate (*continued*)

Analysis of appropriations in aid (A in A) (*continued*)

	£'000	
	2005-06 Provision	
	Operating A in A	Non operating A in A
Licence fees, royalties and sales of publications, evaluation reports, contributions by members of the public, insurance claims, sale of cars, Sector Challenge receipts from Department of Trade and Industry, mobile phone research contributions.	2,156	-
European Economic Area countries for NHS treatment of their residents.	25,000	-
Income from sale of subsidised dried milk.	2,000	-
Dividends on public dividend capital and repayment of loans by NHS Estates Agency and the Medicines and Healthcare Products Regulatory Agency	13	-
Sales of land, buildings and equipment.	-	11
Non departmental public body income	774	-
Total RfR 2	50,446 *	11 **

*Amount that may be applied as appropriations in aid in addition to the net total arising from: administration income from seconded officers; cost of legal proceedings; Employment Opportunities Fund programme; staff telephone calls; staff lease cars scheme; European Fast Stream programme; recoveries from other government departments and non-departmental public bodies; income from the NHS, local authorities, NHS Estates and Medicines and Healthcare Products Regulatory Agency for goods and services; staff accommodation; reimbursement of meetings expenses and selling services into wider markets, library income and open government; income from commercial tenants in DH buildings; NHS Purchasing and Supplies Authority income for seconded officers, staff telephone calls, reimbursement of meeting expenses, staff lease car scheme and health protection work; licence fees and royalties; sales of publications on equipment for the disabled; sale of publications; contributions by members of the public; insurance claims; income by the Human Fertilisation and Embryology Authority, National Biological Standards Board, Health Protection Agency, Health Development Agency,

Commission for Social Care Inspection; income from other european economic area countries for NHS treatment of their residents; sale of subsidised dried milk; income made under sector challenge arrangements with the Department of Trade and Industry, income from the European Community and contributions from the mobile phone industry; charitable contributions for developing pilot projects with voluntary organisations; contributions to local authority grant schemes; refunds from communication campaigns contracts and contributions towards the cost of communication campaigns; income from publications; income from penalty charges; interest repayment on trading fund loans; income from the Scottish Executive, the National Assembly for Wales, Northern Ireland, Channel Islands and Isle of Man for services provided for devolved or reserved work; income from the European Union for the reimbursement of staff travel expenses and for goods and services.

** Amounts that may be applied as non-operating appropriations in aid arising from capital income from the sale of land, buildings, surplus vehicles and equipment, principal repayment of trading fund loans, repayments of Public Dividend Capital advances to the NHS Estates Agency.

Total A in A	18,736,894	1,598,011
<i>of which: Administration budgets</i>	<i>12,031</i>	

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

As announced to the House of Commons, the Department of Health Departmental Expenditure Limit will change as follows:

	Change	New DEL		£'000
		Voted	Non-voted	Total
Resource	-174,214	75,237,349	-464,567	74,772,782
<i>of which :Administration Budget</i>	<i>-1,059</i>	<i>247,629</i>	<i>-</i>	<i>247,629</i>
Capital	-	1,296,545	2,521,862	3,818,407
Depreciation*	-134	-610,510	-51,669	-662,179
Total	-174,348	75,923,384	2,005,626	77,929,010

*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. 20,334,905

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:

Subhead	Service		£'000
RfR 2 A	United Kingdom Xenotransplantation Interim Regulatory Authority	■	112
RfR 2 E	Payment to local authorities for public health services at airports	■	2,430
RfR 2 E	Grants to voluntary organisations to expand opportunities for unemployed people to participate in voluntary work	■	6,900