

Department for Culture, Media and Sport

Introduction

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

RfR 1: Improving the quality of life through cultural and sporting activities

Increases:

Take up of End Year Flexibility

Resource (near cash)

1. Administration costs

£3,249,000

Subhead I 2 to meet ongoing commitments.

2. Programme costs

£6,408,000

of which £1,952,000 voted DEL and £4,456,000 Grant in Aid (and associated non voted resources) comprising Voted DEL:

£1,000,000 subhead W2 for Culture Online 2005-06 costs; £600,000 subhead F2 the Royal Parks for Live 8; £187,000 subhead H2 for Audiovisual Eureka /Other Film Support; £90,000 subhead L2 research costs; and £75,000 subhead I2 for Tote Sale

Grant in Aid:

£1,250,000 to subhead T3 for UK Film Council; £1,000,000 to subhead R3 for English Heritage;

£1,000,000 to subhead Q3 for Sport England; £750,000 to subhead O3 for the British Library;

£366,000 to subhead V3 to pay for a Contingencies Fund advance; and

£90,000 to subhead N3 for Regional Cultural Consortiums

Capital

3. £44,822,000

of which:

£32,500,000 is Capital Modernisation Fund carry forward comprising:

£12,000,000 Listed Places of Worship (Voted Subhead E3); £18,400,000 Community Club Development Fund Grant in Aid (and associated non voted resources) subhead Q3; and £2,100,000 Picketts Lock Grant in Aid (and associated non voted resources) Subhead Q3

£12,122,000 Capital End Year Flexibility comprising:

£460,000 Licensing Database subhead G7; £1,500,000 Departmental Administration, subhead I7; £4,500,000 Culture Online, subhead W7; £200,000 Sir John Soames Museum Grant in Aid (and associated non voted resources) subhead O3; £1,500,000 Community Club Development Fund Grant in Aid (and associated non voted resources) subhead Q3; £2,962,000 Historic Buildings and Monuments Grant in Aid (and associated non voted resources) subhead R3; and £1,200,000 Film Council Grant in Aid (and associated non voted resources) subhead T3

Transfers from Central Funds

Invest to Save Budget

1. £762,000

of which £77,000 to A2 and £685,000 to C3

Transfers from other government departments

1. From DfES

£1,650,000

£30,000 to B2 in respect of Creativity Review and £1,620,000 to O3 in respect of Strategic Commissioning

Introduction *(continued)*

2. From DfT
£4,000,000
to C3 in respect of Wembley development costs
3. From MOD
£93,000
to O3 for transfer of Pattern Room Funds
4. From DCA - Machinery of Government Change
£48,000
to I2 to fund the Cenotaph Ceremony
5. From ODPM
£30,000,000
To M3 for 2012 Olympic costs

Transfers from non-voted budgets

Departmental Unallocated Provision

£8,900,000

of which:

£900,000 to Voted subhead I2 Research, (£600,000) for the Participation Survey and (£300,000) for the Effectiveness and Capacity programme

£8,000,000 to Grant in Aid (and associated non voted resources), subhead T3 (£1,000,000) for the British film Institute and subhead V3 (£7,000,000) to Gaming Board of Great Britain

Other increases

Reserve Claim

£20,000

to R3 for start-up costs for Queen Mothers Memorial

Decreases:

Transfers to other government departments

1. To Cabinet Office
£69,000 from I1 for Protecting the Centre of Government

Other decreases

£10,000 from D2 to record the profit from the sale of property

Neutral changes

Capital to Resource transfer

Transfer of £980,000 from F7 Royal Parks capital to F2 Royal Parks resources

Increased spending offset by income

1. £20,000
I1 and I5 Central Administration increase in gross spending offset by income from ODPM for local PSA's

Introduction *(continued)*

2. £8,000
I1 and I5 Central Administration increase in gross spending offset by income from Access to Work scheme
3. £515,000
A2 and A5 Museums Galleries and Libraries increase in gross spending offset by income received in the course of business
4. £201,000
D2 and D5 Architecture and Historic Environment increase in gross spending offset by income received in the course of business
5. £3,010,000
D8 Increased capital receipts from the Sale of Property offset by increased expenditure on:
D7 (£860,000) for replacement of capital equipment, F7 (£150,000) for the Diana Memorial Fountain, and R3 Grant in Aid Capital (£2,000,000) for maintenance of the Royal Palaces.
6. £442,000
I2 and I5 Research, increase in gross spending offset by income from grant in aid
7. £546,000
K5 and V3 increase in gross spending offset by income from Gambling licensing and horseracing receipts
8. £5,092,000
M3 and M5 increase in gross spending offset by increased income
9. £1,500,000
J5 and U3 increase in lottery receipts offset by an increase in non budget Grant in Aid for the Lottery Commission

Transfers within the RfR

1. £685,000 from I1 to A2 in respect of EU Presidency Costs
2. £300,000 from I1 to C3 in respect of the School Sports Offer
3. £150,000 from I1 to G2 in respect of the Alcohol Licensing Campaign.
4. £250,000 from I1 to H2 in respect of DSO Communications
5. £250,000 from I1 to H3 in respect of Gaelic TV
6. £1,244,000 from I1 to H2 of which £500,000 for the Participation Survey, £500,000 for better regulations and £244,000 to cover a shortfall
7. £250,000 from I1 to O3 for British Museum reform
8. £150,000 from A2 to O3 to correct Main Estimate allocation
9. £300,000 from O3 to A2 in respect of the European Capital of Culture
10. £4,000 from I1 to B2 to correctly charge expenditure to programme from administration costs
11. £10,000 from I1 to A2 for the Improvement and Development Agency (IDeA)
12. £95,000 transfer to A2 for the IDeA comprising £30,000 from O3 (Museums, Libraries and Archive Council) £50,000 from P3 (Arts Council) and £15,000 from R3 (Historic Buildings and Monuments Commission).

Introduction (*continued*)

13. £500,000 to B2 from P3 for administering the Own Art scheme
14. £38,000 from D2 to R3 English Heritage to correct Main Estimate allocation.
15. £263,000 to O3 (Museums, Libraries and Archive Council) from I2 for Cultural property from CPU and central budgets
16. £120,000 to N3 (Regional Cultural Consortiums) from I2
17. £800,000 to I2 for the Participation Survery, comprising £400,000 from P3 (Arts Council for England), £100,000 from O3 (Museums, Libraries and Archive Council) and £300,000 from O3 (Museums and

RfR2: Broadening access to a rich and varied cultural and sporting life through home broadcasting**Increases:**

£260,901,000 to Home Broadcasting to reflect a revised forecast of spending.

2. As a result of these changes there is an increase in the net cash requirement of £360,774,000.
3. Symbols are explained in the Introduction to this booklet.

Part I

£

RfR 1: Improving the quality of life through cultural and sporting activities	†	96,393,000
	††	
RfR 2: Broadening access to a rich and varied cultural and sporting life through home broadcasting		260,901,000
Total additional net resource requirement		357,294,000
Additional net cash requirement	††	360,774,000

SUPPLEMENTARY amounts required in the year ending 31 March 2006 for expenditure by the Department for Culture, Media and Sport on:

RfR 1: Improving the quality of life through cultural and sporting activities

Support for national and other museums and galleries; the Government Indemnity Scheme; the British Library and other library and archive institutions and services; to the Arts and Sports Councils and for other arts and sports bodies and schemes; the Royal Palaces and Parks; historic buildings, ancient monuments and sites, certain public buildings, national heritage and architecture, and VAT grant scheme for memorials; listed places of worship scheme; promotion of tourism; support to film bodies and projects; sponsorship of the music industry; the Welsh Fourth Channel Authority, the Office of Communications and certain broadcasting services and schemes; alcohol, gambling, film and video licensing; related research, surveys and other services; central administration costs; expenses of the National Lottery Commission; commemorative services and Royal funerals; the Queen's Golden Jubilee; costs to support delivery of the Olympic Games 2012; transfer of pension values of certain bodies; expenses of privatising the Tote; and associated non-cash items.

RfR 2: Broadening access to a rich and varied cultural and sporting life through home broadcasting

Payments to the British Broadcasting Corporation for home broadcasting; and associated non-cash items.

The **Department for Culture, Media and Sport** will account for this Estimate.

† £5,460,000 has been advanced from the Contingencies Fund to provide cash in respect of £5,092,000 resources supporting the service provided for under subhead M3 and £368,000 resources under subhead V3. A corresponding cash amount is required to enable repayment to be made to the Fund.

†† The Cenotaph Ceremony function was transferred from the Department for Constitutional Affairs on 1 April 2005. The changes relating to this machinery of government transfer are that the net resource and net cash requirements are both increased by £48,000.

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: Improving the quality of life through cultural and sporting activities					
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - A Museums, galleries and libraries	150	1,532	515	1,017	1,167
RfR 1 - B Arts	841	534	-	534	1,375
RfR 1 - C Sport	11,500	4,985	-	4,985	16,485
RfR 1 - D Architecture and the Historic Environment	8,176	153	201	-48	8,128
RfR 1 - E Listed places of worship scheme	250	12,000	-	12,000	12,250
RfR 1 - F The Royal Parks	25,212	1,580	-	1,580	26,792
RfR 1 - G Tourism	1,963	150	-	150	2,113
RfR 1 - H Broadcasting and media	93,825	687	-	687	94,512
RfR 1 - I Administration, Research and other surveys	49,769	3,281	470	2,811	52,580
RfR 1 - J National Lottery Commission	-4,941	-	1,500	-1,500	-6,441
RfR 1 - K Gambling, licensing and horseracing	-1,835	-	546	-546	-2,381
RfR 1 - M Olympics	4,300	35,092	5,092	30,000	34,300
Non-budget					
RfR 1 - N Regional Cultural Consortiums	1,600	210	-	210	1,810
RfR 1 - O Museums, galleries and libraries	445,001	2,596	-	2,596	447,597
RfR 1 - P Arts	410,455	-950	-	-950	409,505
RfR 1 - Q Sport	114,397	23,000	-	23,000	137,397
RfR 1 - R Architecture and the Historic Environment	162,620	6,005	-	6,005	168,625
RfR 1 - T Broadcasting and media	27,010	3,450	-	3,450	30,460
RfR 1 - U National Lottery Commission	4,942	1,500	-	1,500	6,442
RfR 1 - V Gambling, licensing and horseracing	4,220	7,912	-	7,912	12,132
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - W Culture Online	-	1,000	-	1,000	1,000
Total RfR 1		104,717	8,324	96,393	
RfR 2: Broadening access to a rich and varied cultural and sporting life through home broadcasting					
Spending in Departmental Expenditure Limits (DEL)					
RfR 2 - A Home broadcasting	2,399,099	260,901	-	260,901	2,660,000
Total RfR 2		260,901	-	260,901	
Total Changes to RfRs		365,618	8,324	357,294	

Part II: Changes proposed (*continued*)

	Present Provision	Change in Provision	£'000 New Provision
Capital and Cash			
Total Capital Expenditure	7,059	6,490	13,549
Non-Operating A in A	-	3,020	3,020
Net cash requirement	3,809,596	360,774	4,170,370

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: Improving the quality of life through cultural and sporting activities								
51,158	134,611	1,343,698	1,529,467	21,118	1,508,349	13,549	3,020	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Museums, galleries and libraries								
-	1,682	-	1,682	515	1,167	-	-	
B Arts								
-	1,377	-	1,377	2	1,375	200	-	
C Sport								
-	500	15,985	16,485	-	16,485	-	-	
D Architecture and the Historic Environment								
-	1,109	7,220	8,329	201	8,128	860	3,020	
E Listed places of worship scheme								
-	250	12,000	12,250	-	12,250	-	-	
F The Royal Parks								
-	30,648	-	30,648	3,856	26,792	1,050	-	
G Tourism								
-	213	1,900	2,113	-	2,113	862	-	
H Broadcasting and media								
-	93,779	733	94,512	-	94,512	-	-	
I Administration, Research and other surveys								
51,158	4,052	-	55,210	2,630	52,580	6,077	-	
J National Lottery Commission								
-	-	-	-	6,441	-6,441	-	-	
K Gambling, licensing and horseracing								
-	-	-	-	2,381	-2,381	-	-	
L Queen's Golden Jubilee								
-	1	-	1	-	1	-	-	
M Olympics								
-	-	39,392	39,392	5,092	34,300	-	-	
Non-budget								
N Regional Cultural Consortiums								
-	-	1,810	1,810	-	1,810	-	-	
O Museums, galleries and libraries								
-	-	447,597	447,597	-	447,597	-	-	
P Arts								
-	-	409,505	409,505	-	409,505	-	-	
Q Sport								
-	-	137,397	137,397	-	137,397	-	-	

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		
R	Architecture and the Historic Environment	-	-	168,625	168,625	-	168,625	-	-
S	Tourism	-	-	52,500	52,500	-	52,500	-	-
T	Broadcasting and media	-	-	30,460	30,460	-	30,460	-	-
U	National Lottery Commission	-	-	6,442	6,442	-	6,442	-	-
V	Gambling, licensing and horseracing	-	-	12,132	12,132	-	12,132	-	-
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
W	Culture On Line	-	1,000	-	1,000	-	1,000	4,500	-
RfR 2: Broadening access to a rich and varied cultural and sporting life through home broadcasting									
		-	-	2,660,000	2,660,000	-	2,660,000	-	-
Non-budget									
A	Home broadcasting	-		2,660,000	2,660,000	-	2,660,000	-	-
Total for Estimate:									
		51,158	134,611	4,003,698	4,189,467	21,118	4,168,349	13,549	3,020

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net total Resources	3,811,055	357,294	4,168,349
Voted capital items			
Capital expenditure	7,059	6,490	13,549
<i>Less: non-operating A in A</i>	<u>-</u>	<u>3,020</u>	<u>3,020</u>
Total net voted capital	7,059	3,470	10,529
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,580	-	-2,580
Depreciation	-5,942	-	-5,942
New provisions and adjustments to previous provisions	4	-	4
Profit/loss on sale of assets	-	10	10
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	<u>-</u>	<u>-</u>	<u>-</u>
Total accruals to cash adjustments	-8,518	10	-8,508
Excess cash to be CFERd	-	-	-
Net cash requirement	3,809,596	360,774	4,170,370

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 are payable to the Consolidated Fund (cash receipts being shown in italics):

	<u>Present provision</u>		<u>New provision</u>	
	<u>Income</u>	<u>Receipts</u>	<u>Income</u>	<u>Receipts</u>
Operating income not classified as A in A	2,400,095	<i>2,400,095</i>	2,660,160	<i>2,660,160</i>
Non-operating income not classified as A in A	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	2,400,095	<i>2,400,095</i>	2,660,160	<i>2,660,160</i>

Forecast Operating Cost Statement

		£'000
		2005-06 provision
Net Administration Costs		
RfR1	48,970	
RfR2	-	
Total Net Administration Costs		48,970
Net Programme Costs		
RfR1	1,459,379	
RfR2	-160	
Total Net Programme costs		1,459,219
Total Net Operating Cost		1,508,189
<i>of which:</i>		
Net Resource Outturn		4,168,349
CFERs		-2,660,160
Non-voted expenditure		-
Resource Budget Outturn		2,815,641

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2005-06 Provision
Net Resource Outturn (Estimates)	4,168,349
<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	-2,660,160
Other adjustments	-
Net Operating Costs (Accounts)	1,508,189
<i>Adjustments to remove:</i>	
capital grants to local authorities	-61,000
capital grants financed from the Capital Modernisation Fund	-12,000
European Union income and related adjustments	31,000
voted expenditure outside the budget	-2,660,000
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	2,660,160
resource consumption of non departmental public bodies	86,436
unallocated resource provision	5,193
Other adjustments	1,257,663
Resource Budget Outturn (Budget)	2,815,641
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	1,557,978
Annually Managed Expenditure (AME)	1,257,663

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2005-06 Provision
Net Voted Capital Outturn (Estimates)	10,529
<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	87,007
capital grants to local authorities	61,000
capital grants financed by the Capital Modernisation Fund	12,000
local authority credit approvals	-
capital spending by levy funded bodies	-
unallocated capital provision	300
Other adjustments	452,337
Capital Budget Outturn (Budget)	623,183
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	170,846
Annually Managed Expenditure (AME)	452,337

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	Sue Street, Principal Accounting Officer and Permanent Head of the Department
Request for Resources 2	Sue Street, Principal Accounting Officer and Permanent Head of the Department

Sue Street as the Principal Accounting Officer (PAO) of the Department for Culture, Media and Sport 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, in addition to the responsibilities for the assigned RfR, remains in general overall charge of the Department for Culture, Media and Sport.

The responsibilities of an Accounting Officer are set out in Annex 4.1 of Government Accounting. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the Department for Culture, Media and Sport'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: Improving the quality of life through cultural and sporting activities		
Income from fees and charges	3,856	-
Income from licences	2,381	-
Income from other sales	203	3,020
Recovery of costs	14,678	-
Total RfR1	21,118 *	3,020 **

of which: Administration Budgets

*Amount that may be applied as appropriations in aid in addition to the net total, arising from receipts by the Government Art Collection from sale of prints, hire of transparencies, copyright fees, etc; recovery of ceremonial costs; recovery of costs for repairs to listed buildings; fees and charges for licences and receipts from concessionaires and sponsors; proceeds from the sale of properties; Royal Parks Agency fees and charges for licences, rents, gardening services, sports charges, unclaimed lost property, sponsorship and receipts for private use of telephones, and proceeds from the sale of properties; repayment of loans in connection with film development projects, fees for self help TV transmission licences, EU receipts; receipts from the National Lottery Distribution Fund to meet the cost of its administration by the Department for Culture, Media and Sport and of the expenses of the National Lottery Commission; receipts from ODPM for local PSA administration costs; receipts from the National Lottery operator's licence fees; and recoveries from the issue of licensing certificates for gaming machines and operators of gaming establishments; recovery of costs and proceeds arising from the sale of the Tote; and receipts associated with the Olympic Games 2012.

**Amount that may be applied as non-operating appropriations in aid arising from the sale of buildings

Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000	
	2005-06 provision	
	Income	Receipts
Licence fee receipts (BBC and FLA)	2,660,160	2,660,160
Total	2,660,160	2,660,160

Departmental Expenditure Limits and Administration Budgets

As announced to the House of Commons, the Department for Culture, Media and Sport Departmental Expenditure Limit will change as follows:

	New DEL			£'000
	Change	Voted	Non-voted	Total
Resource	19,111	199,881	1,358,097	1,557,978
<i>of which : Administration Budget</i>	-298	48,970	-	48,970
Capital	73,862	83,539	87,307	170,846
Depreciation*	-2,000	-5,942	-92,613	-98,555
Total	90,973	277,478	1,352,791	1,630,269

*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
24,138

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

Expenditure resting on the sole authority of the Appropriation Act

The following subheads in RfR 1 contain provision sought under the sole authority of Part I of the Estimate and of the confirming Appropriation Act:

Subhead	Service	■	£'000
C3	Chess	■	60
D3	Chatham Historic Dockyard Trust	■	300
L3	Queen's Golden Jubilee	■	1
O3	Geffrye Museum	■	1,431
O3	Horinman Museum and Gardens	■	3,682
O3	Museum of Science and Industry in Manchester	■	3,740
O3	Museums, Libraries and Archives Council	■	14,114
P3	Arts Council of England	■	409,505
R3	Commission for Architecture and the Built Environment	■	4,690
T3	UK Film Council	■	26,860

