

Department for Culture, Media and Sport

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: Improving the quality of life through cultural and sporting activities			
<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>			
12	Other resource (near- cash) - Increase in provision to meet pressures on the research budget	4,000	
<u>Take up of Departmental Unallocated Provision</u>			
12	Drawdown of near-cash resource unallocated provision for the Participation Survey	1,229,000	
W2	Drawdown of non-cash resource unallocated provision to cover the depreciation costs of Culture Online	6,975,000	
<u>Changes in operating appropriations-in-aid (not offset by changes in spending)</u>			
15	Increase in capital grant income from tenants		-70,000
<u>Other Changes in DEL Spending</u>			
B2	Increase in programme costs arising from reclassification of the Government Art collection expenditure from administration costs	4,000	
I1	Decrease in administration costs arising from reclassification of Government Art collection expenditure to programme		-4,000
<u>Other changes</u>			
<u>Transfers to/from non-voted spending</u>			
A3	Transfer from non-voted Museums, galleries and libraries to the National Coal Mining Museum to stabilise a collapsed mine	150,000	
B2	Transfer from non-voted Arts resources to fund Art Co.	366,000	
B2	Transfer from non-voted Arts resources to fund "Take it away"	625,000	
I1	Transfer from non-voted Museums, galleries and libraries for the Participation Survey	433,000	

D2	Transfer to non-voted Regional Cultural Consortiums for Creative Programmers	-29,000
D2	Transfer to non-voted Museums galleries and libraries for E-Journal Universe	-10,000

Changes in non-budget spending

P3	Increase in grant-in-aid for UK Sport to support non- voted spending, funded in budgetary terms by a transfer from non-voted LOCOG.	3,100,000
Q3	Increase in grant-in-aid for English Heritage to support non- voted spending ,funded in budgetary terms by a transfer from non-voted LOCOG.	200,000
Q3	Increase in grant-in-aid for English Heritage to finance relocation costs, funded in budgetary terms by a transfer from non-voted LOCOG.	1,500,000
N3	Increase in grant -in -aid for British Library to finance the restructuring of its Document Supply service, funded in budgetary terms by a transfer from non-voted LOCOG.	1,500,000
M3	Increase in grant- in- aid for Regional Cultural Consortiums to finance Creative Programmers	29,000
N3	Increase in grant- in- aid for Museums, galleries and libraries to finance resource E-Journal Universe	10,000
N3	Increase in grant-in-aid for Museums, galleries and libraries to finance take up of resource departmental unallocated provision to meet resource spending plans	62,000
N3	Increase in grant-in-aid for Museums, galleries and libraries to finance take up of capital departmental unallocated provision to meet capital spending plans	4,382,000
N3	Reduction in grant-in-aid for Museums galleries and libraries as a consequence of a transfer to voted resources for the National Coal Mining museum	-150,000
N3	Reduction in grant-in-aid for Museums galleries and libraries as a consequence of a transfer to voted capital for the Government Art Collection	-65,000
O3	Reduction in grant-in-aid for the Arts Council as a consequence of a transfer to voted resources for Art Co.	-366,000
O3	Reduction in grant-in-aid for the Arts Council as a consequence of a transfer to voted resources for "Take it away".	-625,000

N3	Reduction in grant-in-aid for Museums galleries and libraries as a consequence of a transfer to voted resources for the Participation Survey		-433,000
V3	Increase in grant-in-aid for Olympic Delivery Authority to finance the take up of non-voted Capital DEL end-year Flexibility.	20,000,000	
<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>			
B2/B5	Increased in expenditure on Youth Music offset by increased receipts from the DCSF	1,000,000	-1,000,000
D2/D5	Decreased receipts and equivalent decrease in expenditure following a recording error in the Winter Supplementary Estimate	-2,986,000	2,986,000
F2/F5	Increased expenditure on Royal Parks offset by increased receipts from a donation	50,000	-50,000
I1/I5	Increase in Administration costs off set by an increase in administration receipts from GLA	75,000	-75,000
I1/I5	Increase in Administration costs off set by an increase in administration receipts from the RPA	20,000	-20,000
I1/I5	Increase in Administration costs off set by an increase in administration receipts from a rate rebate & Travel and Subsistance	6,000	-6,000
I2/I5	Increase in receipts from research bodies allowing for an increase in research expenditure	4,000	-4,000
L3/L5	Increase in receipts from LOCOG and the GLA offsetting expenditure of the Olympic Programme Support Unit	310,000	-310,000
		<u>Total</u>	
Total change in resources for RfR1		39,048,000	<u>-231,000</u>
			38,817,000

Total change in resources for Estimate 38,817,000

Changes in Capital

Other changes

Transfers to/from non-voted spending

B7	Transfer of capital DEL provision to the Government Art Collection	65,000
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Other changes in DEL spending

I7	Increase in voted capital expenditure offset by an increase in Capital grant income	70,000
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Changes in non-operating appropriations-in-aid (fully offset by changes in spending)

F7/F8	Increased Capital expenditure by Royal Parks offset by increased receipts	200,000	-200,000
I7/I8	Receipts from the sale of land offset by an increase in capital expenditure	39,800,000	-39,800,000
		<u>Total</u>	<u>40,135,000</u>
	Total change in capital for Estimate		-40,000,000.
			135,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £31,977,000
3. Symbols are explained in the Introduction to this booklet.

Department for Culture, Media and Sport

Part I

£

RfR 1: Improving the quality of life through cultural and sporting activities 38,817,000

Total additional net resource requirement 38,817,000

Additional net cash requirement 31,977,000

SUPPLEMENTARY amounts required in the year ending 31 March 2008 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 Palace and Parks; historic buildings, ancient monuments and sites, certain public buildings, and 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, memorials and Royal funerals; support for the provision of humanitarian assistance to those affected by major disasters; costs to support delivery of the Olympic Games 2012; expenses of Privatising the Tote and associated non-cash items.

RfR 2: Broadening access to a rich and varied cultural and sporting life through broadcasting and other services and activities

Payments to the British Broadcasting Corporation for broadcasting and other services and activities; and associated non-cash items

The **Department for Culture, Media and Sport** 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: Improving the quality of life through cultural and sporting activities						
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1 - A	Museums, galleries and libraries	8,998	150	-	150	9,148
RfR 1- B	Arts	2,857	1,995	1,000	995	3,852
RfR 1- D	Architecture and Historic Environment	8,534	-3,025	-2,986	-39	8,495
RfR 1- F	The Royal Parks	19,992	50	50	-	19,992
RfR 1- I	Administration, Research and other surveys	56,705	1,767	175	1,592	58,297
RfR 1- L	Olympics	3,315	310	310	-	3,315
Non-budget						
RfR 1-M	Regional Cultural Consortiums	2,120	29	-	29	2,149
RfR 1- N	Museums, galleries and libraries	529,023	5,244	-	5,244	534,267
RfR 1- O	Arts	423,246	-991	-	-991	422,255
RfR 1- P	Sport	189,873	3,100	-	3,100	192,973
RfR 1- Q	Architecture and Historic Environment	173,621	1,762	-	1,762	175,383
RfR 1- V	London 2012	255,451	20,000	-	20,000	275,451
Spending in Departmental Expenditure Limits (DEL)						
<i>Central Government spending</i>						
RfR 1- W	Culture Online	-	6,975	-	6,975	6,975
Total RfR 1			37,366	-1,451	38,817	
Total Changes to RfRs			37,366	-1,451	38,817	

Capital and Cash	Present Provision	Change in Provision	£000
			New Provision
Total Capital Expenditure	5,795	40,135	45,930
Non-Operating A in A	-	40,000	40,000
Net cash requirement	4,747,492	31,977	4,779,469

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									
	56,652	56,499	1,838,071	1,951,222	32,096	1,919,126	45,930	40,000	
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A	Museums, galleries and libraries	-	465	8,683	9,148	-	9,148	-	-
B	Arts	-	3,436	1,428	4,864	1,012	3,852	265	-
C	Sport	-	1,490	7,166	8,656	50	8,606	-	-
D	Architecture and Historic Environment	-	1,172	7,326	8,498	3	8,495	600	-
E	Listed places of worship scheme	-	5,250	10,000	15,250	-	15,250	-	-
F	The Royal Parks	-	33,042	-	33,042	13,050	19,992	700	200
G	Tourism	-	63	1,900	1,963	-	1,963	-	-
H	Broadcasting and media	-	1,125	3,383	4,508	-	4,508	-	-
I	Administration, Research and other surveys	56,652	3,481	-	60,133	1,836	58,297	44,365	39,800
J	National Lottery Commission	-	-	-	-	14,000	-14,000	-	-
K	Gambling, licensing and horseracing	-	-	-	-	1,835	-1,835	-	-
L	Olympics	-	-	3,625	3,625	310	3,315	-	-
Non-budget									
M	Regional Cultural Consortiums	-	-	2,149	2,149	-	2,149	-	-
N	Museums, galleries and libraries	-	-	534,267	534,267	-	534,267	-	-
O	Arts	-	-	422,255	422,255	-	422,255	-	-
P	Sport	-	-	192,973	192,973	-	192,973	-	-
Q	Architecture and Historic Environment	-	-	175,383	175,383	-	175,383	-	-

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	Tourism	-	-	54,250	54,250	-	54,250	-	-
S	Broadcasting and media	-	-	119,421	119,421	-	119,421	-	-
T	National Lottery Commission	-	-	14,083	14,083	-	14,083	-	-
U	Gambling, licensing and horseracing	-	-	4,328	4,328	-	4,328	-	-
V	London 2012	-	-	275,451	275,451	-	275,451	-	-
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
W	Culture Online	-	6,975	-	6,975	-	6,975	-	-
RfR 2: Broadening access to a rich and varied cultural and sporting life through broadcasting and other services and activities									
	-	-	2,856,110	2,856,110	-	2,856,110	-	-	
Non-Budget									
A	Home Broadcasting	-	-	2,856,110	2,856,110	-	2,856,110	-	-
Total for Estimate:									
	56,652	56,499	4,694,181	4,807,332	32,096	4,775,236	45,930	40,000	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+) Decrease (-)</u>	<u>Revised</u>
Net Resource Requirement	4,736,419	38,817	4,775,236
Voted capital items			
Capital	5,795	40,135	45,930
<i>Less: Non-operating A in A</i>	<i>-</i>	<i>40,000</i>	<i>40,000</i>
Total net voted capital	5,795	135	5,930
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,580	-	-2,580
Depreciation	-5,942	-6,975	-12,917
New provisions and adjustments to previous provisions	4	-	4
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	13,796	-	13,796
Use of provisions	<i>-</i>	<i>-</i>	<i>-</i>
Total accruals to cash adjustments	5,278	-6,975	-1,697
Excess cash to be CFERd	-	-	-
Net Cash Requirement	4,747,492	31,977	4,779,469

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	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	2,856,300	<i>2,856,300</i>	2,856,300	<i>2,856,300</i>
Non-operating income not classified as A in A	-	-	45,200	<i>45,200</i>
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	2,856,300	<i>2,856,300</i>	2,901,500	<i>2,901,500</i>

Forecast Operating Cost Statement

	£'000
	2007-08 provision
Net Administration Costs	
RfR1	55,570
RfR2	-
Total Net Administration Costs	55,570
Net Programme Costs	
RfR1	1,863,556
RfR2	2,856,110
Non-voted	-2,856,300
Total Net Programme costs	1,863,366
Total Net Operating Cost	1,918,936
<i>of which:</i>	
Net Resource Requirement	4,775,236
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-2,856,300
Resource Budget	5,723,513

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
Net Resource Requirement (Estimates)	4,775,236
<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	-2,856,300
Other adjustments	-
Net Operating Costs (Accounts)	1,918,936
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
Capital grants	-23,282
European Union income related to capital grants	-
voted expenditure outside the budget	-2,856,110
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	2,856,300
resource consumption of non departmental public bodies	2,787,698
unallocated resource provision	7,870
Other adjustments	1,032,101
Resource Budget (Budget)	5,723,513
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	1,607,412
Annually Managed Expenditure (AME)	4,116,101

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
Net Voted Capital (Estimates)	5,930
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-45,200
capital spending by non departmental public bodies	578,141
capital grants	23,282
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	650,406
Capital Budget (Budget)	1,212,559
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	522,353
Annually Managed Expenditure (AME)	690,206

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 Jonathan Stephens, Permanent Head of the Department

Request for Resources 2 Jonathan Stephens, Permanent Head of the Department

Jonathan Stephens as the Accounting Officer 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 AO as the permanent head, remains in general overall charge of the Department of Culture, Media and Sport.

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: Improving the quality of life through cultural and sporting activities

Administration	1,152
<i>of which:</i>	
Sale of goods and services	1,152
Programme	30,944
<i>of which:</i>	
Sale of goods and services	15,106
Insurance Reimbursements	3
Receipts from National Lottery commission & Gambling commission	15,835

Total RfR1	32,096 †
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† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts by the Government Art Collection from the sale of prints, hire of transparencies, copyright fees, etc; recovery of ceremonial costs; recovery of costs of repairs to listed buildings; fees and charges for licences and receipts from concessionaires and sponsors; proceeds from the sale of properties; proceeds from the early release of office leases; 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 costs of its administration by the Department for Culture, Media and Sport and of the expenses of the National Lottery Commission; 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 cost and proceeds arising from the sale of the Tote; receipts associated with the Olympic Games 2012; and donations from members of the public.

Total Operating A in A	32,096
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Analysis of non - operating appropriations in aid (A in A)

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

Programme	40,000
<i>of which:</i>	
Sale of land	39,800
Sale of Assets	200

Total RfR1	40,000 †
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† Amount that may be applied as non-operating appropriations in aid arising from: receipts from the sale of land, buildings assets and capitalised leases

Total Non-Operating A in A	40,000
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Notes to the Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

		£'000	
		2007-08 provision	
		Income	Receipts
Licence fee receipts (BBC and FLA)	●	2,856,300	2,856,300
Land disposal proceeds	△	45,200	45,200
Total		2,901,500	2,901,500

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
	Resource DEL	9,593	-9,589	101,284	1,506,128
<i>of which:</i>					
<i>Administration budget †</i>	-4	-	55,570	-	55,570
<i>Near-cash in RDEL</i>	2,618	-2,614	85,791	1,333,012	1,418,803
Capital DEL ††	215	19,785	29,212	493,141	522,353
Less Depreciation †††	-6,975	6,975	-12,917	-88,813	-101,730
Total DEL	2,833	17,171	117,579	1,910,456	2,028,035

† 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	92,096

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- C3	Chess	60
RfR1- D3	Chatham Historical Dockyard Trust	300
RfR1- N3	Geffrye Museum	1,956
RfR1- N3	Horniman Museum and Gardens	4,350
RfR1- N3	Museum of Science and Industry in Manchester	4,171
RfR1- N3	Museums, Libraries and Archives Council	14,684
RfR1- O3	Arts Council of England	422,255
RfR1- S3	UK Film Council	25,110

Notes to the Estimate (*continued*)

Grants in Aid

RfR/Section	Body	£ '000
RfR1- M3	Regional Cultural Consortiums ♣	2,149
RfR1- N3	British Museum ♦	44,898
RfR1- N3	Natural History Museum ♥	55,165
RfR1- N3	Imperial War Museum ♦	22,177
RfR1- N3	National Gallery ♥	25,566
RfR1- N3	National Maritime Museum ♥	18,411
RfR1- N3	National Museums and Galleries on Merseyside ♥	21,826
RfR1- N3	National Portrait Gallery ♥	7,038
RfR1- N3	National Museum of Science and Industry ♥	38,484
RfR1- N3	Tate Gallery ♥	35,929
RfR1- N3	Victoria & Albert Museum ♥	42,570
RfR1- N3	Wallace Collection ♥	4,156
RfR1- N3	Museum of Science & Industry in Manchester ♣	4,171
RfR1- N3	Museum of London ♦	8,809
RfR1- N3	Sir John Soane's Museum ♥	1,072
RfR1- N3	Horniman Museum and Gardens ♣	4,350
RfR1- N3	Geffrye Museum ♣	1,956
RfR1- N3	Royal Armouries ♥	8,461
RfR1- N3	British Library ♥	104,411
RfR1- N3	Public Lending Right ♥	7,682
RfR1- N3	Museums, Libraries and Archives Council (MLA) ♣	14,784
RfR1- O3	Arts Council ♥	422,255
RfR1- P3	Sport England ♥	113,296
RfR1- P3	United Kingdom Sports Council ♥	67,305
RfR1- P3	Football Licensing Authority ♥	1,261
RfR1- Q3	English Heritage ♥	136,821
RfR1- Q3	Churches Conservation Trust ♣	3,062
RfR1- Q3	National Heritage Memorial Fund ♥	10,002
RfR1- Q3	Commission for Architecture & Built Environment ♥	4,690
RfR1- Q3	Royal Household ♣	16,107
RfR1- R3	Visit Britain ♥	50,650
RfR1- S3	UK Film Council ♣	25,110
RfR1- S3	S4C ♣	94,311
RfR1- T3	National Lottery Commission ♥	14,001
RfR1- U3	The Gambling Commission ♥	4,220
RfR1- V3	London 2012 ♥	275,451
Total		1,712,607

Notes to the Estimate *(continued)*

Contingent liabilities

Nature of Liability	£'000
British Library	68,250
British Museum	80,240
English Heritage	69,574
Geffrye Museum	790
Horniman Museum and Gardens	100
Imperial War Museum	22,519
Museum of Science and Industry (Manchester)	5,000
National Gallery	1,583,554
National Maritime Museum	28,414
National Museums and Galleries on Merseyside	152,000
National Museum of Science and Industry	120,520
National Portrait Gallery	43,201
Natural History Museum	14,840
Royal Armouries	5,679
Sir John Soane Museum	1,000
South Bank Centre	93,423
Tate Gallery	2,019,915
Victoria and Albert Museum	159,874
Wallace Collection	20,000
Government Art Collection	2,532