

# Office of the Deputy Prime Minister

## Introduction

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

Amount £

### Changes in resources

#### **RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions**

#### **Increases:**

Take up of End Year Flexibility 8,532,000

To increase resource provision for Decent Places to Live (Section B) (£8,532,000) for Safer Communities Supported Housing fund.

Transfers to voted spend 36,968,000

To increase resource provision for Housing Supply and Demand (Section A) (£135,000); Decent Places to Live (Section B) (£12,000,000); Better Services (Section D) (£2,500,000); Housing Supply and Demand (Capital Grants to local authorities) (Section M) (£21,042,000) and Tackling Disadvantage (capital grants to local authorities) (Section P) (£1,291,000).

Transfers from Capital to resource 4,518,000

To increase resource provision for: Better Services (capital grants to local authorities) (Section R) by a transfer from Better Services (Section D) (£1,560,000); Housing Supply and Demand (Section L) by a transfer from Better Services (Section D) (£1,200,000); Decent Places to Live (Section N) by a transfer from Housing Demand and Supply (Section A) (£1,758,000).

Grant in Aid 19,772,000

To increase the grant in aid net provision for Housing Supply and Demand (Section AA) by £19,771,000: (English Partnerships £117,391,000, Housing Corporation (-£29,426,000) and Thames Gateway Delivery vehicle (-£68,194,000)) and Better Services (Section AC) (£1,000).

Increase in provision 50,000,000

To increase resource provision for Decent Places to Live (Section W) (£50,000,000) for Housing Revenue Accounts Subsidy.

Interdepartmental transfer 734,000

To increase the resource provision for: Central Administration (Section F) (£524,000) by a transfer from Cabinet Office and Government Office Administration (Section G) (£210,000) by a transfer from Department of Trade and Industry.

#### **Decreases:**

Transfers to non voted spend -12,924,000

To decrease the resource provision for: Housing Supply and Demand (Section A) (£1,800,000); Decent Places to Live (Section B) (£6,598,000); Better Services (Section D) (£1,000) and Housing Supply and Demand (capital grants to local authorities) (Section M) (£4,525,000).

Machinery of Government changes -1,531,000

To decrease Administration provision for Central Administration (Section F) (£1,513,000) and Government Office Administration (Section G) (£18,000) by a transfer to Department for Constitutional Affairs.

## Introduction (*continued*)

### Neutral Changes:

#### Spending offset by A-in-A

To increase the resource provision fully offset by appropriation in Aid for: Housing Supply and Demand (Section A) (£1,079,000); Decent Places to Live (Section B) (£40,000); Better Services (Section D) (£2,077,000); Central Administration (Section F) (£1,084,000); Government Offices (Section G) (£3,266,000); Better Services (Section Q) (£80,000); Housing Supply and Demand (Section AA) (-£100,000) and Decent Places to Live (Section AB) (£250,000).

**Total change in resources for RfR1**      **106,069,000**

### RfR 2: Providing for effective devolved decision making within a national framework

#### Increases:

#### Invest to Save drawdown

To increase resource provision for Other Grants and Payments (resource grants) (Section H) (£2,000,000) and Other Grants and Payments (capital grants) (Section I) (£500,000).

2,500,000

#### Provision increase for NNDR Outturn adjustment

Increase in provision for Non Domestic Rates Outturn Adjustments and LABGIS (Section J) (£14,000,000).

14,000,000

#### Grant in Aid

To increase the grant in aid provision for Non Departmental public bodies (Section K) (£1,074,000).

1,074,000

#### Decreases:

#### Machinery of Government changes

To decrease the resource provision for Local Government Research and Publicity, Mapping costs and Electoral law (Section C) by a transfer to Department for Constitutional Affairs to complete funding gap (£59,000).

-59,000

#### Transfers to non voted spend

Transfer from Best value inspection subsidies to Public Corporations & best value intervention costs (Section B) (£1,130,000) to Valuation Tribunals.

-1,130,000

**Total change in resources for RfR2**      **16,385,000**

**Total change in resources for Estimate**      **122,454,000**

### Changes in capital

#### Decreases:

#### Transfers to other Government departments

To decrease the capital provision for: Better Services (Section D) by a transfer to Wales for purchase of New Dimension equipment following devolution.

-3,157,000

#### Transfers to Departmental Unallocated Provisions (DUP)

To decrease capital provision for Better Services (Section D) (£6,652,000) by a transfer to DUP

-6,652,000

## Introduction (*continued*)

Transfers to resource provision -4,518,000

To decrease the capital provision for: Better Services (Section D) by a transfer to Better Services (capital grants to local authorities) (Section R) (£1,560,000); Better Services (Section D) by a transfer to Housing Supply and Demand (Section L) (£1,200,000); Housing Demand and Supply (Section A) by a transfer to Decent Places to Live (Section N) (£1,758,000).

Transfers to other Government departments -415,000

To decrease Administration provision for Central Administration (Section F) (£415,000) by a transfer to Department for Transport.

### Neutral Changes:

Spending offset by A-in-A -

To increase the capital provision fully offset by Appropriation in Aid for Better Services (Section D) (£2,616,000).

**Total change in capital for Estimate -14,742,000**

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £102,904,000.
3. Symbols are explained in the Introduction to this booklet.

**Part I**

£

<b>RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions</b>	† 106,069,000
<b>RfR 2: Providing for effective devolved decision making within a national framework</b>	† 16,385,000
Total additional net resource requirement	122,454,000
<b>Additional net cash requirement</b>	† 102,904,000

SUPPLEMENTARY amounts required in the year ending 31 March 2006 for expenditure by the Office of the Deputy Prime Minister on:

**RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions**

housing revenue account subsidy; homelessness and rough sleepers; payments to the Housing Corporation; payments to the Audit Commission for registered social landlord inspections; disabled facilities grant; renewal of private sector housing; best value in housing; home selling; procurement efficiency and social housing; payments to local authorities in respect of Local Area Agreements; rent and leasehold services; national approved letting scheme; social housing mobility including choice-based local authority lettings; council tenant participation; housing transfers; procurement efficiency and social housing; regional housing boards advice; payments to Housing Action Trusts; the Supporting People programme; capital grants to local authorities for housing; Local Authority Social Housing Grant transitional compensation; payments to the Commission for Architecture and the Built Environment; payments to the Academy for Sustainable Communities; Housing Improvement Agencies; charges by Valuation Offices in respect of Right to Buy; refurbishment and acquisition of gypsy sites; deprived neighbourhoods, including the New Deal for Communities programmes; payments to the Urban Regeneration Agency; payments to the Department of Trade and Industry for Regional Development Agencies and the London Development Agency; Groundwork; initiatives to accelerate the growth areas, including payments to development corporations and other local delivery agencies; grants and payments for creating and improving parks and public spaces; co-ordinating strategy for dealing with abandoned vehicles; payments that derive from European Structural Funds Regulations (including ERDF match funding); exchange rate losses and other losses relating to European Regional Development Fund (ERDF) projects; coalfields regeneration; planning; the Planning Inspectorate; fire and rescue services, including grants paid to Chief Fire Officers' Association and measures to deal with the aftermath of terrorism; payments and loans to the Fire Service College (trading fund); fire service superannuation; fire service dispute(s); payments to Firebuy; mapping data and services; Ordnance Survey trading fund; regional assemblies, payments for the Mersey Basin Campaign; special grants paid under section 88B of the Local Government Finance Act 1988; special grants paid under Section 31 of the Local Government Act 2003; minor grants and payments in support of housing, planning, regeneration, liveability, urban design, building regulation, research, development, surveys; monitoring, statistics, advice and consultancies; initiatives to tackle areas of low demand housing; publicity, promotion and publications; communications; Special Grants Programme support to voluntary bodies; subscriptions and contributions to international organisations; the Deputy Prime Minister's chairmanship of Ministerial Committees; co-ordination of cross-cutting issues including social exclusion; the residual functions of Property Services Agency (PSA); residual payments concerning the privatisation of the Building Research Establishment; payments and loans in connection with the Queen Elizabeth II Conference Centre trading fund; the Neighbourhood Renewal Unit; the Teenage Pregnancy Unit; the administration and operation of the Office; providing for the administration of the Government Offices; the purchase, acquisition, hire, lease and rent of land, buildings, plant, equipment, machinery, vehicles and capital assets; research; housing statistics, special payments; and associated non-cash items.

## Part I (*continued*)

### **RfR 2: Providing for effective devolved decision making within a national framework**

payments to the Valuation Office Agency for rating and valuation services; payments to the Audit Commission for Best Value inspections; revenue support grant and redistributed non-domestic rates to receiving authorities in England; repayments of excess contributions made by local authorities in respect of non-domestic rates in 2004-05 and previous years; preparation for the Greater London Authority and related bodies; Greater London Authority (GLA) general grant; intervention action and capacity building in local authorities; local Public Service Agreement (PSA) performance fund payments; special grants paid under section 88B of the Local Government Finance Act 1988 and section 31 of the Local Government Act 2003; Best Value grants to Parish Councils; grants to beacon councils; emergency financial assistance to local authorities; payments to bodies specified by the Secretary of State under section 78 of the Local Government Finance Act 1988, as amended, and to the Commission for Local Administration in England; mapping and other costs associated with local government reviews and revisions to administrative and electoral grant-in-aid to the Standards Board for England and to Valuation Tribunal Service; payments in respect of the work of the Parliamentary Boundary commissions; electoral functions in the United Kingdom; payments in respect of the capital element of contracts let under the private finance initiative; research, development, surveys, monitoring, statistics, advice and consultancies; publicity, promotion and publications; special payments; subscriptions to the Commonwealth Local Government forum; and associated non-cash items.

The **Office of the Deputy Prime Minister** will account for this Estimate.

† The function of the Boundary Commission was transferred to the Department for Constitutional Affairs with effect from 1 April 2005. The changes relating to this machinery of government transfer are (i) the net resource requirement (RfR 1) is reduced by £1,310,000; and (ii) the net cash requirement is reduced by £1,310,000.

† The function of the Policy on the Conduct of Local Government Elections was transferred to the Department for Constitutional Affairs with effect from 1 April 2005. The changes relating to this machinery of government transfer are (i) the net resource requirement for RfR 1 is reduced by £221,000 and RfR 2 by £59,000; and (ii) the net cash requirement is reduced by £280,000.

## 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
<b>RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions</b>					
<b>Spending in Departmental Expenditure Limits (DEL)</b>					
RfR 1 - A Housing Supply and Demand	98,596	-466	1,079	-1,545	97,051
RfR 1 - B Decent Places to Live	76,833	10,609	40	10,569	87,402
RfR 1 - C Tackling Disadvantage	139,637	4,018	-	4,018	143,655
RfR 1 - D Better Services	94,410	-11,442	2,077	-13,519	80,891
RfR 1 - F Central Administration	219,450	18	1,084	-1,066	218,384
RfR 1 - G Government Office Administration	139,604	3,535	3,266	269	139,873
RfR 1 - K Queen Elizabeth II Conference Centre Executive Agency	-1,406	117	-	117	-1,289
RfR 1 - L Housing Supply and Demand	141,580	660	-	660	142,240
RfR 1 - M Housing Supply and Demand (capital grants to local authorities)	487,437	24,375	-	24,375	511,812
RfR 1 - N Decent Places to Live (capital grants to local authorities)	50,415	-110,188	-	-110,188	-59,773
RfR 1 - O Tackling Disadvantage	1,965,011	-1,100	-	-1,100	1,963,911
RfR 1 - P Tackling Disadvantage (capital grants to local authorities)	149,299	108,079	-	108,079	257,378
RfR 1 - Q Better Services	15,286	12,797	80	12,717	28,003
RfR 1 - R Better Services (capital grants to local authorities)	5,000	1,560	-	1,560	6,560
<b>Spending in Annually Managed Expenditure (AME)</b>					
RfR 1 - W Decent Places To Live	754,367	50,000	-	50,000	804,367
<b>Non-budget</b>					
RfR 1 - AA Housing Supply and Demand	2,128,627	19,671	-100	19,771	2,148,398
RfR 1 - AB Decent Places to Live	-	1,601	250	1,351	1,351
RfR 1 - AC Better Services	-	1	-	1	1
<b>Total RfR 1</b>		<b>113,845</b>	<b>7,776</b>	<b>106,069</b>	

**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
<b>RfR 2: Providing for effective devolved decision making within a national framework</b>					
<b>Spending in Departmental Expenditure Limits (DEL)</b>					
RfR 2 - B Best value inspection subsidies to Public Corporations & best value intervention costs	26,037	-4,550	-	-4,550	21,487
RfR 2 - C Local Government Research and Publicity, MAPPING costs and Electoral law	8,140	-1	254	-255	7,885
RfR 2 - H Other Grants and Payments (resource grants)	769,812	5,616	-	5,616	775,428
RfR 2 - I Other Grants and Payments (capital grants)	378,740	500	-	500	379,240
RfR 2 - J Non-domestic Rates Outturn Adjustments and LABGIS	641,000	14,000	-	14,000	655,000
<b>Non-budget</b>					
RfR 2 - K Non-departmental public bodies	20,724	1,074	-	1,074	21,798
<b>Total RfR 2</b>		<b>16,639</b>	<b>254</b>	<b>16,385</b>	
<b>Total Changes to RfRs</b>		<b>130,484</b>	<b>8,030</b>	<b>122,454</b>	

	Present Provision	Change in Provision	£000 New Provision
<b>Capital and Cash</b>			
Total Capital Expenditure	103,073	-12,126	90,947
Non-Operating A in A	104	2,616	2,720
<b>Net cash requirement</b>	<b>55,982,763</b>	<b>102,904</b>	<b>56,085,667</b>

**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
<b>RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions</b>							
371,811	1,085,608	7,444,316	8,901,735	188,169	8,713,566	90,947	2,720
<b>Spending in Departmental Expenditure Limits (DEL)</b>							
<i>Central Government spending</i>							
A	Housing Supply and Demand						
2,625	90,552	14,144	107,321	10,270	97,051	5,086	-
B	Decent Places to Live						
-	12,496	74,946	87,442	40	87,402	920	-
C	Tackling Disadvantage						
-	48,993	94,662	143,655		143,655	-	-
D	Better Services						
1	83,917	5,800	89,718	8,827	80,891	64,272	2,638
E	Development of English Regions						
-	520	1,230,041	1,230,561	-	1,230,561	-	-
F	Central Administration						
213,339	37,984	-	251,323	32,939	218,384	16,929	-
G	Government Office Administration						
155,845	-	-	155,845	15,972	139,873	3,460	-
H	European Structural Funds (net)						
-	-	1	1	-	1	-	-
I	European Structural funds - ODPM						
-	5,292	2	5,294	-	5,294	280	-
J	Ordnance Survey						
-	1,320	-	1,320	1,340	-20	-	-
K	Queen Elizabeth II Conference Centre Executive Agency						
1	117	2	120	1,409	-1,289	-	82
<i>Support for Local Authorities</i>							
L	Housing Supply and Demand						
-	-	142,240	142,240	-	142,240	-	-
M	Housing Supply and Demand (capital grants to local authorities)						
-	-	511,812	511,812	-	511,812	-	-
N	Decent Places to Live (capital grants to local authorities)						
-	-	43,227	43,227	103,000	-59,773	-	-
O	Tackling Disadvantage						
-	-	1,963,911	1,963,911	-	1,963,911	-	-
P	Tackling Disadvantage (capital grants to local authorities)						
-	-	257,378	257,378	-	257,378	-	-
Q	Better Services						
-	-	28,083	28,083	80	28,003	-	-

**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	
R	Better Services (capital grants to local authorities)	-	6,560	6,560	-	6,560	-	-
S	Development of English Regions	-	102,163	102,163	-	102,163	-	-
T	Development of English Regions (capital grants to local authorities)	-	172,000	172,000	1,500	170,500	-	-
U	European Structural Funds (net)	-	1	1	-	1	-	-
V	European Structural Funds (net) (capital grants to local authorities)	-	1	1	-	1	-	-
	<i>Decent Places To Live</i>	-	-	-	-	-	-	-
<b>Spending in Annually Managed Expenditure (AME)</b>								
<i>Central government spending</i>								
W	Decent Places To Live	-	804,367	804,367	-	804,367	-	-
X	Better Services	-	50	50	-	50	-	-
<i>Support for Local Authorities</i>								
Y	Housing Supply and Demand	-	18,800	18,800	-	18,800	-	-
Z	Decent Places to Live (capital grants to local authorities)	-	616,000	616,000	-	616,000	-	-
<b>Non-budget</b>								
AA	Housing Supply and Demand	-	2,160,940	2,160,940	12,542	2,148,398	-	-
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<i>Support for Local Authorities</i>								
AB	Decent Places to Live	-	1,601	1,601	250	1,351	-	-
<b>Non-budget</b>								
AC	Better Services	-	1	1	-	1	-	-
<b>RfR 2: Providing for effective devolved decision making within a national framework</b>								
		-	230,499	47,013,355	47,243,854	719	47,243,135	-
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<i>Central Government spending</i>								
A	Valuation Services	-	193,450	193,450	-	193,450	-	-
B	Best value inspection subsidies to Public Corporations & best value intervention costs	-	21,487	21,487	-	21,487	-	-

**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	
C	Local Government Research and Publicity, MAPPING costs and Electoral law							
-	8,604	-	8,604	719	7,885	-	-	
D	Local Governance							
-	33	-	33	-	33	-	-	
<i>Support for Local Authorities</i>								
E	Revenue support grants							
-	-	27,151,321	27,151,321	-	27,151,321	-	-	
F	Non-domestic Rates Payments							
-	-	18,000,000	18,000,000	-	18,000,000	-	-	
G	London Governance							
-	-	37,493	37,493	-	37,493	-	-	
H	Other Grants and Payments (resource grants)							
-	6,925	768,503	775,428	-	775,428	-	-	
I	Other Grants and Payments (capital grants)							
-	-	379,240	379,240	-	379,240	-	-	
J	Non-domestic Rates Outturn Adjustments and LABGIS							
-	-	655,000	655,000	-	655,000	-	-	
<b>Non-budget</b>								
K	Non-departmental public bodies							
-	-	21,798	21,798	-	21,798	-	-	
<b>Total for Estimate:</b>								
<b>371,811</b>	<b>1,316,107</b>	<b>54,457,671</b>	<b>56,145,589</b>	<b>188,888</b>	<b>55,956,701</b>	<b>90,947</b>	<b>2,720</b>	

## Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
<b>Net total Resources</b>	<b>55,834,247</b>	<b>122,454</b>	<b>55,956,701</b>
<b>Voted capital items</b>			
Capital expenditure	103,073	-12,126	90,947
<i>Less: non-operating A in A</i>	<u>104</u>	<u>2,616</u>	<u>2,720</u>
<b>Total net voted capital</b>	<b>102,969</b>	<b>-14,742</b>	<b>88,227</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-5,866	975	-4,891
Depreciation	-12,722	-10,783	-23,505
New provisions and adjustments to previous provisions	-11,422	5,000	-6,422
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	2,025	-	2,025
Increase(-)/decrease (+) in creditors	61,086	-	61,086
Use of provisions	<u>12,446</u>	<u>-</u>	<u>12,446</u>
<b>Total accruals to cash adjustments</b>	<b>45,547</b>	<b>-4,808</b>	<b>40,739</b>
<b>Excess cash to be CFERd</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash requirement</b>	<b>55,982,763</b>	<b>102,904</b>	<b>56,085,667</b>

## 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):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	2,325,916	<i>2,325,715</i>	2,364,916	<i>2,364,715</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	-	-	-	-
<b>Total</b>	<b>2,325,916</b>	<b><i>2,325,715</i></b>	<b>2,364,916</b>	<b><i>2,364,715</i></b>

## Forecast Operating Cost Statement

	£'000
	2005-06 provision
<b>Net Administration Costs</b>	
RfR 1	335,963
RfR 2	-
<b>Total Net Administration Costs</b>	<b>335,963</b>
<b>Net Programme Costs</b>	
RfR 1	6,012,687
RfR 2	47,243,135
<b>Total Net Programme costs</b>	<b>53,255,822</b>
<b>Total Net Operating Cost</b>	<b>53,591,785</b>
<i>of which:</i>	
<b>Net Resource Outturn</b>	<b>55,956,701</b>
CFERs	-2,364,916
Non-voted expenditure	-
<b>Resource Budget Outturn</b>	<b>53,157,716</b>

## Notes to the Estimate

### Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2005-06 Provision
<b>Net Resource Outturn (Estimates)</b>	<b>55,956,701</b>
<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	-2,364,916
Other adjustments	-
<b>Net Operating Costs (Accounts)</b>	<b>53,591,785</b>
<i>Adjustments to remove:</i>	
capital grants to local authorities	-2,020,540
capital grants financed from the Capital Modernisation Fund	-
European Union income and related adjustments	228,235
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	1,794,666
resource consumption of non departmental public bodies	-516,755
unallocated resource provision	4,719
Other adjustments	75,606
<b>Resource Budget Outturn (Budget)</b>	<b>53,157,716</b>
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	52,248,583
Annually Managed Expenditure (AME)	909,133

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2005-06 Provision
<b>Net Voted Capital Outturn (Estimates)</b>	<b>88,227</b>
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	497,749
capital grants to local authorities	2,020,540
capital grants financed by the Capital Modernisation Fund	-
local authority credit approvals	1,811,228
capital spending by levy funded bodies	-
unallocated capital provision	11,112
Other adjustments	130,000
<b>Capital Budget Outturn (Budget)</b>	<b>4,558,856</b>
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	3,942,856
Annually Managed Expenditure (AME)	616,000

## 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.

<b>Request for Resources 1</b>	Peter Housden, Permanent Head of the Office of the Deputy Prime Minister
<b>Request for Resources 2</b>	Neil Kinghan, Additional Accounting Officer and Director General of the Local and Regional Governance Group of the Office

Peter Housden, as the Principal Accounting Officer (PAO) of the Office of the Deputy Prime Minister 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 Office of the Deputy Prime Minister.

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 Office of the Deputy Prime Minister's policies, aims, and objectives; and should regularly review the effectiveness of that system.

In accordance with Government Accounting requirements the relationship between the Principal Accounting Officer and Additional Accounting Officer and with their Ministers, together with their respective responsibilities, is set out in writing.

## 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
<b>RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions</b>		
Housing Supply and Demand – Section A	10,270	-
Decent Places to Live – Section B	40	-
Better Services – Section D	8,827	2,638
Central Administration – Section F	32,939	-
Government Office Administration - Section G	15,972	-
Ordnance Survey - Section J	1,340	-
Queen Elizabeth II Conference Centre Executive Agency Section – Section K	1,409	82
Decent Places to Live (capital grants to local authorities) – Section N	103,000	-
Better Services - Section Q	80	-
Development of English Regions (capital grants to local authorities – Section T	1,500	-
Housing Supply and Demand - Section AA	12,542	-
Decent Places to Live - Section AB	250	-
<b>Total RfR 1</b>	<b>188,169 *</b>	<b>2,720 **</b>
<p>*Amount that may be applied as appropriations in aid in addition to the net total arising from: research and administrative services, fee paying enquiries, dissemination and sales of information, royalties, the loan, hire and storage of equipment, seminars, patent rights, conferences and publications (in print and non-print media); sponsorship, including contributions from co-sponsors towards the cost of research and surveys; other government departments, devolved administrations; agencies and non-departmental public bodies and overseas government; receipts from the European Union; adjustments to commuted loan charges or residual loan charge grants; pooled housing capital receipts from local authorities; housing revenue receipts from local authorities; donations; receipts from the Housing Corporation; charges for services provided by leasehold valuation tribunals and other receipts by Rent Assessment Panels; receipts from the Academy for Sustainable Communities; recovered renovation or disabled facilities grants; recovered derelict land and other regeneration grants; charges made by the Planning Inspectorate executive agency in England and Wales; receipts from inspections by HM Fire Service Inspectorate; fire service dispute(s); dividend payment from Ordnance Survey; dividend payment from the Queen Elizabeth II Conference Centre and interest payments on voted loans; receipts from medical appeals to cover BUPA expenditure; receipts from regional fire and rescue central centres building developers; interest payments on deemed and voted loans made to the Fire Service College; dividend payment from the Fire Service College; receipts from local authorities in respect of fire services; licence fee income generated from the sale of software licence(s); receipts from the Urban Summit; the disposal of land, buildings, water stores, plant, equipment, machinery, vehicles and capital assets; recoveries of seconded staff salaries; receipts for the use of accommodation; rental income and receipts from property and land; legal claims, including extra-contractual claims for defective work, awards of court costs and out of court settlements; residual items from the sale of the Building Research Establishment; receipts associated with the Emergency Fire Services; former SRB programme receipts; and the sale of Property Services Agency businesses.</p> <p>**Amounts that may be applied as non-operating appropriations in aid arising from the disposal of land, buildings, plant, equipment, machinery, vehicles and capital assets; the loan, hire or storage of equipment; repayments by employees of valuation tribunals of loans advanced to purchase cars; rental income and receipts from accommodation leased from or shared with valuation tribunal offices; repayment of deemed and voted loans made to the Queen Elizabeth II Conference Centre and the Fire Service College; receipts from the Housing Corporation and the sale of PSA businesses.</p>		
<b>RfR 2: Providing for effective devolved decision making within a national framework</b>		
Local government research and publicity, and Local Government Commission mapping costs and electoral law – Section C	719	-
<b>Total RfR 2</b>	<b>719 *</b>	<b>-</b>
<p>*Amount that may be applied as appropriation in aid in addition to the net total arising from: sponsorship, including contributions from co-sponsors towards the cost of research and publicity; the Home Office; repayments by employees of valuation tribunals of loans advanced to purchase cars; rental income and receipts from accommodation leased from or shared with valuation tribunal offices; and fines passed on by the Department for Constitutional Affairs.</p>		
<b>Total A in A</b>	<b>188,888</b>	<b>2,720</b>
<i>of which: Administration budgets</i>	-	-

## Notes to the Estimate (*continued*)

### Analysis of Consolidated Fund extra receipts

	£'000	
	2005-06 provision	Receipts
	Income	Receipts
Large Scale Voluntary Transfer Levy	40,666	40,666
Planning Inspectorate Executive Agency (fees received from appeals against enforcement notices)	190	-
Central administration	11	-
Pooled housing capital receipts from local authorities	1,754,000	1,754,000
Housing Revenue Subsidy	570,049	570,049
<b>Total</b>	<b>2,364,916</b>	<b>2,364,715</b>

### Departmental Expenditure Limits and Administration Budgets

As announced to the House of Commons, the Departmental Expenditure Limit for the Office of the Deputy Prime Minister will change as follows:

	Change	New DEL		£'000
		Voted	Non-voted	Total
Resource	-23,917	50,385,982	1,862,601	52,248,583
<i>of which : Administration Budget</i>	<i>454</i>	<i>335,812</i>	<i>-</i>	<i>335,812</i>
Capital	68,685	1,622,767	2,320,089	3,942,856
Depreciation*	-10,783	-23,505	-2,556	-26,061
Total	33,985	51,985,244	4,180,134	56,165,378

\*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  
191,608

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

Subhead	Service	■	£'000
B	Robust Details Scheme		150

## Notes to the Estimate (*continued*)

### Grants in Aid

A number of grants in aid in excess of £1 million are borne on these Requests for Resources

<b>RfR 1</b>	<b>£ million</b>
Urban Regeneration Agency	402.6
Housing Corporation	1,695.6
Housing Corporation - Thames Gateway	0.7
South East England Development Agency	16.9
East England Development Agency	16.7
Thurrock Urban Development Agency	♥ 18.3
London Urban Development Corporation	♥ 8.4
West Northamptonshire Urban Development Corporation	♥ 1.7
 <b>RfR 2</b>	
Standards Board for England	9.2
Valuation Tribunal Service	12.6