

# Department for Communities and Local Government

## Introduction

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

|  |  | Amount (£)       |                   |
|--|--|------------------|-------------------|
|  |  | <u>Increases</u> | <u>Reductions</u> |
| <b><u>Changes in resources</u></b>   |  |                  |                   |
| <b>RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions</b> |  |                  |                   |
| <u>Section</u>   | <u>Reason for change</u>   |                  |                   |
| <b><u>Changes related to movements in budgets</u></b>  |  |                  |                   |
| <u>Take up of DEL End-Year Flexibility</u>   |  |                  |                   |
| <i>Administration costs (near-cash)</i>  |  |                  |                   |
| To increase provision for:   |  |                  |                   |
| F  | Central administration   | 3,000,000        |                   |
| <i>Other resource DEL (near-cash)</i>  |  |                  |                   |
| To increase provision for:   |  |                  |                   |
| A  | Home buying and selling  | 1,048,000        |                   |
| B  | Procurement efficiency and social housing  | 2,015,000        |                   |
| C  | Safer and Stronger Communities Fund  | 4,000,000        |                   |
| C  | Homelessness   | 463,000          |                   |
| F  | Central administration   | 7,000,000        |                   |
| G  | Government office administration   | 2,818,000        |                   |
| I  | European Regional Development Fund "Interreg"  | 682,000          |                   |
| O  | New Deal for Communities   | 8,265,000        |                   |
| O  | Disabled Facilities Grant  | 382,000          |                   |
| P  | Fire services  | 331,000          |                   |
| S  | Local Area Agreements  | 13,390,000       |                   |
| <i>Capital grants(capital DEL)</i>   |  |                  |                   |
| To increase provision for:   |  |                  |                   |
| A  | Thames Gateway   | 4,000,000        |                   |
| B  | Gap funding for Large Scale Voluntary Transfers  | 80,000,000       |                   |
| C  | Coalfields Regeneration Trust  | 500,000          |                   |
| M  | Gypsy Site Grant   | 1,500,000        |                   |
| M  | Housing Market Renewal Fund  | 2,949,000        |                   |
| O  | New Deal for Communities   | 9,500,000        |                   |
| O  | Disabled Facilities Grant  | 6,184,000        |                   |
| P  | Flood recovery   | 7,000,000        |                   |
| S  | Local Area Agreements  | 2,929,000        |                   |
| <u>Machinery of Government changes</u>   |  |                  |                   |
| <i>Administration costs (near-cash)</i>  |  |                  |                   |
| To decrease provision for:   |  |                  |                   |
| F  | Central administration arising from transfer of Regional Policy functions to the Department for Business, Enterprise and Regulatory Reform |                  | -641,000          |
| F  | Central administration arising from transfer of equalities functions to the Government Equalities Office                                   |                  | -3,885,000        |

|   |  |             |
|---|--|-------------|
|   | <i>Other resource (near-cash)</i>  |             |
|   | To decrease provision for:   |             |
| C | equalities functions arising from transfer of functions to the Government Equalities Office  | -22,911,000 |
|   | <u>Take up of Departmental Unallocated Provision</u>   |             |
|   | <i>Other resource (non-cash)</i>   |             |
|   | To increase provision for:   |             |
| A | Residential Property Tribunal Service  | 143,000     |
| A | E planning   | 3,000,000   |
| A | Thames Gateway   | 1,445,000   |
| B | National Register of Social Housing  | 1,255,000   |
| C | Coalfields Enterprise Fund   | 500,000     |
| C | Supporting People administration   | 190,000     |
| D | Fire Service College   | 876,000     |
|   | <u>Transfers of budgetary cover to/from other government departments</u>   |             |
|   | <i>Administration costs (near-cash)</i>  |             |
|   | To increase provision for:   |             |
| F | Central administration from the former Deputy Prime Minister's Office for staff returning to the Department for Communities and Local Government                             | 786,000     |
| F | Central administration from the Department for Business, Enterprise and Regulatory Reform for outstanding accommodation and staffing costs for the Women and Equalities unit | 125,000     |
| F | Central administration from the Cabinet Office for the Department's use of Parliamentary Counsel   | 413,000     |
| G | Government Office administration from the Department for Transport for staff early exit costs  | 624,000     |
| G | Government Office administration from the Department for the Environment, Food and Rural Affairs for additional functions to be performed by the Government Offices          | 4,039,000   |
| G | Government Office administration from Cabinet Office for third sector work on community cohesion   | 764,000     |
|   | <i>Administration costs (non-cash)</i>   |             |
|   | To increase provision for:   |             |
| F | Central administration from the former Deputy Prime Minister's Office - non-cash costs related to staff returning to the Department for Communities and Local Government     | 20,000      |
|   | <u>Other Changes in DEL Spending</u>   |             |
|   | <i>Administration costs (near-cash)</i>  |             |
|   | To increase provision for:   |             |
| F | Central administration - reclassification of consultancy expenditure from programme costs  | 2,557,000   |
|   | <i>Other resource (near-cash)</i>  |             |
|   | To decrease provision for:   |             |
| A | Home Buying and Selling - reclassification of consultancy expenditure to administration costs  | -814,000    |

|   |  |            |            |
|---|--|------------|------------|
| B | Building Regulations - reclassification of consultancy expenditure to administration costs             |            | -1,363,000 |
| F | Mapping Data Services - reclassification of consultancy expenditure to administration costs            |            | -380,000   |
|   | <i>Capital grants(capital DEL)</i>   |            |            |
|   | To increase provision for:   |            |            |
| P | Flood recovery (transfer from non-voted Local Government DEL)  | 5,000,000  |            |
|   | <u>Changes in Annually Managed Expenditure (AME)</u>   |            |            |
|   | To decrease provision for:   |            |            |
| T | Housing Revenue Account Subsidy  |            | -37,000    |
|   | <u>Other changes</u>   |            |            |
|   | <u>Resource transfers to/from another Request for Resources</u>  |            |            |
|   | <i>Other resource (near-cash)</i>  |            |            |
|   | To decrease provision for:   |            |            |
| D | Fire publicity (transferring funding to Best Value Inspectorate, RfR2, Section B)                      |            | -1,700,000 |
|   | <i>Capital grants(capital DEL)</i>   |            |            |
|   | To increase provision for:   |            |            |
| P | Flood recovery (transferring funding from Local Government Public Service Agreements, RfR2, Section G) | 8,000,000  |            |
|   | <u>Resource transfers within the Request for Resources</u>   |            |            |
|   | <i>Administration costs (near- cash)</i>   |            |            |
|   | To adjust provision for:   |            |            |
| F | Central administration   |            | -9,829,000 |
| D | Fire Service Statistics  |            | -1,000     |
| G | Government Office Administration   | 9,830,000  |            |
|   | <i>Other resource (near- cash)</i>   |            |            |
|   | To adjust provision for:   |            |            |
| A | Gypsy Site Grant   | 307,000    |            |
| A | Research   | 773,000    |            |
| A | Other growth areas   |            | -812,000   |
| A | Regional housing board   |            | -461,000   |
| A | Housing Market Renewal Fund  |            | -8,700,000 |
| A | Thames Gateway   |            | -5,609,000 |
| A | Home buying and selling  | 10,609,000 |            |
| A | Tenants' deposit scheme  | 500,000    |            |
| A | Planning and publicity   |            | -3,385,000 |
| A | E planning   |            | -770,000   |
| A | Planning Inspectorate  | 13,248,000 |            |
| A | New horizons   |            | -51,000    |
| A | New growth points  |            | -156,000   |
| B | Commission for Architecture and the Built Environment  | 150,000    |            |
| B | Trees and hedges   | 185,000    |            |
| B | Housing Action Trusts  |            | -500,000   |
| B | Housing Management Grants  |            | -500,000   |
| B | Energy performance directive   | 1,761,000  |            |
| B | Building regulations   |            | -432,000   |

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|   |  |           |            |
|---|--|-----------|------------|
| C | Community policy   | 5,693,000 |            |
| C | Safer and Stronger Communities Fund                      |           | -3,223,000 |
| C | Coalfields Regeneration Trust                            |           | -500,000   |
| C | Homelessness   | 1,100,000 |            |
| C | Supporting People administration                         |           | -1,941,000 |
| C | Liveability performance                                  |           | -185,000   |
| D | Best value intervention in housing                       |           | -900,000   |
| D | Efficiency improvements in local government              |           | -300,000   |
| D | Housing Employment Mobility Service                      |           | -800,000   |
| D | Fire services, publicity and Fire Service College        | 4,251,000 |            |
| D | Emergency fire service                                   |           | -456,000   |
| E | Regional chambers  | 436,000   |            |
| E | Regional Development Agencies                            | 2,000,000 |            |
| F | Central administration                                   | 2,466,000 |            |
| F | Mapping Data Services                                    |           | -1,749,000 |
| I | "Interreg"   | 1,020,000 |            |
| I | European Regional Development Fund losses and write offs |           | -1,600,000 |
| J | Ordnance Survey  |           | -2,260,000 |
| K | Queen Elizabeth II Conference Centre                     |           | -206,000   |
| M | Housing Market Renewal Fund                              | 7,751,000 |            |
| M | Planning Delivery Grant                                  |           | -5,300,000 |
| O | Supporting People administration                         | 1,941,000 |            |
| O | Homelessness   |           | -3,600,000 |
| P | Fire Services  |           | -3,795,000 |
| S | Local Area Agreements                                    |           | -6,000,000 |

*Other resource (non- cash)*

To adjust provision for:

|   |                       |           |            |
|---|-----------------------|-----------|------------|
| A | E planning            | 2,000,000 |            |
| A | Planning Inspectorate |           | -2,000,000 |

*Capital grants (capital DEL )*

To adjust provision for:

|   |                       |           |             |
|---|-----------------------|-----------|-------------|
| B | Housing Action Trusts | 2,310,000 |             |
| C | Homelessness          | 1,732,000 |             |
| M | Thames Gateway        |           | -2,310,000. |
| O | Homelessness          |           | -1,732,000  |

Transfers to/from non-voted spending

*Administration costs (non -cash)*

To adjust provision for:

|   |                        |  |            |
|---|------------------------|--|------------|
| F | Central administration |  | -2,557,000 |
|---|------------------------|--|------------|

*Other resource (near-cash)*

To decrease provision for:

|   |   |  |             |
|---|---|--|-------------|
| A | Thames Gateway                                  |  | -10,100,000 |
| A | Other Growth Areas                              |  | -3,144,000  |
| A | Housing Corporation board members' remuneration |  | -3,000      |
| A | Valuation Office right to buy charges           |  | -23,000     |
| A | Communications                                  |  | -722,000    |
| A | Energy performance certificates                 |  | -2,000,000  |
| B | Housing management grants                       |  | -190,000    |
| B | Building regulations                            |  | -214,000    |
| C | Safer and Stronger Communities Fund             |  | -300,000    |

*Capital grants(capital DEL)*

To decrease provision for:

|   |                    |  |             |
|---|--------------------|--|-------------|
| A | Thames Gateway     |  | -2,040,000  |
| A | Other Growth Areas |  | -16,349,000 |

|   |  |              |             |
|---|--|--------------|-------------|
| M   | Thames Gateway   |              | -90,093,000 |
| <br>  |  |              |             |
| <u>Changes in non budget spending</u>   |  |              |             |
| To increase grant-in-aid provision for:   |  |              |             |
| W   | Other Growth Areas (West Northamptonshire Urban Development Corporation) | 17,000,000   |             |
| W   | Other Growth Areas (English Partnerships- Urban Regeneration Agency)     | 2,449,000    |             |
| W   | Thames Gateway (South East of England Regional Development Agency)       | 6,800,000    |             |
| W   | Thames Gateway (East of England Regional Development Agency)             | 1,699,000    |             |
| W   | Thames Gateway (Housing Corporation)                                     | 2,100,000    |             |
| W   | Thames Gateway (English Partnerships- Urban Regeneration Agency)         | 10,704,000   |             |
| W   | Thames Gateway (Thurrock Urban Development Corporation)                  | 29,150,000   |             |
| W   | Thames Gateway (London Thames Gateway Urban Development Corporation)     | 54,090,000   |             |
| W   | Housing Corporation  | 2,300,000    |             |
| W   | Leasehold Enfranchisement advisory service                               | 190,000      |             |
| <br>  |  |              |             |
| <u>Transfers from capital to capital grants</u>   |  |              |             |
| N   | To decrease provision for:<br>Procurement Efficiency in Social Housing   |              | -100,000    |
| <br>  |  |              |             |
| <u>Machinery of government changes in non-budget spending</u>                           |  |              |             |
| To decrease grant-in aid provision for:   |  |              |             |
| Z   | Commission for Racial Equality to Government Equalities Office           |              | -19,100,000 |
| Z   | Commission for Equality and Human Rights to Government Equalities Office |              | -13,846,000 |
| <br>  |  |              |             |
| <u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u> |  |              |             |
| To increase provision for expenditure and corresponding appropriations in aid:          |  |              |             |
| A   | Residential Property Tribunal Service                                    |              | 120,000     |
| A   | Residential Property Tribunal Service                                    | -120,000     |             |
| C   | Adults Facing Chronic Exclusion  |              | 1,140,000   |
| C   | Adults Facing Chronic Exclusion  | -1,140,000   |             |
| C   | Community empowerment  |              | 250,000     |
| C   | Community empowerment  | -250,000     |             |
| F   | Mapping Data Services  |              | 5,000,000   |
| F   | Mapping Data Services  | -5,000,000   |             |
| F   | Central Administration   |              | 1,106,000   |
| F   | Central Administration   | -1,106,000   |             |
| G   | Government Offices   |              | 14,861,000  |
| G   | Government Offices   | -14,861,000  |             |
| J   | Ordnance Survey  |              | 2,260,000   |
| J   | Ordnance Survey  | -2,260,000   |             |
| K   | Queen Elizabeth II Conference Centre                                     |              | 206,000     |
| K   | Queen Elizabeth II Conference Centre                                     | -206,000     |             |
| L   | Local Area Agreements  | -553,217,000 |             |
| S   | Local Area Agreements  |              | 553,217,000 |

|   |  |              |  |
|---|--|--------------|--|
|   | To decrease provision for expenditure and corresponding appropriations in aid: |              |  |
| D | Emergency fire service   | 1,777,000    |  |
| D | Emergency fire service   |              | -1,777,000.                            |
|   |  | <u>Total</u> | <u>-192,145,000</u> <u>313,808,000</u> |
|   | <b>Total change in resources for RfR1</b>                                      |              | <b>121,663,000</b>                     |

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

**Changes in resources**

| <u>Section</u>  | <u>Reason for change</u>   | <u>Increases</u> | <u>Reductions</u> |
|---|--|------------------|-------------------|
| <b><u>Changes related to movements in budgets</u></b>           |  |                  |                   |
| <u>Changes in Annually Managed Expenditure (AME)</u>            |  |                  |                   |
|   | To increase provision for:   |                  |                   |
| H   | National Non-Domestic Rates outturn adjustments  | 65,000,000       |                   |
| H   | Local Authority Business Growth Incentive Scheme   | 81,599,000       |                   |
| <b><u>Other changes</u></b>                                     |  |                  |                   |
| <u>Resource transfers to/from another Request for Resources</u> |  |                  |                   |
| <i>Other resource (near-cash)</i>                               |  |                  |                   |
|   | To increase provision for:   |                  |                   |
| B   | Best Value Inspectorate (transferring funding from fire publicity, RfR1, Section D)                  | 1,700,000        |                   |
| <i>Capital grants(capital DEL)</i>                              |  |                  |                   |
|   | To decrease provision for:   |                  |                   |
| G   | Local Government Public Service Agreements (transferring funding to flood recovery, RfR1, Section P) |                  | -8,000,000        |
| <u>Resource transfers within the Request for Resources</u>      |  |                  |                   |
| <i>Other resource (near-cash)</i>                               |  |                  |                   |
|   | To adjust provision for:   |                  |                   |
| C   | Local Government Research  | 115,000          |                   |
| D   | Private Finance Initiative   | 37,000,000       |                   |
| G   | Bellwin scheme: emergency financial assistance to local authorities                                  | 19,000,000       |                   |
| G   | Local Government Public Service Agreements   |                  | -56,000,000       |
| G   | Capacity Building  |                  | -115,000          |
| <i>Capital grants(capital DEL)</i>                              |  |                  |                   |
|   | To adjust provision for:   |                  |                   |
| G   | Bellwin scheme: emergency financial assistance to local authorities                                  | 1,000,000        |                   |
| G   | Local Government Public Service Agreements   |                  | -1,000,000        |
| <u>Changes in non-budget spending</u>                           |  |                  |                   |
|   | To increase grant-in-aid provision for:  |                  |                   |
| I   | Local Government Standards Board   | 432,000          |                   |

Changes in operating appropriations-in-aid (fully offset by changes in spending)

|   |  |              |                    |
|---|--|--------------|--------------------|
|   | To increase provision for expenditure and corresponding appropriations in aid: |              |                    |
| G | Local Government On Line   | 1,500,000    |                    |
| G | Local Government On Line   |              | -1,500,000         |
| G | Local Government Public Service Agreement                                      | 32,500,000   |                    |
| G | Local Government Public Service Agreement                                      |              | -32,500,000        |
|   |  | <u>Total</u> | <u>239,846,000</u> |
|   | <b>Total change in resources for RfR2</b>                                      |              | <b>-99,115,000</b> |
|   |  |              | <b>140,731,000</b> |
|   | <b>Total change in resources for Estimate</b>                                  |              | <b>262,394,000</b> |

**Changes in Capital**

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

| <u>Section</u> | <u>Reason for change</u>  | <u>Increases</u> | <u>Reductions</u> |
|----------------|---|------------------|-------------------|
|                | <b><u>Changes related to movements in budgets</u></b>                                 |                  |                   |
|                | <u>Take up of End Year Flexibility</u>  |                  |                   |
|                | <i>Capital</i>  |                  |                   |
|                | To increase provision for:  |                  |                   |
| I              | European Regional Development Fund "Interreg"   | 282,000          |                   |
|                | <u>Transfers from other resource (capital grants) to capital (not capital grants)</u> |                  |                   |
|                | <i>Capital</i>  |                  |                   |
|                | To increase provision for:  |                  |                   |
| A              | Residential Property Tribunal Service   | 100,000          |                   |
|                |   | <u>Total</u>     | <u>382,000</u>    |
|                | <b>Total change in capital for RfR1</b>   |                  | <b>-</b>          |
|                |   |                  | <b>382,000</b>    |

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £557,904,000

3. Symbols are explained in the Introduction to this booklet.

# Department for Communities and Local Government

## Part I

£

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

† 121,663,000

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

140,731,000

Total additional net resource requirement

262,394,000

### Additional net cash requirement

† 557,904,000

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by the Department for Communities and Local Government 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; payment to the Housing Corporation; payments to the Audit Commission for registered social landlord inspections; disabled facilities grant ; best value in housing; home buying and 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; grants and payments for the licensing and safety rating of landlords; council tenant participation; housing transfers; 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; 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 for Business, Enterprise and Regulatory Reform 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; support for infrastructure and associated works related to the Olympic Games: 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; exchange rate losses and other losses relating to the European Regional Development Fund ( ERDF ) projects; Combined Universities of Cornwall; coalfields regeneration; planning; the Planning Inspectorate; fire and rescue services, including the grants paid to Chief Fire Officers' Association and measures to deal with the aftermath of terrorism; purchase of fire radio systems; payments and loans to the Fire Service College ( trading fund ); payments for provision of services to improve the efficiency and effectiveness of the fire service; Emergency Fire Service Closure costs; fire service pensions; fire service dispute(s); payments to Firebuy; work on improving race,gender and faith equalities; payments to the Community Development Foundation; mapping data and services; Ordnance Survey trading fund; regional assemblies; payments for the Mersey Basin Campaign; 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 residual functions of Property Services Agency (PSA); payments and loans in connection with the Queen Elizabeth II Conference Centre trading fund; the administration and operation of the department including 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

**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; repayment of excess contributions made by local authorities in respect of non-domestic rates in 2006-07 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, and to the Commission for Local Administration in England mapping and other costs associated with local government reviews and revisions to administrative and electoral boundaries following Parish and Electoral Commission reviews; grant-in-aid to the Standards Board for England and to the Valuation Tribunal Service; 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 **Department for Communities and Local Government** will account for this Estimate.

† The function of the Regional PSA Team was transferred to the Department for Business, Enterprise and Regulatory Reform on 28 June. Within the overall changes sought in this Estimate the specific changes relating to this Machinery of Government transfer are: (a) for RfR1 the net resource requirement is reduced by £641,000; and (b) the net cash requirement is reduced by £641,000.

† The responsibility for equalities functions and support for the Commission for Equality and Human Rights, the Commission for Racial Equality and the Equal Opportunities Commission were transferred to the Government Equalities Office on 26 July. Within the overall changes sought in this Estimate the specific changes relating to this Machinery of Government transfer are: (a) for RfR1 the net resource requirement is reduced by £59,742,000; and (b) the net cash requirement is reduced by £59,742,000.

## 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 |
|--|-----------------------|---------------------------|------------------|-------------------------|-------------------|
| <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>   |                       |                           |                  |                         |                   |
| <i>Central Government spending</i>   |                       |                           |                  |                         |                   |
| RfR 1 - A Housing Supply and Demand  | 191,932               | -19,946                   | 120              | -20,066                 | 171,866           |
| RfR 1- B Decent Places to Live   | 20,229                | 84,477                    | -                | 84,477                  | 104,706           |
| RfR 1- C Tackling Disadvantage   | 138,015               | -13,492                   | 1,390            | -14,882                 | 123,133           |
| RfR 1- D Better Services   | 148,713               | -807                      | -1,777           | 970                     | 149,683           |
| RfR 1- E Development of English Regions  | 1,598,934             | 2,436                     | -                | 2,436                   | 1,601,370         |
| RfR 1- F Central Administration  | 209,861               | 3,432                     | 6,106            | -2,674                  | 207,187           |
| RfR 1- G Government Office Administration  | 101,716               | 32,936                    | 14,861           | 18,075                  | 119,791           |
| RfR 1- I European Structural Funds - Communities and Local Government  | 10,001                | 102                       | -                | 102                     | 10,103            |
| RfR 1- J Ordnance Survey   | -20                   | -                         | 2,260            | -2,260                  | -2,280            |
| RfR 1- K Queen Elizabeth II Conference Centre Executive Agency   | -1,292                | -                         | 206              | -206                    | -1,498            |
| RfR 1- L Local Area Agreements   | -537,331              | -                         | 553,217          | -553,217                | -1,090,548        |
| <i>Support for Local Authorities</i>   |                       |                           |                  |                         |                   |
| RfR 1- M Housing Supply and Demand   | 1,232,339             | -85,503                   | -                | -85,503                 | 1,146,836         |
| RfR 1- N Decent Places to Live   | -105,503              | -100                      | -                | -100                    | -105,603          |
| RfR 1- O Tackling Disadvantage   | 2,179,966             | 20,940                    | -                | 20,940                  | 2,200,906         |
| RfR 1- P Better Services   | 20,001                | 16,536                    | -                | 16,536                  | 36,537            |
| RfR 1- S Local Area Agreements   | 1,286,749             | 563,536                   | -                | 563,536                 | 1,850,285         |
| <b>Spending in Annually Managed Expenditure(AME)</b>   |                       |                           |                  |                         |                   |
| <i>Central Government spending</i>   |                       |                           |                  |                         |                   |
| RfR 1- T Decent Places to Live   | 679,100               | -37                       | -                | -37                     | 679,063           |
| <b>Non-Budget</b>  |                       |                           |                  |                         |                   |
| RfR 1- W Housing Supply and Demand   | 2,460,297             | 126,482                   | -                | 126,482                 | 2,586,779         |
| RfR1- Z Tackling Disadvantage  | 34,492                | -32,946                   | -                | -32,946                 | 1,546             |
| <b>Total RfR 1</b>   |                       | <b>698,046</b>            | <b>576,383</b>   | <b>121,663</b>          |                   |

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

#### Spending in Departmental Expenditure Limits (DEL)

##### *Central Government spending*

| <b>Department for Communities and Local Government</b> |  |                | <b>Winter Supplementary Estimate, 2007-08</b> |                |         |                |
|--|--|----------------|---|----------------|---------|----------------|
| RfR 2 - B  | Best Value inspection subsidies to Public Corporations & best value intervention costs | 22,720         | 1,700   | -              | 1,700   | 24,420         |
| RfR 2 - C  | Local Government Research and Publicity, MAPPING Costs and Electoral Law               | 3,439          | 115   | -              | 115     | 3,554          |
| <b>Support for Local Authorities</b>                   |  |                |   |                |         |                |
| RfR 2 - D  | Revenue Support Grants   | 3,725,931      | 37,000  | -              | 37,000  | 3,762,931      |
| RfR 2 - G  | Other Grants and Payments  | 378,674        | -11,115                                       | 34,000         | -45,115 | 333,559        |
| <b>Spending in Annually Managed Expenditure(AME)</b>   |  |                |   |                |         |                |
| <b>Support for Local Authorities</b>                   |  |                |   |                |         |                |
| RfR 2 - H  | Non-domestic Rates Outturn Adjustments and LABGIS                                      | 809,000        | 146,599                                       | -              | 146,599 | 955,599        |
| <b>Non-Budget</b>                                      |  |                |   |                |         |                |
| RfR 2 - I  | Non-departmental public bodies   | 20,475         | 432   | -              | 432     | 20,907         |
| <b>Total RfR 2</b>                                     |  | <b>174,731</b> |   | <b>34,000</b>  |         | <b>140,731</b> |
| <b>Total Changes to RfRs</b>                           |  | <b>872,777</b> |   | <b>610,383</b> |         | <b>262,394</b> |

|                             | <b>£000</b>              |                            |                      |
|-----------------------------|--------------------------|----------------------------|----------------------|
|                             | <b>Present Provision</b> | <b>Change in Provision</b> | <b>New Provision</b> |
| <b>Capital and Cash</b>     |                          |                            |                      |
| Total Capital Expenditure   | 64,030                   | 382                        | 64,412               |
| Non-Operating A in A        | 104                      | -                          | 104                  |
| <b>Net cash requirement</b> | <b>34,184,774</b>        | <b>557,904</b>             | <b>34,742,678</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> |               |            |             |           |            |         |                      |       |
| 340,623  | 1,067,590     | 10,476,611 | 11,884,824  | 1,282,516 | 10,602,308 | 64,412  | 104                  |       |
| <b>Spending in Departmental Expenditure Limits (DEL)</b>   |               |            |             |           |            |         |                      |       |
| <i>Central Government spending</i>   |               |            |             |           |            |         |                      |       |
| <b>A Housing Supply and Demand</b>   |               |            |             |           |            |         |                      |       |
| -  | 128,881       | 52,896     | 181,777     | 9,911     | 171,866    | 2,844   | -                    |       |
| <b>B Decent Places to Live</b>   |               |            |             |           |            |         |                      |       |
| -  | 8,836         | 95,870     | 104,706     | -         | 104,706    | -       | -                    |       |
| <b>C Tackling Disadvantage</b>   |               |            |             |           |            |         |                      |       |
| -  | 55,781        | 68,742     | 124,523     | 1,390     | 123,133    | 25      | -                    |       |
| <b>D Better Services</b>   |               |            |             |           |            |         |                      |       |
| -  | 143,205       | 7,775      | 150,980     | 1,297     | 149,683    | 37,337  | 22                   |       |
| <b>E Development of English Regions</b>  |               |            |             |           |            |         |                      |       |
| -  | 520           | 1,600,850  | 1,601,370   | -         | 1,601,370  | -       | -                    |       |
| <b>F Central Administration</b>  |               |            |             |           |            |         |                      |       |
| 198,789  | 44,850        | -          | 243,639     | 36,452    | 207,187    | 21,064  | -                    |       |
| <b>G Government Office Administration</b>  |               |            |             |           |            |         |                      |       |
| 141,834  | 2,818         | -          | 144,652     | 24,861    | 119,791    | 2,860   | -                    |       |
| <b>H European Structural Funds - net</b>   |               |            |             |           |            |         |                      |       |
| -  | -             | 1          | 1           | -         | 1          | -       | -                    |       |
| <b>I European Structural Funds - Communities and Local Government</b>  |               |            |             |           |            |         |                      |       |
| -  | 3,702         | 6,401      | 10,103      | -         | 10,103     | 282     | -                    |       |
| <b>J Ordnance Survey</b>   |               |            |             |           |            |         |                      |       |
| -  | -             | 1,320      | 1,320       | 3,600     | -2,280     | -       | -                    |       |
| <b>K Queen Elizabeth II Conference Centre Executive Agency</b>   |               |            |             |           |            |         |                      |       |
| -  | -             | 117        | 117         | 1,615     | -1,498     | -       | 82                   |       |
| <b>L Local Area Agreements</b>   |               |            |             |           |            |         |                      |       |
| -  | -             | -          | -           | 1,090,548 | -1,090,548 | -       | -                    |       |
| <i>Support for Local Authorities</i>   |               |            |             |           |            |         |                      |       |
| <b>M Housing Supply and Demand</b>   |               |            |             |           |            |         |                      |       |
| -  | -             | 1,146,836  | 1,146,836   | -         | 1,146,836  | -       | -                    |       |
| <b>N Decent Places to Live</b>   |               |            |             |           |            |         |                      |       |
| -  | -             | 5,739      | 5,739       | 111,342   | -105,603   | -       | -                    |       |
| <b>O Tackling Disadvantage</b>   |               |            |             |           |            |         |                      |       |
| -  | -             | 2,200,906  | 2,200,906   | -         | 2,200,906  | -       | -                    |       |
| <b>P Better Services</b>   |               |            |             |           |            |         |                      |       |
| -  | -             | 36,537     | 36,537      | -         | 36,537     | -       | -                    |       |

**Part II: Revised subhead detail including additional provision**

|  |  | Resources |             |            |            | Capital |                      | £'000 |   |
|--|--|-----------|-------------|------------|------------|---------|----------------------|-------|---|
| 1  | 2  | 3         | 4           | 5          | 6          | 7       | 8                    |       |   |
| Admin  | Other current  | Grants    | Gross Total | A in A     | Net Total  | Capital | Non-operating A in A |       |   |
| Q  | Development of English Regions   | -         | -           | 32,500     | 32,500     | 1,500   | 31,000               | -     | - |
| R  | European Structural Funds - net  | -         | -           | 1          | 1          | -       | 1                    | -     | - |
| S  | Local Area Agreements  | -         | -           | 1,850,285  | 1,850,285  | -       | 1,850,285            | -     | - |
| <b>Spending in Annually Managed Expenditure(AME)</b>                                       |  |           |             |            |            |         |                      |       |   |
| <i>Central Government spending</i>   |  |           |             |            |            |         |                      |       |   |
| T  | Decent Places to Live  | -         | 679,063     | -          | 679,063    | -       | 679,063              | -     | - |
| U  | Better Services  | -         | -66         | 116        | 50         | -       | 50                   | -     | - |
| <i>Support for Local Authorities</i>   |  |           |             |            |            |         |                      |       |   |
| V  | Better Services  | -         | -           | 163,354    | 163,354    | -       | 163,354              | -     | - |
| <i>Housing Supply and Demand</i>   |  |           |             |            |            |         |                      |       |   |
|  |  | -         | -           | -          | -          | -       | -                    | -     | - |
| <b>Non-Budget</b>  |  |           |             |            |            |         |                      |       |   |
| W  | Housing Supply and Demand  | -         | -           | 2,586,779  | 2,586,779  | -       | 2,586,779            | -     | - |
| X  | Better Services  | -         | -           | 2,040      | 2,040      | -       | 2,040                | -     | - |
| Y  | Decent Places to Live  | -         | -           | 616,000    | 616,000    | -       | 616,000              | -     | - |
| Z  | Tackling Disadvantage  | -         | -           | 1,546      | 1,546      | -       | 1,546                | -     | - |
| <b>RfR 2: Providing for effective devolved decision making within a national framework</b> |  |           |             |            |            |         |                      |       |   |
|  |  | -         | 202,889     | 23,645,344 | 23,848,233 | 34,465  | 23,813,768           | -     | - |
| <b>Spending in Departmental Expenditure Limits</b>   |  |           |             |            |            |         |                      |       |   |
| <i>Central Government spending</i>   |  |           |             |            |            |         |                      |       |   |
| A  | Valuation Services   | -         | 174,450     | -          | 174,450    | -       | 174,450              | -     | - |
| B  | Best Value inspection subsidies to Public Corporations & best value intervention costs | -         | 24,420      | -          | 24,420     | -       | 24,420               | -     | - |
| C  | Local Government Research and Publicity, MAPPING Costs and Electoral Law               | -         | 4,019       | -          | 4,019      | 465     | 3,554                | -     | - |
| <i>Local Governance</i>  |  |           |             |            |            |         |                      |       |   |
|  |  | -         | -           | -          | -          | -       | -                    | -     | - |
| <i>Support for Local Authorities</i>   |  |           |             |            |            |         |                      |       |   |

**Part II: Revised subhead detail including additional provision**

| Resources  |   |                  |                   |                   |                  | Capital           |                      | £'000      |
|--|---|------------------|-------------------|-------------------|------------------|-------------------|----------------------|------------|
| 1  | 2   | 3                | 4                 | 5                 | 6                | 7                 | 8                    |            |
| Admin  | Other current                                     | Grants           | Gross Total       | A in A            | Net Total        | Capital           | Non-operating A in A |            |
| D  | Revenue Support Grants                            | -                | 3,762,931         | 3,762,931         | -                | 3,762,931         | -                    | -          |
| E  | Non-domestic Rates Payments                       | -                | 18,500,000        | 18,500,000        | -                | 18,500,000        | -                    | -          |
| F  | London Governance                                 | -                | 38,348            | 38,348            | -                | 38,348            | -                    | -          |
| G  | Other Grants and Payments                         | -                | 367,559           | 367,559           | 34,000           | 333,559           | -                    | -          |
| <b>Spending in Annually Managed Expenditure(AME)</b> |   |                  |                   |                   |                  |                   |                      |            |
| <i>Support for Local Authorities</i>                 |   |                  |                   |                   |                  |                   |                      |            |
| H  | Non-domestic Rates Outturn Adjustments and LABGIS | -                | 955,599           | 955,599           | -                | 955,599           | -                    | -          |
| <b>Non-Budget</b>                                    |   |                  |                   |                   |                  |                   |                      |            |
| I  | Non-departmental public bodies                    | -                | 20,907            | 20,907            | -                | 20,907            | -                    | -          |
| <b>Total for Estimate:</b>                           |   |                  |                   |                   |                  |                   |                      |            |
|  | <b>340,623</b>                                    | <b>1,270,479</b> | <b>34,121,955</b> | <b>35,733,057</b> | <b>1,316,981</b> | <b>34,416,076</b> | <b>64,412</b>        | <b>104</b> |

## Part II: Resource to cash reconciliation

|   | Present           | Increase (+)/<br>Decrease (-) | £'000<br>Revised  |
|---|-------------------|-------------------------------|-------------------|
| <b>Net Resource Requirement</b>                       | <b>34,153,682</b> | <b>262,394</b>                | <b>34,416,076</b> |
| <b>Voted capital items</b>                            |                   |                               |                   |
| Capital   | 64,030            | 382                           | 64,412            |
| <i>Less: Non-operating A in A</i>                     | <i>104</i>        | <i>-</i>                      | <i>104</i>        |
| <b>Total net voted capital</b>                        | <b>63,926</b>     | <b>382</b>                    | <b>64,308</b>     |
| <b>Accruals to cash adjustment</b>                    |                   |                               |                   |
| Adjustments to remove non-cash items:                 |                   |                               |                   |
| Cost of Capital charges                               | -9,275            | -2,745                        | -12,020           |
| Depreciation  | -26,440           | -2,107                        | -28,547           |
| New provisions and adjustments to previous provisions | -8,118            | -20                           | -8,138            |
| Profit/loss on sale of assets                         | -                 | -                             | -                 |
| Prior period adjustments                              | -                 | -                             | -                 |
| Other non-cash items                                  | -                 | -                             | -                 |
| Increase(+)/decrease (-) in stock                     | -                 | -                             | -                 |
| Increase(+)/decrease (-) in debtors                   | -                 | 300,000                       | 300,000           |
| Increase(-)/decrease (+) in creditors                 | -                 | -                             | -                 |
| Use of provisions                                     | 10,999            | -                             | 10,999            |
| <b>Total accruals to cash adjustments</b>             | <b>-32,834</b>    | <b>295,128</b>                | <b>262,294</b>    |
| <b>Excess cash to be CFERd</b>                        | <b>-</b>          | <b>-</b>                      | <b>-</b>          |
| <b>Net Cash Requirement</b>                           | <b>34,184,774</b> | <b>557,904</b>                | <b>34,742,678</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 is payable to the Consolidated Fund (cash receipts being shown in italics):

|  | £'000             |                         |                  |                         |
|--|-------------------|-------------------------|------------------|-------------------------|
|  | Present provision |                         | New provision    |                         |
|  | Income            | <i>Receipts</i>         | Income           | <i>Receipts</i>         |
| Operating income not classified as A in A                    | 1,352,201         | <i>1,352,201</i>        | 1,352,218        | <i>1,352,218</i>        |
| Non-operating income not classified as A in A                | -                 | <i>-</i>                | -                | <i>-</i>                |
| Other amounts collectable on behalf of the Consolidated Fund | -                 | <i>-</i>                | -                | <i>-</i>                |
| Excess receipts to be surrendered to the Consolidated Fund   | -                 | <i>-</i>                | -                | <i>-</i>                |
| <b>Total</b>   | <b>1,352,201</b>  | <b><i>1,352,201</i></b> | <b>1,352,218</b> | <b><i>1,352,218</i></b> |

## Forecast Operating Cost Statement

|                                       | £'000                |
|---------------------------------------|----------------------|
|                                       | 2007-08<br>provision |
| <b>Net Administration Costs</b>       |                      |
| RfR1                                  | 296,007              |
| RfR2                                  | -                    |
| <b>Total Net Administration Costs</b> | <b>296,007</b>       |
| <b>Net Programme Costs</b>            |                      |
| RfR1                                  | 8,954,083            |
| RfR2                                  | 23,813,768           |
| Non-voted                             | -                    |
| <b>Total Net Programme costs</b>      | <b>32,767,851</b>    |
| <b>Total Net Operating Cost</b>       | <b>33,063,858</b>    |
| <i>of which:</i>                      |                      |
| <b>Net Resource Requirement</b>       | <b>34,416,076</b>    |
| Non-voted expenditure                 | -                    |
| Consolidated Fund Extra Receipts      | -1,352,218           |
| <b>Resource Budget</b>                | <b>28,363,011</b>    |

## Notes to the Estimate

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

|  | £'000                |
|--|----------------------|
|  | 2007-08<br>Provision |
| <b>Net Resource Requirement (Estimates)</b>            | <b>34,416,076</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 in the OCS            | -1,352,218           |
| Other adjustments                                      | -                    |
| <b>Net Operating Costs (Accounts)</b>                  | <b>33,063,858</b>    |
| <i>Adjustments to remove:</i>                          |                      |
| Gains/losses from sale of capital assets               | -                    |
| Capital grants   | -1,674,461           |
| European Union income related to capital grants        | -                    |
| voted expenditure outside the budget                   | -7,000               |
| <i>Adjustments to additionally include:</i>            |                      |
| other Consolidated Fund Extra Receipts                 | 735,000              |
| resource consumption of non departmental public bodies | -3,310,323           |
| unallocated resource provision                         | 12,962               |
| Other adjustments                                      | -457,025             |
| <b>Resource Budget (Budget)</b>                        | <b>28,363,011</b>    |
| <i>of which:</i>                                       |                      |
| Departmental Expenditure Limit (DEL)                   | 27,135,197           |
| Annually Managed Expenditure (AME)                     | 1,227,814            |

### Reconciliation of capital expenditure between Estimates and Budgets

|  | £'000                |
|--|----------------------|
|  | 2007-08<br>Provision |
| <b>Net Voted Capital (Estimates)</b>               | <b>64,308</b>        |
| <i>Adjustments to additionally include:</i>        |                      |
| other Consolidated Fund Extra Receipts             |                      |
| capital spending by non departmental public bodies | 3,261,305            |
| capital grants                                     | 1,674,461            |
| European Union income related to capital grants    | -                    |
| supported capital expenditure (revenue)            | 1,298,809            |
| capital spending by levy funded bodies             | -                    |
| unallocated capital provision                      | -                    |
| Other adjustments                                  | -75,369              |
| <b>Capital Budget (Budget)</b>                     | <b>6,223,514</b>     |
| <i>of which:</i>                                   |                      |
| Departmental Expenditure Limits (DEL)              | 6,223,514            |
| Annually Managed Expenditure (AME)                 | -                    |

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## 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 Department for Communities and Local Government   |
| <b>Request for Resources 2</b> | Christopher Wormald, Additional Accounting Officer and Director General of the Local Government and Regeneration Group of the Department |

Peter Housden as the Principal Accounting Officer of the Department for Communities and Local Government 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 for Communities and Local Government.

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.

In accordance with the Managing Public Money requirement the relationship between the Principal Accounting Officer and the Additional Accounting Officer(s) and with their Ministers, together with their respective responsibilities, is set out in writing.

## Notes to the Estimate (*continued*)

### Analysis of operating appropriations in aid (A in A)

£'000

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

|   |                  |
|---|------------------|
| <b>Administration</b>   | <b>44,616</b>    |
| <i>of which:</i>  |                  |
| Sale of goods and services                                      | 44,616           |
| <b>Programme</b>  | <b>1,237,900</b> |
| <i>of which:</i>  | 2,590,118        |
| Sale of goods and services                                      | 46,599           |
| Other grant income ( including repayments of grants/subsidies ) | 1,444,859        |
| Interest and Dividends  | 5,612            |
| CFERS   | -1,352,218       |
| Other Income ( including receipts )                             | 1,093,048        |

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|                   |                    |
|-------------------|--------------------|
| <b>Total RfR1</b> | <b>1,282,516 †</b> |
|-------------------|--------------------|

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† Amount that may be applied as operating 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 including contributions towards Local Area Agreements, 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; 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 Crown Property Inspection Group; dividend payments from Ordnance Survey; dividend payments from the Queen Elizabeth Conference Centre and interest payments on voted loans; receipts from other government departments for research in support of fire and rescue services; receipts from medical appeals to cover BUPA expenditure; receipts from regional fire and rescue control 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 Firelink contractor; 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.

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

|   |               |
|---|---------------|
| <b>Programme</b>  | <b>34,465</b> |
| <i>of which:</i>  |               |
| Sale of goods and services                                      | 465           |
| Other grant income ( including repayments of grants/subsidies ) | 1,500         |
| Other Income ( including receipts )                             | 32,500        |

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|                   |                 |
|-------------------|-----------------|
| <b>Total RfR2</b> | <b>34,465 †</b> |
|-------------------|-----------------|

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† Amount that may be applied as operating appropriations 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 Ministry of Justice.

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|                               |                  |
|-------------------------------|------------------|
| <b>Total Operating A in A</b> | <b>1,316,981</b> |
|-------------------------------|------------------|

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**Analysis of non - operating appropriations in aid (A in A)****RfR 1: Improving the quality of life by creating thriving, inclusive and sustainable communities in all regions**

|                        |            |
|------------------------|------------|
| <b>Programme</b>       | <b>104</b> |
| <i>of which:</i>       |            |
| Sale of assets         | -          |
| Loans, etc, repayments | 104        |

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|                   |              |
|-------------------|--------------|
| <b>Total RfR1</b> | <b>104 †</b> |
|-------------------|--------------|

*† Amount that may be applied as non-operating appropriations in aid arising from: the disposal of land, buildings, equipment, machinery, vehicles and capital assets; the loan, hire or storage of equipment; 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.*

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|                                   |            |
|-----------------------------------|------------|
| <b>Total Non-Operating A in A</b> | <b>104</b> |
|-----------------------------------|------------|

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## Notes to the Estimate (*continued*)

### Analysis of Consolidated Fund extra receipts

|   | £'000             |                  |
|---|-------------------|------------------|
|   | 2007-08 provision | Receipts         |
|   | Income            | Receipts         |
| Central Administration $\Phi$             | 11                | 11               |
| Capital Pooled Housing Receipts $\bullet$ | 715,000           | 715,000          |
| Planning Inspectorate $\Phi$              | 190               | 190              |
| Housing Revenue Account Subsidy $\Delta$  | 617,017           | 617,017          |
| Large Scale Voluntary Transfer $\bullet$  | 20,000            | 20,000           |
| <b>Total</b>                              | <b>1,352,218</b>  | <b>1,352,218</b> |

### Departmental Expenditure Limits and Administration Budgets

|                         | Change |           | New DEL    |           | £'000      |
|-------------------------|--------|-----------|------------|-----------|------------|
|                         | Voted  | Non-voted | Voted      | Non-voted | Total      |
| Resource DEL            | 20,884 | -21,694   | 26,835,337 | 299,860   | 27,135,197 |
| <i>of which:</i>        |        |           |            |           |            |
| Administration budget † | 5,245  | -         | 296,007    |           | 296,007    |
| Near-cash in RDEL       | 16,012 | -16,808   | 26,786,682 | 219,648   | 27,006,330 |
| Capital DEL ††          | 1,362  | 142,307   | 2,619,709  | 3,603,805 | 6,223,514  |
| Less Depreciation †††   | -2,107 | 10,270    | -28,547    | -12,023   | -40,570    |
| Total DEL               | 20,139 | 130,883   | 29,426,499 | 3,891,642 | 33,318,141 |

† 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 | 1,317,085 |

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## Notes to the Estimate (*continued*)

### Expenditure resting on the sole authority of the Appropriation Act

| RfR/Section     | Body  | £ '000 |
|-----------------|---|--------|
| RfR1, Section C | Contribution to the costs of the replica slave ship " The Amistad " | 130    |
| RfR1, Section A | Trial Provision of Energy Performance Certificates                  | 12     |

## Notes to the Estimate (*continued*)

### Grants in Aid

| RfR/Section | Body   | £ '000    |
|-------------|--|-----------|
| RfR1- W     | Housing Corporation ♥  | 2,146,637 |
| RfR1- W     | Leasehold Enfranchisement Advisory Service♥                              | 1,150     |
| RfR1- W     | English Partnerships (Urban Regeneration Agency)♥                        | 308,000   |
| RfR1- W     | Other Growth Areas: English Partnerships (Urban Regeneration Agency)♥    | 2,449     |
| RfR1- W     | Other Growth Areas: West Northamptonshire Urban Development Corporation♥ | 17,000    |
| RfR1- W     | Thames Gateway: East of England Development Agency♥                      | 1,699     |
| RfR1- W     | Thames Gateway: South East of England Development Agency♥                | 6,800     |
| RfR1- W     | Thames Gateway: Housing Corporation ♥                                    | 2,100     |
| RfR1- W     | Thames Gateway: English Partnerships (Urban Regeneration Agency)♥        | 10,704    |
| RfR1- W     | Thames Gateway: London Thames Gateway Urban Development Corporation♥     | 54,090    |
| RfR1- W     | Thames Gateway: Thurrock Urban Development Corporation♥                  | 29,150    |
| RfR1- X     | Firebuy ♥  | 2,040     |
| RfR1- Z     | Community Development Foundation♥  | 1,546     |
| RfR2- I     | Valuation Tribunal Service ♥   | 10,743    |
| RfR2- I     | Standards Board for England ♥  | 10,164    |

## Notes to the Estimate (*continued*)

### Contingent Liabilities

| RfR/Section          | Nature of Liability  | £ '000         |
|----------------------|--|----------------|
| <b>Statutory</b>     |  |                |
|                      | Fire Service Act 1947 s17 and the Fire Service (Discipline Regulations) 1985. Liability to litigation by Fire Authorities resulting from delays in processing appeals to the Secretary of State.   | 200            |
|                      | The Housing Defects Act 1984 (now part XVI of the Housing Act 1985). Payments to Local Authorities.  | 750 -1,000     |
|                      | Housing Association Act 1987, s84. Indemnity of building society mortgages for shared ownership schemes.   | 175            |
|                      | Indemnity given for the Land Stabilisation Project to proceed in Northwich under Section 1 of the Derelict Land Act 1982   | 70,000         |
| <b>Non-Statutory</b> |  |                |
|                      | Possible administrative irregularities in respect of the European Regional Development Fund programme, where approximately 50% of the total irregularities value would not be recovered due to insolvency occurring.   | 4,900          |
|                      | Possible fine for irregularities with EC funds in respect of the European Regional Development Fund  | 40,000         |
|                      | Three Local Authorities (Corby, Slough and Tewkesbury) have launched legal action against the Department for underpayment of the Local Authority Business Growth Incentive Scheme grant. There is a chance that the court will rule in favour of the Local Authorities | 84,000         |
|                      | Possible obligations from Employment Tribunal decision including asbestos claims against the Department.   | Unquantifiable |
|                      | Possible liabilities of bodies sponsored by Department for Communities and Local Government which the Department may have to fund.   | Unquantifiable |
|                      | Potential payments under the Housing Revenue Account Subsidy (HRAS) scheme relating to outstanding claims.   | Unquantifiable |
|                      | Liability to pay grant in future years relating to annual gap-funding agreements for negative values transfers of council housing stocks   | 302,585        |
|                      | Ex-gratia payments which may possibly be made to appellants or other appeal parties who have incurred abortive costs following an error made by the Planning Inspectorate.   | 50             |
|                      | Possible ex-gratia payments  | Unquantifiable |
|                      | Possible compensation in relation to Midlands Co-op / Thurmaston planning case (Parliamentary Ombudsman case).   | 5,200 - 26,000 |
|                      | Possible obligations from Employment Tribunal decisions.   | Unquantifiable |
|                      | Other Employment Tribunal decisions.   | 20             |

|   |                |
|---|----------------|
| Litigation costs which may possibly be incurred following unsuccessful attempts to resist a High Court challenge into an Inspector's decision.                      | 410            |
| Indemnity given to the Nationwide Building Society as lender for claims relating to the treatment or removal of asbestos in connection with housing stock transfers | Unquantifiable |
| Indemnity given to the Fire and Rescue Services in respect of possible incidents as a result of mass decontamination.   | Unquantifiable |

