

UK Trade & Investment

Introduction

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

Amount £

Changes in resources

RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality direct foreign investment

Neutral Changes:

Increase in gross expenditure (Section A2) of £329,000 off-set by increased Appropriations-in-Aid (Section A5) of £328,000, due to take up of UK Trade and Investment chargeable services being higher than forecast in the Main Estimate. leaving token £1.000 to vote	1,000
---	-------

Total change in resources	1,000
----------------------------------	--------------

2. As a result of a forecast decrease in year-end creditors, which is higher than the original forecast in the Main Estimate, there is an increase in the net cash requirement of £2,000,000.
3. Symbols are explained in the Introduction to this booklet.

Part I

£

RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment	1,000
Total additional net resource requirement	1,000
Additional net cash requirement	2,000,000

SUPPLEMENTARY amounts required in the year ending 31 March 2007 for expenditure by the UK Trade & Investment on:

RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment

trade development and promotion and inward investment, including grants to the Regional Development Agencies (RDAs), associated capital and other related expenditure and associated non-cash items.

UK Trade & Investment will account for this Estimate.

Part II: Changes proposed

£'000

Resources	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
-----------	-----------------------	---------------------------	------------------	-------------------------	-------------------

RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment

Spending in Departmental Expenditure Limits (DEL)

RfR 1 - A	Trade development and promotion and inward investment	95,328	329	328	1	95,329
-----------	---	--------	-----	-----	---	--------

Total RfR 1

329

328

1

Total Changes to RfRs

329

328

1

£000

	Present Provision	Change in Provision	New Provision
--	-------------------	---------------------	---------------

Capital and Cash

Total Capital Expenditure

248

-

248

Non-Operating A in A

-

-

-

Net cash requirement

96,588

2,000

98,588

Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality direct foreign investment								
-	75,159	22,000	97,159	1,830	95,329	248	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Trade development and promotion and inward investment								
-	75,159	22,000	97,159	1,830	95,329	248	-	
Total for Estimate:								
-	75,159	22,000	97,159	1,830	95,329	248	-	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	95,328	1	95,329
Voted capital items			
Capital	248	-	248
<i>Less:</i> Non-operating A in A	-	-	-
Total net voted capital	248	-	248
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	79	-	79
Depreciation	-187	-	-187
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	1,120	1,999	3,119
Use of provisions	-	-	-
Total accruals to cash adjustments	1,012	1,999	3,011
Excess cash to be CFERd	-	-	-
Net Cash Requirement	96,588	2,000	98,588

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision'

Forecast Operating Cost Statement

	£'000
	2006-07 provision
Net Administration Costs	
RfR1	-
Total Net Administration Costs	-
Net Programme Costs	
RfR1	95,329
Total Net Programme costs	95,329
Total Net Operating Cost	95,329
<i>of which:</i>	
Net Resource Requirement	95,329
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	95,329

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2006-07 Provision
Net Resource Requirement (Estimates)	95,329
<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	-
Net Operating Costs (Accounts)	95,329
<i>Adjustments to remove:</i>	
capital grants	-
European Union income related to capital grants	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	-
unallocated resource provision	-
Resource Budget (Budget)	95,329
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	95,329
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2006-07 Provision
Net Voted Capital (Estimates)	248
<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	-
capital grants	-
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Capital Budget (Budget)	248
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	248
Annually Managed Expenditure (AME)	-

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 appointment for the Requests for Resources within this Estimate.

Request for Resources 1

Andrew Cahn, Chief Executive of UK Trade & Investment

Andrew Cahn as the Accounting Officer of UK Trade & Investment has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of UK Trade & Investment.

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

Notes to the Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000
	2006-07 Provision
To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract continuing high level of quality foreign direct investment	
Administration	1,830
<i>of which:</i>	
Sale of goods and services	1,830
Total RfR1	1,830 †
Total Operating A in A	1,830

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: income relating to the provision of trade development services; asset sales; insurance claims; recovery of costs incurred on behalf of others; recovery of overpayments.

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-	-	95,329	-	95,329
<i>of which:</i>					
<i>Administration budget*</i>	-	-	-	-	-
<i>Near-cash in RDEL</i>	-	-	95,221	-	95,221
Capital**	-	-	248	-	248
Less Depreciation†	-	-	-187	-	-187
Total	-	-	95,390	-	95,390

* 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

1,830

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