

HM Treasury

Introduction

1. This Estimate covers the administration costs and other related costs of the Central Treasury and the Debt Management Office; grants in aid to four Parliamentary Bodies; expenditure associated with the awards of honours and dignities; grant in aid provision for the Statistics Commission; management and sales of residual government shareholdings and holdings of privatised companies debt; payments to the Royal Mint for the manufacture and distribution of UK coins, which are supplied to the banks on behalf of the Treasury, and for the storage of coins returned by the banks; administration costs and other related costs of the Office of Government Commerce and OGC buying solutions, and associated non cash items.
2. Further information can be found in the HM Treasury Departmental Report (Cm 5922).
3. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all†	200,837,000
Request for Resources 2: Cost effective management of the supply of coins and actions to protect the integrity of coinage	35,714,000
Request for Resources 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis	38,868,000
Total net resource requirement	275,419,000
Net cash requirement	167,198,000

Amounts required in the year ending 31 March 2004 for expenditure by HM Treasury on:

RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all

Economic, financial and related administration; expenditure by the office of HM Paymaster General (OPG) for the provision of banking and related services to government departments and other bodies; grants in aid to four Parliamentary Bodies, expenses in connection with honours and dignities, a grant in aid to the Statistics Commission, payments relating to the Debt Management Office, payments under an indemnity guarantee in respect of Paymaster, payments to the Royal Mint, management and sales of residual government shareholdings and holdings of privatised companies' debt, and associated non-cash items.

RfR 2: Cost-effective management of the supply of coins and actions to protect the integrity of coinage

Manufacture, storage and distribution of coinage for use in the United Kingdom, actions to protect the integrity of coinage, and associated non-cash items.

RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis

Administration and other related costs of the Office of Government Commerce and OGC buying solutions, management and disposal of the surplus civil estate, management of the Whitehall District Heating and Standby Distribution systems and associated non-cash items.

HM Treasury will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1:	200,837,000	77,965,000	122,872,000
RfR 2:	35,714,000	17,265,000	18,449,000
RfR 3:	38,868,000	13,300,000	25,568,000
Total net resource requirement	275,419,000	108,530,000	166,889,000
Net cash requirement	167,198,000	82,489,000	84,709,000

† In the Vote on Account RfR 1 was described as 'Raising the rate of sustainable growth and achieving rising prosperity through creating economic and employment opportunities for all.'

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Raising the rate of sustainable growth and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all									
94,013	108,909	4,070	206,992	6,155	200,837	3,280	-	296,215	180,451
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Core Treasury									
88,206	13,613	-	101,819	5,448	96,371	1,480	-	176,851	67,807
B Debt Management Office									
5,807	1,850	-	7,657	700	6,957	1,800	-	6,446	7,314
<i>Payment to FSA for carrying out insurance and supervision responsibilities</i>									
-	-	-	-	-	-	-	-	-	11,442
C Parliament and Privy Council									
-	-	4,070	4,070	-	4,070	-	-	753	374
D Award of honours and dignities									
-	1,048	-	1,048	7	1,041	-	-	1,016	1,081
<i>Provision of information to business about the euro</i>									
-	-	-	-	-	-	-	-	-	987
E Statistics Commission									
-	1,350	-	1,350	-	1,350	-	-	1,350	700
<i>Royal Mint</i>									
-	-	-	-	-	-	-	-	-	250
F Investment in Partnerships UK									
-	700	-	700	-	700	-	-	700	-

Part II: Subhead detail (continued)

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
G Privatisation programme residual shareholdings									
-	348	-	348	-	348	-	-	348	496
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
H Investment in Bank of England									
-	90,000	-	90,000	-	90,000	-	-	109,000	90,000
Non-budget									
<i>Payment from the National Investment and Loans Office in respect of a Machinery of Government transfer</i>									
-	-	-	-	-	-	-	-	-249	-
RfR 2: Cost effective management of the supply of coins and actions to protect the integrity of coinage									
-	35,714	-	35,714	-	35,714	-	-	35,714	36,995
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A UK coinage									
-	32,000	-	32,000	-	32,000	-	-	32,000	32,898
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									

Part II: Subhead detail (continued)

£'000

2003-04						2002-03 Provision	2001-02 Outturn			
Resources						Capital		Net Total Resources	Net Total Resources	
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A			
1	2	3	4	5	6	7	8	9	10	
B	UK coinage									
	-	3,714	-	3,714	-	3,714	-	-	3,714	4,097
	RfR 3: Obtaining the best value for money from Government's commercial relationships on a sustainable basis									
	46,468	6,842	-	53,310	14,442	38,868	4,388	-	48,919	45,335
	Spending in Departmental Expenditure Limits (DEL)									
	<i>Central Government spending</i>									
A	Office of Government Commerce									
	46,468	6,842	-	53,310	14,442	38,868	4,388	-	48,919	45,335
Total for Estimate:										
	140,481	151,465	4,070	296,016	20,597	275,419	7,668	-	380,848	262,781

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	275,419	380,848	262,781
Voted capital items			
Capital	7,668	152,494	11,990
Less Non-operating A-in-A	-	3,505	43,559
Total net voted capital	<u>7,668</u>	<u>148,989</u>	<u>-31,569</u>
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-106,185	-127,224	-106,766
Depreciation	-9,055	-83,997	-8,534
New provisions and adjustments to previous provisions	-3,164	-7,251	-4,800
Profit/loss on sale of assets	-	-	-27
Prior period adjustments	-	-	-
Other non-cash items	-70	-15	-193
Increase (+) / Decrease (-) in stock	-	-	287
Increase (+) / Decrease (-) in debtors	5	5	233,785
Increase (-) / Decrease (+) in creditors	-8	-143,358	-35,910
Use of provisions	<u>2,588</u>	<u>36,750</u>	<u>16,507</u>
Total accruals to cash adjustments	<u>-115,889</u>	<u>-325,090</u>	<u>94,349</u>
Excess cash to be CFERd	-	-	37
Net Cash Requirement	167,198	204,747	325,598

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):-

	£'000					
	2003-04 Provision		2002-03 Provision		2001-02 Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as AinA	325	-	2,113	-	57,445	<i>46,016</i>
Non-operating income not classified as AinA	-	-	-	-	-	<i>1,500</i>
Other amounts collectable on behalf of the Consolidated Fund	1,515	<i>50</i>	1,565	<i>50</i>	1,677	<i>117</i>
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	<i>37</i>
Total	<u>1,840</u>	<u><i>50</i></u>	<u>3,678</u>	<u><i>50</i></u>	<u>59,122</u>	<u><i>47,670</i></u>

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net Administration Costs				
RfR 1	93,865	98,661	73,697	
RfR 2	-	-	-	
RfR 3	39,468	35,672	30,329	
Total Net Administration costs	133,333	134,333		104,026
Net Programme Costs				
RfR 1	106,647	197,229	50,809	
RfR 2	35,714	35,714	35,495	
RfR 3	-600	11,459	15,006	
Bank of England	12,335	12,682	12,171	
Total Net Programme costs	154,096	257,084		113,481
Total Net Operating Cost	287,429	391,417		217,507
<i>of which:</i>				
Net Resource Outturn	275,419	380,848		262,781
CFERs	-325	-2,113		-57,445
Non-voted expenditure	12,335	12,682		12,171
Resource Budget Outturn	307,126	408,516		246,235

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	275,419	380,848	262,781
<i>Adjustments to remove:</i>			
provision voted for earlier years	-	-	-
<i>Adjustments to additionally include:</i>			
non-voted expenditure in the OCS	12,335	12,682	12,171
Consolidated Fund Extra Receipts in the OCS	-325	-2,113	-57,445
Other adjustments	-	-	-
Net Operating Cost (Accounts)	287,429	391,417	217,507
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
voted expenditure outside the budget	-	249	-
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-1,515	-1,515	11,473
resource consumption of non departmental public bodies	-	-	-
unallocated resource provision	4,595	2,005	1,368
Other adjustments	16,617	16,360	15,887
Resource Budget Outturn (Budget)	307,126	408,516	246,235
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	213,412	295,802	196,034
Annually Managed Expenditure (AME)	93,714	112,714	50,201

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	7,668	148,989	-31,569
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-	-27
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	-	-	-
capital grants to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	7,668	148,989	-31,596
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	7,668	148,989	-31,596
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Permanent Secretary to the Treasury is Principal Accounting Officer with overall responsibility for preparing the Department's Estimate. In addition, the Treasury has appointed an Additional Accounting Officer for the Office of Government Commerce, to be responsible for that part of the Department's accounts relating to a specified request for resources and the associated assets, liabilities and cash flows. This appointment does not detract from the Permanent Secretary's overall responsibility as Accounting Officer for the Department's Estimate and overall cash requirement.

The allocation of Accounting Officer responsibilities in the Treasury is as follows:

Request for Resources 1	Gus O'Donnell, Principal Accounting Officer and Permanent Head of Department
Request for Resources 2	Gus O'Donnell, Principal Accounting Officer and Permanent Head of Department
Request for Resources 3	Peter Gershon, Additional Accounting Officer and Chief Executive of the Office of Government Commerce

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*. Under the terms of the Accounting Officers' Memorandum the relationship between the Treasury's Principal Accounting Officer and Additional Accounting Officer together with their respective responsibilities is set out in writing.

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR 1: Raising the rate of sustainable growth, and achieving rising prosperity and a better quality of life, with economic and employment opportunities for all.						
Charges for courses, services provided by the Economist Group Management Unit and Officers loaned to other organisations, sale of publications, receipts from the European Community; costs from minor occupiers; recovery actions in connection with Barlow Clowes; receipt of fees for use of conference facilities in 1 Horse Guards Road and European Fast Stream income from Cabinet Office	148	—	118	—	11,323	1,583
Fees and charges for services provided by the OPG	5,300	—	5,177	—	5,272	—
Income due to the Debt Management Office for advertising costs, stock exchange listings, data provision, management and administration of certain public and private funds and provision of a lending service to local authorities	700	—	2,506	—	2,100	—
Payment from NILO in respect of its merger with HM Treasury and DMO	—	—	249	33	—	—
Recoveries in respect of Honours and Dignities	7	—	7	—	6	—
Total RfR 1	6,155*	—	8,057	33	18,701	1,583

*Amount that may be applied as appropriations in aid in addition to the net total, arising from recoveries in respect of administration of the Treasury, including charges for courses, services provided by the Economist Group Management Unit and Officers loaned to other organisations, including the salary of the UK Executive Director of the International Monetary Fund/International Bank for Reconstruction and Development who is a Treasury employee; income from publications, travel costs recovered from the European Community; recoveries of costs from minor occupiers; income from recovery actions in connection with Barlow Clowes; income from fees charged to Foreign Investment Exchange/Clearing Houses; recoveries in respect of Honours and Dignities; income in respect of insurance sponsorship and supervision responsibilities; income due to the Debt Management Office for advertising costs, stock exchange listings, data provision, management and administration of certain public and private funds and provision of a lending service to local authorities; European Fast Stream income from Cabinet Office, and amounts arising from the sale of shares and debt; Fees and charges for services provided by the OPG.

Notes to the Main Estimate *(continued)*Analysis of appropriations in aid (A in A) *(continued)*

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR 2 Cost effective management of the supply of coins and actions to protect the integrity of coinage.						
Proceeds from the sale of melted down coins	—	—	—	—	258	—
Total RfR 2	—	—	—	—	258	—
RfR 3 Obtaining the best value for money from government's commercial relationship on a sustainable basis.						
Consultancy and other customer services	7,000	—	15,000	—	14,029	—
Temporary hiring of vacant property, charges for the Whitehall District Heating and Standby Systems, sale of surplus energy, sale of fixed assets	7,442	—	5,031	3,505	8,531	42,003
Total RfR 3	14,442*	—	20,031	3,505	22,560	42,003
*Amount that may be applied as appropriations in aid in addition to the net total, arising from income from consultancy and other customer services, hirings of vacant property, charges for users of Whitehall District Heating and Standby Systems and sales of surplus energy.						
Total A in A	20,597	—	28,088	3,538	41,519	43,586

Notes to the Main Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Interest payment	325	—	325	—	1,618	—
Civil list	1,515	—	1,515	—	1,560	—
OPG	—	50	50	50	117	117
Excess income from OGC services	—	—	1,788	—	—	—
Bank of England dividend	—	—	—	—	42,396	42,396
Insurance services	—	—	—	—	2,583	2,583
Other income	—	—	—	—	381	418
OGC management and disposal of vacant property	—	—	—	—	9,454	1,143
OGC other income	—	—	—	—	615	615
Fees from the provision of a leading service to local authorities by the PWLB	—	—	—	—	309	309
Charges for the management and administration of certain public and private funds by the NDO	—	—	—	—	89	89
Total	1,840	50	3,678	50	59,122	47,670

Notes to the Main Estimate (*continued*)

Administration costs limits and Departmental Expenditure Limits

Administration costs limits £'000

	Gross provision	Income	Total administration costs limit
Gross administration costs limits	144,211	-7,148	137,063

Departmental Expenditure Limits (DEL) £'000

	Voted*	Non-voted	Total
Resource DEL	181,705	31,707	213,412
Capital DEL	7,668	—	7,668
Less depreciation	-9,055	—	-9,055
Total DEL	180,318	31,707	212,025

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
 ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £275,419,000 is 28 per cent lower than the final provision and forecast outturn for 2002-03 of £380,848,000

Notes to the Main Estimate (*continued*)

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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	20,597	28,088	41,519

Contingent Liabilities

As at 31 March 2003, the following liabilities fell to be met from the Department's Estimate:

Nature of Liability	Amount outstanding at 31 March 2003 (£m)
Liabilities under the Reinsurance (Act of Terrorism) Act 1993	Unquantifiable
Indemnity against pre-sale liabilities following the privatisation of the Paymaster Agency	4.8

Grants in Aid

Spending in DEL under section C of RfR 1 provides grants in aid to the Commonwealth Parliamentary Association (£1,085,000), the British American Parliamentary Group (£87,000), the Inter-Parliamentary Union (£2,698,000) and the British-Irish Inter-Parliamentary Body (£200,000). Section E covers the grant in aid for the Statistics Commission (£1,350,000).

HM Customs and Excise

Introduction

1. Expenditure covered by the Estimate

This Department's Estimate covers two Request for Resources (RfR). RfR 1 includes two sections and RfR 2 contains one. A brief description of the expenditure covered by each section follows:

RfR 1: Administering the indirect tax and customs control systems fairly and efficiently, and enabling individuals and businesses to understand and comply with their obligations

Section A: represents administration spending within the Departmental Expenditure Limit (DEL), which covers two objectives: to collect the right revenue at the right time from indirect taxes and to improve the level of compliance with customs and statistical requirements; and to reduce crime and drug dependency by detecting and deterring the smuggling of illegal drugs and other prohibited and restricted goods. Additionally, payments are made in respect of the Customs and Excise National Museum and non-discretionary payments in respect of Shipbuilders' Relief;

Section B: a token net sub-head representing 'Non-Budget' spending under Single European Authorisation arrangements;

RfR 2: The effective and efficient prosecution of cases in accordance with the Code for Crown Prosecutors

Section A: represents administrative spending within the Departmental Expenditure Limit (DEL) covering the prosecution of cases by the Customs and Excise Prosecutions Office.

2. A detailed analysis of Resource Budget and Capital Budget Spending Plans can be found in the Tables to the HM Customs and Excise Spring 2003 Departmental Report (Cm 5924).

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

Part I

	£
Request for Resources 1: Administering the indirect tax and customs control systems fairly and efficiently, and enabling individuals and businesses to understand and comply with their obligations	1,103,252,000
Request for Resources 2: The effective and efficient prosecution of cases in accordance with the Code for Crown Prosecutors	26,805,000
Total net resource requirement	1,130,057,000
Net cash requirement	1,147,872,000

Amounts required in the year ending 31 March 2004 for expenditure by HM Customs and Excise on:

RfR 1: Administering the indirect tax and customs control systems fairly and efficiently, and enabling individuals and businesses to understand and comply with their obligations

administrative costs of taxation; the operation of customs revenue controls; the provision of trade information and other customs and excise related services; supervision of the money laundering regulatory regime; payments in respect of Shipbuilders' Relief and the Customs and Excise National Museum; and on associated non-cash items.

RfR 2: The effective and efficient prosecution of cases in accordance with the Code for Crown Prosecutors

administration and legal costs of prosecuting cases by the Customs and Excise Prosecutions Office, and associated non-cash items.

The **Customs and Excise Department** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	1,103,252,000	463,087,000†	640,165,000
RfR 2	26,805,000	12,062,000	14,743,000
Total net resource requirement	1,130,057,000	475,149,000	654,908,000
Net cash requirement	1,147,872,000	472,127,000	675,745,000

† Vote on Account provision of £12,062,000 has been transferred to a new RfR 2 not listed in the published Vote on Account.

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Administering the indirect tax and customs control systems fairly and efficiently, and enabling individuals and businesses to understand and comply with their obligations									
1,063,544	58,762	435	1,122,741	19,489	1,103,252	82,595	759	1,155,664	1,058,632
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration									
1,063,544	58,562	435	1,122,541	19,290	1,103,251	82,595	759	1,155,663	1,058,558
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
<i>Administration</i>									
-	-	-	-	-	-	-	-	-	74
Non-budget									
B Operational local clearance procedures									
-	200	-	200	199	1	-	-	1	-
RfR 2: The effective and efficient prosecution of cases in accordance with the Code for Crown Prosecutors									
10,563	16,242	-	26,805	-	26,805	-	-	-	-
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration									
10,563	16,242	-	26,805	-	26,805	-	-	-	-
Total for Estimate:									
1,074,107	75,004	435	1,149,546	19,489	1,130,057	82,595	759	1,155,664	1,058,632

Part II: Resource to cash reconciliation

	2003-04		2002-03		2001-02	
	Provision		Provision		Outturn	
	£'000					
Net Total Resources	1,130,057		1,155,664		1,058,632	
Voted capital items						
Capital	82,595		65,036		90,752	
Less Non-operating A-in-A	759		759		2,212	
Total net voted capital	<u>81,836</u>		<u>64,277</u>		<u>88,540</u>	
Accruals to cash adjustment						
Adjustments to remove non-cash items:						
Cost of Capital charges	-7,989		-8,542		-7,366	
Depreciation	-52,980		-49,177		-35,618	
New provisions and adjustments to previous provisions	-3,572		-4,387		-6,458	
Profit/loss on sale of assets	-		-		-5,572	
Prior period adjustments	-		-		-	
Other non-cash items	-130		-130		-195	
Increase (+) / Decrease (-) in stock	-		-		228	
Increase (+) / Decrease (-) in debtors	-2,401		-2,265		-8,199	
Increase (-) / Decrease (+) in creditors	28		5,682		-18,189	
Use of provisions	3,023		4,039		6,940	
Total accruals to cash adjustments	<u>-64,021</u>		<u>-54,780</u>		<u>-74,429</u>	
Excess cash to be CFERd	-		-		-	
Net Cash Requirement	1,147,872		1,165,161		1,072,743	

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):-

	2003-04		2002-03		2001-02	
	Provision		Provision		Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as AinA	-	-	-	-	-	-
Non-operating income not classified as AinA	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	146,000	<i>146,000</i>	146,000	<i>146,000</i>	145,211	<i>145,211</i>
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	146,000	<i>146,000</i>	146,000	<i>146,000</i>	145,211	<i>145,211</i>

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net Administration Costs				
RfR 1	1,054,673	1,093,052	979,653	
RfR 2	<u>10,563</u>	<u>-</u>	<u>-</u>	
Total Net Administration costs	1,065,236	1,093,052	979,653	
Net Programme Costs				
RfR 1	48,579	62,612	78,979	
RfR 2	<u>16,242</u>	<u>-</u>	<u>-</u>	
Total Net Programme costs	64,821	62,612	78,979	
Total Net Operating Cost	1,130,057	1,155,664	1,058,632	
<i>of which:</i>				
Net Resource Outturn	1,130,057	1,155,664	1,058,632	
CFERs	-	-	-	
Non-voted expenditure	-	-	-	
Resource Budget Outturn	1,138,556	1,155,663	1,058,632	

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	1,130,057	1,155,664	1,058,632
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	1,130,057	1,155,664	1,058,632
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
voted expenditure outside the budget	-1	-1	-
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
resource consumption of non departmental public bodies	-	-	-
unallocated resource provision	8,500	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	1,138,556	1,155,663	1,058,632
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	1,138,556	1,155,663	1,058,558
Annually Managed Expenditure (AME)	-	-	74

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	81,836	64,277	88,540
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-	-5,572
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	-	-	-
capital grants to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	1,000	1,000	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	82,836	65,277	82,968
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	82,836	65,277	82,968
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Permanent Head of HM Customs and Excise, Mr Richard Broadbent, as Accounting Officer of the Department with responsibility for preparing the Department's Estimate.

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*.

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000						
	2003-04		2002-03		2001-02		
	Operating	Non-	Operating	Non-	Operating	Non-	
	A in A	operating	A in A	operating	A in A	operating	A in A
		A in A		A in A		A in A	
RfR1: Administering the indirect tax and customs control systems fairly and efficiently, enabling individuals and businesses to understand and comply with their obligations							
Income from charges for special attendance	940	—	940	—	1,113	—	
Income from recovery of costs and expenses	8,267	—	8,267	—	9,632	—	
Income from international commitment charges	2,343	—	2,343	—	1,828	—	
Income from the sale of certificates and statistical services	326	—	326	—	533	—	
Income from Estate Management services	1,515	—	1,515	—	2,859	—	
Income from Shipbuilders' Relief	3,517	—	3,517	—	801	—	
Local clearance procedure receipts	199	—	199	—	—	—	
Fees received from the money laundering regulatory regime	1,882	—	2,706	—	—	—	
Other miscellaneous receipts	500	—	500	—	310	—	
Income from the sale of fixed assets	—	759	—	759	—	2,212	
Total RfR 1	19,489*	759**	20,313	759	17,076	2,212	

*Amount that may be applied as appropriations in aid in addition to the net total, arising from income received: for the special attendance of officers; from charges for international commitments; from the sale of statistical services and certificates and from estate management services; the recovery of law costs; the costs of staff on loan; EC travelling expenses and receipts from the EC; receipts in respect of Shipbuilders' Relief and local clearance procedures under Single European Authorisations; receipts from insurance and compensation claims; marine fuel relief; fees received from the money laundering regulatory regime; and other miscellaneous administration and programme costs receipts.

**Amount that may be applied as non-operating appropriations in aid arising from the recovery of income from the sale of fixed assets and from the sale of land and buildings.

Notes to the Main Estimate *(continued)*

Analysis of Consolidated Fund extra receipts

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Fines and penalties ●	130,000	130,000	130,000	130,000	128,914	128,914
Proceeds, less duty, on sales of seized assets ●	8,000	8,000	8,000	8,000	8,507	8,507
Bank interest ●	300	300	300	300	294	294
Other miscellaneous receipts ●	7,700	7,700	7,700	7,700	7,496	7,496
Total	146,000	146,000	146,000	146,000	145,211	145,211

Notes to the Main Estimate *(continued)*

Administration costs limits and Departmental Expenditure Limits

Administration costs limits £'000

	Gross provision	Income	Total administration costs limit
Gross administration costs limits	1,082,607	–8,871	1,073,736
Net administration costs limits	—	—	—

Departmental Expenditure Limits (DEL) £'000

	Voted*	Non-voted	Total
Resource DEL	1,130,056	8,500	1,138,556
Capital DEL	81,836	1,000	82,836
Less depreciation	–52,980	—	–52,980
Total DEL	1,158,912	9,500	1,168,412

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
 ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £1,130,057,000 is 2.2 per cent lower than the final net provision for 2002-03 of £1,155,664,000 and 1.1 per cent higher than the forecast outturn of that year of £1,118,244,000

Notes to the Main Estimate *(continued)*
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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	20,248	21,072	17,835

Inland Revenue

Introduction

1. **RfR 1** provides for the administration costs incurred by the Inland Revenue in the management and collection of the direct taxes, tax credits and child benefit. It includes expenditure on managing the National Insurance Funds for Great Britain and Northern Ireland and on the collection of National Insurance contributions, for which reimbursement is received from the respective National Insurance Funds.
2. **RfR 2** provides for the administration costs incurred by the Valuation Office in administering the beneficial portion of rates and providing or securing valuation and other services.
3. Details of the expenditure contained in this Estimate can be found in the Supplementary Budgetary Information.
4. **RfR 3** provides for the expenditure by the Inland Revenue on transitional payments to charities previously entitled to receive tax credits on dividends. Although payment of tax credits ceased after 5 April 1999, charities are entitled to claim special transitional payments over the five years from 1999-2000 to 2003-04 inclusive. Charities are also entitled, for the three years from 6 April 2000, to receive a 10% supplement on payroll giving donations and this expenditure will be met from this RfR.
5. Also included in this RfR is the public expenditure incurred in respect of contributions by non taxpayers to personal and stakeholder pension schemes and in granting life assurance premium relief and residual payments of mortgage interest relief, to those policy holders and borrowers who are not liable to united kingdom income tax.
6. Under the relevant legislation, qualifying policy holders and borrowers receive tax relief on their premium, or interest payments. The reliefs are given by allowing the payers to deduct a prescribed percentage from their life assurance premiums, or an amount equal to 10 per cent on mortgage interest payments. The Inland Revenue reimburse the insurers and lenders for the amounts so deducted. In so far as such payments are in substitution for tax reliefs, they are met out of tax receipts.
7. It is a feature of these schemes that payers who have incomes below the tax threshold will receive relief against income tax which they have not in fact paid. So, in part, will those with incomes only slightly above the threshold. In consequence, the Inland Revenue are paying over amounts to insurers and lenders which are not in substitution for tax relief and which they cannot meet from tax receipts. The reduction in tax receipts which would otherwise occur will be met from this RfR and the payments are classed as public expenditure.
8. The public expenditure on these reliefs and transitional payments is calculated statistically and is necessarily subject to a wide estimating error. The amounts of the RfR attributable to Charities relief and stakeholder pensions is about 32% and 50% respectively. The amounts for life assurance premium relief, payroll giving and stamp duty relief is about 9% and 6% respectively. The amount for late claims for mortgage interest relief, vocational training relief and private medical insurance is about 2% and 1% respectively.
9. **RfR 4** provides for payments of rates to local authorities in respect of premises occupied by foreign and Commonwealth governments for diplomatic purposes and premises occupied by certain international organisations. It also covers contributions in lieu of rates on properties occupied by the Crown in Gibraltar and other similar payments.
10. This RfR previously covered contributions in lieu of rates paid on government and other Crown buildings in the United Kingdom. With the abolition of Crown exemption from 1 April, 2000, government departments will pay rates direct to local authorities. Any residual payments of contributions in lieu of rates received after 31 March 2000 will be surrendered to the Consolidated Fund.

Introduction (*continued*)

11. **RfR 5** provides for payments of child benefit and associated non-cash items, responsibility for which was transferred from DWP and the Northern Ireland Social Security Agency. The administration costs incurred from processing Child benefit claims are met from RfR 1.
12. Further details of the expenditure contained in this Estimate can be found in the Inland Revenue Departmental Report 2003 (Cm 5925).
13. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Enabling businesses and individuals to understand and comply with their obligations in respect of their dealings with the Inland Revenue	2,535,205,000
Request for Resources 2: Growing a contribution to the good management of property where the public interest is involved	1,000
Request for Resources 3: Providing payments in lieu of tax relief to certain bodies	171,000,000
Request for Resources 4: Making payments of rates to Local Authorities on behalf of certain bodies	31,210,000
Request for Resources 5: Providing payments of Child Benefit	9,410,759,000
Total net resource requirement	12,148,175,000
Net cash requirement	12,151,203,000

Amounts required in the year ending 31st March 2004 for expenditure by the Inland Revenue Department on:

RfR 1: enabling businesses and individuals to understand and comply with their obligations in respect of their dealings with the Inland Revenue

administration and the associated non-cash items incurred in the management and collection of the direct taxes, tax credits, national insurance contributions and child benefit, administration of the National Insurance Funds for Great Britain and Northern Ireland, for services provided to the Department's information technology and wider markets' partners, for other departments and public bodies, and for overseas tax administrations.

RfR 2: growing a contribution to the good management of property where the public interest is involved

administration and the associated non-cash items incurred in the provision of valuation and other services for government departments and other public bodies by the Valuation Office Agency.

RfR 3: Providing payments in lieu of tax relief to certain bodies

transitional payments to charities, supplements on payroll giving, donations to charities and on personal and stakeholder pension schemes, life assurance premium relief, stamp duty relief and residual payments for mortgage interest relief, vocational training relief and private medical insurance.

RfR 4: Making payments of rates to Local Authorities on behalf of certain bodies

rates paid by the Inland Revenue Department in respect of non-domestic property occupied by accredited representatives of Commonwealth and foreign countries and certain international organisations, contributions in lieu of rates in respect of properties occupied by the Crown in Gibraltar and other similar payments.

RfR 5: Providing payments of Child Benefit

payments of Child Benefit and the associated non-cash items.

Part I (continued)

The **Inland Revenue Department** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	2,535,205,000	1,098,392,000	1,436,813,000
RfR 2	1,000	—	1,000
RfR 3	171,000,000	85,500,000	85,500,000
RfR 4	31,210,000	19,875,000	11,335,000
RfR 5	9,410,759,000	4,000,500,000	5,410,259,000
Total net resource requirement	12,148,175,000	5,204,267,000	6,943,908,000
Net cash requirement	12,151,203,000	5,164,242,000	6,986,961,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Enabling businesses and individuals to understand and comply with their obligations in respect of their dealings with the Inland Revenue									
2,943,073	3,665	-	2,946,738	411,533	2,535,205	131,860	3,059	2,489,589	2,104,375
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration									
2,943,073	-	-	2,943,073	411,533	2,531,540	131,860	3,059	2,491,673	2,099,491
Non-budget									
B Administration									
-	3,665	-	3,665	-	3,665	-	-	-2,084	4,884
RfR 2: Growing a contribution to the good management of property where the public interest is involved									
187,855	-29	-	187,826	187,825	1	9,661	162	1	1
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration									
187,855	-	-	187,855	187,825	30	9,661	162	-21	1
Non-budget									

Part II: Subhead detail (continued)

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
B Administration									
-	-29	-	-29	-	-29	-	-	22	-
RfR 3: Providing Payments in lieu of tax relief to certain bodies									
-	-	171,000	171,000	-	171,000	-	-	201,000	227,535
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
A Payments in lieu of tax relief									
-	-	171,000	171,000	-	171,000	-	-	201,000	227,535
RfR 4: Making payments of rates to Local Authorities on behalf of certain bodies									
-	34,920	-	34,920	3,710	31,210	-	-	28,500	26,318
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
A Payments of Local Authority rates									
-	34,920	-	34,920	3,710	31,210	-	-	28,500	26,318
RfR 5: Providing payments of Child Benefit									
-	-	9,410,759	9,410,759	-	9,410,759	-	-	8,994,709	8,794,705
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
A Children's benefits									
-	-	9,410,759	9,410,759	-	9,410,759	-	-	8,994,709	8,794,705
Total for Estimate:									
3,130,928	38,556	9,581,759	12,751,243	603,068	12,148,175	141,521	3,221	11,713,799	11,152,934

Part II: Resource to cash reconciliation

	2003-04		2002-03		2001-02	
	Provision		Provision		Outturn	
	£'000					
Net Total Resources	12,148,175		11,713,799		11,152,934	
Voted capital items						
Capital	141,521		175,468		155,671	
Less Non-operating A-in-A	3,221		7,382		3,162	
Total net voted capital	138,300		168,086		152,509	
Accruals to cash adjustment						
Adjustments to remove non-cash items:						
Cost of Capital charges	-23,970		-26,884		-15,970	
Depreciation	-156,467		-204,420		-125,912	
New provisions and adjustments to previous provisions	-16,293		-718		-13,342	
Profit/loss on sale of assets	-490		-490		-3,275	
Prior period adjustments	-		-		-	
Other non-cash items	-390		-390		-372	
Increase (+) / Decrease (-) in stock	-500		-500		-2,882	
Increase (+) / Decrease (-) in debtors	1,644		-1,383		29,145	
Increase (-) / Decrease (+) in creditors	55,014		23,823		-1,305	
Use of provisions	6,180		8,603		12,526	
Total accruals to cash adjustments	-135,272		-202,359		-121,387	
Excess cash to be CFERd	-		-		-	
Net Cash Requirement	12,151,203		11,679,526		11,184,056	

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):-

	2003-04		2002-03		2001-02	
	Provision		Provision		Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
	£'000					
Operating income not classified as AinA	1,156	<i>1,156</i>	741	-	23,124	<i>22,860</i>
Non-operating income not classified as AinA	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	40,000	<i>40,000</i>	40,000	<i>40,000</i>	57,270	<i>57,270</i>
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	41,156	<i>41,156</i>	40,741	<i>40,000</i>	80,394	<i>80,130</i>

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net Administration Costs				
RfR 1	2,886,325	2,846,602	2,474,565	
RfR 2	-1,126	-762	-9,295	
RfR 3	-	-	-	
RfR 4	-	-	-	
RfR 5	-	-	-	
Total Net Administration costs	2,885,199	2,845,840	2,465,270	
Net Programme Costs				
RfR 1	-351,120	-357,013	-384,018	
RfR 2	-29	22	-	
RfR 3	171,000	201,000	227,535	
RfR 4	31,210	28,500	26,318	
RfR 5	9,410,759	8,994,709	8,794,705	
Total Net Programme costs	9,261,820	8,867,218	8,664,540	
Total Net Operating Cost	12,147,019	11,713,058	11,129,810	
<i>of which:</i>				
Net Resource Outturn	12,148,175	11,713,799	11,152,934	
CFERs	-1,156	-741	-23,124	
Non-voted expenditure	-	-	-	
Resource Budget Outturn	20,786,758	17,853,253	16,548,102	

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	12,148,175	11,713,799	11,152,934
<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	-1,156	-741	-23,124
Other adjustments	-	-	-
Net Operating Cost (Accounts)	12,147,019	11,713,058	11,129,810
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
voted expenditure outside the budget	-3,636	2,062	-4,884
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
resource consumption of non departmental public bodies	-	-	-
unallocated resource provision	46,200	-	-
Other adjustments	8,597,175	6,138,133	5,423,176
Resource Budget Outturn (Budget)	20,786,758	17,853,253	16,548,102
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	2,917,054	2,831,495	2,436,896
Annually Managed Expenditure (AME)	17,869,704	15,021,758	14,111,206

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	138,300	168,086	152,509
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-490	-490	-3,275
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	-	-	-
capital grants to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	25,000	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	162,810	167,596	149,234
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	162,810	167,596	149,234
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Chairman of the Board of Inland Revenue as Principal Accounting Officer for the Department with overall responsibility for preparing the Department's Estimate.

In addition the Treasury has appointed an additional Accounting Officer to be responsible for that part of the Department's accounts relating to specified requests for resources for the Valuation Office Agency and the associated assets, liabilities and cash flows. This appointment does not detract from the Chairman's overall responsibility as Accounting Officer for the Department's Estimate and overall net cash requirement.

The allocation of Accounting Officer responsibilities in the Inland Revenue is as follows:

Requests for Resources 1, 3 and 5: Sir Nick Montagu, Principal Accounting Officer and Chairman of the Board of Inland Revenue

Request for Resources 2 and 4: Mr Michael Johns, Additional Accounting Officer and Chief Executive of the Valuation Office Agency.

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*. Under the terms of the Accounting Officers' Memorandum the relationship between the Inland Revenue's Principal and Additional Accounting Officers, together with their respective responsibilities, is set out in writing.

Notes to the Main Estimate (*continued*)

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR 1: enabling businesses and individuals to understand and comply with their obligations in respect of their dealings with the Inland Revenue						
Recovery of costs of collecting NICs	354,785	—	354,929	—	375,074	—
Receipts from sale of assets	—	3,059	—	7,059	—	2,945
Receipts from certain tax penalties	10,000	—	10,000	—	21,086	—
Rent from private tenants and other government departments	5,440	—	5,440	—	500	—
Receipts from VOA, other government departments and other bodies	29,492	—	29,492	—	18,767	—
Other receipts	11,816	—	11,816	—	21,086	—
Total RfR 1	411,533*	3,059**	411,677	7,059	436,513	2,945
*Amount that may be applied as appropriations in aid in addition to the net total arising from: law costs recovered; recoveries of overpayments in prior years; excess cash receipts; subsidies for New Deal jobseekers employed; recovery of costs of seconded staff; receipts from sale of publications; receipts for services provided to the Valuation Office Agency, government departments and other bodies; receipts from the use of certain official cars; recovery of the costs of administering the National Insurance Funds and collection of National Insurance contributions; rent receipts from other government departments and private tenants; receipts from certain tax penalties; other administration costs receipts;						
**Amount that may be applied as non-operating appropriations in aid arising from the recovery of income from the sale of assets						
RfR 2: growing a contribution to the good management of property where the public interest is involved						
Recovery of costs of rating and valuation services	187,825	—	172,491	—	156,062	—
Receipts from sale of assets	—	162	—	323	—	217
Total RfR 2	187,825*	162**	172,491	323	156,062	217
*Amount that may be applied as appropriations in aid in addition to the net total arising from: recovery of costs of valuation and other services, receipts from use of certain official cars, receipts from sale of information and publications, recovery of law costs, rent receipts from other government departments and private tenants, other administration costs receipts						
**Amount that may be applied as non-operating appropriations in aid arising from the recovery of income from the sale of assets						
RfR 4: Making payment of rates to Local Authorities on behalf of certain bodies						
Repayments by commonwealth and foreign countries and international organisations	3,710	—	3,100	—	1,834	—
Total RfR 4	3,710*	—	3,100	—	1,834	—
*Amount that may be applied as appropriations in aid in addition to the net total arising from: payment of rates by accredited Commonwealth and foreign countries and certain international organisations; refunds from local authorities; and Ministry of Defence property in Gibraltar						
Total A in A	603,068*	3,221**	587,268	7,382	594,409	3,162

Notes to the Main Estimate *(continued)*

Analysis of Consolidated Fund extra receipts

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Receipts from tax penalties ●	40,000	40,000	40,000	40,000	53,385	53,385
Surplus receipts of classes authorised to be applied as appropriations in aid φ	1,156	1,156	741	—	23,124	22,860
Interest under Section 24(1) of the Crown Proceedings Act 1947	—	—	—	—	—	—
Community Charge receipts φ	—	—	—	—	3,885	3,885
Total	41,156	41,156	40,741	40,000	80,394	80,130

Notes to the Main Estimate (*continued*)

Administration costs limits and Departmental Expenditure Limits

Administration costs limits £'000

	Gross provision	Income	Total administration costs limit
Gross administration costs limits	2,989,273	–56,748	2,932,525
Inland Revenue: Valuation Office	187,855	–187,825	30
Total Net administration costs limits	187,855	–187,825	30

Departmental Expenditure Limits (DEL) £'000

	Voted*	Non-voted	Total
Resource DEL	2,531,570	385,484	2,917,054
Capital DEL	137,810	25,000	162,810
Less depreciation	–156,467	—	–156,467
Total DEL	2,512,913	410,484	2,923,397

- * i. *Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review*
- ii. *Excludes EU receipts included in Estimates, but excluded in Budgets*

Comparisons of provision sought with final provision and forecast outturn for the previous year

The net resources sought for 2003-04 of £12,148,175,000 is 3.7% higher than the final net resources and forecast outturn for 2002-03 of £11,713,058,000.

Notes to the Main Estimate (*continued*)
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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	606,289	593,909	597,507

National Savings and Investments

Introduction

1. This Estimate provides for the expenditure on the administration of National Savings and Investments.
2. National Savings and Investments aims to help reduce the cost to the taxpayer of government borrowing now and in the future. To achieve this our single strategic objective is to provide the government with cost-effective retail finance compared to the funds raised on the wholesale market. National Savings and Investments is committed to keeping its range of products under review so that the changing needs of its customers continue to be met. Products cover tax-free investments for taxpayers, gross paying investments for non-taxpayers and schemes suitable for children and pensioners.
3. The cost of National Savings and Investments operations comprises of debt interest, tax foregone, and administration. The last item is included in the public expenditure planning total and is covered by this Resource Estimate which provides for administering and selling National Savings and Investments products; maintaining customer holdings; and making payments to and conducting correspondence with investors.
4. National Savings and Investments operations were outsourced to Siemens Business Services (SBS) at the start of 1999-2000 as the initial period in a 10-15 year partnership to run, invest in and reduce the costs of the operations business. The contract payments to SBS account for in excess of 44% of the total of this Estimate.
5. The Post Office and Girobank undertake a substantial amount of National Savings and Investments business on an agency basis. Approximately £40m will be required to pay for selling National Savings and Investments products in this way.
6. Further details of the expenditure contained in this Estimate can be found in the National Savings and Investments Departmental Report 2003 (Cm 5930).
7. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Reducing the costs to the taxpayer of government borrowing now and in the future	171,568,000
Total net resource requirement	171,568,000
Net cash requirement	170,200,000

Amounts required in the year ending 31 March 2004 for expenditure by National Savings and Investments on:

RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future†

Administration, payments for contracted out services under the PPP arrangement, publicity costs, and associated non-cash items.	171,568,000
---	-------------

National Savings and Investments will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	171,568,000	71,627,000	99,941,000
Total net resource requirement	171,568,000	71,627,000	99,941,000
Net cash requirement	170,200,000	69,574,000	100,626,000

† In the Vote on Account RfR 1 was described as ‘Reducing the costs to the taxpayer of government borrowing’.

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future									
176,230	-	-	176,230	4,662	171,568	1,300	-	170,467	173,552
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A	Administration								
173,205	-	-	173,205	4,662	168,543	1,300	-	167,257	170,922
B	Administration								
3,025	-	-	3,025	-	3,025	-	-	3,210	2,630
Total for Estimate:									
176,230	-	-	176,230	4,662	171,568	1,300	-	170,467	173,552

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	171,568	170,467	173,552
Voted capital items			
Capital	1,300	300	122
Less Non-operating A-in-A	-	-	-2
Total net voted capital	<u>1,300</u>	<u>300</u>	<u>124</u>
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-1,013	-970	-921
Depreciation	-2,714	-2,649	-2,128
New provisions and adjustments to previous provisions	-891	-1,090	-1,040
Profit/loss on sale of assets	-	-	-2
Prior period adjustments	-	-	-
Other non-cash items	-500	-500	-447
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-450	-450	-171
Increase (-) / Decrease (+) in creditors	2,000	4,500	-6,174
Use of provisions	<u>900</u>	<u>1,000</u>	<u>1,117</u>
Total accruals to cash adjustments	<u>-2,668</u>	<u>-159</u>	<u>-9,766</u>
Excess cash to be CFERd	-	-	-
Net Cash Requirement	<u>170,200</u>	<u>170,608</u>	<u>163,910</u>

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2003-04. None were received in 2002-03 or 2001-02.

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net administration costs:				
RfR 1	171,568	170,467		173,550
Net programme costs:				
RfR 1	-	-	2	
Total net programme costs	-	-	2	
Total Net Operating Cost	171,568	170,467		173,552
<i>of which:</i>				
Net Resource Outturn	171,568	170,467		173,552
CFERs	-	-		-
Non-voted expenditure	-	-		-
Resource Budget Outturn	172,068	170,467		173,552

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	171,568	170,467	173,552
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	171,568	170,467	173,552
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	500	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	172,068	170,467	173,552
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	172,068	170,467	173,550
Annually Managed Expenditure (AME)	-	-	2

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	1,300	300	124
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-	-2
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	-	-	-
capital grants to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	1,300	300	122
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	1,300	300	122
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Chief Executive, Alan Cook, as Accounting Officer of the Department with responsibility for preparing the Department's Estimate.

The allocation of Accounting Officer responsibilities in National Savings and Investments is as follows:

Request for Resources 1:	Alan Cook, Principal Accounting Officer and Permanent Head of Department
---------------------------------	--

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*. Under the terms of the Accounting Officers' Memorandum the relationship between the Treasury's Principal Accounting Officer and Additional Accounting Officer, together with their respective responsibilities is set out in writing.

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future						
Accommodation rental receipts	4,662		4,551		4,376	
Total RfR 1	4,662*	—	4,551	—	4,376	—
Total A in A	4,662*	—	4,551	—	4,376	—

*Amount that may be applied as Appropriations in Aid in addition to the net total arising from rent receipts.

Notes to the Main Estimate *(continued)*

Administration cost limits and Departmental Expenditure Limits

Administration costs limits	£'000		
	Gross provision	Income	Total administration costs limit
Gross administration costs limits	176,730	–4,662	172,068
Net administration costs limits	–	–	–

Departmental Expenditure Limits (DEL)	£'000		
	Voted*	Non-voted	Total
Resource DEL	171,568	500	172,068
Capital DEL	1,300	—	1,300
Less depreciation	–2,714	—	–2,714
Total DEL	170,154	500	170,654

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
- ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003–04 of £171,568,000 is 0.6 per cent higher than the final net provision and forecast outturn for 2002–03 of £170,467,000

Notes to the Main Estimate *(continued)*

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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
Rental receipts	4,662	4,551	4,376

Expenditure resting on the sole authority of the Appropriation Act

£'000

The following RfR contains provision sought under the sole authority of Part 1 of the Estimate and the confirming Appropriation Act

RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future	171,568
--	----------------

Office for National Statistics

Introduction

1. This Estimate provides for the administration costs and other expenditure of the Office for National Statistics.
2. The department's main responsibilities include the following: Collection, collation and dissemination of statistics relating to the United Kingdom's national accounts, balance of payments, financial transactions and measures of output; co-ordination of statistics relating to regional matters; compilation of social Labour Market statistics; undertaking of various representational roles in an international context; providing leadership for statistics across government; implementing and issuing information from the decennial census of the population; supplying demographic statistics for national, regional and local planning; conducting social surveys; collecting and supplying statistics relating to the medical condition of the population and maintaining the Titchfield centre of the World Health Organisation; the Secretariat to the Boundary Commission for England and Wales; administrating the law on marriage; controlling the local registration of births, deaths and marriage and maintaining the central record of these events from which copies of certificates are supplied; and maintaining the National Health Service Central Register.
3. A separate net control section is provided for customer-funded activities.
4. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Providing statistical and registration services	132,318,000
Total net resource requirement	132,318,000
Net cash requirement	133,045,000

Amounts required in the year ending 31 March 2004 for expenditure by the Office for National Statistics on:

RfR 1: Providing statistical and registration services

collection, preparation and dissemination of economic, social, labour market and other statistics; register services, departmental administration and associated non-cash items.

The **Office for National Statistics** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	132,318,000	59,966,000	72,352,000
Total net resource requirement	132,318,000	59,966,000	72,352,000
Net cash requirement	133,045,000	64,509,000	68,536,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Providing Statistical and Registration Services									
168,179	1,000	-	169,179	36,861	132,318	16,420	79	134,609	204,304
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration (Gross Control)									
146,929	1,000	-	147,929	14,410	133,519	15,766	-171	135,810	205,802
B Customer Funded (Net Control)									
21,250	-	-	21,250	21,451	-201	654	250	-201	-461
Non-budget									
C EU Receipts									
-	-	-	-	1,000	-1,000	-	-	-1,000	-1,037
Total for Estimate:									
168,179	1,000	-	169,179	36,861	132,318	16,420	79	134,609	204,304

Part II: Resource to cash reconciliation

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net Total Resources	132,318	134,609		204,304
Voted capital items				
Capital	16,420	22,142	5,119	
Less Non-operating A-in-A	79	79	60	
Total net voted capital	16,341	22,063		5,059
Accruals to cash adjustment				
Adjustments to remove non-cash items:				
Cost of Capital charges	-1,896	-1,746	-2,513	
Depreciation	-13,837	-11,770	-9,320	
New provisions and adjustments to previous provisions	-	-	-5,208	
Profit/loss on sale of assets	-171	-171	-508	
Prior period adjustments	-	-	-	
Other non-cash items	-151	-226	-303	
Increase (+) / Decrease (-) in stock	-	-	-	
Increase (+) / Decrease (-) in debtors	-	-1,504	1,463	
Increase (-) / Decrease (+) in creditors	-	2,743	4,500	
Use of provisions	441	4,360	862	
Total accruals to cash adjustments	-15,614	-8,314		-11,027
Excess cash to be CFERd	-	-		-
Net Cash Requirement	133,045	148,358		198,336

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2003-04. None were received in 2002-03 or 2001-02.

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net administration costs:				
RfR 1	132,318	134,609		204,939
Net programme costs:				
RfR 1	-	-	-635	
Total net programme costs	-	-	-635	
Total Net Operating Cost	132,318	134,609		204,304
<i>of which:</i>				
Net Resource Outturn	132,318	134,609		204,304
CFERs	-	-		-
Non-voted expenditure	-	-		-
Resource Budget Outturn	139,318	135,609		205,341

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	132,318	134,609	204,304
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	132,318	134,609	204,304
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	1,000	1,000	1,037
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	6,000	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	139,318	135,609	205,341
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	139,318	135,609	205,341
Annually Managed Expenditure (AME)	-	-	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	16,341	22,063	5,059
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-171	-171	-508
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	-	-	-
capital grants to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	16,170	21,892	4,551
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	16,170	21,892	4,551
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Director of the Office for National Statistics, Mr Len Cook, as the Accounting Officer of the Department with responsibility for preparing the Department's Estimate.

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum, issued by the Treasury and published in *Government Accounting*.

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04		2002-03		2001-02	
	Operating	Non-	Operating	Non-	Operating	Non-
A in A	operating	A in A	operating	A in A	operating	operating
	A in A	A in A	A in A	A in A	A in A	A in A
RfR 1 : Providing statistical and registration services						
Cash fees for searches, verifications and certified copies of register entries	7,952	—	7,687		7,647	
Repayment Services	22,121	—	21,521		23,260	
Receipts from sale of data, publications etc.	4,978	—	4,843		4,709	
Receipts from EC and other overseas contracts	1,805	—	1,805		1,945	
Car Leasing Scheme for the Registration Inspectorate	5		5		5	
Sale of surplus assets	—	79		79	—	60
Total RfR 1	36,861*	79**	35,861	79	37,566	60

*Amount that may be applied as appropriations in aid in addition to the net total, arising from sale of statistical information publications and other services to other departments, the European Community and the public.

**Amount that may be applied as non-operating appropriations in aid, arising from the recovery of income from the sale of surplus assets.

Notes to the Main Estimate *(continued)*

Administration cost limits and Departmental Expenditure Limits

Administration costs limits £'000

	Gross provision	Income	Total administration costs limit
Gross administration costs limits	153,370	-14,410	138,960
Net administration costs limits	22,250	-22,451	-201

Departmental Expenditure Limits (DEL) £'000

	Voted*	Non-voted	Total
Resource DEL	133,318	6,000	139,318
Capital DEL	16,170	—	16,170
Less depreciation	-13,837	—	-13,837
Total DEL	135,651	6,000	141,651

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
 ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £132,318,000 is 1.7 per cent lower than the final net provision and forecast outturn for 2002-03 of £134,609,000.

Notes to the Main Estimate (continued)
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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	£36,861	£35,861	£37,566

Government Actuary's Department

Introduction

1. The Estimate covers the running costs of the Department of the Government Actuary. The Department provides a consultancy service to government and to other clients principally in the public sector. It advises in the main on social security and pension schemes, population and other statistical studies and supervision of insurance.
2. Since 1989-90 the Department has operated a system of full repayment for all advice given, and the greater part of its running costs is now met by receipts. From 1995-96 the Department has operated under net running costs control, to allow it the flexibility to respond to fluctuating demands on its services. A small section of work, which is of interest to a wide spectrum of users, remains centrally funded.
3. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Providing an actuarial consultancy service	983,000
Total net resource requirement	983,000
Net cash requirement	2,026,000

Amounts required in the year ending 31 March 2004 for expenditure by the Department of the Government Actuary on:

RfR 1: Providing an actuarial consultancy service

Administration costs incurred in providing an actuarial consultancy service to Government and to other clients principally in the public sector, advising mainly on social security and pension schemes, population and other statistical studies and supervision of insurance; fit-out costs for new building (Took's Court) and associated non-cash items.

The **Government Actuary's Department** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	983,000	403,000	580,000
Total net resource requirement	983,000	403,000	580,000
Net cash requirement	2,026,000	317,000	1,709,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Providing an actuarial consultancy service									
9,144	-	-	9,144	8,161	983	1,538	-	854	592
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration									
9,144	-	-	9,144	8,161	983	1,538	-	854	592
Total for Estimate:									
9,144	-	-	9,144	8,161	983	1,538	-	854	592

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	983	854	592
Voted capital items			
Capital	1,538	231	220
Less Non-operating A-in-A	-	-	-
Total net voted capital	1,538	231	220
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-99	-81	-83
Depreciation	-376	-280	-178
New provisions and adjustments to previous provisions	-1	-2	-7
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-34	-34	-33
Increase (+) / Decrease (-) in stock	-	-	-54
Increase (+) / Decrease (-) in debtors	-	-	85
Increase (-) / Decrease (+) in creditors	-	-	75
Use of provisions	15	17	19
Total accruals to cash adjustments	-495	-380	-176
Excess cash to be CFERd	-	-	-
Net Cash Requirement	2,026	705	636

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):-

	£'000					
	2003-04 Provision		2002-03 Provision		2001-02 Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as AinA	-	-	-	-	-	<i>1</i>
Non-operating income not classified as AinA	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	-	-
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	-	-	-	-	-	<i>1</i>

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net administration costs:				
RfR 1	983	854		592
Net programme costs:				
RfR 1	-	-	-	
Total net programme costs	-	-	-	-
Total Net Operating Cost	983	854		592
<i>of which:</i>				
Net Resource Outturn	983	854		592
CFERs	-	-		-
Non-voted expenditure	-	-		-
Resource Budget Outturn	983	854		592

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	983	854	592
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	983	854	592
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	-	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	983	854	592
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	983	854	592
Annually Managed Expenditure (AME)	-	-	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	1,538	231	220
<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 to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	1,538	231	220
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	1,538	231	220
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Permanent Head of the Government Actuary's Department (GAD) Chris Daykin, is Principal Accounting Officer with overall responsibility for preparing the Department's Estimate.

The allocation of Accounting Officer responsibilities in the Government Actuary's Department is as follows:

Request for Resources 1:	Chris Daykin, Principal Accounting Officer and Permanent Head of Department
---------------------------------	---

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*.

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR1: Providing an actuarial consultancy service						
Fees and charges to						
Other Government Departments	5471	—	5207	—	3515	—
Wider Public Service	2690	—	2561	—	2416	—
Total RfR 1	8,161*	—	7768	—	5931	—
*Amount that may be applied as appropriations in aid in addition to the net total, arising from receipts for payments for actuarial, internal audit and accommodation and facilities management services.						
Total A in A	8,161	—	7768	—	5931	—

Notes to the Main Estimate *(continued)*

Analysis of Consolidated Fund extra receipts

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Excess receipts received but not authorised to be used as appropriations in Aid	—	—	—	—	1	1
Total	—	—	—	—	1	1

Notes to the Main Estimate *(continued)*

Administration cost limits and Departmental Expenditure Limits

Administration costs limits £'000

	Gross provision	Income	Total administration costs limit
Gross administration costs limits	—	—	—
Net administration costs limits	9,144	8,161	983

Departmental Expenditure Limits (DEL) £'000

	Voted*	Non-voted	Total
Resource DEL	983	—	983
Capital DEL	1,538	—	1,538
Less depreciation	-376	—	-376
Total DEL	2,145	—	2,145

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
 ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £983,000 is 15.1 per cent higher than the final net provision and forecast outturn for 2002-03 of £854,000.

Notes to the Main Estimate (continued)
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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	8,161	7,768	5,931

Crown Estate Office[†]

Introduction

1. This Estimate provides for the salaries of The Crown Estate Commissioners, the expense of their office and associated non-cash items. Up to the reign of King George III the reigning Sovereign received the rents and profits of The Crown Estate. Since 1760 the surplus rents and profits (after deducting management expenses) have at the beginning of each reign been surrendered by the Sovereign to Parliament as part of the arrangements for the provision of the Civil List. The Estate itself remains part of the hereditary possessions of the Sovereign in the right of the Crown. It is not a Government property, but neither is it part of the private estate of the reigning monarch. The Estate is managed by a Board of Commissioners under the powers vested in them by The Crown Estate Act 1961, which provided for their salaries and the expenses of the office to be paid out of monies voted by Parliament. By agreement with HM Treasury the maximum number of posts so provided for is 41. The other administrative costs of managing the Estate are paid out of the Estate Revenues as part of the management expenses. The surplus Revenues are paid to the Consolidated Fund at the end of each year and score as a miscellaneous receipt. For 2001-02 £163.5 million was paid to the Consolidated Fund. For reference, full accounts are produced in June each year under Section 2(5) of The Crown Estate Act 1961 (9 and 10 Eliz 2 Ch 55). Additionally, the annual Commissioners' Report is available, on request.

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

[†] In the Vote on Account the title of the Estimate was described as 'Crown Estate'.

Part I

	£
Request for Resources 1: To maintain and enhance the value of The Crown Estate and the return obtained from it	1,990,000
Total net resource requirement	1,990,000
Net cash requirement	1,982,000

Amounts required in the year ending 31 March 2004 for expenditure by The Crown Estate Office on:

RfR 1: To maintain and enhance the value of The Crown Estate and the return obtained from it

The administration costs of The Crown Estate Commissioners and associated non-cash items.

The **Crown Estate Office** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	1,990,000	860,000	1,130,000
Total net resource requirement	1,990,000	860,000	1,130,000
Net cash requirement	1,982,000	856,000	1,126,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: To maintain and enhance the value of the Crown Estate and the return obtained from it									
-	1,990	-	1,990	-	1,990	-	-	1,911	2,075
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
A Administration									
-	1,990	-	1,990	-	1,990	-	-	1,911	2,075
<i>The actuarial liability from transferring The Crown Estate Commissioners Superannuation Scheme (CECSS) to the Principal Civil Service Pension Scheme (PCSPS)</i>									
-	-	-	-	-	-	-	-	30,450	-
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
<i>Transfer of actuarial liability</i>									
-	-	-	-	-	-	-	-	30,450	-
Total for Estimate:									
-	1,990	-	1,990	-	1,990	-	-	32,361	2,075

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	1,990	32,361	2,075
Voted capital items			
Capital	-	-	-
Less Non-operating A-in-A	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-8	-8	-8
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-8	-8	-8
Excess cash to be CFERd	-	-	-
Net Cash Requirement	1,982	32,353	2,067

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2003-04. None were received in 2002-03 or 2001-02.

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net Administration Costs				
RfR 1	-	-	-	
RfR 2	-	-	-	
Total Net Administration costs	-	-	-	-
Net Programme Costs				
RfR 1	1,990	1,911	2,075	
RfR 2	-	30,450	-	
Total Net Programme costs	1,990	32,361	2,075	2,075
Total Net Operating Cost	1,990	32,361	2,075	2,075
<i>of which:</i>				
Net Resource Outturn	1,990	32,361	2,075	2,075
CFERs	-	-	-	-
Non-voted expenditure	-	-	-	-
Resource Budget Outturn	1,990	32,361	2,075	2,075

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	1,990	32,361	2,075
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	1,990	32,361	2,075
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	-	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	1,990	32,361	2,075
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	1,990	32,361	2,075

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	-	-	-
<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 to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	-	-	-
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Second Commissioner and Chief Executive of The Crown Estate, Roger Bright, as Accounting Officer with overall responsibility for preparing The Crown Estate's Estimate.

His responsibilities as Accounting Officer, including his responsibility for the propriety and regularity of the public finances and for the keeping of proper records, are set out in the Non-Departmental Public Bodies' Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*.

Comparison of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £1,990,000 is -93.9 per cent lower than the final net provision and forecast outturn for 2002-03 of £32,361,000

* The figure of £32,361,000 includes a Winter Supplementary Estimate of £30,450,000 (RfR 2: The actuarial liability from transferring The Crown Estate Commissioners Superannuation Scheme (CECSS) to The Principal Civil Service Pension Scheme (PCSPS)).

Cabinet Office

Introduction

1. The Cabinet Office supports the Government's delivery and reform programme. It:
 - supports the Prime Minister in leading the Government;
 - supports the Government in transacting its business;
 - helps deliver key public service priorities;
 - leads the reform programme for public services; and
 - co-ordinates security, intelligence and civil contingencies matters to protect the UK against disruptive challenges.

The Cabinet Office also provides support for a number of independent offices.

2. This Estimate provides for administrative costs and other expenditure of the Cabinet Office. It includes the Prime Minister's Office; the offices of the Minister for the Cabinet Office and the Minister of State, Cabinet Office; the offices of the Lord Privy Seal and of the Government Whips in the House of Commons and the House of Lords; the Parliamentary Counsel Office; the Cabinet Secretariat; the Strategy Unit; the Regulatory Impact Unit; the Delivery and Reform team which reports to the Head of the Civil Service; and the various units which report to the Government's Security and Intelligence Co-ordinator. It also includes the Government Car and Despatch Agency, an executive agency; the Centre for Management and Policy Studies and the Office of the E-Envoy. The estimate covers emergency planning grants to local authorities; price concessions to public libraries and other publications supplied to UK Members of the European Parliament. Further details of expenditure contained within this Estimate and included in the Cabinet Office Departmental Report 2003 Cm 5926.

3. The Cabinet Office provides grants to certain not for profit organisations including: Chequers Trust; British National Committee for the History of the Second World War; European Institute of Public Administration; Association of Young European Administrators; Civil Service Benevolent Fund; Civil Service Sports Council; Civil Service Retirement Fellowship; Disability Partnership; Whitehall and Industry Group; Windsor Fellowship.

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

Part I

	£
Request for Resources 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives	264,982,000
Total net resource requirement	264,982,000
Net cash requirement	287,813,000

Amounts required in the year ending 31 March 2004 for expenditure by the Cabinet Office on:

RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives.

The Prime Minister's Office; the offices of the Minister for the Cabinet Office and the Minister of State, Cabinet Office; the offices of the Lord Privy Seal and of the Government Whips in the House of Commons and the House of Lords; the Parliamentary Counsel Office; the Cabinet Secretariat; payments to former Prime Ministers; the central management of, and delivery of services to, the Civil Service and wider public sector; improving public services; civil service reform; cross-departmental IT systems; co-ordination of cross-cutting issues; grants to certain not for profit organisations; emergency planning grants to local authorities; certain other services; and associated non-cash items.

The **Cabinet Office** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	264,982,000	100,786,000	164,196,000
Total net resource requirement	264,982,000	100,786,000	164,196,000
Net cash requirement	287,813,000	99,492,000	188,321,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives									
284,498	26,880	21,561	332,939	67,957	264,982	85,187	172	235,522	219,070
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Cabinet Office									
241,664	26,880	2,523	271,067	28,174	242,893	33,164	22	213,353	193,611
B Centre for Management and Policy Studies									
27,231	-	-	27,231	24,180	3,051	763	-	3,131	7,263
C Government Car and Despatch Agency									
15,603	-	-	15,603	15,603	-	1,260	150	-	-557
D Office of the e-Envoy									
-	-	-	-	-	-	50,000	-	-	-
<i>Support for Local Authorities</i>									
E Emergency planning grants									
-	-	19,038	19,038	-	19,038	-	-	19,038	18,753
Total for Estimate:									
284,498	26,880	21,561	332,939	67,957	264,982	85,187	172	235,522	219,070

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	264,982	235,522	219,070
Voted capital items			
Capital	85,187	75,263	77,992
Less Non-operating A-in-A	172	6,121	392
Total net voted capital	85,015	69,142	77,600
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-11,256	-9,109	-7,652
Depreciation	-50,154	-21,191	-16,501
New provisions and adjustments to previous provisions	-700	-641	-2,607
Profit/loss on sale of assets	-	-	-26
Prior period adjustments	-	-	-
Other non-cash items	-159	-159	-189
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-10,000	-
Use of provisions	85	70	128
Total accruals to cash adjustments	-62,184	-41,030	-26,847
Excess cash to be CFERd	-	-	-
Net Cash Requirement	287,813	263,634	269,823

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):-

	£'000					
	2003-04 Provision		2002-03 Provision		2001-02 Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as AinA	-	-	-	-	52	-
Non-operating income not classified as AinA	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	-	-
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	-	-	-	-	52	-

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net administration costs:				
RfR 1	216,541	191,799		178,004
Net programme costs:				
RfR 1	48,441	43,723	41,014	
Total net programme costs	<u>48,441</u>	<u>43,723</u>	<u>41,014</u>	41,014
Total Net Operating Cost	264,982	235,522		219,018
<i>of which:</i>				
Net Resource Outturn	264,982	235,522		219,070
CFERs	-	-		-52
Non-voted expenditure	-	-		-
Resource Budget Outturn	264,982	235,452		218,890

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	264,982	235,522	219,070
<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	-	-	-52
Other adjustments	-	-	-
Net Operating Cost (Accounts)	264,982	235,522	219,018
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	-	-	-
Other adjustments	-	-70	-128
Resource Budget Outturn (Budget)	264,982	235,452	218,890
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	264,982	235,452	218,890
Annually Managed Expenditure (AME)	-	-	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	85,015	69,142	77,600
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-	-26
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	-	-	-
capital grants to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	85,015	69,142	77,574
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	85,015	69,142	77,574
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Permanent Secretary of the Cabinet Office as Principal Accounting Officer with overall responsibility for preparing the Department's Estimate.

The allocation of Accounting Officer responsibilities in the Cabinet Office is as follows:

Request for Resources 1:	Sir David Omand, Principal Accounting Officer and Permanent Secretary of the Cabinet Office
---------------------------------	---

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum, issued by the Treasury and published in *Government Accounting*.

Notes to the Main Estimate (*continued*)

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04		2002-03		2001-02	
	Operating	Non-	Operating	Non-	Operating	Non-
A in A	operating	operating	operating	operating	operating	operating
	A in A	A in A	A in A	A in A	A in A	A in A
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives						
Income from minor occupiers and other accommodation income	1,500	—	1,847		1,229	
Sales of services and goods to other government departments, public bodies and general public	13,637	—	12,911		2,215	
Sponsorship income	—	—	100		—	
Income relating to Crown copyright work of HMSO	591	—	591		480	
Income relating to Employment Opportunities Fund	3	—	3		—	
Income relating to central management costs of pensions schemes	9,500	—	13,137		12,061	
Recovery of costs of Cabinet Office staff and Prime Minister's Office	1,000	—	700		1,406	
Income from the trading and programme activities of Government Car & Despatch Agency	15,603	—	14,782		14,315	
Income from the trading activities of Centre for Management and Policy Studies	24,180	—	24,180		23,938	
Investments (loan repayment by Civil Service Sports Council and London Hostels Association)	—	22		188		24
Proceeds from asset disposals	—	150		5,933		529
Other income	500		500		1,048	
Emergency Planning College receipts for training courses and rent	1,443		1,443		1,159	
Recovery of legal costs	—		195			
Sale of assets	—		400			
Total RfR 1	67,957*	172**	70,789	6,121	57,851	553

*Amount that may be applied as appropriations in aid in addition to the net total, arising from income from minor occupiers of the Department's buildings; sales of services and goods to other government departments, public bodies and general public; administration of Crown copyright by HMSO; sponsorship income; income from the Employment Opportunities Fund; income in respect of central management costs of the Principal Civil Service Pensions Scheme (PCSPS), Civil Service Additional Voluntary Contributions Scheme (CSAVC), and the Federated Superannuation Scheme for Universities (FSSU); refunds from the European Community and receipts in respect of international projects; recovery of costs of staff on loan; recovery from staff for miscellaneous items; recovery of costs incurred by the Prime Minister's Office on official visits; receipts from the trading and programme activities of the Government Car & Despatch Agency and Centre for Management and Policy Studies; profit on disposal of fixed assets; Emergency Planning College receipts for training courses; receipts for rent; recovery of legal costs; and certain other services.

**Amount that may be applied as non operating appropriations in aid, arising from repayment of loans by the Civil Service Sports Council and the London Hostels Association; the proceeds from the sale of fixed assets, covering the net book value.

Notes to the Main Estimate (*continued*)

Administration cost limits and Departmental Expenditure Limits

Administration costs limits £'000

	Gross provision	Income	Total administration costs limit
Gross administration costs limits	241,664	-28,174	213,490
Centre for Management and Policy Studies	27,231	-24,180	3,051
Government Car and Despatch Agency	15,603	-15,603	—
Net administration costs limits	42,834	-39,783	3,051

Departmental Expenditure Limits (DEL) £'000

	Voted*	Non-voted	Total
Resource DEL	264,982	—	264,982
Capital DEL	85,015	—	85,015
Less depreciation	-50,154	—	-50,154
Total DEL	299,843	—	299,843

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
 ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £264,982,000 is 12.5 per cent higher than the final provision for 2002-03 of £235,522,000 and 12.5 per cent higher than the forecast outturn of that year of £235,522,000

Notes to the Main Estimate (*continued*)

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 which has been or will be appropriated in aid is £67,957,000.

	2003-04 provision	2002-03 provision	2001-02 outturn
	67,957	70,789	57,851

Expenditure resting on the sole authority of the Appropriation Act

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

Sub head	Service	£'000
■ A2	Emergency Planning Research Programme	135
■ A1	Pension payment	8

Grants in Aid

The Cabinet Office provides grants above £250,000 to the following organisations: Civil Service Benevolent Fund £673,000; Civil Service Sports Council £1,332,000; Civil Service Retirement Fellowship £265,000.

Security and Intelligence Agencies

Introduction

1. This Request for Resource provides for all the administration costs and other expenditure of GCHQ, the Secret Intelligence Service (SIS) and the Security Service, together with related expenditure, mainly on research and development work, on behalf of SIS and the Security Service.
2. Provision for accruing superannuation liability charges (ASLCs) for the personnel who are members of the Principal Civil Service Pension Scheme (PCSPS) will be paid to the Civil Superannuation Vote from administration costs in this estimate. ASLCs for other staff will be returned as Consolidated Fund Extra Receipts in Part III of this Estimate.
3. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Protecting and promoting the national security and economic well being of the UK	1,068,126,000
Request for Resources 2: Security Service and Secret Intelligence Service superannuation	35,994,000
Total net resource requirement	1,104,120,000
Net cash requirement	1,058,509,000

Amounts required in the year ended 31 March 2004 for expenditure by Her Majesty's Security and Intelligence Agencies on:

RfR 1: Protecting and promoting the national security and economic well being of the UK

administration and operational costs, research and developmental works, equipment and other payments, and associated non-cash items.

RfR 2: Security Service and Secret Intelligence Service superannuation

Security Service and Secret Intelligence Service superannuation.

The **Cabinet Office** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	1,068,126,000	410,235,000	657,891,000
RfR 2	35,994,000	14,954,000	21,040,000
Total net resource requirement	1,104,120,000	425,189,000	678,931,000
Net cash requirement	1,058,509,000	405,538,000	652,971,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Protecting and promoting the national security and economic well being of the UK									
599,497	526,682	-	1,126,179	58,053	1,068,126	515,150	3,408	1,000,867	909,003
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Security and Intelligence Agencies									
599,497	526,682	-	1,126,179	58,053	1,068,126	515,150	3,408	1,000,867	909,003
RfR 2: Security Service and Secret Intelligence Service superannuation									
-	-	35,994	35,994	-	35,994	-	-	32,481	28,846
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
A Security and Intelligence Agencies									
-	-	35,994	35,994	-	35,994	-	-	32,481	28,846
Total for Estimate:									
599,497	526,682	35,994	1,162,173	58,053	1,104,120	515,150	3,408	1,033,348	937,849

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	1,104,120	1,033,348	937,849
Voted capital items			
Capital	515,150	166,019	109,068
Less Non-operating A-in-A	3,408	2,263	1,349
Total net voted capital	511,742	163,756	107,719
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-24,717	-28,070	-17,897
Depreciation	-140,600	-138,411	-162,004
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	252	29	-48
Prior period adjustments	-	-	-
Other non-cash items	-397,063	-13,032	-20,439
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	4,775	41,743	14,752
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-557,353	-137,741	-185,636
Excess cash to be CFERd	-	-	-
Net Cash Requirement	1,058,509	1,059,363	859,932

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):-

	£'000					
	2003-04 Provision		2002-03 Provision		2001-02 Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as AinA	-	<i>18,015</i>	-	<i>17,889</i>	-	<i>21,452</i>
Non-operating income not classified as AinA	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	-	-
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	-	<i>18,015</i>	-	<i>17,889</i>	-	<i>21,452</i>

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net Administration Costs				
RfR 1	552,058	499,758	451,771	
RfR 2	-	-	-	
Total Net Administration costs	552,058	499,758	451,771	
Net Programme Costs				
RfR 1	516,068	501,109	457,232	
RfR 2	35,994	32,481	28,846	
Total Net Programme costs	552,062	533,590	486,078	
Total Net Operating Cost	1,104,120	1,033,348	937,849	
<i>of which:</i>				
Net Resource Outturn	1,104,120	1,033,348	937,849	
CFERs	-	-	-	
Non-voted expenditure	-	-	-	
Resource Budget Outturn	1,117,870	1,033,348	937,849	

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	1,104,120	1,033,348	937,849
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	1,104,120	1,033,348	937,849
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	13,750	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	1,117,870	1,033,348	937,849
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	1,081,876	1,000,867	909,003
Annually Managed Expenditure (AME)	35,994	32,481	28,846

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	511,742	163,756	107,719
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	252	29	-48
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	-	-	-
capital grants to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	5,000	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	516,994	163,785	107,671
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	516,994	163,785	107,671
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Security and Intelligence Co-ordinator and Permanent Secretary of the Cabinet Office, Sir David Omand, as Accounting Officer for the Security and Intelligence Services.

The responsibilities of the Accounting Officer, including responsibility for the propriety and regularity of public finances for which an Accounting Officer is answerable for keeping proper records and for safeguarding the Departments assets are set out in the Accounting Officer's Memorandum issued by the Treasury and published in *Government Accounting*.

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
Sales of services, recoveries etc	58,053	—	45,873	—	50,629	—
Sale of surplus properties	—	3,408	—	2,263	—	1,445
Total	58,053*	3,408**	48,873	2,263	50,629	1,445

*Amount that may be applied as appropriations in aid to the net total, arising from the sales of services to other government departments, the recovery of costs of staff on loan, recovery from staff for miscellaneous items and certain other services.

**Amounts that may be applied as non-operating appropriations in aid in addition to the net total, arising from the sale of fixed assets and from the sale of freehold interest and land.

Notes to the Main Estimate *(continued)*

Analysis of Consolidated Fund extra receipts

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
The accruing superannuation liability charges (ASLCS) for staff in Agencies pension schemes	—	18,015	—	17,889	—	21,452
Total CFERS	—	18,015	—	17,889	—	21,452

Notes to the Main Estimate *(continued)*

Administration cost limits and Departmental Expenditure Limits

Administration costs limits £'000

	Gross provision	Income	Total administration costs limit
Gross administration costs limit	566,983	–8,608	558,375
Net administration costs limit	38,314	–39,631	–1,317

Departmental Expenditure Limits (DEL) £'000

	Voted*	Non-voted	Total
Resource DEL	1,068,126	13,750	1,081,876
Capital DEL	511,994	5,000	516,994
Less depreciation	–140,600	—	–140,600
Total DEL	1,439,520	18,750	1,458,270

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
- ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Notes to the Main Estimate *(continued)*

Comparisons of provision sought with final provision and forecast outturn for the previous year

The provision sought for 2003-04 of £1,104,120,000 is 6.8 per cent higher than the final net provision of £1,033,348,000 and 6.4 per cent higher than the forecast outturn for 2002-03 of £1,037,934,000

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 which has been or will be appropriated in aid:

	2003-04 provision	2002-03 provision	2001-02 outturn
	58,053	45,873	50,629

Cabinet Office: Civil superannuation

Introduction

1. This Estimate covers the payment of pensions and other benefits to persons covered by the Principal Civil Service Pension Scheme (PCSPS) and certain other statutory schemes, including schemes for civil servants made under the Superannuation Act 1972.
2. Provision is also made for the payment of annual compensation arising from early retirement that was pre-funded by departments, agencies and other bodies covered by the Civil Service Compensation Scheme, in previous years, and received as extra receipts to the Consolidated Fund. The scheme for the central funding of early departures, announced in the White Paper: Continuity and Change (Cm 2627), ended on 31 March 1997. Provision for residual expenditure under that scheme is included.
3. PCSPS employers meet the cost of pension cover for their staff by payment of charges set on an accruals basis. These charges, along with scheme members' contributions, are appropriated in aid of this Estimate.
4. As a consequence of adopting Financial Reporting Standard ('FRS') 17 'Retirement Benefits', the Resource Accounts of pension schemes administered by central government will, from 2003-04, include on their balance sheets the liability to meet future pension costs. They will also account for the accruing cost of providing pensions rather than just the benefits payable and contributions receivable. Whilst their format is largely unaltered, the way in which resource expenditure is measured is fundamentally changed. Such changes are reflected in this Estimate.

Request for Resources

5. In 2001-02 and 2002-03, the Request for Resources provided for the amounts to be paid and payable in respect of retirement benefits, net of contributions. In consequence, there was generally little difference between the Estimates provision for Resources and for the Net Cash Requirement.
6. From 2003-04 the Estimate provision for resource expenditure is instead of the cost of benefits accruing in the year. The most significant of these are the build-up of the benefit entitlements from employees' service during the year and the interest cost arising because future benefit payments are one year closer to settlement. Income from contributions continues to be appropriated in aid of expenditure.

Net Cash Requirement

7. The elements of the Net Cash Requirement are unaltered but are accounted for differently. Most significantly, the payment of pensions and lump sums that were previously the cash consequences of resource expenditure, are now the use of the balance sheet provision for pensions.

Consequences of the change

8. There may now be a significant difference between the resource costs and cash requirements of retirement benefits. There is no necessary relationship between the benefits accruing in any particular year and the benefits paid in that year.
9. For 2003-04 there is a significant additional difference. An adjustment is needed in 2003-04 in respect of expenditure for the two previous years for which Parliament voted resources on the 'old' basis. The adjustment seeks Parliamentary authority for the additional resource expenditure in those years that is recognised by virtue of the change in accounting.
10. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Civil superannuation	12,292,445,000
Total net resource requirement	12,292,445,000
Net cash requirement	1,395,139,000

Amounts required in the year ending 31 March 2004 for expenditure by the Cabinet Office on:

RfR 1: Civil superannuation

The superannuation of civil servants; pensions etc., and other pensions and non-recurrent payments; and for other related services

The **Cabinet Office** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	12,292,445,000	6,474,637,000	5,817,808,000
Total net resource requirement	12,292,445,000	6,474,637,000	5,817,808,000
Net cash requirement	1,395,139,000	560,834,000	834,305,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Civil superannuation									
-	14,162,288	15,157	14,177,445	1,885,000	12,292,445	-	-	5,782,082	5,300,823
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
A Civil superannuation									
-	6,595,897	15,157	6,611,054	1,885,000	4,726,054	-	-	5,782,082	5,300,823
Non-budget									
B Civil superannuation									
-	7,566,391	-	7,566,391	-	7,566,391	-	-	-	-
Total for Estimate:									
-	14,162,288	15,157	14,177,445	1,885,000	12,292,445	-	-	5,782,082	5,300,823

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	12,292,445	5,782,082	5,300,823
Voted capital items			
Capital	-	-	-
Less Non-operating A-in-A	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-6,599,397	-7,708,941	-6,925,769
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-7,566,391	-	-
Other non-cash items	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	17,139	27,321	42,621
Use of provisions	3,251,343	3,131,636	3,188,053
Total accruals to cash adjustments	-10,897,306	-4,549,984	-3,695,095
Excess cash to be CFERd	-	-	-
Net Cash Requirement	1,395,139	1,232,098	1,605,728

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):-

	£'000					
	2003-04 Provision		2002-03 Provision		2001-02 Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as AinA	-	-	-	-	640,366	<i>608,673</i>
Non-operating income not classified as AinA	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	167	<i>167</i>
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	-	-	-	-	640,533	<i>608,840</i>

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Resource Outturn (Estimates)	12,292,445	5,782,082	5,300,823
<i>Adjustments to remove:</i>			
provision voted for earlier years	-7,566,391	—	—
<i>Adjustments to additionally include:</i>			
non-voted expenditure in the OCS	—	—	—
Consolidated Fund Extra Receipts in the OCS	—	-1,811,973	-640,266
Other adjustments	—	—	—
Net Operating Cost (Accounts)	4,726,054	3,970,109	4,660,457
<i>Adjustments to remove:</i>			
capital grants to local authorities	—	—	—
capital grants financed from the Capital Modernisation Fund	—	—	—
European Union income and related adjustments	—	—	—
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	—	—	—
Other adjustments	—	—	—
Resource Budget Outturn (Budget)	4,726,054	3,970,109	4,660,457
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	—	—	—
Annually Managed Expenditure (AME)	4,726,054	3,970,109	4,660,457

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Voted Capital Outturn (Estimates)	—	—	—
<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 to local authorities	—	—	—
capital grants financed by the Capital Modernisation Fund	—	—	—
local authority credit approvals	—	—	—
capital spending by levy funded bodies	—	—	—
unallocated capital provision	—	—	—
Other adjustments	—	—	—
Capital Budget Outturn (Budget)	—	—	—
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	—	—	—
Annually Managed Expenditure (AME)	—	—	—

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Treasury has appointed Sir David Omand as the Principal Accounting Officer with overall responsibility for preparing the Estimate for Civil Superannuation.

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Pension Scheme's assets, are set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*.

Forecast Combined Revenue Account

for the year ended 31 March 2004

£'000

	2003-04 provision		2002-03 provision		2001-02 outturn	
Programme Costs						
Voted Expenditure						
Income						
PCSPS Contributions receivable	1,762,000	—	1,725,799	—	1,561,632	—
PCSPS Transfers in	97,000	—	193,910	—	694,665	—
PCSPS Other income receivable	26,000	—	19,391	—	24,214	—
	—	-1,885,000	—	-1,939,100	—	-2,280,511
Expenditure – charged to provisions						
PCSPS Pension costs	2,485,150	—	4,333,081	—	2,823,742	—
PCSPS Interest on scheme liability	4,110,747	—	3,370,860	—	4,095,027	—
CSCS Benefits payable	3,500	—	5,000	—	7,000	—
	—	6,599,397	—	7,708,941	—	6,925,769
Expenditure – not charged to provisions						
PCSPS Injury benefit	5,500	—	5,000	—	5,726	—
CSCS	4,907	—	3,183	—	9,175	—
Other schemes	1,250	—	4,058	—	298	—
Central funding	—	11,657	—	12,241	—	15,199
Net Programme Costs	—	4,726,054	—	5,782,082	—	4,660,457
Total Net Outgoings for the Year	—	4,726,054	—	5,782,082	—	4,660,457
<i>of which:</i>						
Net Resource Outturn	—	12,292,445	—	5,782,082	—	5,300,823
less Prior period adjustments	—	7,566,391	—	—	—	—
CFERs	—	—	—	—	—	-640,366
Resource Budget Outturn	—	4,726,054	—	5,782,082	—	4,660,457

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR 1: Civil superannuation						
Cost of pension cover, contributions, transfer values and bulk transfer value receipts	1,885,000	—	1,940,600	—	1,641,600	—
Total RfR 1	1,885,000*	—	1,940,600	—	1,641,600	—

*Amount that may be applied as appropriations in aid in addition to the net total, arising from charges received from departments and others on account of the cost of pension cover provided for their staff; periodical contributions for widows', widowers' and dependants' benefits, other superannuation contributions and transfer values received and bulk transfer value receipts.

Notes to the Main Estimate *(continued)*

Analysis of Consolidated Fund extra receipts

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Civil superannuation						
Excess Appropriations in Aid	—	—	—	—	640,366	608,673
Income from departments for pre-funding of early retirement costs	—	—	—	—	—	—
Other CFERs	—	—	—	—	167	167
Total	—	—	—	—	640,533	608,840

Notes to the Main Estimate *(continued)*

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £12,292,445,000 which is 112.6 per cent higher than the final provision and forecast outturn for 2002-03 of £5,782,082,000.

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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	1,885,000	1,940,600	1,641,600

Central Office of Information

Introduction

1. This Estimate covers the Central Advisory Service for publicity advice provided centrally.
2. From 1 April 1991 COI's repayment services were transferred to a trading fund.
3. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Achieving maximum communication effectiveness with best value for money	716,000
Total net resource requirement	716,000
Net cash requirement	711,000

Amounts required in the year ending 31 March 2004 for expenditure by the Central office of Information on:

RfR 1: Achieving maximum communication effectiveness with best value for money

Advice to government centrally on publicity matters and associated non-cash items.

The **Central Office of Information** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	716,000	322,000	394,000
Total net resource requirement	716,000	322,000	394,000
Net cash requirement	711,000	320,000	391,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Achieving maximum communication effectiveness with best value for money									
-	716	-	716	-	716	-	-	716	795
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A COI - publicity and advisory service									
-	716	-	716	-	716	-	-	716	795
Total for Estimate:									
-	716	-	716	-	716	-	-	716	795

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	716	716	795
Voted capital items			
Capital	-	-	-
Less Non-operating A-in-A	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-5	-5	-5
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-5	-5	-5
Excess cash to be CFERd	-	-	-
Net Cash Requirement	711	711	790

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2003-04. None were received in 2002-03 or 2001-02.

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net administration costs:				
RfR 1	-	-	-	-
Net programme costs:				
RfR 1	716	716	795	
Total net programme costs	<u>716</u>	<u>716</u>	<u>795</u>	795
Total Net Operating Cost	716	716	795	795
<i>of which:</i>				
Net Resource Outturn	716	716	795	795
CFERs	-	-	-	-
Non-voted expenditure	-	-	-	-
Resource Budget Outturn	716	716	795	795

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	716	716	795
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	716	716	795
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	-	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	716	716	795
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	716	716	795
Annually Managed Expenditure (AME)	-	-	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	-	-	-
<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 to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	-	-	-
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Chief Executive of the Central Office of Information, Alan Bishop, as Accounting Officer with overall responsibility for preparing the Department's Estimate.

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*. Under the terms of the Accounting Officers' Memorandum the relationship between the Treasury's Principal Accounting Officer and Additional Accounting Officer, together with their respective responsibilities is set out in writing.

Notes to the Main Estimate *(continued)*

Administration cost limits and Departmental Expenditure Limits

Departmental Expenditure Limits (DEL)	£'000		
	Voted*	Non-voted	Total
Resource DEL	716	—	716
Capital DEL	—	—	—
Less depreciation			
Total DEL	716	—	716

- * i. *Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review*
- ii. *Excludes EU receipts included in Estimates, but excluded in Budgets*

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £716,000 is the same as both the final provision and the forecast outturn for 2002-03.

Privy Council Office

Introduction

1. This Estimate provides for the running costs of the Privy Council Office which is mainly responsible for Royal Charters and Orders in Council; and the Judicial Committee of the Privy Council, the highest court of appeals from certain Commonwealth countries, and for devolution issues arising out of the Scotland Act 1998. The Estimate also pays for the running of the private offices and salaries of the President of the Council, Leader of the House of Commons and the Parliamentary Secretary Privy Council Office.
2. Expenditure contained in this Estimate is explained in the 2003 Departmental Report of the Cabinet Office (Cm 5926).
3. Symbols are explained in the Introduction to this booklet.

Part I

	£
RfR 1 Ensuring the orderly conduct of Privy Council Office business	3,461,000
Total net resource requirement	3,461,000
Net cash requirement	3,488,000

Amounts required in the year ended 31 March 2004 for expenditure by the Department of Her Majesty's Privy Council on:

RfR1 Ensuring the orderly conduct of Privy Council Office business

Administration and associated non-cash items

The **Privy Council Office** will account for this Estimate

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	3,461,000	1,260,000	2,201,000
Total net resource requirement	3,461,000	1,260,000	2,201,000
Net cash requirement	3,488,000	1,259,000	2,229,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Ensuring the orderly conduct of Privy Council Office business									
3,501	-	-	3,501	40	3,461	62	-	3,070	3,216
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration									
3,466	-	-	3,466	40	3,426	62	-	3,068	3,209
B Administration									
35	-	-	35	-	35	-	-	2	7
Total for Estimate:									
3,501	-	-	3,501	40	3,461	62	-	3,070	3,216

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	3,461	3,070	3,216
Voted capital items			
Capital	62	-	20
Less Non-operating A-in-A	-	-	-
Total net voted capital	<u>62</u>	<u>-</u>	<u>20</u>
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-8	-1	-1
Depreciation	-27	-1	-6
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-58
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	-	-	-8
Total accruals to cash adjustments	<u>-35</u>	<u>-2</u>	<u>-73</u>
Excess cash to be CFERd	-	-	-
Net Cash Requirement	<u>3,488</u>	<u>3,068</u>	<u>3,163</u>

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2003-04. None were received in 2002-03 or 2001-02.

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net administration costs:				
RfR 1	3,461	3,070	3,216	
Net programme costs:				
RfR 1	-	-	-	
Total net programme costs	-	-	-	
Total Net Operating Cost	3,461	3,070	3,216	
<i>of which:</i>				
Net Resource Outturn	3,461	3,070	3,216	
CFERs	-	-	-	
Non-voted expenditure	-	-	-	
Resource Budget Outturn	3,461	3,070	3,224	

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	3,461	3,070	3,216
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	3,461	3,070	3,216
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	-	-	-
Other adjustments	-	-	8
Resource Budget Outturn (Budget)	3,461	3,070	3,224
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	3,461	3,070	3,224
Annually Managed Expenditure (AME)	-	-	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	62	-	20
<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 to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	62	-	20
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	62	-	20
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Treasury has appointed the Clerk of the Council, Mr Alex Galloway, as Accounting Officer to the Privy Council Office with responsibility for preparing the Department's Estimate.

The responsibilities of an Accounting Officer including responsibility for the propriety and regularity of public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are set out in the Accounting Officer's Memorandum, issued by the Treasury and published in *Government Accounting*.

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR 1	40	—	40	—	40	—
Total RfR 1	40*	—	40	—	40	—

*Amount that may be applied as appropriations in aid in addition to the net total arising from fees levied in respect of appeals and other proceedings before the Judicial Committee of the Privy Council.

Notes to the Main Estimate *(continued)*

Details of 2003-04 Administration Costs Limits £'000

	Gross provision	Income	Total administration costs limit
Departments to insert details of limits as necessary which must sum to the total below			
Gross administration costs limits	3,501	-40	3,461
Departments to insert details of limits as necessary which must sum to the total below			
Net administration costs limits	—	—	—

Details of 2003-04 Departmental Expenditure Limits £'000

	Voted*	Non-voted	Total
Resource DEL	3,461	—	3,461
Capital DEL	62	—	62
less depreciation	-27	—	-27
Total DEL	3,496	—	3,496

- * i. *Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under full Resource Accounting and Budgeting, as implemented in the 2002 Spending Review.*
 ii. *Excludes EU receipts included in Estimates, but excluded in Budgets.*

Comparison of provision sought with final provision and forecast outturn

The total net resource sought for 2003-04 of £3,461,000 is 12.7% higher[lower] than the final net provision for 2002-03 of £3,070,000 and 12.7% higher[lower] than the forecast outturn for 2003-03 of £3,070,000.

Notes to the Main Estimate (continued)
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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	40	44	—

Office of the Parliamentary Commissioner and Health Service Commissioner for England

Introduction

1. The Parliamentary Commissioner for Administration and Health Service Commissioner for England's resource estimate includes one request for resources. RfR 1 – To undertake the work of the Parliamentary Commissioner etc includes staff salaries, general administrative costs and capital expenditure programmes, and financial provision to cover the same costs for the Welsh Administration Ombudsman and the Health Service Commissioner for Wales and including residual expenditure in connection with the provision of Ombudsman services in Scotland. Expenditure incurred on behalf of the devolved or other bodies is recovered through Appropriations in Aid.
2. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England	16,294,000
Total net resource requirement	16,294,000
Net cash requirement	16,285,000

Amounts required in the year ending 31 March 2004 for expenditure by the Office of the Parliamentary Commissioner for Administration and Health Service Commissioner for England on:

RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England

Administration costs; capital expenditure; providing services to support the Welsh Administration Ombudsman and Health Service Commissioner for Wales and Scottish Public Services Ombudsman; and associated non-cash items.

The **Office of the Parliamentary Commissioner and Health Service Commissioner for England** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	16,294,000	7,110,000	9,184,000
Total net resource requirement	16,294,000	7,110,000	9,184,000
Net cash requirement	16,285,000	6,695,000	9,590,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and Health Service Commissioner for England									
-	17,094	-	17,094	800	16,294	786	-	15,746	12,573
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration									
-	16,324	-	16,324	800	15,524	786	-	14,899	11,758
B Administration									
-	770	-	770	-	770	-	-	847	815
Total for Estimate:									
-	17,094	-	17,094	800	16,294	786	-	15,746	12,573

Part II: Resource to cash reconciliation

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net Total Resources	16,294	15,746	12,573	
Voted capital items				
Capital	786	-	-	
Less Non-operating A-in-A	-	-	-	
Total net voted capital	786	-	-	
Accruals to cash adjustment				
Adjustments to remove non-cash items:				
Cost of Capital charges	-140	-75	-109	
Depreciation	-630	-772	-706	
New provisions and adjustments to previous provisions	-	-	-	
Profit/loss on sale of assets	-	-	-	
Prior period adjustments	-	-	-	
Other non-cash items	-25	-21	-21	
Increase (+) / Decrease (-) in stock	-	-	-	
Increase (+) / Decrease (-) in debtors	-	-	-	
Increase (-) / Decrease (+) in creditors	-	-	-	
Use of provisions	-	-	-	
Total accruals to cash adjustments	-795	-868	-836	
Excess cash to be CFERd	-	-	-	
Net Cash Requirement	16,285	14,878	11,737	

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2003-04. None were received in 2002-03 or 2001-02.

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net administration costs:				
RfR 1	-	-	-	
Net programme costs:				
RfR 1	16,294	15,746	12,573	
Net non-voted programme costs	<u>140</u>	<u>133</u>	<u>127</u>	
Total net programme costs	16,434	15,879	12,700	
Total Net Operating Cost	16,434	15,879	12,700	
<i>of which:</i>				
Net Resource Outturn	16,294	15,746	12,573	
CFERs	-	-	-	
Non-voted expenditure	140	133	127	
Resource Budget Outturn	16,434	16,246	12,700	

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	16,294	15,746	12,573
<i>Adjustments to remove:</i>			
provision voted for earlier years	-	-	-
<i>Adjustments to additionally include:</i>			
non-voted expenditure in the OCS	140	133	127
Consolidated Fund Extra Receipts in the OCS	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	16,434	15,879	12,700
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	-	367	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	16,434	16,246	12,700
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	16,434	16,246	12,700
Annually Managed Expenditure (AME)	-	-	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	786	-	-
<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 to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	786	-	-
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	786	-	-
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Treasury has appointed The Parliamentary Commissioner for Administration and Health Service Commissioner for England, Ann Abraham as Accounting Officer of the Office of the Parliamentary Commissioner for Administration and Health Service Commissioner for England with responsibility for preparing the Office's Estimate.

The allocation of Accounting Officer responsibilities in the Office of the Parliamentary Commissioner for Administration and Health Service Commissioner for England is as follows:

Request for Resources 1: Ms Ann Abraham Accounting Officer and Permanent Head of Office

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Office's assets, are set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*.

Notes to the Main Estimate *(continued)*

Analysis of appropriations in aid (A in A)

	£'000					
	2003-04 provision		2002-03 provision		2001-02 outturn	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR 1: To undertake the work of the Parliamentary Commissioner for Administration and the Health Service Commissioner for England						
Receipts from the Scottish Parliamentary Commissioner for Administration and Health service Commissioner for Scotland	—	—	500	—	500	—
Receipts from the Welsh Administration Ombudsman and Health Service Commissioner for Wales	600	—	500	—	500	—
Receipts from the Commission for Local Administration	200	—	—	—	—	—
Total RfR 1	800*	—	1,000	—	1,000	—
Total A in A	800	—	1,000	—	1,000	—

*Amount to be applied as operating appropriations in aid in addition to the net total arising from charges levied on the Welsh Administration Ombudsman and Health Service Commissioner and Scottish Public Services Ombudsman for the provision of ombudsman services.

Notes to the Main Estimate *(continued)*

Departmental Expenditure Limits (DEL)

	£'000		
	Voted*	Non-voted	Total
Resource DEL	16,294	140	16,434
Capital DEL	786	—	786
Less depreciation	–630	—	–630
Total DEL	16,450	140	16,590

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
- ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £16,294,000 is 3.5 per cent higher than the final provision for 2002-03 of £15,746,000 and 26.6 per cent higher than the forecast outturn of that year of £12,867,000

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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	800	1,000	1,000

House of Lords

Introduction

1. This Estimate covers the reimbursement of Peers' expenses incurred by them for the purpose of their parliamentary duty together with the administrative and accommodation costs of the House of Lords. It includes the payment of staff salaries and pensions, supplies, catering services, the House of Lords' share of accommodation and security costs for the Parliamentary Estate shared with the House of Commons, financial assistance to Opposition parties and a grant in aid to the History of Parliament Trust.
2. Control is vested in the House of Lords' House Committee, appointed each session. The spending plans provide for a uniform level of service to the House and its Committees.
3. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Peers' expenses and administration, etc.	81,160,000
Total net resource requirement	81,160,000
Net cash requirement	68,536,000

Amounts required in the year ending 31 March 2004 for expenditure by the House of Lords on:

RfR 1: Peers' expenses and administration, etc.

Peers' expenses, administrative and accommodation costs together with associated non-cash items, including staff salaries and pensions, security, stationery, printing, financial assistance to opposition parties, and a grant in aid to the History of Parliament Trust.

The **House of Lords Administration** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	81,160,000	38,386,000	42,774,000
Total net resource requirement	81,160,000	38,386,000	42,774,000
Net cash requirement	68,536,000	25,834,000	42,702,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Peers' expenses and administration, etc									
-	85,349	289	85,638	4,478	81,160	7,856	45	76,678	66,021
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Administration									
-	46,407	289	46,696	3,620	43,076	1,738	27	39,234	29,312
B Works Services									
-	36,542	-	36,542	158	36,384	6,118	18	35,684	34,701
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
C Administration									
-	2,400	-	2,400	700	1,700	-	-	1,760	2,008
Total for Estimate:									
-	85,349	289	85,638	4,478	81,160	7,856	45	76,678	66,021

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	81,160	76,678	66,021
Voted capital items			
Capital	7,856	3,292	9,316
Less Non-operating A-in-A	45	2	29
Total net voted capital	7,811	3,290	9,287
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-15,000	-14,641	-13,964
Depreciation	-5,000	-3,987	-4,419
New provisions and adjustments to previous provisions	-2,400	-2,410	-2,658
Profit/loss on sale of assets	-	-43	-43
Prior period adjustments	-	-	-
Other non-cash items	-120	-120	-85
Increase (+) / Decrease (-) in stock	-279	-279	-279
Increase (+) / Decrease (-) in debtors	-58	-58	-58
Increase (-) / Decrease (+) in creditors	22	368	-217
Use of provisions	2,400	2,410	2,658
Total accruals to cash adjustments	-20,435	-18,760	-19,065
Excess cash to be CFERd	-	-	-
Net Cash Requirement	68,536	61,208	56,243

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2003-04. None were received in 2002-03 or 2001-02.

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net administration costs:				
RfR 1	-	-	-	
Net programme costs:				
RfR 1	81,160	76,678	66,021	
Total net programme costs	81,160	76,678	66,021	
Total Net Operating Cost	81,160	76,678	66,021	
<i>of which:</i>				
Net Resource Outturn	81,160	76,678	66,021	
CFERs	-	-	-	
Non-voted expenditure	-	-	-	
Resource Budget Outturn	81,160	76,678	66,021	

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	81,160	76,678	66,021
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	81,160	76,678	66,021
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	-	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	81,160	76,678	66,021
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	79,460	74,918	64,013
Annually Managed Expenditure (AME)	1,700	1,760	2,008

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	7,811	3,290	9,287
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-43	-43
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-	-	-
capital spending by non-departmental public bodies	-	-	-
capital grants to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	7,811	3,247	9,244
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	7,811	3,247	9,244
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate *(continued)*

Explanation of Accounting Officer responsibilities

The Clerk of the Parliaments is appointed by Her Majesty by Letters Patent and is ex-officio Accounting Officer for the House of Lords with responsibility for preparing the House's Estimate.

The Accounting Officer is responsible for the propriety and regularity of the public finances, for keeping proper records and for safeguarding the House's assets. In discharging these responsibilities, the Accounting Officer follows the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*.

Analysis of appropriations in aid (A in A)

	£'000						
	2003-04		2002-03		2001-02		
	provision		provision		outturn		
	Operating	Non-	Operating	Non-	Operating	Non-	
	A in A	operating	A in A	operating	A in A	operating	A in A
		A in A		A in A		A in A	
RfR 1: Peers' expenses and administration, etc.							
Income from fees and charges	3,778	—	3,822	—	3,597	—	
Pension Scheme income	700	—	650	—	650	—	
Income from other sales of equipment	—	45	—	45	—	72	
Total RfR 1	4,478*	45**	4,472	45	4,247	72	

*Amount that may be applied as operating appropriations in aid in addition to the net total, arising from judicial proceedings, private bills, taxation of costs, reproduction of works of art, fees etc; and Refreshment Department sales.

**Amount that may be applied as non-operating appropriations in aid in addition to the net total, arising from proceeds from the sale of surplus equipment.

Notes to the Main Estimate *(continued)*

Administration cost limits and Departmental Expenditure Limits

Departmental Expenditure Limits (DEL)	£'000		
	Voted*	Non-voted	Total
Resource DEL	79,460	—	79,460
Capital DEL	7,811	—	7,811
Less depreciation	–5,000	—	–5,000
Total DEL	82,271	—	82,271

- * i. Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review
- ii. Excludes EU receipts included in Estimates, but excluded in Budgets

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2003-04 of £81,160,000 is 5.8 per cent higher than the final provision for 2002-03 of £76,678,000 and 8.4 per cent higher than the forecast outturn for 2002-03 of £74,865,000.

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 that has been or will be appropriated in aid

	2003-04 provision	2002-03 provision	2001-02 outturn
	4,523	4,517	4,319

House of Commons: Members

Introduction

1. This Estimate provides for expenditure by the House of Commons on remunerating and supporting the Members of the House of Commons in discharging their duties and responsibilities, in the constituency, in Parliament and elsewhere.

It allows for:

- payment of parliamentary salaries and associated pension contributions;
- reimbursement of certain expenses incurred by Members (including travel, office costs, staff and equipment);
- payment for insurance;
- central provision of IT equipment;
- provision of training for Members and their staff, and;
- other associated costs and non-cash items.

It also provides for Financial assistance to Opposition parties and an Exchequer contribution to the Members' Fund.

2. Symbols used in this estimate are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Members' salaries etc	135,354,000
Request for Resources 2: Grants to other bodies	5,389,000
Total net resource requirement	140,743,000
Net cash requirement	139,438,000

Amounts required in the year ending 31 March 2004 for expenditure by House of Commons: Members on:

RfR 1: Members' salaries etc:

Remunerating and supporting the Members of the House of Commons in discharging their duties and responsibilities, in the constituency, in Parliament and elsewhere by funding: payment of parliamentary salaries and associated pension contributions, reimbursement of certain expenses incurred by Members (including travel, office costs, staff and equipment), payment for insurance, central provision of IT equipment, provision of training for Members and their staff, other associated costs and non-cash items

RfR 2: Grants to other bodies:

Financial assistance to Opposition parties and an Exchequer contribution to the Members' Fund.

The Clerk of the House of Commons will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1:	135,354,000	58,863,000	76,491,000
RfR 2:	5,389,000	2,410,000	2,979,000
Total net resource requirement	140,743,000	61,273,000	79,470,000
Net cash requirement	139,438,000	60,355,000	79,083,000

Part II: Subhead detail

£'000

2003-04						2002-03 Provision	2001-02 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Members' salaries etc									
-	135,354	-	135,354	-	135,354	350	-	130,730	114,806
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A House of Commons: Members salaries etc									
-	133,703	-	133,703	-	133,703	350	-	128,615	113,856
B House of Commons: Members salaries etc									
-	1,651	-	1,651	-	1,651	-	-	2,115	950
RfR 2: Grants to other bodies									
-	-	5,389	5,389	-	5,389	-	-	5,355	5,263
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Grants to Other Bodies									
-	-	5,389	5,389	-	5,389	-	-	5,355	5,263
Total for Estimate:									
-	135,354	5,389	140,743	-	140,743	350	-	136,085	120,069

Part II: Resource to cash reconciliation

	£'000		
	2003-04 Provision	2002-03 Provision	2001-02 Outturn
Net Total Resources	140,743	136,085	120,069
Voted capital items			
Capital	350	1,845	4,215
Less Non-operating A-in-A	-	-	-
Total net voted capital	<u>350</u>	<u>1,845</u>	<u>4,215</u>
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-48	-183	333
Depreciation	-1,603	-1,932	-1,283
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-84	-80	-52
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	62
Increase (-) / Decrease (+) in creditors	80	77	-5,706
Use of provisions	-	-	-
Total accruals to cash adjustments	<u>-1,655</u>	<u>-2,118</u>	<u>-6,646</u>
Excess cash to be CFERd	-	-	-
Net Cash Requirement	<u>139,438</u>	<u>135,812</u>	<u>117,638</u>

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2003-04. None were received in 2002-03 or 2001-02.

Forecast Operating Cost Statement

	2003-04 Provision	2002-03 Provision	2001-02 Outturn	£'000
Net Administration Costs				
RfR 1	-	-	-	
RfR 2	-	-	-	
Total Net Administration costs	-	-	-	-
Net Programme Costs				
RfR 1	135,354	130,730	114,806	
RfR 2	5,389	5,355	5,263	
Total Net Programme costs	140,743	136,085	120,069	
Total Net Operating Cost	140,743	136,085	120,069	
<i>of which:</i>				
Net Resource Outturn	140,743	136,085	120,069	
CFERs	-	-	-	
Non-voted expenditure	-	-	-	
Resource Budget Outturn	140,743	136,085	120,069	

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	140,743	136,085	120,069
<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	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	140,743	136,085	120,069
<i>Adjustments to remove:</i>			
capital grants to local authorities	-	-	-
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	-	-	-
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	-	-	-
Other adjustments	-	-	-
Resource Budget Outturn (Budget)	140,743	136,085	120,069
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	140,743	136,085	120,069
Annually Managed Expenditure (AME)	-	-	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2003-04	2002-03	2001-02
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	350	1,845	4,215
<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 to local authorities	-	-	-
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	-	-	-
capital spending by levy funded bodies	-	-	-
unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget Outturn (Budget)	350	1,845	4,215
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	350	1,845	4,215
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

The Clerk of the House of Commons, Mr R.B. Sands, has been appointed as Accounting Officer for the House of Commons: Members Estimate by the Speaker.

The responsibilities of an Accounting Officer, including responsibility for the propriety and regularity of the public finances for which an Accounting Officer is answerable, for keeping proper records and for safeguarding the Department's assets, are broadly set out in the Accounting Officers' Memorandum issued by the Treasury and published in *Government Accounting*.

Notes to the Main Estimate *(continued)*

Departmental Expenditure Limits and Administration costs limits

Departmental Expenditure Limits (DEL)	£'000		
	Voted*	Non-voted	Total
Resource DEL	140,743	—	140,743
Capital DEL	350	—	350
Less depreciation	-1,603	—	-1,603
Total DEL	139,490	—	139,490

- * i. *Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review*
- ii. *Excludes EU receipts included in Estimates, but excluded in Budgets*

Comparisons of provision sought with final provision and forecast outturn for the previous year

The net resource requirement sought for 2003-04 of £140,743,000 is 3.4 per cent higher than the final net provision for 2002-03 of £136,085,000 and 6.9 per cent higher than the forecast outflow for 2002-03 of £131,653,000.

Grants in Aid

The House of Commons: Members Estimate funds grants for: financial assistance to Opposition parties £5,174,000 and the Members Fund £215,000.