
Department for Transport

Introduction

This Estimate provides for expenditure by the Department for Transport in pursuit of the functions reflected in the section headings. It also provides for administrative expenditure by those bodies used in implementing and evaluating policy and on central services.

2. More details about the expenditure supporting the department's objectives are set out in the departmental report (Cm 6817)
3. Request for resources includes provisions for the Driver and Vehicle Organisation (incorporating Driver and Vehicle Licensing Agency, Vehicle and Operator Services Agency, Vehicle Certification Agency and Driving Standards Agency), Highways Agency, Maritime and Coastguard Agency, Government Car and Despatch Agency and the residual Strategic Rail Authority.
4. Symbols are explained in the Introduction to this booklet.

Part I

	£
Request for Resources 1: Promoting transport that works for everybody	13,115,360,000
Total net resource requirement	13,115,360,000
Net cash requirement	11,199,801,000

Amounts required in the year ending 31 March 2007 for expenditure by the Department for Transport on:

RfR 1: Promoting transport that works for everybody

ports and shipping services; the National Ports Council Pension and Compensation Schemes; freight grants; the Maritime and Coastguard Agency; civil and international aviation services including costs relating to the World Health Organisation study into airline travel and Deep Vein Thrombosis and type approval testing of electronic screening devices for use in enforcing aviation provisions of the Railways and Transport Safety Bill; support for and loans to National Air Traffic Services; the Highways Agency; payments to private consortia for design, build, finance and operate schemes; grants to local authorities, including the Greater London Authority and Merseyrail; payments to local authorities for the maintenance of de-trunked roads and promotion, publicity and publications in support of the Highways Agency operations; the operation of the Dartford River crossing; compensation to private tolled undertakings for the imposition of VAT on tolls; loans and other expenditure relating to Other River Crossings; Bus

Service Operator grant; Multi Modal Studies; promoting efficiencies in sustainable distribution; support to nationalised transport industries; Powershift and CleanUp programmes; Transport Direct; royal travel; transport security; the Commission for Integrated Transport; trans-European network funds; costs relating to the PHARE programme; support for other minor transport services; compensation and pension costs relating to pre-DVLC local authority driver and vehicle licensing staff; grants and loans and other expenditure relating to the Driver and Vehicle Licensing Agency (trading fund), Driver and Vehicle Licensing Agency Vehicle excise duty collection and enforcement related activities, development and operation of systems associated with licensing; Vehicle and Operator Services Agency (trading fund); Vehicle and Operator Services Agency enforcement; Driving Standards Agency (trading fund); Vehicle Certification Agency; Vehicle Certification Agency enforcement; speed and red light camera enforcement; grants to Railtrack, British Rail and London Underground; payments and loans under section 63 of the Railways Act 1993 to Railtrack plc (in administration); PPP Arbiter; grants to the Strategic Rail Authority; the Channel Tunnel Rail Link; Cross London Rail Links Limited; National Freight Company travel concessions; railway industry and National Freight Company pensions funds; the British Transport Police; payments and financial assistance in respect of railways and railway services; accident investigation; research, development, statistics, censuses and surveys, safety and mobility, publicity, promotion and advice and publications, monitoring, consultancies; selling into wider markets, including export opportunities; subscriptions and contributions to international organisations; compensation; the administration and operation of the department; payments to the Office of the Deputy Prime Minister in respect of certain central services; the purchase, acquisition, hire, lease and rent of land, buildings, plant, equipment, machinery, vehicles and capital assets; special payments; the central management of, and delivery of services to, the Civil Service and wider public sector; and associated non-cash items.

The Department for Transport will account for this Estimate.

Part I

	Net total	Allocated in Vote on Account	Balance to complete
RfR 1	13,115,360,000	5,273,597,000	7,841,763,000
Total net resource requirement	13,115,360,000	5,273,597,000	7,841,763,000
Net cash requirement	11,199,801,000	4,736,009,000	6,463,792,000

Part II: Subhead detail

										£'000	
2006-07 Provision								2005-06 Provision	2004-05 Outturn		
Resources						Capital Non- operating A in A		Net Total Resources	Net Total Resources		
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital					
1	2	3	4	5	6	7	8	9	10		
RfR 1: Promoting transport that works for everybody											
282,658	7,099,388	6,109,998	13,492,044	376,684	13,115,360	1,219,915	18,621	12,186,607	11,031,306		
Spending in Departmental Expenditure Limits (DEL)											
<i>Central Government spending</i>											
A	Ports and shipping services	-	14,174	-	14,174	1,460	12,714	4,493	-	13,601	13,739
B	Maritime and Coastguard Agency	-	126,089	80	126,169	7,750	118,419	9,000	-	118,595	118,254
C	Aviation services	-	17,831	49,750	67,581	48,536	19,045	207	-	15,281	-11,711
D	Transport security and royal travel	-	11,079	6,750	17,829	-	17,829	680	-	17,863	12,245
E	Highways Agency	97,485	2,532,574	-	2,630,059	44,742	2,585,317	1,140,234	15,939	2,085,597	1,823,695
F	Publicity and advice	-	15,923	3,465	19,388	-	19,388	-	-	24,878	29,552
G	Research	-	35,597	-	35,597	-	35,597	5,563	-	23,911	23,413
H	Statistics, censuses and surveys	-	14,764	-	14,764	-	14,764	1,475	-	10,997	10,963
I	Consultancies and other services for roads and local transport	-	6,266	430	6,696	75	6,621	-	-	5,045	4,953
J	Mobility and Inclusion Unit	-	878	3,530	4,408	20	4,388	140	-	4,894	3,050
K	Strategic Transport Studies	-	1,500	-	1,500	-	1,500	-	-	1,500	549
L	Railways	-	1,093,613	2,635,436	3,729,049	-	3,729,049	-	-	1,551,201	250,353
M	Commission for Integrated Transport	-	1,500	-	1,500	-	1,500	-	-	1,506	423
N	Freight Grants	-	22,500	12,608	35,108	-	35,108	-	-	37,008	3,532

Part II: Subhead detail

										£'000	
2006-07 Provision										2005-06 Provision	2004-05 Outturn
Resources							Capital Non- operating A		Net Total Resources	Net Total Resources	
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	in A	9	10		
1	2	3	4	5	6	7	8				
O	Bus Service Operators Grant	-	398,300	-	398,300	-	-	380,300	363,075		
P	Vehicle Excise Duty enforcement	-	-	-	54,400	-54,400	-	-40,200	-34,263		
Q	Vehicle Certification Agency enforcement	-	1,250	-	1,250	-	-	1,290	1,098		
R	Vehicle Certification Agency	-	9,473	-	9,473	9,375	98	368	475		
S	Power Shift and CleanUp	-	20,000	-	20,000	-	-	11,824	20,938		
T	Dartford River Crossing	-	-	-	67,000	-67,000	-	-69,700	-69,490		
U	Driving Standards Agency trading fund	-	363	-	363	584	-221	-289	-112		
V	Vehicle and Operator Services Agency trading fund	-	1,212	-	1,212	2,476	-1,264	-257	-247		
W	Vehicle and Operator Services Agency enforcement	-	11,921	-	11,921	-	-	13,902	19,725		
X	Central administration	168,282	8,898	-	177,180	6,110	171,070	215,121	137,635		
Y	Trans European network payments for transport projects (net)	-	-	3	3	-	3	7,501	-224		
Z	Driver, Vehicle and Operator Group Central (including loan pool)	-	-	-	-	-	-	30,242	-		
AA	Other River Crossings	-	16,266	-	16,266	16,266	-	11,997	190		
	<i>Road Haulage Modernisation Fund</i>	-	-	-	-	-	-	-	-48		
	<i>London Underground</i>	-	-	-	-	-	-	-	42		
	<i>Haulage efficiency and modernisation projects</i>	-	-	-	-	-	-	1,500	2,034		

Part II: Subhead detail

										£'000	
2006-07 Provision										2005-06 Provision	2004-05 Outturn
Resources							Capital Non- operating A in A		Net Total Resources	Net Total Resources	
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Capital	9	10		
1	2	3	4	5	6	7	8	9	10		
AB	Government Car and Despatch Agency										
	16,891	-	-	16,891	16,891	-	1,778	140	-	-384	
<i>Support for Local Authorities</i>											
AC	GLA Transport grant (resource)										
	-	-	1,614,880	1,614,880	-	1,614,880	-	-	1,448,885	1,379,376	
AD	GLA Transport Grant (capital)										
	-	-	763,090	763,090	-	763,090	-	-	731,458	880,772	
AE	Other transport grants (resource)										
	-	-	416,061	416,061	-	416,061	-	-	354,182	196,519	
AF	Other transport grants (capital)										
	-	-	260,930	260,930	-	260,930	-	-	197,026	281,746	
AG	Speed and red-light camera enforcement										
	-	1,000	100,000	101,000	100,999	1	-	-	826	1	
Spending in Annually Managed Expenditure (AME)											
<i>Central Government spending</i>											
AH	Highways Agency										
	-	2,736,417	-	2,736,417	-	2,736,417	-	-	2,621,951	2,347,799	
	<i>Railways</i>										
	-	-	-	-	-	-	-	-	107,155	-197,923	
Non-Budget											
AI	Strategic Rail Authority										
	-	-	100	100	-	100	-	-	2,044,004	3,194,900	
AJ	Grant-in-Aid funding of non-departmental public bodies										
	-	-	10,400	10,400	-	10,400	-	-	28,200	18,994	
AK	Driver and Vehicle Licensing Agency trading fund										
	-	-	232,485	232,485	-	232,485	-	-	207,686	205,668	
Total for Estimate:											
	282,658	7,099,388	6,109,998	13,492,044	376,684	13,115,360	1,219,915	18,621	12,186,607	11,031,305	

Part II: Resource to cash reconciliation

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Net Resource Requirement	13,115,360	12,186,607	11,031,305
Voted capital items			
Capital	1,219,915	842,972	688,765
Less Non-operating A-in-A	18,621	23,557	25,490
Total net voted capital	1,201,294	819,415	663,275
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,745,298	-2,534,245	-2,253,902
Depreciation	-1,225,497	-760,131	-626,316
New provisions and adjustments to previous provisions	-75,131	-267,389	-221,760
Profit/loss on sale of assets	-	-390	-2,346
Prior period adjustments	-	-	-
Other non-cash items	-1,504	-1,315	-1,058
Increase (+) / Decrease (-) in stock	-	10,732	734
Increase (+) / Decrease (-) in debtors	-	-13,779	-25,022
Increase (-) / Decrease (+) in creditors	-	-53,833	-57,432
Use of provisions	930,577	960,091	357,185
Total accruals to cash adjustments	-3,116,853	-2,660,259	-2,829,917
Excess cash to be CFERd	-	-	-
Net Cash Requirement	11,199,801	10,345,763	8,864,663

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					
	2006-07		2005-06		2004-05	
	Provision		Provision		Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	119,270	<i>119,270</i>	148,410	<i>148,410</i>	154,304	<i>154,304</i>
Non-operating income not classified as A in A	3,149	<i>3,149</i>	4,020	<i>4,020</i>	4,083	<i>4,083</i>
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	-	-
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	122,419	<i>122,419</i>	152,430	<i>152,430</i>	158,387	<i>158,387</i>

Forecast Operating Cost Statement

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Net Administration Costs			
RfR 1	257,944	265,900	211,818
Total Net Administration costs	257,944	265,900	211,818
Net Programme Costs			
RfR 1	12,857,416	11,920,707	10,819,488
Non-voted	-119,270	-148,410	-153,692
Total Net Programme costs	12,738,146	11,772,297	10,665,796
Total Net Operating Cost	12,996,090	12,038,197	10,877,613
<i>of which:</i>			
Net Resource Requirement	13,115,360	12,186,607	11,031,305
Non-voted expenditure	-	-	612
Consolidated Fund Extra Receipts	-119,270	-148,410	-154,304
Resource Budget	8,770,974	7,839,467	7,341,851

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Net Resource Requirement (Estimates)	13,115,360	12,186,607	11,031,305
<i>Adjustments to remove:</i>			
Provision voted for earlier years	-	-	-
<i>Adjustments to additionally include:</i>			
Non-voted expenditure in the OCS	-	-	612
Consolidated Fund Extra Receipts in the OCS	-119,270	-148,410	-154,304
Other adjustments	-	-	-
Net Operating Cost (Accounts)	12,996,090	12,038,197	10,877,613
<i>Adjustments to remove:</i>			
Capital grants	-3,507,514	-1,584,522	-1,516,352
European Union income related to capital grants	-	-	-
Voted expenditure outside the budget	-	642	-
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	110,000	136,878	142,379
Resource consumption of non departmental public bodies	-17,376	-2,172,638	-2,164,571
Unallocated resource provision	47,774	254,493	-
Other adjustments	-858,000	-833,583	2,768
Resource Budget (Budget)	8,770,974	7,839,467	7,341,851
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	6,892,557	6,044,829	5,257,134
Annually Managed Expenditure (AME)	1,878,417	1,794,638	2,084,717

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Net Voted Capital (Estimates)	1,201,294	819,420	663,275
<i>Adjustments to remove:</i>			
Gains / losses from sale of capital assets	-	-390	-2,346
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-3,149	-4,020	-4,083
Capital spending by non-departmental public bodies	13,000	2,009,924	2,180,217
Capital grants	3,507,514	1,584,522	1,516,352
European Union income related to capital grants	-	-	-
Supported capital expenditure (revenue)	1,491,564	1,407,400	1,426,744
Capital spending by levy funded bodies	-	-	-
Unallocated capital provision	283,961	12,623	-
Other adjustments	891,993	820,765	263,095
Capital Budget (Budget)	7,386,177	6,650,244	6,043,254
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	7,386,177	6,543,089	5,978,095
Annually Managed Expenditure (AME)	-	107,155	65,159

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointment for the Request for Resources within this Estimate.

Request for Resources 1: David Rowlands, Permanent Head of Department

David Rowlands as the Accounting Officer of the Department for Transport has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Department for Transport.

The responsibilities of an Accounting Officer are set out in Annex 4.1 of Government Accounting. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Main Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
RfR 1: Promoting transport that works for everybody			
Administration	24,714	35,094	33,794
<i>of which:</i>			
Sale of goods and services	24,714	35,094	33,794
Programme	351,970	435,586	343,144
<i>of which:</i>			
Sale of goods and services	127,109	218,956	130,749
Regulatory licences, fines, penalties and taxes	155,399	143,199	123,645
EU Income	46,445	46,236	45,901
Other grant income (including repayment of grants/subsidies)	-	-	20,763
Interest and dividends	31,948	38,388	32,542
CFERs	-8,931	-11,193	-10,691
Other income (including receipts)	-	-	235
Total RfR 1	376,684†	470,680	376,938
<p>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: research, statistical and administrative services; fee paying enquiries; dissemination and sales of information, royalties, the loan and hire of equipment, seminars, conferences and publication (in print and non-print media); sponsorship, including contributions from co-sponsors, other government departments, agencies and non-departmental public bodies towards the cost of research, surveys and studies; receipts from the European Union including receipts relating to the PHARE programme, donations, legal claims, including extra-contractual claims for defective work, awards of court costs and out of court settlements; receipts for the use of accommodation; rental income and receipts from property and land; the disposal of land, buildings, plant, equipment, machinery, vehicles and capital assets; recoveries of seconded staff salaries; fees for driving assessments; speed and red light camera fixed penalty receipts; fines from wheelclamping and continuous registration; charges for vehicle and component testing; recoveries from local authorities in respect of public inquiries into highway orders; the sale of land on completion or abandonment of highway schemes; receipts from Dartford River Crossing Ltd; receipts from claims for damage to motorways and trunk roads; contributions from developers to transport schemes; recoveries of costs of civil aviation services; the sale of civil aviation items; repayments of loans or other payments made to National Air Traffic Services; receipts relating to the World Health Organisation study into airline travel and Deep Vein Thrombosis; repayments of loans or other payments made under Section 63 of the Railways Act 1993 to Railtrack plc (in administration); receipts from the Strategic Rail Authority and the British Transport Police Authority; the Channel Tunnel Rail Link, Eurostar and the Scottish Executive; receipts in respect of railways and railway services; fees and receipts from the surveys of ships, Port State Control inspections, examinations and the certification of seafarers and receipts from the Learning and Skills Council for SmarT seafarer training; recoveries in respect of the International Maritime Organisation building; the Mersey Conservancy; shipping services; ports and associated pension and compensation schemes and receipts from outside organisations in respect of the provision by MAIB staff of investigation expertise and training; Eurocontrol; subsidy provided under the New Deal - Welfare to Work; repayments of deemed and voted loans made to the Driver and Vehicle Licensing Agency receipts in respect of Vehicle Excise duty enforcement activities; Vehicle and Operator Services Agency and the Driving Standards Agency; plus Other River Crossings; payments from the Office of the Deputy Prime Minister in respect of certain central services; payments from the Department for Work and Pensions in respect of transitional administration costs; receipts from the trading and programme activities of the Government Car and Despatch Agency; and receipts relating to the administration and operation of the department.</p>			
Total Operating A in A	376,684	470,680	376,939

Analysis of non-operating appropriations in aid (A in A)

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
RfR 1: Promoting transport that works for everybody			
Programme	18,621	23,557	25,490
<i>of which:</i>			
Sale of assets	16,079	12,475	21,303
Loan, etc, repayments	2,542	11,082	4,200
CFERs	-	-	-13
Total RfR 1	18,621†	23,557	25,490
† Amount that may be applied as non-operating appropriations in aid in addition to the net total arising from: the disposal of land, buildings, plant, equipment, machinery, vehicles and capital assets; the loan or hire of equipment; the sale of motorway service area freeholds; repayments of loans or other payments made to National Air Traffic Services; repayments of loans or other payments made under Section 63 of the Railways Act 1993 to Railtrack plc (in administration); the Channel Tunnel Rail Link; repayments of deemed and voted loans made to the Driver and Vehicle Licensing Agency; Vehicle and Operator Services Agency, the Driving Standards Agency and the British Transport Police Authority.			
Total Non-Operating A in A	18,621	23,557	25,490

Notes to the Main Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000					
	2006-07		2005-06		2004-05	
	Provision		Provision		Outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Humber Bridge BoardΦΔ●	-	-	1,144	1,144	1,443	1,443
Tyne tunnelΦΔ●	1,624	1,624	1,476	1,476	1,342	1,342
Second Mersey tunnel●ΦΔ●	1,525	1,525	1,400	1,400	1,285	1,285
Bus Service Operator GrantsΦΔ●	300	300	300	300	892	892
Highways Agency ΦΔ●	8,931	8,931	11,193	11,193	10,691	10,691
Speed and red light enforcementΦΔ●	-	-	22,000	22,000	17,426	17,426
Maritime and Coastguard AgencyΦΔ●	-	-	686	686	1,018	1,018
Driver and Vehicle Licensing Agency trading fundΦΔ●	110,000	110,000	112,592	112,592	122,241	122,241
Driving Standards Agency trading fundΦΔ●	-	-	-	-	90	90
Vehicle and Operator Services Agency trading fundΦΔ●	-	-	-	-	252	252
Port and Shipping servicesΦΔ●	-	-	-	-	13	13
Railtrack plc (in administration)ΦΔ●	-	-	-	-	93	93
Channel Tunnel	-	-	1,600	1,600	1,601	1,601
Central AdministrationΦΔ●	39	39	39	39	-	-
Total	122,419	122,419	152,430	152,430	158,387	158,387

Notes to the Main Estimate (*continued*)

Departmental Expenditure Limits and Administration budgets

	£'000		
	Voted	Non-voted	Total
Resource DEL	6,628,444	264,113	6,892,557
<i>of which:*</i>			
Administration budget	257,944	6,778	264,722
Near-cash in RDEL	5,317,431	340,424	5,657,855
Capital DEL**	4,708,808	2,677,369	7,386,177
Less Depreciation†	-1,225,497	6,791	-1,218,706
Total DEL	10,111,755	2,948,273	13,060,028

* The total of the 'Administration Budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

** Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

† Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

Comparison of provision sought with final provision for the previous year

The total net resource sought for 2006-07 of £13,115,360,000 is 7.6 per cent higher than the final net provision for 2005-06 of £12,185,399,000.

Cash which may be retained to offset expenditure

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been, or will be, appropriated in aid.	395,305	494,237	402,429

Notes to the Main Estimate (*continued*)

Expenditure resting on the sole authority of the Appropriation Act

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

RfR/Section	Service	£'000
I	Local Transport Consultancy	1,196
I	Government Office programme expenditure	550
I	Transport Analysis and Economic Consultancies	500
L	International subscriptions OCED	460
AE	Centres of Excellence	100

Notes to the Main Estimate (*continued*)**Grants in aid**

RfR/Section	Body	£'000
AI	Strategic Rail Authority♥	100
AJ	British Transport Police Authority	5,400
AJ	Rail Passenger Council	5,000
AK	Driver and Vehicle Licensing Agency trading fund	232,485

Notes to the Main Estimate (*continued*)

Contingent liabilities

Nature of Liability	£'000
As at 31 March 2006, the following liabilities fell to be met from the Department's Estimate:	
Statutory liabilities:	
Channel Tunnel Act 1987, s 25, 26 and 29 : Potential liabilities in the event of termination of Eurotunnel's concession	500,000
Marine and Aviation Insurance Act 1952, s 1 : Government war risk reinsurance for British shipowners insuring their vessels with the British Mutual War Risks Associations (Clubs). Under the current agreement with Clubs, the Government provides 95% reinsurance for Queen's Enemy Risks (QER). A contingent liability arises from the continuous QER cover for the hull and machinery value of British flag vessels entered with the Clubs	Above 500,000
Railways Act 1993, sch 11, paragraph 11 : Guarantee to the Trustees of the Railways Pension Scheme (RPS) in respect of any deficit arising in the 1994 Pensioners section of the RPS	345,000
Land Compensation Act 1973, Part I : Highways Agency: possible obligations in relation to land and property acquisitions	450,000
Civil Aviation Act 1982, section 14 : Guarantee of Civil Aviation Authority temporary borrowing	5,000
Railways Act 1993, sch 11, paragraph 11 : July 1993 Memorandum of Understanding between Government, BR and pension trustees about a Government solvency guarantee for the BR section of the Railways Pension Scheme in the event that section becomes unstable	Unquantifiable
Railways Act 1993, section 63 : Indemnities issued to Railtrack plc administrators for possible shortfall in payment of their fees and against liabilities that could arise out of execution of their duties	Unquantifiable
Railways Act 1993, s 29(5) : Liabilities within franchise agreements for Train Operating Companies	Unquantifiable
Railways Act 1993, s 29(5) : Liabilities in direct agreements with rolling stock companies and others	Unquantifiable
Transport Act 2000 : Contingent liabilities arising from signing of new, replacement and extended passenger rail franchise agreements	Above 500,000
Non-statutory liabilities	
General Lighthouse Authorities' pension fund	256,000
Reinstatement of International Maritime Organisation (IMO) building, and abatement of rent, if IMO building destroyed; and rehousing of IMO during rebuilding	130,000
Channel Tunnel Rail Link - Government guaranteed bonds	3,750,000
Channel Tunnel Rail Link - track access payments	630,000
Channel Tunnel Rail Link - guarantee in respect of London & Continental Railway Ltd interest rate hedging arrangements	Unquantifiable
North Atlantic Treaty Organisation (NATO) agreement relating to the indemnification of civil aircraft in respect of their use on NATO tasks in times of crises and war	Above 500,000
Guarantees in respect of obligations of Eurostar (UK) Ltd at Ashford international passenger station	60,000

Guarantee to the Strategic Rail Authority, in relation to those British Railways Board liabilities that were transferred on 31 January 2001	Above 500,000
From April 2005 to November 2006, BRB (residuary) Ltd is liable to meet the full cost of the minimum usage charge payable to Eurotunnel for access to the Channel Tunnel in the event that English Welsh and Scottish Railway ceases the Channel Tunnel operations of Railfreight Distribution	28,000
Letters of comfort have been issued in relation to the provision of financial support by the Strategic Rail Authority to Network Rail, comprising:	
A credit facility together with related Agreements, which in specified circumstances allow providers of finance to the Network Rail Group to recover amounts lent from the SRA	10,000,000
A credit facility and related agreements to enable third party bank borrowings to be raised to cover legacy costs and for the overrun of legacy costs	4,000,000
A standby credit facility, with terms of 50 years, to act as a long-term contingency buffer	4,000,000
Letters of comfort have been issued providing an indemnity in relation to legal action taken against the Judge, Counsel, solicitors and secretariat to the Thames Safety Inquiry and the Victim Identification Inquiry following Major Transport Disasters	Unquantifiable
The Air Travel Trust, which is administered by the Civil Aviation Authority as Trustees, provides protection for air-package holiday makers in the event of a collapse of tour operators whose statutory bonds are insufficient to meet claims. A Government guarantee has been given to the Fund so that the Trustees may borrow from the banks, if the need arises	Unquantifiable
Letters of comfort in relation to London Underground Limited obligations under PPP contracts	Above 500,000
Network Rail Debt Issuance Programme (DIP) - Financial Indemnity provided for holders of debt raised under NR's DIP against any cash shortfall at NR to meet debt service payments	4,000,000
Channel Tunnel usage contract - possible arbitration award to Eurotunnel	500,000
Docklands Light Railway Lewisham Extension guarantee - a guarantee to the PFI concessionaire for the continued operation of the DLR Lewisham Extension, City Greenwich Lewisham Rail Link plc and to meet its obligations accruing during the concession period (which will end in 2021) unless the DLR was privatised or the concession terminated	500,000
FP6 ERA-NET Transport project - compensation payments to non-defaulting partners in the event of the failed project	3,000
Other contingent liabilities, including legal claims	240,00
National Air Traffic Services - Private Public Partnership contractual obligations	760,000
International Oil Pollution Compensation Fund Building - obligations under the agreement to fund alternative accommodation in the event of the building becoming partially or completely destroyed	500

Notes to the Main Estimate (*continued*)**International subscriptions**

RfR/Section	Body	£'000
RfR1 C	International Civil Aviation Organisation	2,000
