

# UK Trade & Investment

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## Introduction

1. This Estimate covers programme expenditure for the purpose of trade development and promotion and inward investment, including grants to the Regional Development Agencies (RDAs). The work of UK Trade & Investment is reported in its own departmental report (Cm 6825) as well as the departmental reports of the Department of Trade and Industry (Cm 6826) and the Foreign and Commonwealth Office (Cm 6823).
2. UK Trade & Investment is a joint operation of the Foreign and Commonwealth Office and the Department of Trade and Industry. The administration costs relating to this programme expenditure are reflected in the Main Estimates of those departments.
3. An analysis of Appropriations in Aid of this Request for Resources and related income for 2006-07 is included in this Main Estimate and shows comparison with two prior years.
4. Symbols are explained in the Introduction to this booklet.

## Part I

	£
<b>Request for Resources 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment</b>	<b>95,328,000</b>
<b>Total net resource requirement</b>	<b>95,328,000</b>
<b>Net cash requirement</b>	<b>96,588,000</b>

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

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

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

The **UK Trade & Investment** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
<b>RfR 1</b>	<b>95,328,000</b>	<b>55,031,000</b>	<b>40,297,000</b>
<b>Total net resource requirement</b>	<b>95,328,000</b>	<b>55,031,000</b>	<b>40,297,000</b>
<b>Net cash requirement</b>	<b>96,588,000</b>	<b>55,576,000</b>	<b>41,012,000</b>

## Part II: Subhead detail

										£'000	
2006-07 Provision							2005-06 Provision	2004-05 Outturn			
Resources						Capital Non- operating A		Net Total	Net Total		
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	in A	Resources	Resources		
1	2	3	4	5	6	7	8	9	10		
<b>RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment</b>											
-	74,830	22,000	96,830	1,502	95,328	248	-	100,057	99,404		
<b>Spending in Departmental Expenditure Limits (DEL)</b>											
<i>Central Government spending</i>											
A Trade development and promotion and inward investment											
-	74,830	22,000	96,830	1,502	95,328	248	-	100,047	99,404		
<b>Spending in Annually Managed Expenditure (AME)</b>											
<i>Central Government spending</i>											
<i>Trade development and promotion and inward investment</i>											
-	-	-	-	-	-	-	-	10	-		
<b>Total for Estimate:</b>											
-	74,830	22,000	96,830	1,502	95,328	248	-	100,057	99,404		

## Part II: Resource to cash reconciliation

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
<b>Net Resource Requirement</b>	<b>95,328</b>	<b>100,057</b>	<b>99,404</b>
Voted capital items			
Capital	248	248	95
Less Non-operating A-in-A	-	-	-
<b>Total net voted capital</b>	<b>248</b>	<b>248</b>	<b>95</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	79	79	526
Depreciation	-187	-187	-183
New provisions and adjustments to previous provisions	-	-10	-277
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	1,120	880	-3,371
Use of provisions	-	-	1,690
<b>Total accruals to cash adjustments</b>	<b>1,012</b>	<b>762</b>	<b>-1,615</b>
<b>Excess cash to be CFERd</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Cash Requirement</b>	<b>96,588</b>	<b>101,067</b>	<b>97,884</b>

### 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):

	<b>£'000</b>					
	<b>2006-07</b>		<b>2005-06</b>		<b>2004-05</b>	
	<b>Provision</b>		<b>Provision</b>		<b>Outturn</b>	
	<b>Income</b>	<i>Receipts</i>	<b>Income</b>	<i>Receipts</i>	<b>Income</b>	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-	-	-
Non-operating income not classified as A in A	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	642	719
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	<b>642</b>	<b>719</b>

## Forecast Operating Cost Statement

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
<b>Net Programme Costs</b>			
RfR 1	95,328	100,057	99,404
<b>Total Net Programme costs</b>	<b>95,328</b>	<b>100,057</b>	<b>99,404</b>
<b>Total Net Operating Cost</b>	<b>95,328</b>	<b>100,057</b>	<b>99,404</b>
<i>of which:</i>			
<b>Net Resource Requirement</b>	<b>95,328</b>	<b>100,057</b>	<b>99,404</b>
Non-voted expenditure	-	-	-
Consolidated Fund Extra Receipts	-	-	-
<b>Resource Budget</b>	<b>95,328</b>	<b>100,057</b>	<b>99,404</b>

## Notes to the Main Estimate

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

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
<b>Net Resource Requirement (Estimates)</b>	95,328	100,057	99,404
<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	-	-	-
<b>Net Operating Cost (Accounts)</b>	95,328	100,057	99,404
<i>Adjustments to remove:</i>			
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
Voted expenditure outside the budget	-	-	-
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-	-	-
Resource consumption of non departmental public bodies	-	-	-
Unallocated resource provision	-	-	-
Other adjustments	-	-	-
<b>Resource Budget (Budget)</b>	95,328	100,057	99,404
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	95,328	100,047	99,404
Annually Managed Expenditure (AME)	-	10	-

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
<b>Net Voted Capital (Estimates)</b>	248	248	95
<i>Adjustments to remove:</i>			
Gains / losses from sale of capital assets	-	-	-
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-	-	-
Capital spending by non-departmental public bodies	-	-	-
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
Supported capital expenditure (revenue)	-	-	-
Capital spending by levy funded bodies	-	-	-
Unallocated capital provision	-	-	-
Other adjustments	-	-	-
<b>Capital Budget (Budget)</b>	248	248	95
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	248	248	95
Annually Managed Expenditure (AME)	-	-	-

## 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:** Andrew Cahn, Chief Executive of UK Trade & Investment

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

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

## Notes to the Main Estimate (*continued*)

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

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
<b>RfR 1: To enhance the competitiveness of companies in the UK through overseas trade and investments; and attract a continuing high level of quality foreign direct investment</b>			
<b>Programme</b>	1,502	1,397	1,057
<i>of which:</i>			
Sale of goods and services	1,502	1,397	1,057
<b>Total RfR 1</b>	<b>1,502†</b>	<b>1,397</b>	<b>1,057</b>
† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: income relating to the provision of trade development services; asset sales; insurance claims; recovery of costs incurred on behalf of others; recovery of overpayments.			
<b>Total Operating A in A</b>	<b>1,502</b>	<b>1,397</b>	<b>1,057</b>

## Notes to the Main Estimate (*continued*)

### Analysis of Consolidated Fund extra receipts

	<b>£'000</b>					
	<b>2006-07</b>		<b>2005-06</b>		<b>2004-05</b>	
	<b>Provision</b>		<b>Provision</b>		<b>Outturn</b>	
	<b>Income</b>	<b>Receipts</b>	<b>Income</b>	<b>Receipts</b>	<b>Income</b>	<b>Receipts</b>
Other amounts collectable on behalf of the Consolidated Fund ●					642	719
<b>Total</b>	-	-	-	-	<b>642</b>	<b>719</b>

## Notes to the Main Estimate (*continued*)

### Departmental Expenditure Limits and Administration budgets

	£'000		
	Voted	Non-voted	Total
Resource DEL	95,328	-	95,328
<i>of which:</i> *			
Administration budget	-	-	-
Near-cash in RDEL	95,220	-	95,220
Capital DEL**	248	-	248
Less Depreciation†	-187	-	-187
Total DEL	95,389	-	95,389

\* 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 budget sought for 2006-07 of £95,328,000 is 4.7 per cent lower than the final net provision for 2005-06 of £100,057,000.

### 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.	1,502	1,397	1,057

