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# Department for Transport

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## Introduction

The Estimate for 2005-06 consists of one request for resource:

### **Request for Resources 1: Promoting modern, integrated and safe transport and providing customer-focused regulation**

1. Details of programmes covered by the request for resource can be found in Appendix A of the Department for Transport Departmental Annual Report 2005 Cm 6527 and further information is also provided in tables 3.1, 3.2, 3.3 and 3.4 of the Supplementary Budget Information booklet (Cm 6489).
2. The Department's main objective is to provide reliable, safe and secure transport for everyone which respects the environment.
3. Chapter 2 of the Departmental Annual Report covers the administrative costs of the Department (section X). Further information is provided in Table 5, at Appendix A of the Report.
4. Chapter 3 of the DAR covers expenditure on the strategic road network (sections E and AG) which includes the role of the Highways Agency.
5. Advances to agent authorities in respect of maintenance and improvement of the trunk roads network in England will be made as required and charged to the request for Resources at the time of issue, with adjustments being made on subsequent services. The authorities will be required to submit statements of expenditure incurred. Local authority accounts will be inspected on behalf of the Secretary of State for Transport by auditors appointed by the Audit Commission.
6. Chapter 4 of the DAR covers expenditure on railways (sections L, AB, AC, AD, AE, AH and AI) including the Strategic Rail Authority, Network Rail, light rail and London Underground. Funding is transferred to the Scottish Executive to make payments in respect of the ScotRail franchise and to fund track access grant (TAG).
7. Chapter 5 of the DAR covers expenditure on buses (sections O, AB, AC, AD and AE) which includes bus service operator grants, rural bus subsidy grant, rural bus challenge and urban bus challenge.
8. Chapter 6 of the DAR covers expenditure on local transport (sections K, AB, AC, AD and AE) which includes local roads and other non-rail transport in London, together with cycling and walking.
9. Chapter 7 of the DAR covers expenditure on aviation and shipping programmes (sections A and C) which includes the programme cost of shipping inquiries and costs of the International Maritime Organisation building, a contribution to the European Space Agency Galileo project and civil and international aviation expenditure, including air traffic control.
10. Chapters 8 and 9 of the DAR cover expenditure on protecting the environment and Sustainable Transport (sections N and S) which includes programmes contributing to improved air quality, noise reduction and the efficient distribution of freight.
11. Chapter 10 of the DAR covers expenditure on safety and security (sections B, D, F, P, Q, R, U, V, W, AF and AK) which includes road safety, security and safety issues for air, maritime and rail travel and work carried out by the Driver, Vehicle and Operator Group, such as vehicle safety checks and crime prevention.
12. Chapter 11 of the DAR covers expenditure on electronic services for customers (Sections X and Z) which includes Transport Direct and Driver, Vehicle and Operator Group's enabling programmes.
13. Detailed analysis of appropriations in aid and Consolidated Fund Extra Receipts can be found in Tables that accompany this Estimate.
14. Symbols are explained in the Introduction to this booklet.

## Part I

	£
<b>RfR 1: Promoting modern, integrated and safe transport and providing customer-focused regulation</b>	<b>11,429,983,000</b>
<b>Total net resource requirement</b>	<b>11,429,983,000</b>
<b>Net cash requirement</b>	<b>10,259,869,000</b>

Amounts required in the year ending 31 March 2006 for expenditure by the Department for Transport on:

### **RfR 1: Promoting modern, integrated and safe transport and providing customer-focused regulation**

ports and shipping services; trust ports; the National Ports Council Pension and Compensation Schemes; water 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 Arbitrator; 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; and associated non-cash items.

The **Department for Transport** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
<b>RfR 1</b>	11,429,983,000	4,984,411,000	6,445,572,000
<b>Total net resource requirement</b>	11,429,983,000	4,984,411,000	6,445,572,000
<b>Net cash requirement</b>	10,259,869,000	4,431,189,000	5,828,680,000

## Part II: Subhead detail

£'000

2005-06						2004-05 Provision	2003-04 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>RfR 1: Promoting modern, integrated and safe transport and providing customer-focussed regulation</b>									
245,847	5,081,884	6,448,361	11,776,092	346,109	11,429,983	858,188	10,126	12,049,844	12,157,354
<b>Spending in Departmental Expenditure Limits (DEL)</b>									
<i>Central Government spending</i>									
A Ports and shipping services									
-	13,053	950	14,003	1,460	12,543	4,493	-	13,527	12,661
B Maritime and Coastguard Agency									
-	127,986	80	128,066	7,600	120,466	9,400	-	116,972	110,664
C Aviation services									
-	20,931	40,417	61,348	40,641	20,707	1,707	-	23,067	15,164
D Transport security and royal travel									
-	10,132	6,700	16,832	-	16,832	680	-	15,924	11,518
E Highways Agency									
95,683	1,685,997	-	1,781,680	36,322	1,745,358	763,563	7,250	1,831,267	1,755,824
F Publicity and advice									
-	15,370	3,408	18,778	-	18,778	-	-	28,668	20,986
G Research									
-	32,397	-	32,397	-	32,397	4,208	-	23,906	26,008

**Part II: Subhead detail (continued)**

£'000

2005-06						2004-05 Provision	2003-04 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
H	Statistics, censuses and surveys								
-	15,130	-	15,130	-	15,130	1,650	-	10,385	8,084
I	Consultancies and other services for roads and local transport								
-	6,430	450	6,880	90	6,790	-	-	5,642	4,872
J	Mobility and Inclusion Unit								
-	786	3,587	4,373	20	4,353	150	-	3,768	2,896
K	Strategic Transport Studies								
-	1,600	-	1,600	100	1,500	-	-	1,200	2,694
L	Railways								
-	82,701	539,311	622,012	-	622,012	-	-	323,500	336,303
M	Commission for Integrated Transport								
-	1,506	-	1,506	-	1,506	-	-	800	667
N	Water freight grants								
-	-	12,608	12,608	-	12,608	-	-	7,338	9,108
O	Bus Service Operators Grant								
-	380,300	-	380,300	-	380,300	-	-	365,740	344,262
P	Vehicle Excise Duty enforcement								
-	-	-	-	58,940	-58,940	-	-	-35,110	-

**Part II: Subhead detail (continued)**

£'000

2005-06						2004-05 Provision	2003-04 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	A in A	9	10
1	2	3	4	5	6	7	8		
Q	Vehicle Certification Agency enforcement								
-	1,200	-	1,200	-	1,200	-	-	1,127	1,260
R	Vehicle Certification Agency								
-	8,595	-	8,595	8,227	368	300	-	-36	234
S	Power Shift and CleanUp								
-	22,000	-	22,000	-	22,000	-	-	23,480	26,221
T	Dartford River Crossing								
-	-	-	-	67,000	-67,000	-	-	-67,000	-69,083
U	Driving Standards Agency trading fund								
-	392	-	392	629	-237	-	823	1	6,608
V	Vehicle and Operator Services Agency trading fund								
-	1,278	-	1,278	2,572	-1,294	-	2,053	1	11,993
W	Vehicle and Operator Services Agency enforcement								
-	13,959	-	13,959	-	13,959	-	-	17,797	17,746
X	Central administration								
150,164	5,898	-	156,062	5,852	150,210	35,803	-	144,326	119,528
Y	Trans European network payments for transport projects (net)								
-	-	1	1	-	1	-	-	3	71

**Part II: Subhead detail (continued)**

£'000

2005-06						2004-05 Provision	2003-04 Outturn		
Resources						Capital			
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	Non- operating A in A	Net Total Resources	Net Total Resources
1	2	3	4	5	6	7	8	9	10
Z	Driver, Vehicle and Operator Group Central (including loan pool)								
-	-	-	-	-	-	36,234	-	-	-
AA	Other River Crossings								
-	15,657	-	15,657	15,657	-	-	-	-	-
	<i>Road Haulage Modernisation Fund</i>								
-	-	-	-	-	-	-	-	-	9,303
	<i>Driver and Vehicle Licensing Agency</i>								
-	-	-	-	-	-	-	-	-	163,099
	<i>London Underground</i>								
-	-	-	-	-	-	-	-	-	867,156
	<i>Railtrack plc (in administration)</i>								
-	-	-	-	-	-	-	-	-	-7,238
	<i>Haulage efficiency and modernisation projects</i>								
-	-	-	-	-	-	-	-	2,700	-
	<i>Support for Local Authorities</i>								
AB	GLA Transport grant (resource)								
-	-	1,429,935	1,429,935	-	1,429,935	-	-	1,379,951	701,187

**Part II: Subhead detail (continued)**

£'000

2005-06						2004-05 Provision	2003-04 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
AC	GLA Transport Grant (capital)								
-	-	731,455	731,455	-	731,455	-	-	880,772	980,745
AD	Other transport grants (resource)								
-	-	218,495	218,495	-	218,495	-	-	213,888	130,035
AE	Other transport grants (capital)								
-	-	212,110	212,110	-	212,110	-	-	353,579	93,031
AF	Speed and red-light camera enforcement								
-	1,000	100,000	101,000	100,999	1	-	-	1	1
<b>Spending in Annually Managed Expenditure (AME)</b>									
<i>Central Government spending</i>									
AG	Highways Agency								
-	2,617,586	-	2,617,586	-	2,617,586	-	-	2,342,297	2,117,413
AH	Railways								
-	-	20,122	20,122	-	20,122	-	-	71,086	970,129
<b>Non-budget</b>									
AI	Strategic Rail Authority								
-	-	2,904,869	2,904,869	-	2,904,869	-	-	3,714,875	3,356,417

**Part II: Subhead detail (continued)**

£'000

2005-06						2004-05 Provision	2003-04 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
AJ British Transport Police Authority									
-	-	5,400	5,400	-	5,400	-	-	20,167	-
AK Driver and Vehicle Licensing Agency trading fund									
-	-	218,463	218,463	-	218,463	-	-	214,435	-
<i>EU receipts related to WHO (DVT STUDY)</i>									
-	-	-	-	-	-	-	-	-200	-213
<b>Total for Estimate:</b>									
<b>245,847</b>	<b>5,081,884</b>	<b>6,448,361</b>	<b>11,776,092</b>	<b>346,109</b>	<b>11,429,983</b>	<b>858,188</b>	<b>10,126</b>	<b>12,049,844</b>	<b>12,157,354</b>

## Part II: Resource to cash reconciliation

	£'000		
	2005-06 Provision	2004-05 Provision	2003-04 Outturn
<b>Net Total Resources</b>	11,429,983	12,049,844	12,157,354
<b>Voted capital items</b>			
Capital	858,188	727,900	529,560
Less Non-operating A-in-A	10,126	10,490	6,155
<b>Total net voted capital</b>	<b>848,062</b>	<b>717,410</b>	<b>523,405</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-2,615,231	-2,337,897	-2,067,393
Depreciation	-365,346	-592,941	-574,725
New provisions and adjustments to previous provisions	-141,857	-263,055	-1,042,633
Profit (+) / loss (-) on sale of assets	-	-1,776	-668
Prior period adjustments	-	-	-
Other non-cash items	-530	-1,000	-571
Increase (+) / Decrease (-) in stock	-	-10,928	6,287
Increase (+) / Decrease (-) in debtors	-	-131,082	-189,008
Increase (-) / Decrease (+) in creditors	-	253,035	97,829
Use of provisions	1,104,788	403,751	89,255
<b>Total accruals to cash adjustments</b>	<b>-2,018,176</b>	<b>-2,681,893</b>	<b>-3,681,627</b>
<b>Excess cash to be CFERd</b>	-	-	-
<b>Net Cash Requirement</b>	<b>10,259,869</b>	<b>10,085,361</b>	<b>8,999,132</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):-

	£'000					
	2005-06		2004-05		2003-04	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as AinA	62,699	<i>62,699</i>	147,306	<i>163,622</i>	224,268	<i>224,369</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	-	-	-	-	-	-
<b>Total</b>	<b>62,699</b>	<b><i>62,699</i></b>	<b>147,306</b>	<b><i>163,622</i></b>	<b>224,268</b>	<b><i>224,369</i></b>

## Forecast Operating Cost Statement

	£'000		
	2005-06	2004-05	2003-04
	Provision	Provision	Outturn
<b>Net administration costs:</b>			
RfR 1	238,089	220,970	350,475
<b>Net programme costs:</b>			
RfR 1	11,132,953	11,685,638	11,589,597
<b>Total net programme costs</b>	<b>11,132,953</b>	<b>11,685,638</b>	<b>11,589,597</b>
<b>Total Net Operating Cost</b>	<b>11,371,042</b>	<b>11,906,608</b>	<b>11,940,072</b>
<i>of which:</i>			
<b>Net Resource Outturn</b>	<b>11,429,983</b>	<b>12,049,844</b>	<b>12,157,354</b>
CFERs	-58,941	-143,236	-217,282
Non-voted expenditure	-	-	-
<b>Resource Budget Outturn</b>	<b>10,619,343</b>	<b>10,493,233</b>	<b>10,917,630</b>

## Notes to the Main Estimate

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

	£'000		
	2005-06	2004-05	2003-04
	Provision	Provision	Outturn
<b>Net Resource Outturn (Estimates)</b>	<b>11,429,983</b>	<b>12,049,844</b>	<b>12,157,354</b>
<i>Adjustments to remove:</i>			
provision voted for earlier years	-	-	-
<i>Adjustments to additionally include:</i>			
non-voted expenditure in the OCS	-	-	-
Consolidated Fund Extra Receipts in the OCS	-58,941	-143,236	-217,282
Other adjustments	-	-	-
<b>Net Operating Cost (Accounts)</b>	<b>11,371,042</b>	<b>11,906,608</b>	<b>11,940,072</b>
<i>Adjustments to remove:</i>			
capital grants to local authorities	-948,078	-1,238,437	-1,073,776
capital grants financed from the Capital Modernisation Fund	-	-	-
European Union income and related adjustments	30,058	60,255	15,339
voted expenditure outside the budget	-	200	213
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	58,602	140,186	168,959
resource consumption of non departmental public bodies	147,036	-367,676	-128,708
unallocated resource provision	98,749	1,046	-
Other adjustments	-138,066	-8,949	-4,469
<b>Resource Budget Outturn (Budget)</b>	<b>10,619,343</b>	<b>10,493,233</b>	<b>10,917,630</b>
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	8,819,635	8,354,180	7,830,088
Annually Managed Expenditure (AME)	1,799,708	2,139,053	3,087,542

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2005-06	2004-05	2003-04
	Provision	Provision	Outturn
<b>Net Voted Capital Outturn (Estimates)</b>	<b>848,062</b>	<b>717,410</b>	<b>523,405</b>
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-1,776	-668
<i>Adjustments to additionally include:</i>			
other Consolidated Fund Extra Receipts	-3,758	-4,070	-6,986
capital spending by non-departmental public bodies	7,342	19,937	-6,320
capital grants to local authorities	948,078	1,238,437	1,073,776
capital grants financed by the Capital Modernisation Fund	-	-	-
local authority credit approvals	1,422,115	1,416,719	1,450,659
capital spending by levy funded bodies	-	-	-
unallocated capital provision	75,128	11,413	-
Other adjustments	2,993	-7	-
<b>Capital Budget Outturn (Budget)</b>	<b>3,299,960</b>	<b>3,398,063</b>	<b>3,033,866</b>
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	3,299,960	3,398,063	3,033,866
Annually Managed Expenditure (AME)	-	-	-

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

### Explanation of Accounting Officer responsibilities

In accordance with 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, Principal Accounting Officer and Permanent Head of Department

David Rowlands as the Principal Accounting Officer (PAO) 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 PAO 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 Department for Transport's policies, aims, and objectives; and should regularly review the effectiveness of that system.

Notes to the Main Estimate *(continued)*

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

	£'000					
	2005-06		2004-05		2003-04	
	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
<b>RfR 1: Promoting modern, integrated and safe transport and providing customer-focused regulation</b>						
Ports and Shipping Services – Section A (Receipts in respect of the IMO building, Mersey Conservancy, shipping services, the hire of Civil Defence equipment and receipts from outside organisations in respect of the provision by MAIB staff of investigation expertise and training)	1,460	—	1,427	—	1,359	—
Maritime and Coastguard Agency – Section B (Fees and receipts from the survey of ships, port state control inspections, examinations and the certification of seafarers and receipts from the Learning and Skills Council for SMarT Seafarer training)	7,600	—	10,200	—	10,163	—
Aviation services – Section C (Receipts from Eurocontrol, the WHO study into airline travel and Deep Vein Thrombosis (DVT) and from repayment of National Air Traffic Services loan)	40,641	—	41,391	—	36,178	—
Highways Agency – Section E	36,322	7,250	35,218	6,544	36,390	3,875
Of Which:						
<i>Highways Agency Programme</i>	33,544	—	32,440	—	33,020	—
<i>Highways Agency Administration</i>	2,778	—	2,778	—	3,370	—
<i>Book value of sale of existing buildings</i>	—	7,250	—	6,544	—	3,875
<i>Book value of sale of other tangible capital</i>	—	—	—	—	—	—
Statistics, censuses and surveys – Section H (Sale of statistical services)	—	—	—	—	165	—
Consultancies and other services for roads and local transport – Section I (Recoveries from local authorities in respect of public inquiries into highway orders and contribution in respect of the Express Bus/Coach study)	90	—	106	—	25	—
Mobility and Inclusion Unit – Section J (Booking fees for driving assessments and disposal of MAVIS vehicles)	20	—	20	—	24	—
Strategic Transport Studies – Section K (Contribution to the Greater Bristol Strategic Transport Studies)	100	—	217	—	—	—
Railways – Section L	—	—	93	—	15,221	—
Driver and Vehicle Licensing Agency	—	—	—	—	220,566	—
Of Which:						
<i>Drivers</i>	—	—	—	—	68,397	—
<i>Vehicles</i>	—	—	—	—	95,920	—
<i>Sale of Marks</i>	—	—	—	—	8,600	—
<i>Cherished Transfers and assignment and related costs</i>	—	—	—	—	18,726	—
<i>Wheelclamping and out of court settlements</i>	—	—	—	—	22,149	—
<i>Award of court costs</i>	—	—	—	—	5,113	—
<i>Accommodation</i>	—	—	—	—	—	—
<i>Other</i>	—	—	—	—	1,661	—
<i>Sale of Assets</i>	—	—	—	—	—	—

## Notes to the Main Estimate (continued)

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

£'000

	2005-06 provision		2004-05 provision		2003-04 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
<b>RfR 1: Promoting modern, integrated and safe transport and providing customer-focused regulation</b>						
Vehicle Excise Duty Enforcement – Section P	58,940	—	35,110	—	—	—
Of Which:						
<i>Out of court settlements</i>	—	—	10,210	—	—	—
<i>Award of court costs</i>	—	—	7,400	—	—	—
<i>Wheelclamping Release fees</i>	—	—	2,800	—	—	—
<i>Continuous Registration enforcement</i>	—	—	14,700	—	—	—
Vehicle Certification Agency – Section R (Receipts from the private sector for vehicles and component testing and from the Department for enforcement and related work)	8,227	—	7,971	—	7,593	—
Dartford River Crossing – Section T (Receipts from the Dartford River Crossing Ltd)	67,000	—	67,000	—	69,083	—
Driving Standards Agency trading fund – Section U (Repayment of deemed and voted loans)	629	823	474	823	346	332
Vehicle and Operator Services Agency trading fund – Section V (Repayment of deemed and voted loans)	2,572	2,053	475	3,123	2,206	2,616
Central Administration – Section X	5,852	—	16,977	—	12,505	—
Other River Crossing – Section AA	15,657	—	14,919	—	—	—
Speed and red-light camera enforcement – Section AF	100,999	—	99,099	—	68,526	—
Strategic Rail Authority – Section AI	—	—	—	—	26,578	—
EC contribution to the (WHO) study into airline travel and Deep Vein Thrombosis	—	—	200	—	213	—
Railtrack PLC (in administration)	—	—	—	—	—	—
<b>Total RfR 1</b>	<b>346,109*</b>	<b>10,126**</b>	<b>330,897</b>	<b>10,490</b>	<b>507,141</b>	<b>6,823</b>

\*Amount that may be applied as 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 programmes, 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; 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; and receipts relating to the administration and operation of the department.

\*\* Amounts that may be applied as non-operating appropriations in aid 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.

<b>Total A in A</b>	<b>346,109</b>	<b>10,126</b>	<b>330,897</b>	<b>10,490</b>	<b>507,141</b>	<b>6,823</b>
<i>of which: Administration Budgets</i>	7,758	—	18,883	—	236,441	—

Notes to the Main Estimate *(continued)*

## Analysis of Consolidated Fund Extra Receipts (CFERs)

	£'000					
	2005-06 provision		2004-05 provision		2003-04 outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Humber Bridge Board ●	882	882	1,869	1,869	16,981	16,981
Tyne Tunnel ●	1,476	1,476	1,342	1,342	1,751	1,751
Second Mersey Tunnel ●	1,400	1,400	1,285	1,285	2,663	2,663
Grants, services and consultancies for roads and local transport ●	—	—	—	—	—	—
Speed and red light camera enforcement ●	—	—	17,900	17,900	28,061	28,061
Bus service operators grants ●	300	300	500	500	899	899
Highways Agency ●	—	—	—	—	28,861	28,861
Maritime and Coastguard Agency ( <i>Fees from registration of ships</i> )	686	686	686	686	1,091	1,091
Driver and Vehicle Licensing Agency	56,316	56,316	120,000	120,000	120,958	120,958
Dartford River Crossing	—	—	—	—	—	—
Driving Standards Agency (Trading Fund)	—	—	201	201	10	10
Vehicle and Operator Services Agency (Trading Fund)	—	—	1,884	1,884	252	252
National Air Traffic Services	—	—	—	—	10,385	10,385
Ports and Shipping Services	—	—	—	—	689	689
Railtrack plc (in administration)	—	—	—	—	10,099	10,099
Central administration	39	39	39	39	—	—
Channel tunnel receipts	1,600	1,600	1,600	1,600	1,568	1,568
Miscellaneous	—	—	—	16,316	—	101
<b>Total</b>	<b>62,699</b>	<b>62,699</b>	<b>147,306</b>	<b>163,622</b>	<b>224,268</b>	<b>224,369</b>

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

### Departmental Expenditure Limits and Administration Budgets

£'000

Details of 2005-06 Departmental Expenditure Limits (DEL) and Administration budget limits

	Voted*	Non-voted	Total
Resource DEL	4,745,523	4,074,112	8,819,635
<i>of which: Administration Budget</i>	<i>238,089</i>	<i>4,023</i>	<i>242,112</i>
Capital DEL**	1,796,140	1,503,820	3,299,960
Less depreciation†	-365,346	-8,877	-374,223
Total DEL	6,176,317	5,569,055	11,745,372

\* Excludes EU receipts included in Estimates, but excluded in Budgets.

\*\* 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.

† 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.

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

The total net resource sought for 2005-06 of £11,429,983,000 is 5.1 per cent lower than the final net provision for 2004-05 of £12,049,844,000 and 4.4 per cent lower than the forecast outturn for 2004-05 of £11,954,212,000.

## 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 (operating and non-operating) that has been or will be appropriated in aid.

	2005-06 provision	2004-05 provision	2003-04 outturn
	356,235	341,387	513,964

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

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

	Programme	£'000
Section AD	Centres of Excellence ■	100
Section C	WHO study into Airline Travel and DVT ■	250
Section I	Local Transport Consultancy ■	1,145
Section I	Government Office programme expenditure ■	540
Section I	Transport Analysis and Economic Consultancies ■	500
Section L	International Subscriptions OECD ■	460
Section L	Rail Research and Consultancies ■	500

### Grants in aid

£m

Strategic Rail Authority (including Rail Passengers Council) ♥	2,904.9
Driver and Vehicle Licensing Agency trading fund	218.5
British Transport Police Authority	5.4

### International subscriptions

£m

International Civil Aviation Organisation	2.0
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## Notes to the Main Estimate *(continued)*

### Gifts

The gifts associated with this Estimate are as follows:

Gifts by the Driver and Vehicle Licensing Agency to visiting dignitaries (primarily from European Union member states), not exceeding a total of £ 500 in any one year;

Gifts by the Driver and Vehicle Licensing Agency of obsolete equipment/furniture to charities, not exceeding a total of £1,000 in any one year;

A total donation of £1,000 by the Driver and Vehicle Licensing Agency to charity through the local office of the year scheme;

A total donation of £500 a year by the Driver and Vehicle Licensing Agency to the West Wales Association of Communication Centres;

Prizes by the Driver and Vehicle Licensing Agency associated with publicity, totalling up to £1,000 in any one year;

Gifts presented by Ministers on official delegations; and

Prizes totalling up to £100 for designing a departmental Christmas card

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

### Contingent liabilities

As at 31 March 2005, the following liabilities fell to be met from the Department's Estimate:

Statute	Nature of liability Statutory liabilities	Amount outstanding as at 31 March 2005 £m
Channel Tunnel Act 1987, Sections 25, 26 and 29	Potential liabilities in the event of termination of Eurotunnel's concession	Unquantifiable
Marine and Aviation Insurance Act 1952, Section 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
Railways Act 1993, Schedule 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
Land Compensation Act 1973, Part I	Highways Agency: Possible obligations in relation to land and property acquisitions.	397
Civil Aviation Act 1982, section 14	Guarantee of Civil Aviation Authority temporary borrowing.	5
Railways Act 1993, Schedule 11, para 11	July 1993 Memorandum of Understanding between Government, BR and pension trustees about a Government solvency guarantee for the BR Section of the Railways Pensions 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, section 29(5)	Liabilities within franchise agreements for Train Operating Companies.	Unquantifiable
Railways Act 1993, section 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 790

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

<b>Contingent liabilities <i>(continued)</i></b>	<b>£m</b>
<b>Non-statutory liabilities</b>	
General Lighthouse Authorities' pension funds.	244
Reinstatement of International Maritime Organisation (IMO) building, and abatement of rent, if IMO building destroyed; and rehousing of IMO during rebuilding.	130
Channel Tunnel Rail Link – Government guaranteed bonds.	3,750
Channel Tunnel Rail Link – track access payments.	360
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.	Unquantifiable
Guarantee in respect of obligations of Eurostar (UK) Ltd at Ashford international passenger station.	61
Guarantee to the Strategic Rail Authority, in relation to those British Railways Board liabilities that were transferred on 31 January 2001.	500
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
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.	10,050
A credit facility and related agreements to enable Network Rail to raise Medium Term Notes for its short and medium term financing requirements.	10,000
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
A standby credit facility, with terms of 50 years, to act as a long-term contingency buffer.	4,000
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

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

<b>Contingent liabilities <i>(continued)</i></b>	<b>£m</b>
<b>Non-statutory liabilities</b>	
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.	22,000
Channel Tunnel usage contract – possible arbitration award to Eurotunnel.	500
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.	50
Possible repayment of Trans European Network (transport) grants to European Commission in respect of the West Coast Main Line project.	8
FP6 ERA-NET Transport project – compensation payments to non defaulting partners in the event of the failed project.	3
Other contingent liabilities, including legal claims.	4
National Air Traffic Services – Private Public Partnership contractual obligations.	
International Oil Pollution Compensation Fund Building – obligations under agreement to fund alternative accommodation in the event of the building becoming partially or completely destroyed.	

