
Department for International Development

Introduction

1. This Estimate covers expenditure by the Department for International Development (DFID) on the United Kingdom's international development programme; global environmental assistance, including the Environmental Transformation Fund (jointly with the Department for the Environment, Food and Rural Affairs); charges relating to investments in international financial institutions and public corporations; payments to former beneficiaries of the Gibraltar Social Insurance Fund; conflict stabilisation and prevention (jointly with the Ministry of Defence and the Foreign & Commonwealth Office); related administrative work, including the administration of overseas pensions; and associated non-cash items.

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

Department for International Development

Part I

	£
Request for Resources 1: Eliminating poverty in poorer countries	5,133,072,000
Request for Resources 2: Conflict prevention	39,207,000
Total net resource requirement	5,172,279,000
Net cash requirement	4,812,309,000

Amounts required in the year ending 31 March 2009 for expenditure by the Department for International Development on:

RfR 1: Eliminating poverty in poorer countries

Development and humanitarian assistance under the International Development Act 2002, including financial and technical assistance to governments, institutions, voluntary agencies and individuals; capital subscriptions and other contributions, including payments under guarantee to multilateral development banks, UN, Commonwealth and other international and regional bodies; emergency, refugee and other relief assistance; grants in lieu of pensions in respect of overseas service; global environment assistance; costs relating to investments in public corporations and shareholdings in private sector companies; payments (under the authority of the European Communities Act 1972) to certain beneficiaries and former beneficiaries of the Gibraltar Social Insurance Fund; administration, related capital expenditure and other administrative costs; and associated non-cash items.

RfR 2: Conflict prevention

Conflict prevention, early warning, crisis management, conflict resolution/peacemaking and peacebuilding activity and on associated strengthening of international and regional systems and capacity; post-conflict reconstruction programmes, including administration and related capital expenditure; and associated non-cash items.

The Department for International Development will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
RfR 1	5,133,072,000	2,049,138,000	3,083,934,000
RfR 2	39,207,000	17,144,000	22,063,000
Total net resource requirement	5,172,279,000	2,066,282,000	3,105,997,000
Net cash requirement	4,812,309,000	2,009,933,000	2,802,376,000

Part II: Subhead detail

£'000

2008-09 Provision								2007-08 Provision	2006-07 Outturn
Resources						Capital Non-operating		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	A in A		
1	2	3	4	5	6	7	8	9	10
RfR 1: Eliminating poverty in poorer countries									
164,102	921,200	4,057,770	5,143,072	10,000	5,133,072	28,000	20,000	4,607,344	4,687,216
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A	Reducing Poverty in sub-Saharan Africa								
19,891	239,037	1,052,418	1,311,346	-	1,311,346	-	-	1,279,550	1,096,605
B	Reducing Poverty in Asia								
9,695	102,711	585,879	698,285	-	698,285	-	-	799,500	780,416
C	Reducing Poverty in the Rest of the World								
8,059	148,505	243,450	400,014	-	400,014	-	-	220,650	210,069
D	Improve the Effectiveness of Multilateral Aid								
17,908	83,328	1,738,672	1,839,908	-	1,839,908	-	-	1,749,162	1,787,084
E	Developing Innovative Approaches to Development								
17,461	60,666	219,334	297,461	-	297,461	-	-	194,278	69,505
F	Central Departments								
91,088	95,773	70,227	257,088	10,000	247,088	28,000	20,000	91,910	111,281
G	Environmental Transformation Fund								
-	-	50,000	50,000	-	50,000	-	-	-	-
<i>Programmes Contributing to Multiple Objectives</i>									
-	-	-	-	-	-	-	-	161,000	228,678
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
H	Programmes Contributing to Multiple Objectives								
-	-	97,790	97,790	-	97,790	-	-	101,294	91,459
I	Grants to the International Finance Facility for Immunisation								
-	191,180	-	191,180	-	191,180	-	-	10,000	312,119

Part II: Subhead detail

£'000

2008-09 Provision								2007-08 Provision	2006-07 Outturn
Resources						Capital Non- operating		Net Total Resources	Net Total Resources
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	A in A		
1	2	3	4	5	6	7	8	9	10
RfR 2: Conflict prevention									
3,000	-	36,207	39,207	-	39,207	-	-	51,065	32,989
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Conflict Prevention and Stabilisation									
3,000	-	36,207	39,207	-	39,207	-	-	51,065	32,989
Total for Estimate:									
167,102	921,200	4,093,977	5,182,279	10,000	5,172,279	28,000	20,000	4,658,409	4,720,205

Part II: Resource to cash reconciliation

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Resource Requirement	5,172,279	4,658,409	4,720,205
Voted capital items			
Capital	28,000	77,343	31,593
Less Non-operating A-in-A	20,000	40,343	26,565
Total net voted capital	8,000	37,000	5,028
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-159,513	-159,953	-144,694
Depreciation	-22,000	-18,010	-16,202
New provisions and adjustments to previous provisions	-196,180	1,500	-351,916
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-277	-260	-12,076
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-4,128
Increase (-) / Decrease (+) in creditors	-	-43,789	-125,607
Use of provisions	10,000	25,470	13,191
Total accruals to cash adjustments	-367,970	-195,042	-641,432
Excess cash to be CFERd	-	-	-
Net Cash Requirement	4,812,309	4,500,367	4,083,801

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					
	2008-09 Provision		2007-08 Provision		2006-07 Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-	6,596	<i>6,596</i>
Non-operating income not classified as A in A	-	-	-	-	8,755	<i>8,755</i>
Other amounts collectable on behalf of the Consolidated Fund	-	-	500	<i>500</i>	-	-
Excess cash receipts to be surrendered to the Consolidated Fund	-	-	-	-	-	-
Total	-	-	500	<i>500</i>	15,351	<i>15,351</i>

Forecast Operating Cost Statement

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Administration Costs			
RfR 1	159,102	163,310	187,504
RfR 2	3,000	3,700	2,949
Total Net Administration costs	162,102	167,010	190,453
Net Programme Costs			
RfR 1	4,973,970	4,444,034	4,499,712
RfR 2	36,207	47,365	30,040
Non-voted	-	-	-6,596
Total Net Programme costs	5,010,177	4,491,399	4,523,156
Total Net Operating Cost	5,172,279	4,658,409	4,713,609
<i>of which:</i>			
Net Resource Requirement	5,172,279	4,658,409	4,720,205
Non-voted expenditure	-	-	-
Consolidated Fund Extra Receipts	-	-	-6,596
Resource Budget	5,157,798	4,665,559	4,609,908

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Resource Requirement (Estimates)	5,172,279	4,658,409	4,720,205
<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	-	-	-6,596
Other adjustments	-	-	-
Net Operating Cost (Accounts)	5,172,279	4,658,409	4,713,609
<i>Adjustments to remove:</i>			
Gains / losses from sale of capital assets	-	-	-
Capital grants	-873,000	-694,250	-768,701
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	107,519	-	-
Other adjustments	751,000	701,400	665,000
Resource Budget (Budget)	5,157,798	4,665,559	4,609,908
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	4,868,828	4,563,685	4,206,330
Annually Managed Expenditure (AME)	288,970	101,874	403,578

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Voted Capital (Estimates)	8,000	37,000	5,028
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-	-	-8,755
Capital spending by non-departmental public bodies	-	-	-
Capital grants	873,000	694,250	768,701
European Union income related to capital grants	-	-	-
Supported capital expenditure (revenue)	-	-	-
Capital spending by levy funded bodies	-	-	-
Unallocated capital provision	10,000	-	-
Other adjustments	-	-	-
Capital Budget (Budget)	891,000	731,250	764,974
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	891,000	731,250	764,974
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 appointments for the Requests for Resource within this Estimate.

Request for Resources 1: Nemat Shafik, Permanent Head of the Department

Request for Resources 2: Nemat Shafik, Permanent Head of the Department

Nemat Shafik as the Accounting Officer of the Department for International Development 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 International Development.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. 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		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
RfR 1: Eliminating poverty in poorer countries			
Administration	5,000	5,061	2,998
<i>of which:</i>			
Sale of goods and services	5,000	5,061	2,998
Programme	5,000	5,000	1,235
<i>of which:</i>			
Sale of goods and services	5,000	1,000	391
Interest and dividends	-	4,000	844
Total RfR 1	10,000†	10,061	4,233
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts from overseas governments in respect of bilateral country and sector programmes; refunds of payments made under UK guarantees to the European Investment Bank; receipts of interest on bilateral and multilateral loans; administration receipts for: seconded officers, including recovery of the European Bank for Reconstruction and Development Executive Director's salary; recoveries from other government departments; rental income; recoveries from staff for use of official vehicles.</i>			
Total Operating A in A	10,000	10,061	4,233

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

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
RfR 1: Eliminating poverty in poorer countries			
Programme	20,000	40,343	26,565
<i>of which:</i>			
Sale of assets	-	53	156
Loan, etc, repayments	20,000	40,290	26,409
Total RfR 1	20,000†	40,343	26,565
<i>† Amount that may be applied as non-operating appropriations in aid, arising from: repayments of loans given to the Crown Agents; capital repayments of development assistance loans, income from debentures issued to DFID by CDC Group plc and income from the sale of land, buildings, surplus vehicles, and other fixed assets.</i>			
Total Non-Operating A in A	20,000	40,343	26,565

Notes to the Main Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000					
	2008-09		2007-08		2006-07	
	Provision		Provision		Outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Loan and Other Interest Φ	-	-	-	-	6,596	6,596
Capital receipts Φ					8,755	8,755
Other amounts collectable on behalf of the Consolidated Fund \bullet	-	-	500	500	-	-
Total	-	-	500	500	15,351	15,351

Notes to the Main Estimate (*continued*)

Departmental Expenditure Limits and Administration budgets

	£'000		
	Voted	Non-voted	Total
Resource DEL	4,010,309	858,519	4,868,828
<i>of which: †</i>			
Administration budget	162,102	898	163,000
Near-cash in RDEL	3,921,309	858,519	4,779,828
Capital DEL ††	881,000	10,000	891,000
Less Depreciation †††	-22,000	-	-22,000
Total DEL	4,869,309	868,519	5,737,828

† 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 and forecast outturn for the previous year

The total net resource sought for 2008-09 of £5,172,279,000 is 11.0 per cent higher than the final net provision for 2007-08 of £4,658,409,000 and 11.0 per cent higher than the forecast outturn for 2007-08 of £4,658,158,000.

Cash which may be retained to offset expenditure

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 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.	30,000	50,404	30,798

Notes to the Main Estimate (*continued*)

Contingent liabilities

Nature of Liability	£'000
Callable element of capital subscription: International Bank for Reconstruction and Development	4,022,000
Callable element of capital subscription: other International Financial Institutions	2,159,000
UK share of EU member states collective guarantee of lending by the European Investment Bank under the Lome Convention	344,314
Guarantee of borrowing by CDC Group from European Investment Bank	8,391
UK National Guarantee of EIB lending to UK overseas territories	1,078

