

**DEPARTMENT OF ENERGY AND CLIMATE CHANGE**

**WINTER SUPPLEMENTARY ESTIMATE 2009-10**

**SELECT COMMITTEE MEMORANDUM**

**Table of Contents**

<b>Section</b>	<b>Page</b>
<b>1. Introduction</b>	<b>2</b>
<b>2. Summary of changes sought</b>	<b>3</b>
<b>3. Detailed explanation of changes</b>	<b>4</b>
<b>4. Impact on the Public Service Agreement (PSA) targets</b>	<b>8</b>
<b>5. Departmental Expenditure Limit (DEL)</b>	<b>9</b>
<b>6. DEL End Year Flexibility (EYF)</b>	<b>11</b>
<b>7. Administration Budget</b>	<b>12</b>
<b>8. Machinery of Government changes</b>	<b>12</b>
<b>9. Consolidated Fund Extra Receipts (CFER)</b>	<b>12</b>
<b>10. Provisions</b>	<b>13</b>
<b>11. Contingent Liabilities</b>	<b>13</b>
<b>12. Net Cash Requirement</b>	<b>13</b>
<b>13. Nuclear Decommissioning Authority (NDA)</b>	<b>14</b>
<b>14. Annually Managed Expenditure (AME)</b>	<b>15</b>
<b>Explanation of Key Terms and Glossary of Abbreviations</b>	<b>Annex A</b>

In accordance with the wishes of Treasury Ministers and the Select Committee and as originally set out in the Treasury PES paper (2004) 14 Annex D, we present the following Estimates Memorandum. This memorandum has been prepared with reference to guidance in *Supply Estimates: a guidance manual* provided by HM Treasury, and on the House of Commons Scrutiny Unit website. The information in this memorandum has been approved by Edmund Hosker, Director General Corporate Support and Shared Services, on behalf of Moira Wallace, Permanent Head of Department and Accounting Officer of the Department of Energy and Climate Change.

A final draft of the Supplementary Estimate is attached.

## 1. Introduction

- 1.1. The Department of Energy and Climate Change Winter Supplementary Estimate (WSE) for 2009-10 seeks the necessary resources and cash to support the continuing functions of the Department.
- 1.2. The purpose of this memorandum is to provide the Select Committee with an explanation of the changes proposed in the WSE and where appropriate an explanation of how the resources and cash sought will be applied to achieve Departmental Strategic Objectives (DSO) and Public Service Agreement (PSA) targets. This includes information on comparisons with the resources provided in earlier years in Estimates and Departmental Expenditure Limit (DEL) Budgets, and to future financial plans for the rest of the Comprehensive Spending Review (CSR) 07 period.
- 1.3. The main changes in provision sought in this Supplementary Estimate relate to:

Net transfers to/from Other Government Departments	-£22.700m
Net decrease in operating appropriations-in-aid offset by decreases in non-voted DEL	£34.043m
Increases in voted expenditure offset by decreases in non-voted DEL	£5.171m
Changes in Annually Managed Expenditure (AME)	-£31.761m
Increases in grant-in-aid	£208.753m
<b>Total Changes in Estimate</b>	<b>£193.506m</b>

An explanation of key terms used in the memorandum is provided at annex A.

## **2. Summary of changes sought**

2.1. The DECC Winter Supplementary Estimate (WSE) for 2009-10 requests additional provision above the Main Estimate totals of:

Net resource requirement	£193.506m
Net voted capital expenditure	-£121.599m
Net cash requirement	£112.974m

2.2. These changes give revised figures as follows:-

Net resource requirement	£3,072.329m
Net voted capital expenditure	£0.001m
Net cash requirement	£3,339.580m

2.3. The changes to key budgetary figures are as follows:-

- Resource DEL remains unchanged at £1,105,163,000
- Capital DEL decreases by a net £22,700,000 from £2,027,305,000 to £2,004,605,000, due to transfers to/from other government departments
- Resource AME increases by £19,016,000 from £178,957,000 to £197,973,000 due to revised forecasts for the British Energy liabilities, Coal Health-related and other Coal-related Provisions.
- Capital AME increases by £264,000,000 from -£409,000,000 to -£145,000,000 due to a decrease in income from the Coal pension schemes Investment Reserves and Guarantor's Funds.

2.4. The Introduction to the WSE follows the form set by HM Treasury to show the detailed changes proposed. It sets out changes including,

- transfers to/from other government departments
- transfers between voted and non-voted resource
- changes in Annually Managed Expenditure (AME)
- changes in non-budget spending
- any changes which have a neutral effect on the RfR but which affect the detailed sub-heads in Part II of the Estimate.

### 3. Detailed explanation of the changes

3.1. The total increase in resources proposed comprises:-

- £39.044m increase (all within near cash Resource DEL) to voted DEL Resource, from -£743.825m to -£704.781m, shown in sections A, B and D of the table below
- £22.530m decrease to voted DEL Capital Grants, from £694.900m to £672.370m, shown in sections A and D of the table below
- £31.761m decrease to voted AME Resource, from £109.592m to £77.831m, shown in section F of the table below
- £208.753m increase to voted non-budget Grant-in-Aid, from £2,808.325m to £3,017.078m, shown in section G of the table below.
- There are also a number of neutral switches included in this Supplementary Estimate (shown in sections C and E of the table below).

Details are as follows:

Table S3.1

Amount (£)	Estimate Subhead <sup>1</sup>	Description	PSA Target (see S4 for analysis)
<b><u>A) Transfers of budgetary cover to/from Other Government Departments</u></b>			
4,400,000	C3	Transfer from the Department for Environment, Food and Rural Affairs for Anaerobic Digestion (Capital Grants)	PSA 27
-25,000,000	C3	Transfer to the Department for Business, Innovation and Skills for the UK Innovation Investment Fund (Capital Grants)	PSA 27
-2,100,000	C3	Transfer to the Department for Business, Innovation and Skills for the Technology Strategy Board for the Fuel Cells and Hydrogen Demonstration Programme (Capital Grants)	PSA 27
<b>-22,700,000</b>		<b><i>Total transfers to/from Other Government Departments</i></b>	

<sup>1</sup> Estimate Subhead refers to column and row references in Part ii Revised subhead detail including additional provision

<b><u>B) Changes in operating appropriations-in-aid (not offset by changes in spending)</u></b>			
34,043,000	B5	Decrease in operating appropriations-in-aid for Nuclear Decommissioning Authority commercial income, offset by matching decrease in NDA non-voted DEL expenditure	N/A
<b><u>C) Resource transfers within the Request for Resources</u></b>			
1,174,000	A2	Increase in provision for Supporting affordable, secure and sustainable energy (Other Current) (Near cash Resource)	PSA 27 & PSA 6
7,840,000	A3	Increase in provision for Supporting affordable, secure and sustainable energy (Grants) (Near cash Resource)	PSA 27 & PSA 6
-47,151,000	C2	Reduction in provision for Bringing about a low carbon UK (Other Current) – of which £44.69m reclassified to Grants (Near cash Resource)	PSA 27
44,690,000	C3	Increase in provision for Bringing about a low carbon UK (Grants) – reclassification from Other Current (Near cash Resource)	PSA 27
-3,948,000	D2	Reduction in provision for Developing an international agreement on climate change (Other Current) (Near cash Resource)	PSA 27
-12,000,000	E2	Reduction in provision for Promoting low carbon technologies in developing countries (Other Current) – of which £7.83m reclassified to Grants (Near cash Resource)	PSA 27
7,830,000	E3	Increase in provision for Promoting low carbon technologies in developing countries (Grants) – reclassification from Other Current (Near cash Resource)	PSA 27
1,565,000	F2	Increase in provision for Professional support and infrastructure (Near cash Resource)	PSA 27 & PSA 6
<b><u>D) Transfers from non-voted spending</u></b>			
5,001,000	F2	Increase in provision for Professional support and infrastructure funded by reduced expenditure on utilisation of British Energy liabilities Provision (Near cash Resource)	PSA 27 & PSA 6
170,000	C3	Increase in provision for Bringing about a low carbon UK (Capital Grants) funded by reduction in Civil Nuclear Police Authority Capital expenditure	PSA 27
<b>5,171,000</b>		<b>Total transfers from non-voted spending</b>	

<b><u>E) Increases to operating appropriations-in-aid (fully offset by increases in non-voted DEL expenditure)</u></b>			
4,591,000	A2	Increase in provision for expenditure and corresponding appropriations-in-aid for Supporting affordable, secure and sustainable energy (Near cash Resource) following exercise to identify and ensure parliamentary approval for operating appropriations-in-aid	N/A
-4,591,000	A5		
4,852,000	C2	Increase in provision for expenditure and corresponding appropriations-in-aid for Bringing about a low carbon UK (Near cash Resource) following exercise to identify and ensure parliamentary approval for operating appropriations-in-aid	N/A
-4,852,000	C5		
1,000,000	D2	Increase in provision for expenditure and corresponding appropriations-in-aid for Developing an international agreement on climate change (Near cash Resource) following exercise to identify and ensure parliamentary approval for operating appropriations-in-aid	N/A
-1,000,000	D5		
3,277,000	F1	Increase in provision for expenditure and corresponding appropriations-in-aid for Professional support and infrastructure (Near cash Administration costs) following exercise to identify and ensure parliamentary approval for operating appropriations-in-aid	N/A
-3,277,000	F5		
<b>16,514,000</b>	<b>Total DEL changes</b>		
<b><u>F) Changes in Annually Managed Expenditure</u></b>			<b><u>No impact</u></b>
-30,831,000	G2	Decrease in provision for Managing historic energy liabilities effectively and responsibly (Other Current) reflecting the correct scoring of British Energy liabilities of £14m and Cost of Capital credit of £47m as Voted (in the Main Estimate this was mistakenly scored as non-Voted), offset by £2.169m Increase in provision in line with updated AME forecasts for Coal Health and Coal Privatisation Provisions (Non cash Resource)	No impact
-930,000	G3	Decrease in provision for Managing historic energy liabilities effectively and responsibly (Grants) in line with updated AME forecasts for Coal Health provisions (Non cash Resource)	No impact
<b>-31,761,000</b>	<b>Total AME changes</b>		

<b>G) Increases in non-budget spending</b>			
202,060,000	13	Increase in grant-in-aid for the Nuclear Decommissioning Authority, reflecting increased capital income of £161m from land sales, offset by a £34m decrease in commercial income, plus increased cash requirement of £75m, mainly due to timing differences on recognising income and actual cash receipts	No impact
6,693,000	13	Increase in grant-in-aid for the Coal Authority, reflecting latest forecast of cash required for this year	No impact
<b>208,753,000</b>		<b>Total non-budget changes</b>	
<b>193,506,000</b>		<b>Total changes in Estimate</b>	

3.2. The only change to Capital in this Supplementary Estimate is an increase of £121,599,000 in Nuclear Decommissioning Authority non-operating appropriations-in-aid, due to land sales. This has been offset by a matching increase to NDA non-voted Capital DEL expenditure.

#### **4. Impact on the Public Service Agreement (PSA) and Departmental Strategic Objectives (DSO) targets**

- 4.1. DECC is responsible for delivering Public Service Agreement (PSA) 27 – to “Lead the global effort to avoid dangerous climate change”, in addition to contributing to PSA 6 – to “Deliver the conditions for business success in the UK”.
  - 4.1.1. The impact on the PSAs of each adjustment detailed in this Supplementary Estimate is considered in the table in section 3 above.
- 4.2. DECC has responsibility for 3 Departmental Strategic Objectives transferred from BERR and Defra:
  1. Climate change tackled internationally and through domestic actions to reduce greenhouse gas emissions (from Defra)
  2. To ensure the reliable supply and efficient use of clean, safe and competitively-priced energy (from BERR)
  3. To Manage energy liabilities effectively and responsibly (from BERR)
- 4.3. DECC is negotiating a new set of 7 DSOs with HM Treasury which fully reflect the work of the Department. Further information on the Department’s progress in achieving its PSA and DSOs will be included in the Autumn Performance Report (to be published by December 2009).

## 5. Departmental Expenditure Limit

5.1. This Supplementary Estimate includes a decrease of £22.7m to Capital DEL and no overall change to Resource DEL; there are also a number of transfers between voted and non-voted DEL. These are summarised in the following table (a detailed breakdown is included in Section 3 “Detailed explanation of the changes”):-

Table S5.1

<b>Changes to Departmental Expenditure Limit in 2009-10 (£m)</b>			
	<b>Voted</b>	<b>Non-Voted</b>	<b>Total DEL</b>
<b>Resource</b>			
Existing Main Estimate provision	-743,825	1,848,988	1,105,163
Changes requested in this Supplementary	<b>39,044</b>	<b>-39,044</b>	<b>0</b>
<b>Total resource DEL</b>	<b>-704,781</b>	<b>1,809,944</b>	<b>1,105,163</b>
<b>Capital</b>			
Existing Main Estimate provision	826,330	1,200,975	2,027,305
Changes requested in this Supplementary	-144,129	121,429	<b>-22,700</b>
<b>Total capital DEL</b>	<b>682,201</b>	<b>1,322,404</b>	<b>2,004,605</b>
<i>Less Depreciation in the existing Main Estimate*</i>	-2,987	-4,104	-7,091
<i>Less change in Depreciation this Supplementary*</i>	-	-	-
<b>Total DEL</b>	<b>-25,567</b>	<b>3,128,244</b>	<b>3,102,677</b>
*Depreciation, which forms part of resource DEL, is excluded from the total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.			

5.2. The changes to Resource DEL arise from a transfer from non-voted to voted DEL of £5.001m, and a £34.043m decrease in operating appropriations-in-aid, offset by a decrease in non-voted DEL.

5.3. The changes to Capital DEL arise from the transfers to/from Other Government Departments shown in Section 3 totalling a net £22.7m, a transfer from non-voted to voted DEL of £0.17m, and an increase of £121.599m in non-operating appropriations-in-aid offset by and increase in non-voted DEL.

5.4. The following table shows prior year DEL outturn together with plans for this year and the remainder of the CSR07 period:-

**Table S5.2**

<b>£m</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2008-09</b>	<b>2009-10</b>	<b>2010-11</b>
	<b>Outturn</b>	<b>Outturn</b>	<b>Outturn</b>	<b>Outturn</b>	<b>Outturn</b>	<b>Plans/WSE</b>	<b>Plans</b>
<b>Resource DEL</b>	931,234	708,112	1,030,422	648,759	354,910	1,105,163	1,141,169
<b>Capital DEL</b>	211,007	1,257,056	1,460,754	1,485,172	1,666,356	2,004,605	1,823,204
<b>Less Depreciation</b>	-1,737	-4,038	-6,266	-6,937	-3,933	-7,091	-8,665
<b>Total DEL</b>	1,140,504	1,961,130	2,484,910	2,126,994	2,017,333	3,102,677	2,955,708

- 5.5. The only changes to the 2010-11 Plans since the time of the Main Estimate are in Capital DEL which has decreased by £9.5m reflecting a £5.1m transfer to BIS for the second year of the Fuel Cells and Hydrogen Demonstration Programme and a transfer of £4.4m to DEFRA (the return of the transfer received by the Department in 2009-10 in this Supplementary). The column for 2008-09 reflects final outturn as per the Departmental Resource Accounts and those of the Non-Departmental Public Bodies which lie within the DECC DEL group (Nuclear Decommissioning Authority, Coal Authority, Civil Nuclear Police Authority and the Committee on Climate Change).
- 5.6. Departmental Unallocated Provision (DUP) – the Department continues to hold an unallocated provision of £24m of near cash Resource DEL in 2009-10 to meet pressures that may emerge over the remaining months of the financial year. The Department will review the position in time for the Spring Supplementary Estimate.

## 6. DEL End Year Flexibility

6.1. Following the publication of the Provisional Outturn White Paper in July the Department's updated End Year Flexibility (EYF) stocks are as shown in the table below:-

Table S6.1

£000

<b>EYF in respect of:</b>	<b>Admin</b>	<b>Other Resources</b>	<b>Total Resource</b>	<b><i>Of which: Near cash</i></b>	<b><i>Of which: Non cash</i></b>	<b>Capital</b>	<b>Total</b>
NDA (ring fenced)	n/a	1,052,722	1,052,722	1,052,722	-	77,340	1,130,062
Global Threat Reduction programme (ring fenced)	n/a	-1,478	-1,478	-1,478	-	-	-1,478
Non-ring fenced stocks	4,901	-34,226	-29,325	33,921	-63,246	20,820	-8,505
<b>Total</b>	<b>4,901</b>	<b>1,017,018</b>	<b>1,021,919</b>	<b>1,085,165</b>	<b>-63,246</b>	<b>98,160</b>	<b>1,120,079</b>

6.2. The movement in EYF arising from provisional outturn in 2008-09 falls largely within the NDA, where a large net underspend was recorded due to increased commercial income. In line with HMT agreement, this commercial income is available to the NDA through EYF for possible use in future years.

## **7. Administration Budget**

- 7.1. There is no change to the Administration Budget in this Supplementary Estimate.
- 7.2. The following table shows prior year Administration Budget outturn together with plans for this year and the remainder of the CSR07 period:-

Table S7.1

<b>£m</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2008-09</b>	<b>2009-10</b>	<b>2010-11</b>
	<b>Outturn</b>	<b>Outturn</b>	<b>Outturn</b>	<b>Outturn</b>	<b>Outturn</b>	<b>Plan/WSE</b>	<b>Plan</b>
<b>Administration Budget</b>	83,419	80,806	74,570	95,245	88,102	93,512	90,224

- 7.3. The Admin Budget for 2010-11 shown above is £0.8m higher than the equivalent figure at the time of the Main Estimate, following the correction of an error at that time where £800,000 was mistakenly coded to Programme costs. The outturn for 2008-09 reflects that shown in the published Resource Accounts.
- 7.4. As shown in Table S6.1 the Department holds Administration Budget EYF of £4.901m.

## **8. Machinery of Government changes**

- 8.1. There are no Machinery of Government changes in this WSE.

## **9. Consolidated Fund Extra Receipts (CFERs)**

- 9.1. Within this Supplementary Estimate there is a net reduction of £224.599m in non-operating CFERs consisting of a £123m reduction in non-operating income from the Coal pension schemes Investment Reserves and a £141m reduction in non-operating income from the surpluses from the Coal pension schemes Guarantor's Funds, partially offset by an increase in non-operating income of £39.401m relating to Nuclear Decommissioning Authority income from land sales. This cannot be appropriated-in-aid as the level of voted Capital expenditure is only £121.600m and HM Treasury rules stipulate that income may only be appropriated-in-aid up to the level of expenditure in that area of the Estimate.

## **10. Provisions**

- 10.1. Of the net £11.965m increase to new and adjusted Provisions within the WSE (shown in Part II: Resource to cash reconciliation), £14.000m relates to the movement of the British Energy liabilities Provision from non-voted to voted expenditure (bringing the Estimates treatment into line with the Accounting treatment), with the balance reflecting a £2.035m reduction in increases to existing Provisions compared to the Main Estimate, of which £0.930m relates to Coal Health-related Provisions and £1.105m relates to other Coal-related Provisions.
- 10.2. The net £9.306m increase in use of Provisions reflects an increase of £28.380m in Coal Health-related Provisions (which falls within AME), partially offset by a decrease in the planned utilisation of the British Energy liabilities Provision of £5.574m (which falls within DEL) and a decrease of £13.500m in planned utilisation of other Coal-related Provisions (AME). These figures reflect the latest forecasts of utilisation of these Provisions in 2009-10.
- 10.3. Full details of the Department's Provisions as at 31 March 2009 are contained within pages 152 to 154 of the 2008-09 Annual Report and Resource Accounts (*HC 452*).

## **11. Contingent Liabilities**

- 11.1. The list of Contingent Liabilities shown in the WSE reflects those recorded in the Department's Annual Report and Resource Accounts which was published on 20 July 2009 (*HC 452*). This shows the position as at 31 March 2009.

## **12. Net Cash Requirement**

- 12.1. As a result of this Supplementary Estimate the Department's Net Cash Requirement has increased by £112.974m, bringing the full year balance to £3.34bn. This increase reflects the sum of the changes to net resources (an increase of £193.506m), less the additional non-operating appropriations-in-aid of £121.599m, plus an increase of £41.067m reflecting the net reduction in non-cash resources.

### **13. Nuclear Decommissioning Authority (NDA)**

- 13.1. Following this Supplementary Estimate the NDA's net DEL and AME Budgets will remain unchanged. The changes outlined in Section 4 above which relate to the NDA reflect the changes in commercial income which are offset by matching changes to gross expenditure plans, together with an increase in voted non-budget Grant-in-aid reflecting the latest forecasts of cash requirement from the NDA.
- 13.2. The £34.043m reduction in commercial income, from £1,155.795m to £1,121.752m is due to a decrease in electricity trading income as a consequence of lower electricity prices (despite an increase in electricity generation).
- 13.3. The increase of £121.599m in voted capital income is recognition of additional capital proceeds from the sale of NDA land. As outlined in Section 9, due to HM Treasury rules the balance of the expected total land sales income of £161m (£39.401m) is treated in Estimate terms as a Consolidated Fund Extra Receipt. In DEL Budget terms the income is fully offset against NDA Capital expenditure.
- 13.4. Under HM Treasury and accounting rules, the NDA non-Budget grant-in-aid is the sum of the actual net cash flow support required plus the commercial income. The increase of £202.060m in non-budget grant-in-aid from £2,768.692m to £2,970.752m therefore reflects the increased capital income of £161m from land sales, offset by the £34.043m decrease in commercial income, plus increased cash requirement of £75.103m, mainly due to timing differences between actual cash receipts and the recognition of commercial income in the accounts.

#### 14. Annually Managed Expenditure (AME)

14.1. Revised AME budgets following the changes outlined above in sections 3, 9 and 10 are shown in the following table:-

Table S14.1

**£000**

	<b>Near Cash</b>	<b>Non Cash</b>	<b>Total Resource</b>	<b>Capital</b>
<b>Voted</b>				
Coal Pension schemes	-	111,800	111,800	-
Coal Health liabilities	-	(951)	(951)	-
Coal Privatisation	-	(18)	(18)	-
British Energy liabilities	-	(33,000)	(33,000)	-
<b>Total Voted in WSE</b>	<b>NIL</b>	<b>77,831</b>	<b>77,831</b>	<b>NIL</b>
<b>Non Voted</b>				
Receipts from Coal Pension schemes (CFER)	-	-	-	(145,000)
Coal Health liabilities	109,500	(109,500)	-	-
Coal Privatisation	2,000	(2,000)	-	-
Urenco dividend	(32,000)	-	(32,000)	-
British Energy liabilities	-	(209,500)	(209,500)	-
NDA non cash items	-	361,642	361,642	-
<b>Total Non Voted</b>	<b>79,500</b>	<b>40,642</b>	<b>120,142</b>	<b>(145,000)</b>
<b>Total Budget</b>	<b>79,500</b>	<b>118,473</b>	<b>197,973</b>	<b>(145,000)</b>

## Annex A

### Explanation of Key Terms and Glossary of Abbreviations

#### Departmental Expenditure Limit (DEL)

This is spending that is within the Department's control and can therefore be planned over an extended period. It is a Treasury budgetary control that is set for three-year periods. Examples include administration costs, payments for goods and services, grant scheme payments and non-cash costs such as depreciation.

#### Annually Managed Expenditure (AME)

This is spending that is generally less predictable and controllable than expenditure in DEL. It is a Treasury budgetary control that is reviewed twice a year with Departments via the Supplementary Estimates.

#### Request for Resources (RfR)

This is the functional level at which the departmental Estimates may be split. DECC has one RfR:

*RfR1: Supporting the provision of energy that is affordable, secure and sustainable; bringing about a low-carbon UK; securing an international agreement on climate change; promoting low carbon technologies at home and in developing countries; and managing historic energy liabilities effectively and responsibly.*

#### Virement

The use of savings on one or more sections or subheads to meet excesses on another section or subhead within the same Request for Resources (RfR) of an Estimate.

#### Departmental Unallocated Provision (DUP)

Part of a Department's total DEL that is not allocated to particular spending, but held back by the Department to meet unforeseen pressures.

#### End of Year Flexibility (EYF)

A mechanism that enables the Department to plan the use of resources over Spending Review years and therefore carry forward unspent provision in the Departmental Expenditure Limit in one year to subsequent years.

#### Voted and Non-Voted Expenditure

Voted Expenditure is that which has been approved in Main or Supplementary Estimates ("Vote"). Non-voted expenditure has not been through this Parliamentary process. Voted expenditure comprises the Requests for Resources and voted Capital expenditure. Most of DECC's non-voted expenditure is the resource and capital expenditure by NDPBs. The grant-in-aid (cash) which the department pays to NDPBs is within the Vote.

#### Administration Budget

A Treasury control on the resources consumed directly by departments and agencies in providing those services which are not directly associated with frontline service delivery. Includes such things as: pay, resource expenditure on accommodation, utilities and services.

### Near-cash

Resource expenditure that has a related cash implication, even though the timing of the cash payment may be slightly different. For example, expenditure on gas or electricity supply is incurred as the fuel is used, though the cash payment might be made in arrears on a quarterly basis.

### Non-cash

Costs where there is no cash transaction but which are included in a body's accounts to establish the true cost of all the resources consumed e.g. depreciation.

### Comprehensive Spending Review (CSR)

A cross-government review of departmental aims and objectives and analysis of all spending programmes. Results in the allocation of three-year Departmental Expenditure Limit

### COINS

COINS (Combined Online INformation System) is a Treasury database holding departmental public expenditure data (outturn and plans) for a run of years.

### Non Departmental Public Body (NDPB)

Public bodies which are outside of Departments but usually funded by a Department through the mechanism of grant-in-aid e.g. the Nuclear Decommissioning Authority and the Committee on Climate Change

### **Other Abbreviations**

BERR	Department for Business, Enterprise and Regulatory Reform (now part of BIS)
BIS	Department for Business, Innovation and Skills
CA	Coal Authority
CCC	Committee on Climate Change
CNPA	Civil Nuclear Police Authority
DCLG	Department for Communities and Local Government
DEFRA	Department for Environment, Food and Rural Affairs
LA	Local Authority
ME	Main Estimate
NDA	Nuclear Decommissioning Authority
WSE	Winter Supplementary Estimate