

# Estimates Memorandum for the 2011-12 Main Estimate for the Department of Health

## Introduction.

1. The Department of Health's Main Estimate for 2011-12 seeks the necessary resources and cash to support the functions of the Department of Health, NHS and associated non-departmental public bodies. These are continuing functions from previous years and are categorised as follows:
  - Primary Care Trusts and Strategic Health Authorities;
  - Provision of Healthcare (NHS Trusts and NHS Foundation Trusts);
  - Special Health Authorities;
  - Non Departmental Public Bodies;
  - Social Care; and
  - Department of Health Administration and Programme
2. The total resources and capital contained within this Estimate are as follows:

| <b>TABLE 1: BUDGETARY LIMITS</b>                  | <b>RESOURCE<br/>£m</b> | <b>CAPITAL<br/>£m</b> |
|---|------------------------|-----------------------|
| <b>DEL, of which:</b>                             | <b>102,652.8</b>       | <b>4,429.0</b>        |
| <i>Ring-fenced depreciation &amp; impairments</i> | <i>1,140.6</i>         |                       |
| <i>Administration</i>                             | <i>4,869.5</i>         |                       |
| <b>AME</b>  | <b>2,964.8</b>         |                       |
| <b>TOTAL</b>                                      | <b>105,617.6</b>       | <b>4,429.0</b>        |

3. An explanation of key terms used in the memorandum are provided at Annex A

## Key Points.

### Main Activities and Priorities

4. The main activities and priorities for the Department of Health in 2011-12 are as follows:
  - Expenditure of primary care trusts, strategic health authorities, special health authorities, NHS trusts and NHS Foundation Trusts and Non Departmental Public Bodies.
  - Central budget Expenditure through NHS or departmental programmes (including vaccines, Research and development, Connecting for health, EEA medical costs, healthy start, etc).
  - Administration for the core department, non-departmental public bodies, primary care trusts, strategic health authorities and special health authorities.
  - Social care
  - A proportion of health expenditure financed by income from National Insurance Contributions. This is recorded as non-voted expenditure in Estimates as it has already been approved by the Social Security Act 1992. In previous years this income was recorded as non-budget appropriations in aid, however, in order to

remove the misalignment between budgets, Estimates and accounts, this treatment has been revised.

- Annually Managed Expenditure (AME) for the bodies mentioned above, this includes net provisions and certain types of impairments.

### Changes to budgetary limits

5. The tables below provides a comparison of budgetary limits between the Main Estimate and the Spending Review and the Main Estimate and the final Estimate for 2010-11:

| <b>TABLE 2: COMPARISON OF BUDGETARY LIMITS WITH SR</b> | <b>RESOURCE<br/>£m</b> | <b>CAPITAL<br/>£m</b> |
|--|------------------------|-----------------------|
| <b>Spending Review</b>                                 |                        |                       |
| DEL  | 102,620.4              | 4,429.0               |
| AME  | 2,964.8                | 0.0                   |
| <b>TOTAL</b>   | <b>105,585.2</b>       | <b>4,429.0</b>        |
| <b>Main Estimate 2011-12</b>                           |                        |                       |
| DEL  | 102,652.8              | 4,429.0               |
| <i>Of which Non Voted DEL</i>                          | <i>17,595.0</i>        |                       |
| AME  | 2,964.8                | 0.0                   |
| <b>TOTAL</b>   | <b>105,617.6</b>       | <b>4,429.0</b>        |
| <b>Difference</b>                                      |                        |                       |
| DEL <sup>(1)</sup>                                     | 32.4                   | 0.0                   |
| AME  | 0.0                    | 0.0                   |
| <b>TOTAL</b>   | <b>0.0</b>             | <b>0.0</b>            |

| <b>TABLE 3: COMPARISON OF BUDGETARY LIMITS WITH PREVIOUS YEAR</b> | <b>RESOURCE<br/>£m</b> | <b>CAPITAL<br/>£m</b> |
|---|------------------------|-----------------------|
| <b>Final Estimate 2010-11</b>                                     |                        |                       |
| DEL - Voted   | 101,440.3              | 2,150.2               |
| Non voted DEL   | -56.7                  | 2,746.7               |
| <b>DEL</b>  | <b>101,383.6</b>       | <b>4,896.9</b>        |
| AME - Voted   | 5,702.5                | 3.5                   |
| Non voted AME   | -858.5                 |                       |
| <b>AME</b>  | <b>4,844.0</b>         | <b>3.5</b>            |
| Non Budget - Voted  | -17,393.9              | 1,139.0               |
| <b>Total Voted in Estimate</b>                                    | <b>89,748.9</b>        | <b>3,292.6</b>        |
| <b>Main Estimate 2011-12</b>                                      |                        |                       |
| DEL   | 102,652.8              | 4,429.0               |
| AME   | 2,964.8                | 0.0                   |
| <b>TOTAL</b>  | <b>105,617.6</b>       | <b>4,429.0</b>        |
| <b>Difference</b>   |                        |                       |
| DEL   | 1,269.2                | -467.9                |
| AME   | -1,879.2               | -3.5                  |
| Non Budget  | 17,393.9               | -1,139.0              |

<sup>(1)</sup> A number of transfers took place between DH and the Ministry of Justice, Office for National Statistics, Food Standards Agency and Department for Communities and Local Government.

## Changes in this estimate:

6. The 2011-12 Main Estimate is significantly different from previous years Parliamentary Estimates due to changes resulting from the Clear Line of Sight/Alignment legislation enacted in the Constitutional Reform and Governance Act 2010. These are:
  - a. From 2011-12, the Department's accounting boundary will be extended to include NHS Trusts, Foundation Trusts and all Non Departmental Public Bodies (NDPB);
  - b. The Department's Parliamentary Estimate will also be extended to include the additional bodies consolidated into the accounts, and for the first time will reflect HMT's budgetary controls – Departmental Expenditure Limits (DEL) and Annually Managed Expenditure (AME); and
  - c. The 2011-12 Parliamentary Estimate is presented on a consolidated income and expenditure basis, that is after the eliminations of transactions between bodies within the Departmental Group.

For example using the Primary Care Trust (PCT) sections of the Estimate:

- the overall forecast of PCT net expenditure is around £96 billion and the forecast level of expenditure that we estimate PCTs will transact with Providers is circa £63 billion.
- PCT expenditure of £63 billion has been eliminated and shown on the Estimate lines for NHS Trusts and Foundation Trusts – leaving the residual PCT expenditure of £33 billion.
- A reconciliation between the Parliamentary Estimate on a pre-consolidated and post-consolidated basis is attached for information at Annex B (2)

7. This estimate also includes the following changes as part of the 2010 Spending Review:
  - a. the Administration Control Limit has been extended to include, not just DH administration costs, but also those of Primary Care Trusts, Strategic Health Authorities, Special Health Authorities and NDPBs and is subject to a separate spending control within the overall revenue DEL; and
  - b. a number of revenue grants to local authorities are now the responsibility of the Department for communities and Local Government
8. This Estimate doesn't include any new programmes as existing services continue during 2011-12 with the majority of changes outlined in the Health and Social Care Bill 2010 taking place over a number of years from 2012-13 onwards.
9. The ambit to this estimate includes the following changes: The ambit has been amended to remove duplication of items that would have been in each Request for Resource (pre-alignment). The section relating to administration includes the additional bodies that now form part of the administration budget.

## **Detailed breakdown.**

10. A detailed breakdown of planned and actual expenditure figures are included in Annex B:

- a. Annex B (1) compares the 2011-12 Main Estimate to the 2010-11 final Estimate. The 2010-11 Estimate has been amended to reflect 2011-12 Estimate structure;
- b. Annex B (2) provides a reconciliation between the figures in the 2011-12 Main Estimate on a post –consolidation basis (that is after the elimination of transactions between bodies within the Departmental Group) and the Estimate had it been on a pre-consolidation basis;
- c. Annex B (3) compares the DEL/AME and non-budget plans and outturn data for 2008-09 to 2014-15.

### **Supplementary information.**

#### Machinery of government changes

11. A transfer from the Food Standards Agency has been included in the Main Estimate. The policy for nutrition was moved to DH on 1 October 2010.

#### Approval of Memorandum.

12. This memorandum has been prepared with reference to HM Treasury's *Supply Estimates: a guidance manual*. The information in this memorandum has been approved by Richard Douglas the Director General for Policy, Strategy and Finance.

## Glossary of Key Terms

**Annually Managed Expenditure (AME)** – a Treasury budgetary control for spending that is generally difficult to control, large as a proportion of the department's budget, and volatile in nature

**Departmental Expenditure Limits (DEL)** - a Treasury budgetary control for spending that is within the department's direct control and which can therefore be planned over an extended (Spending Review) period (such as the costs of its own administration, payments to third parties, etc).

**Administration (DEL)** - a Treasury budgetary control for spending within the overall DEL that relates specifically to administration of the department, NDPBs and Primary Care Trusts and Special Health Authorities set out in the Spending Review.



---

# Department of Health

---

## Introduction

1. The Parliamentary Estimate for 2011-12 has incorporated the Clear Line of Sight changes which provided for the consolidation of Arms Length Bodies under Section 4A of the Government Resources and Accounts Act 2000. The Clear Line of Sight changes are:

a. The Department's Resource Accounting Boundary has been extended to include all bodies categorised as "central government" by the Office for National Statistics. This means that the expenditure of NHS Trusts, NHS Foundation Trusts and Executive Non-Departmental Public Bodies are included in the Estimate.

b. The Estimate now includes the budgeting boundaries, Resource and Capital Expenditure Limits and Resource and Capital Annually Managed Expenditure.

2. Given that all bodies within the Department of Health Group are now included in the Estimate, expenditure has been categorised into the following sectors:

a. Primary Care Trusts (PCT) and Strategic Health Authorities (SHA) administration and programme expenditure – please note PCT and SHA programme expenditure is also recorded in Estimate section I;

b. DH programme spending (NHS related) – this includes programme expenditure on items such as Connecting for Health, Research and Development, Vaccines etc;

c. Special Health Authorities (a full list is provided in the Accounting Officer note) – this includes administration and programme expenditure;

d. DH Administration and Programme expenditure - this includes all DH administration expenditure and programme expenditure on items such as European Economic Area Medical Costs, Healthy Start etc;

e. Social Care expenditure – as part of the 2010 Spending Review strategy to ensure local authorities have the flexibility to deliver local priorities, the number of specific grants to local government were significantly reduced. DH's Personal Social Services grants were transferred to Department for Communities and Local Government. This Estimate section includes the Learning Disabilities and Health Reform grant;

f. NHS Trust expenditure – please note, in accordance with HM Treasury guidance, this Estimate section records the net position of this sector (i.e. gross expenditure less income);

g. NHS Foundation Trust expenditure – please note, in accordance with HM Treasury guidance, this Estimate section records the net position of this sector (i.e. gross expenditure less income);

h. Non Departmental Public Bodies (NDPBs) – please note, in accordance with HM Treasury guidance, this Estimate section records the net position of this sector (i.e. gross expenditure less income). This section includes NDPB administration and programme expenditure. A full list of NDPBs is provided in the Accounting Officer note;

i. DH receives a proportion of National Insurance Contributions (NICs) as set out in the Social Security Act 1992. From 2011-12, this receipt is to be treated as financing. As the authority for any spending financed by NICs is provided for in legislation, the proportion of NHS costs funded by NICs will be reported as non-voted DEL.

3. The expenditure that scores against the Annually Managed Expenditure control, such as provisions, certain impairments and Credit Guarantee Finance, is set out in sections J to P.

## **Introduction**

†. The figures in the Estimate are based on the forecast consolidated income and expenditure position for each sector. That is after the elimination of the forecast level of transactions between bodies within the DH Group.

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



## Part I

|                                       | Voted                 | Non-Voted      | Total           |
|---------------------------------------|-----------------------|----------------|-----------------|
| <b>Departmental Expenditure Limit</b> |                       |                |                 |
| Resource                              | 85,057,734,000        | 17,595,022,000 | 102,652,756,000 |
| Capital                               | 4,429,000,000         | -              | 4,429,000,000   |
| <b>Annually Managed Expenditure</b>   |                       |                |                 |
| Resource                              | 2,964,845,000         | -              | 2,964,845,000   |
| Capital                               | -                     | -              | -               |
| <b>Total Net Budget</b>               |                       |                |                 |
| Resource                              | 88,022,579,000        | 17,595,022,000 | 105,617,601,000 |
| Capital                               | 4,429,000,000         | -              | 4,429,000,000   |
| <b>Non-Budget Expenditure</b>         |                       |                |                 |
| <b>Net cash requirement</b>           | <b>86,869,688,000</b> |                |                 |

Amounts required in the year ending 31 March 2012 for expenditure by Department of Health on:

### Departmental Expenditure Limit:

#### Expenditure arising from:

Revenue and capital expenditure for National Health Services (NHS) bodies including strategic health authorities and primary care trusts under their unified budgets, services provided by NHS Trusts and NHS Foundation Trusts. Expenditure by bodies on research and development. Subsidies and grants to public corporations.

Other centrally managed health and social service expenditure to and on behalf of the NHS, local authorities and other national bodies.

Forming, investing in or providing loans or guarantees to companies that will provide facilities or services to the NHS.

Payment to local authorities for use in local area agreements.

Services provided to or on behalf of devolved governments and other government departments. Non departmental public bodies expenditure on health and social care protection, training and regulation functions.

Revenue and capital expenditure on administration of the Department, non departmental public bodies, primary care trusts, special health authorities, strategic health authorities, agencies and certain expenditure on behalf of the Department for Work and Pensions and the NHS.

Centrally managed expenditure on local government services, prison health services, medical, scientific and technical services, services for disabled persons, education and training, grants to voluntary organisations and other bodies, information services, healthy start programme, health promotion activities (including funding through the Department for Culture, Media and Sport).

Grants to local authorities.

## Part I

Medical treatment given to people from the United Kingdom in the European Economic Area and other countries.

Home Office inspection of laboratories. Payments and subscriptions to international organisations.

Associated depreciation and any other non cash costs falling in DEL items.

### Income arising from:

Charges for accommodation, sales of goods and services, income generation schemes; local authorities under joint financing arrangements; fines and penalty notices; medical and dental education levy. Licensing of software, use of NHS logo, settlement of legal claims, dividends and interest from loans and investments, intellectual property, research and development, prescription fraud charges, NHS prescriptions, dental and ophthalmic fraud charges.

Recoveries from patients in respect of incorrect claims for eligibility for general ophthalmic services; rebates and discounts from manufacturers under the pharmaceutical price regulation scheme and purchasing and supply agency arrangements.

Sales of medicines, vaccines, antivenoms, antitoxins and equipment, premiums applied to the sale of stock.

Social exclusion programmes and agenda for change programme.

Income from the Scottish Government, the Welsh Assembly Government, Northern Ireland, Channel Islands and Isle of Man for services provided for devolved or reserved work.

Provision of policy and advice to other countries and care trusts. Maintenance of the National Joint Registry, conference and meeting events, prison health services, contributions to substance misuse funding, use of radio communication bandwidth.

Income secured by counter fraud services from all sources.

Compensation income including the National Programme for IT.

Administration income from seconded officers, cost of legal proceedings, staff telephone calls, European fast stream Programme. Recoveries from other government departments (including capital grants), special health authorities and NHS bodies. Selling services into wider markets and open government, payment by commercial tenants in DH buildings.

Licence fees and royalties, sales of publications, contributions by members of the public, insurance claims.

Other European economic area countries for NHS treatment of their residents. sales of subsidised dried milk. Income from the European Union.

Contributions from the mobile phone industry, charitable contributions, refunds from voluntary organisations.

Contributions to local authority grant schemes. Contributions and refunds towards communication campaigns contracts. Penalty charges, interest and dividends on trading fund loans.

Sales of land, buildings, surplus vehicles and equipment.

## Part I

### Annually Managed Expenditure:

#### Expenditure arising from:

Revenue and capital expenditure for hospital financing under credit guarantee finance. Non cash expenditure by NHS bodies including strategic health authorities and primary care trusts under their unified budgets, services provided by NHS Trusts and NHS Foundation Trusts, central department administration, non departmental public bodies and centrally managed budgets.

Provisions and other non-cash costs falling in AME.

Department of Health will account for this Estimate.

|                                       | Voted Total           | Allocated in<br>Vote on<br>Account | Balance to<br>complete or<br>surrender |
|---------------------------------------|-----------------------|------------------------------------|--|
| <b>Departmental Expenditure Limit</b> |                       |                                    |  |
| Resource                              | 85,057,734,000        | 45,613,584,000                     | 39,444,150,000                         |
| Capital                               | 4,429,000,000         | 2,203,583,000                      | 2,225,417,000                          |
| <b>Annually Managed Expenditure</b>   |                       |                                    |  |
| Resource                              | 2,964,845,000         | 1,129,079,000                      | 1,835,766,000                          |
| Capital                               | -                     | 1,593,000                          | -1,593,000                             |
| <b>Non-Budget Expenditure</b>         | -                     | -                                  | -                                      |
| <b>Net cash requirement</b>           | <b>86,869,688,000</b> | <b>38,320,975,000</b>              | <b>48,548,713,000</b>                  |

**Part II: Subhead detail**

£'000

| 2011-12 Plans  |         |           |             |            |            |           |          |           | 2010-11 Provisions |           |
|--|---------|-----------|-------------|------------|------------|-----------|----------|-----------|--------------------|-----------|
| Resources  |         |           |             |            |            | Capital   |          |           | Resources          | Capital   |
| Administration   |         | Net       | Programme   |            |            | Gross     | Income   | Net       | Net                | Net       |
| Gross  | Income  |           | Gross       | Income     | Net        |           |          |           |                    |           |
| 1  | 2       | 3         | 4           | 5          | 6          | 7         | 8        | 9         | 10                 | 11        |
| <b>Spending in Departmental Expenditure Limits (DEL)</b> |         |           |             |            |            |           |          |           |                    |           |
| <b>Voted expenditure</b>                                 |         |           |             |            |            |           |          |           |                    |           |
| 4,905,478  | -36,000 | 4,869,478 | 82,989,952  | -2,801,696 | 80,188,256 | 4,552,278 | -123,278 | 4,429,000 | 84,211,568         | 4,896,852 |
| <i>Of which:</i>   |         |           |             |            |            |           |          |           |                    |           |
| A PCT & SHA expenditure                                  |         |           |             |            |            |           |          |           |                    |           |
| 3,696,000  | -36,000 | 3,660,000 | 14,724,971  | -2,477,551 | 12,247,420 | 700,618   | -70,050  | 630,568   | 78,401,446         | 988,635   |
| B DH Programme expenditure (NHS)                         |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 3,199,725   | -197,282   | 3,002,443  | 878,230   | -53,228  | 825,002   | 2,889,370          | 731,030   |
| C Special Health Authorities expenditure                 |         |           |             |            |            |           |          |           |                    |           |
| 343,594  | -       | 343,594   | 1,054,187   | -63,863    | 990,324    | 19,473    | -        | 19,473    | 334,991            | -         |
| D DH Programme and Administration expenditure            |         |           |             |            |            |           |          |           |                    |           |
| 648,593  | -       | 648,593   | 1,748,648   | -63,000    | 1,685,648  | 29,888    | -        | 29,888    | 2,100,712          | 22,000    |
| E Social Care expenditure                                |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 1,326,000   | -          | 1,326,000  | 123,785   | -        | 123,785   | 1,564,281          | 121,420   |
| F NHS Trusts net expenditure                             |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 29,535,065  | -          | 29,535,065 | 1,268,683 | -        | 1,268,683 | -547,914           | 1,275,526 |
| G NHS Foundations Trusts net expenditure                 |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 31,341,356  | -          | 31,341,356 | 1,479,965 | -        | 1,479,965 | -852,770           | 1,711,578 |
| H Non Departmental Public Bodies net expenditure         |         |           |             |            |            |           |          |           |                    |           |
| 217,291  | -       | 217,291   | 60,000      | -          | 60,000     | 51,636    | -        | 51,636    | 321,452            | 46,663    |
| <b>Non-voted expenditure</b>                             |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 17,595,022  | -          | 17,595,022 | -         | -        | -         | 17,172,023         | -         |
| <i>Of which:</i>   |         |           |             |            |            |           |          |           |                    |           |
| I PCT and SHA expenditure financed by NI Contributions   |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 17,595,022  | -          | 17,595,022 | -         | -        | -         | 17,172,023         | -         |
| <b>Total Spending in DEL</b>                             |         |           |             |            |            |           |          |           |                    |           |
| 4,905,478  | -36,000 | 4,869,478 | 100,584,974 | -2,801,696 | 97,783,278 | 4,552,278 | -123,278 | 4,429,000 | 101,383,591        | 4,896,852 |
| <b>Spending in Annually Managed Expenditure (AME)</b>    |         |           |             |            |            |           |          |           |                    |           |
| <b>Voted expenditure</b>                                 |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 2,964,845   | -          | 2,964,845  | -         | -        | -         | 4,844,064          | 3,539     |
| <i>Of which:</i>   |         |           |             |            |            |           |          |           |                    |           |
| J PCT & SHA expenditure                                  |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 526,000     | -          | 526,000    | -         | -        | -         | 2,423,980          | -         |
| K DH Programme expenditure (NHS)                         |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 5,840       | -          | 5,840      | -         | -        | -         | -                  | -         |
| L Special Health Authorities expenditure                 |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 1,786,743   | -          | 1,786,743  | -         | -        | -         | 1,815,224          | -         |
| M DH Programme and Administration expenditure            |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 46,383      | -          | 46,383     | -         | -        | -         | 226,595            | 3,539     |
| N NHS Trusts net expenditure                             |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 300,000     | -          | 300,000    | -         | -        | -         | 312,537            | -         |
| O NHS Foundations Trusts net expenditure                 |         |           |             |            |            |           |          |           |                    |           |
| -  | -       | -         | 300,000     | -          | 300,000    | -         | -        | -         | 64,463             | -         |

**Part II: Subhead detail**

£'000

| 2011-12<br>Plans                                 |         |           |             |            |             |           |          |           |             | 2010-11<br>Provisions |         |
|--|---------|-----------|-------------|------------|-------------|-----------|----------|-----------|-------------|-----------------------|---------|
| Resources  |         |           |             |            |             | Capital   |          |           |             | Resources             | Capital |
| Administration                                   |         | Net       | Programme   |            | Net         | Gross     | Income   | Net       | Net         | Net                   |         |
| Gross  | Income  | 3         | Gross       | Income     | 6           | 7         | 8        | 9         | 10          | 11                    |         |
| 1  | 2       |           | 4           | 5          |             |           |          |           |             |                       |         |
| P Non Departmental Public Bodies net expenditure |         |           |             |            |             |           |          |           |             |                       |         |
| -  | -       | -         | -121        | -          | -121        | -         | -        | -         | 1,265       | -                     |         |
| <b>Total Spending in AME</b>                     |         |           |             |            |             |           |          |           |             |                       |         |
| -  | -       | -         | 2,964,845   | -          | 2,964,845   | -         | -        | -         | 4,844,064   | 3,539                 |         |
| <b>Total for Estimate</b>                        |         |           |             |            |             |           |          |           |             |                       |         |
| 4,905,478  | -36,000 | 4,869,478 | 103,549,819 | -2,801,696 | 100,748,123 | 4,552,278 | -123,278 | 4,429,000 | 106,227,655 | 4,900,391             |         |
| <i>Of which:</i>                                 |         |           |             |            |             |           |          |           |             |                       |         |
| Voted expenditure                                |         |           |             |            |             |           |          |           |             |                       |         |
| 4,905,478  | -36,000 | 4,869,478 | 85,954,797  | -2,801,696 | 83,153,101  | 4,552,278 | -123,278 | 4,429,000 | 89,055,632  | 4,900,391             |         |
| Non-voted expenditure                            |         |           |             |            |             |           |          |           |             |                       |         |
| -  | -       | -         | 17,595,022  | -          | 17,595,022  | -         | -        | -         | 17,172,023  | -                     |         |

## Part II: Resource to cash reconciliation

|  | £'000              |                       |                    |
|--|--------------------|-----------------------|--------------------|
|  | 2011-12<br>Plans   | 2010-11<br>Provisions | 2009-10<br>Outturn |
| <b>Net Resource Requirement</b>                              | <b>105,617,601</b> | <b>106,227,655</b>    | <b>100,774,412</b> |
| <b>Net Capital Requirement</b>                               | <b>4,429,000</b>   | <b>4,900,391</b>      | <b>5,188,716</b>   |
| <b>Accruals to cash adjustments</b>                          | <b>-5,581,891</b>  | <b>-6,529,411</b>     | <b>-6,633,295</b>  |
| <i>Of which:</i>   |                    |                       |                    |
| <i>Adjustments to remove non-cash items:</i>                 |                    |                       |                    |
| Depreciation   | -1,391,115         | -1,399,419            | -1,501,421         |
| New provisions and adjustments to previous provisions        | -3,506,270         | -5,444,938            | -2,647,602         |
| Departmental Unallocated Provision                           | -                  | -                     | -                  |
| Supported capital expenditure (revenue)                      | -                  | -                     | -                  |
| Prior Period Adjustments                                     | -                  | -                     | -                  |
| Other non-cash items   | -1,730             | -522                  | 900                |
| <i>Adjustment for NDPBs:</i>                                 |                    |                       |                    |
| Remove voted resource and capital                            | -64,553,875        | -2,332,800            | -3,951,705         |
| Add cash grant-in-aid  | 62,129,795         | 1,302,002             | 944,022            |
| <i>Adjustments to reflect movements in working balances:</i> |                    |                       |                    |
| Increase (+) / Decrease (-) in stock                         | -                  | -                     | -                  |
| Increase (+) / Decrease (-) in debtors                       | 3,000              | -60                   | -930,057           |
| Increase (-) / Decrease (+) in creditors                     | 300,000            | 109,592               | -                  |
| Use of provisions  | 1,438,304          | 1,236,734             | 1,452,568          |
| <b>Removal of non-voted budget items</b>                     | <b>-17,595,022</b> | <b>-17,172,023</b>    | <b>-17,981,734</b> |
| <i>Of which:</i>   |                    |                       |                    |
| Consolidated Fund Standing Services                          | -                  | -                     | -                  |
| Other adjustments  | -17,595,022        | -17,172,023           | -17,981,734        |
| <b>Net Cash Requirement</b>                                  | <b>86,869,688</b>  | <b>87,426,612</b>     | <b>81,348,099</b>  |

## Part III: Note A - Forecast Operating Cost Statement & Reconciliation Table

|   | £'000              |                       |                    |
|---|--------------------|-----------------------|--------------------|
|   | 2011-12<br>Plans   | 2010-11<br>Provisions | 2009-10<br>Outturn |
| Gross Administration Costs  | 4,904,313          | 5,339,812             | 5,034,621          |
| <i>Less:</i>  |                    |                       |                    |
| Administration DEL Income   | -36,000            | -5,725                | -5,758             |
| <b>Net Administration Costs</b>                                   | <b>4,868,313</b>   | <b>5,334,087</b>      | <b>5,028,863</b>   |
| Gross Programme Costs   | 103,927,818        | 104,397,145           | 98,803,781         |
| <i>Less:</i>  |                    |                       |                    |
| Programme DEL Income  | -2,801,696         | -3,224,129            | -2,543,385         |
| Programme AME Income  | -                  | -22,465               | -22,140            |
| Non-budget income   | -                  | 1,130,657             | -                  |
| <b>Net Programme Costs</b>  | <b>101,126,122</b> | <b>102,281,208</b>    | <b>96,238,256</b>  |
| <b>Total Net Operating Costs</b>                                  | <b>105,994,435</b> | <b>107,615,295</b>    | <b>101,267,119</b> |
| <i>Of which:</i>  |                    |                       |                    |
| Resource DEL  | 101,269,133        | 99,990,014            | 95,474,384         |
| Capital DEL   | 322,032            | 407,696               | 492,707            |
| Resource AME  | 4,403,270          | 6,086,928             | 5,300,028          |
| Capital AME   | -                  | -                     | -                  |
| Non-budget  | -                  | 1,130,657             | -                  |
| <i>Adjustments to include:</i>                                    |                    |                       |                    |
| Departmental Unallocated Provision (resource)                     | -                  | -                     | -                  |
| Consolidated Fund Extra Receipts in the budget but not in the OCS | -                  | -                     | -                  |
| <i>Adjustments to remove:</i>                                     |                    |                       |                    |
| Capital in the OCS  | -322,032           | -407,696              | -492,707           |
| Non-Budget Consolidated Fund Extra Receipts in the OCS            | -                  | -                     | -                  |
| Other adjustments   | -54,802            | -979,944              | -                  |
| <b>Total Resource Budget</b>                                      | <b>105,617,601</b> | <b>106,227,655</b>    | <b>100,774,412</b> |
| <i>Of which:</i>  |                    |                       |                    |
| Resource DEL  | 102,652,756        | 101,383,591           | 97,075,200         |
| Resource AME  | 2,964,845          | 4,844,064             | 3,699,212          |
| <i>Adjustments to remove:</i>                                     |                    |                       |                    |
| Consolidated Fund Extra Receipts in the resource budget           | -                  | -                     | 8,996              |
| Other adjustments   | -                  | -                     | -8,996             |
| <b>Total Resource (Estimate)</b>                                  | <b>105,617,601</b> | <b>106,227,655</b>    | <b>100,774,412</b> |

## Part III: Note B - Analysis of Departmental Income

|  | £'000             |                       |                    |
|--|-------------------|-----------------------|--------------------|
|  | 2011-12<br>Plans  | 2010-11<br>Provisions | 2009-10<br>Outturn |
| <b>Voted Resource DEL</b>                              | <b>-2,837,696</b> | <b>-3,229,354</b>     | <b>-2,539,821</b>  |
| <i>Of which:</i>                                       |                   |                       |                    |
| Administration   |                   |                       |                    |
| Sale of goods and services                             | -36,000           | -5,725                | -5,758             |
| <i>Of which:</i>                                       |                   |                       |                    |
| Section A: PCT & SHA expenditure                       | -36,000           | -                     | -                  |
| Section D: DH Programme and Administration expenditure | -                 | -5,725                | -5,758             |
| Total Administration                                   | -36,000           | -5,725                | -5,758             |
| Programme  |                   |                       |                    |
| Sale of goods and services                             | -2,801,696        | -3,223,628            | -2,533,067         |
| <i>Of which:</i>                                       |                   |                       |                    |
| Section A: PCT & SHA expenditure                       | -2,477,551        | -3,107,072            | -2,440,177         |
| Section B: DH Programme expenditure (NHS)              | -197,282          | -                     | -                  |
| Section C: Special Health Authorities expenditure      | -63,863           | -                     | -                  |
| Section D: DH Programme and Administration expenditure | -63,000           | -116,556              | -92,387            |
| Section E: Social Care expenditure                     | -                 | -                     | -502               |
| Interest and dividends                                 | -                 | -1                    | -996               |
| <i>Of which:</i>                                       |                   |                       |                    |
| Section D: DH Programme and Administration expenditure | -                 | -1                    | -996               |
| Total Programme  | -2,801,696        | -3,223,629            | -2,534,063         |
| <b>Voted Resource AME</b>                              | <b>-</b>          | <b>-22,465</b>        | <b>-22,140</b>     |
| <i>Of which:</i>                                       |                   |                       |                    |
| Programme  |                   |                       |                    |
| Interest and dividends                                 | -                 | -22,465               | -22,140            |
| <i>Of which:</i>                                       |                   |                       |                    |
| Section M: DH Programme and Administration expenditure | -                 | -22,465               | -22,140            |
| <b>Total Voted Resource Income</b>                     | <b>-2,837,696</b> | <b>-3,251,819</b>     | <b>-2,561,961</b>  |
| <b>Voted Capital DEL</b>                               | <b>-123,278</b>   | <b>-290,337</b>       | <b>-89,854</b>     |
| <i>Of which:</i>                                       |                   |                       |                    |
| Programme  |                   |                       |                    |
| Sale of assets   | -122,898          | -289,837              | -89,528            |
| <i>Of which:</i>                                       |                   |                       |                    |
| Section A: PCT & SHA expenditure                       | -70,050           | -289,837              | -87,520            |
| Section B: DH Programme expenditure (NHS)              | -52,848           | -                     | -                  |
| Section D: DH Programme and Administration expenditure | -                 | -                     | -2,008             |
| loan , etc, repayments                                 | -380              | -                     | -                  |
| <i>Of which:</i>                                       |                   |                       |                    |
| Section B: DH Programme expenditure (NHS)              | -380              | -                     | -                  |
| Other income (including receipts)                      | -                 | -500                  | -326               |
| <i>Of which:</i>                                       |                   |                       |                    |
| Section A: PCT & SHA expenditure                       | -                 | -500                  | -                  |
| Section D: DH Programme and Administration expenditure | -                 | -                     | -326               |



### Part III: Note B - Analysis of Departmental Income

|  | £'000            |                       |                    |
|--|------------------|-----------------------|--------------------|
|  | 2011-12<br>Plans | 2010-11<br>Provisions | 2009-10<br>Outturn |
| <b>Voted Capital AME</b>                               | -                | -                     | -591               |
| <i>Of which:</i>                                       |                  |                       |                    |
| Programme  |                  |                       |                    |
| loan , etc. repayments                                 | -                | -                     | -591               |
| <i>Of which:</i>                                       |                  |                       |                    |
| Section M: DH Programme and Administration expenditure | -                | -                     | -591               |
| <b>Total Voted Capital Income</b>                      | <b>-123,278</b>  | <b>-290,337</b>       | <b>-90,445</b>     |

### Part III: Note C - Analysis of Consolidated Fund Extra Receipts

In addition to income retained by the Department the following income is payable to the Consolidated Fund:

|  | £'000            |          |                       |          |                    |             |
|--|------------------|----------|-----------------------|----------|--------------------|-------------|
|  | 2011-12<br>Plans |          | 2010-11<br>Provisions |          | 2009-10<br>Outturn |             |
|  | Income           | Receipts | Income                | Receipts | Income             | Receipts    |
| Income in budgets surrendered to the Consolidated Fund (resource)              | -                | -        | -                     | -        | -3,996             | -176        |
| Income in budgets surrendered to the Consolidated Fund (capital)               | -                | -        | -                     | -        | -                  | -           |
| Non-budget amounts collectable on behalf of the Consolidated Fund (in the OCS) | -                | -        | -                     | -        | -                  | -           |
| <b>Total</b>   | -                | -        | -                     | -        | <b>-3,996</b>      | <b>-176</b> |

#### Detailed description of CFER sources

|                     | £'000            |          |                       |          |                    |             |
|---------------------|------------------|----------|-----------------------|----------|--------------------|-------------|
|                     | 2011-12<br>Plans |          | 2010-11<br>Provisions |          | 2009-10<br>Outturn |             |
|                     | Income           | Receipts | Income                | Receipts | Income             | Receipts    |
| <b>Resource DEL</b> |                  |          |                       |          |                    |             |
| Interest            | -                | -        | -                     | -        | -8,996             | -176        |
| <b>Total</b>        | -                | -        | -                     | -        | <b>-8,996</b>      | <b>-176</b> |

## Part III: Note D - Explanation of Accounting Officer responsibilities

The Accounting Officer prepares resource accounts for each financial year.

The following individuals are responsible for the expenditure within this Estimate:

**Accounting Officer** Miss Una O'Brien

**Additional Accounting Officers** David Nicholson for sections A, B,C, F,I, J, K, L and N

In accordance with Chapter 3 of *Managing Public Money* (issued by the Treasury), the following individuals are NDPB Accounting Officer appointments:

### NDPB Accounting Officers

|                  |   |
|------------------|---|
| Harry Cayton     | Council for Healthcare Regulatory Excellence                  |
| Andrea Sutcliffe | NHS Appointments Commission                                   |
| Penny Thompson   | General Social Care Council                                   |
| Cynthia Bower    | Care Quality Commission                                       |
| Justin McCracken | Health Protection Agency                                      |
| Alan Doran       | Human Fertilisation and Embryology Authority                  |
| Craig Muir       | Human Tissue Authority  |
| David Bennett    | Office of the Independent Regulator for NHS foundation trusts |

### Special Health Authority Accounting Officers

|                   |  |
|-------------------|--|
| Paul Hayes        | National Treatment Agency                    |
| Tim Straughan     | NHS Information Centre                       |
| Nick Scholte      | NHS Business Services Authority              |
| Andrew Dillon     | National Institute for Clinical Excellence   |
| Steve Walker      | NHS Litigation Authority                     |
| Bernard Crump     | NHS Institute for Innovation and Improvement |
| Sarndrah Horsfall | National Patient Safety Agency               |

### NHS Foundation Trusts Accounting Officers

The NHS Act 2006 designates Chief Executives of NHS Foundation Trusts as Accounting Officers. Accounting Officer details can be found in the individual Resource Accounts of each body.

### Primary Care Trusts and Strategic Health Authority Accountable Officers

David Nicholson appoints the Chief Executives in Primary Care Trusts, Strategic Health Authorities and NHS Trusts as Accountable Officers.

Miss Una O'Brien has personal responsibility for the proper presentation of the department's resource accounts and their transmission to the Comptroller & Auditor General, and is also responsible for the use of public money and stewardship of assets.

In discharging these responsibilities, particular regard is given to:

- observing any accounting and disclosure requirements (including any Accounts Direction) and applying suitable accounting policies on a consistent basis;
- making judgements and estimates on a reasonable basis;
- stating whether applicable accounting standards, as set out in the Financial Reporting Manual (FRoM), or an organisation's version of it, have been followed, and explain any material departures in the accounts; and
- preparing the accounts on a going concern basis.

### **Part III: Note D - Explanation of Accounting Officer responsibilities**

The responsibilities of an Accounting Officer, including responsibility for regularity and propriety of the public finances for which an Accounting Officer is answerable, for keeping proper records and safeguarding assets, are also set out in Chapter 3 of *Managing Public Money*.

In accordance with *Managing Public Money* requirements, the relationship between the Principal Accounting Officer and Additional Accounting Officer(s), and with their Ministers, together with their respective responsibilities, is set out in writing. Similarly, the relationship between the Principal/Additional Accounting Officer and the NDPB Accounting Officer(s) is set out in writing.

### Part III: Note E - Non-Departmental Public Bodies

| £'000                                 |   |                |               |                |
|---------------------------------------|---|----------------|---------------|----------------|
| Section in Part II:<br>Subhead Detail | Body  | Resources      | Capital       | Grant-in-aid   |
| H/P                                   | Council for Healthcare Regulatory Excellence ▼                  | 2,251          | 62            | 2,300          |
| H/P                                   | NHS Appointments Commission ▼                                   | 2,558          | 168           | 2,435          |
| H/P                                   | General Social Care Council ▼                                   | 17,466         | 520           | 15,947         |
| H/P                                   | Care Quality Commission ▼                                       | 64,567         | 11,606        | 61,656         |
| H/P                                   | Health Protection Agency ▼                                      | 172,489        | 38,808        | 179,417        |
| H/P                                   | Human Fertilisation and Embryology Authority ▼                  | 2,090          | 105           | 1,959          |
| H/P                                   | Human Tissue Authority ▼  | 1,378          | 367           | 1,321          |
| H                                     | Office of the Independent Regulator for NHS foundation trusts ▼ | 14,371         |               | 14,371         |
| <b>Total†</b>                         |   | <b>277,170</b> | <b>51,636</b> | <b>279,406</b> |

† The total amount recorded above differs from the amount shown in Part II: Resource to cash reconciliation as this includes an adjustment for NHS Trusts and NHS Foundation Trusts, which follow similar budgeting rules as NDPBs, but earn their income from trading activities - mainly the provision of healthcare.

## Part III: Note G - Expenditure resting on the sole authority of the Appropriation Act

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

---

| Section in Part II: Subhead<br>detail and budgetary treatment | Service                 | £'000 |
|---|-------------------------|-------|
| D4 - DEL  | Family Restoration Fund | 1000  |

---

## Part III: Note K - Contingent Liabilities

| Nature of liability  | £'000          |
|--|----------------|
| Statutory contingent liabilities exists to meet:   |                |
| i) an indemnity to water undertakers in respect of costs, damages, and expenses not otherwise covered by insurance arising from claims or proceedings on the grounds of alleged harm to health arising solely from fluoridation; and   | Unquantifiable |
| ii) overdraft guarantees for NHS trusts  | Nil            |
| iii) the Department has issued an exemption certificate to the National Biological Standards Board in respect of any liability to its employees of the kind mentioned in section (1) of the Employers' Liability (Compulsory Insurance) Act 1969.  | Unquantifiable |
| Non-statutory contingent liabilities   |                |
| i) the Department has undertaken to meet the legal and other costs of medical and nursing staff engaged on clinical trials approved by the National Blood Authority (NBA) of new blood products manufactured by the Bio-Products Laboratory, a part of the NBA,  | Unquantifiable |
| ii) an indemnity to water undertakers in respect of costs, damages and expenses not otherwise covered by insurance arising from claims or proceedings on the grounds of alleged harm to health arising solely from supplying water which has been fluoridated by another water undertaker and which therefore is not covered by the statutory guarantee; | Unquantifiable |
| iii) in the event of a nuclear emergency it would be necessary to distribute stable iodine tablets to the general public to prevent take up of radioactive iodine. The Department has undertaken to indemnify those other than qualified medical personnel distributing the tablets against any action resulting from adverse reactions;                 | Unquantifiable |
| iv) indemnity into the side effects arising from the use of smallpox vaccine;  | £90 million    |
| v) an indemnity for members of the independent inquiry into the backlog of histopathology samples at the Royal National Orthopaedic Hospital NHS Trust. The Department has given an undertaking to grant an indemnity in relation to any legal action against the chairman and members of the inquiry team;  | Unquantifiable |
| vi) Indemnity for the Royal College of Physicians (RCP) review of Breakspear Hospital. The Department has given an undertaking to grant an indemnity to any legal action against the members of the review team;   | Unquantifiable |
| vii) To cover any damages arising from NBA research activity. NBA is now NHS Blood and Transplant;   | Unquantifiable |
| viii) Indemnity for the QC conducting the alternative disputes resolution procedure into complaints raised against the NHS. The department has given an undertaking to grant an indemnity in relation to any legal action against the QC conducting the procedure; and   | Unquantifiable |
| iv) to underwrite the disposal costs of radio active isotopes for 3 years.   | Unquantifiable |

### Part III: Note L - International Subscriptions

| Section in Part II: Subhead<br>detail and budgetary treatment | Body                      | £'000  |
|---|---------------------------|--------|
| D4 - DEL  | World Health Organisation | 20,000 |



ESTIMATES MEMORANDUM ANNEX B (1) - COMPARISON OF 2011-12 MAIN ESTIMATE WITH 2010-11 SPRING SUPPLY

Table 1 Overall Summary

|  | 2010-11 Spring Supply (amended) £000s | 2011-12 Main Estimate £000s | Variance: (reduction)/increase |
|--|---------------------------------------|-----------------------------|--------------------------------|
| Revenue DEL (RDEL) - table 2                 | 101,383,591                           | 102,652,756                 | 1,269,165                      |
| Annually managed Expenditure (AME) - table 3 | 4,844,064                             | 2,964,845                   | -1,879,219                     |
| Capital DEL (CDEL) - table 4                 | 4,856,852                             | 4,429,000                   | -467,852                       |

Table 2 Spending in RDEL

| Estimate Section             | Estimate Description                                 | 2010-11 Spring Supply (amended) £000s | 2011-12 Main Estimate £000s | Variance: (reduction)/increase |
|------------------------------|--|---------------------------------------|-----------------------------|--------------------------------|
| <b>Voted expenditure</b>     |  |                                       |                             |                                |
| A                            | PCT & SHA expenditure:                               | 78,401,446                            | 15,907,420                  | -62,494,026                    |
| B                            | DH Programme expenditure (NHS)                       | 2,859,370                             | 3,002,443                   | 113,073                        |
| C                            | Special Health Authorities expenditure               | 334,991                               | 1,333,918                   | 998,927                        |
| D                            | DH Programme and Administration expenditure          | 2,100,712                             | 2,334,241                   | 233,529                        |
| E                            | Social Care expenditure                              | 1,564,281                             | 1,326,000                   | -238,281                       |
| F                            | NHS Trusts net expenditure                           | -547,914                              | 29,535,065                  | 30,082,979                     |
| G                            | NHS Foundation Trusts net expenditure                | -852,770                              | 31,341,356                  | 32,194,126                     |
| H                            | Non Departmental Public Bodies net expenditure       | 321,452                               | 277,291                     | -44,161                        |
| <b>Non-voted expenditure</b> |  |                                       |                             |                                |
| I                            | PCT and SHA expenditure financed by NI Contributions | 17,172,023                            | 17,595,022                  | 422,999                        |
|                              | RDEL Voted   | 84,211,568                            | 85,057,734                  | 846,166                        |
|                              | RDEL Non Voted                                       | 17,172,023                            | 17,595,022                  | 422,999                        |
|                              | <b>Total RDEL</b>                                    | <b>101,383,591</b>                    | <b>102,652,756</b>          | <b>1,269,165</b>               |

Expenditure in 2010-11 has been amended to show expenditure moving from RFR1A to Lines B and C for NHS programme expenditure and Special Health Authorities.

The 2010-11 data has not been adjusted to remove the transactions between bodies within the Departmental Group. Please see the next worksheet for an explanation.

2010-11 PCT expenditure has been moved to Line I, in line with the treatment in 2011-12, reflecting the notional expenditure financed by National Insurance contributions rather than from the Consolidated Fund.

2010-11 expenditure has been moved from RFR1A to this line and is shown as a comparative figure to the 11-12 budget. This line did not exist in the actual 10-11 structure.

This line did not exist in the actual 10-11 structure.

2010-11 expenditure has been moved from RFR1A to this line and is shown as a comparative figure to the 11-12 budget. This line did not exist in the actual 10-11 structure.

Programme and Administration budgets have been brought together, this line did not exist in the 2010-11 structure, but would have included most of RFR2 Lines A, B, C, D, and E.

The range of social care grants and central budgets has been amended following the spending review. There is no direct comparison with 2010-11 range of grants which are now within the control of the Department for Communities and Local Government.

2011-12 grants include the Learning Disabilities and Health Reform Grant, which did not exist in 2010-11.

The expenditure in 2011-12 represents the consolidated income and expenditure of NHS Trusts, that is after the elimination of transactions within the Departmental Group. The data for 2010-11 is shown on a pre-consolidation basis. Annex B (2) provides a reconciliation of the 2011-12 data before and after consolidation.

The expenditure in 2011-12 represents the consolidated income and expenditure of NHS Foundation Trusts, that is after the elimination of transactions within the Departmental Group. The data for 2010-11 is shown on a pre-consolidation basis. Annex B (2) provides a reconciliation of the 2011-12 data before and after consolidation.

The expenditure of Executive NDPBs were not included in the actual 2010-11 Estimate, 2010-11 data has been adjusted to show the Estimate on a comparable basis.

Expenditure financed by National Insurance contributions was not recorded in 2010-11 Estimates. This expenditure represents a notional proportion of spending that is financed by National Insurance contributions rather than from the Consolidated Fund. In 2010-11 this income stream was treated as appropriations in aid rather than providing direct financing.

Table 3 Spending in AME

| Estimate Section         | Estimate Description                           | 2010-11 Spring Supply (amended) £000s | 2011-12 Main Estimate £000s | Variance: (reduction)/increase |
|--------------------------|--|---------------------------------------|-----------------------------|--------------------------------|
| <b>Voted expenditure</b> |  |                                       |                             |                                |
| J                        | PCT & SHA expenditure:                         | 2,423,980                             | 526,000                     | -1,897,980                     |
| K                        | DH Programme expenditure (NHS)                 |                                       | 5,840                       | 5,840                          |
| L                        | Special Health Authorities                     | 1,815,224                             | 1,786,743                   | -28,481                        |
| M                        | DH Programme and Administration expenditure    | 226,595                               | 46,383                      | -180,212                       |
| N                        | NHS Trusts net expenditure                     | 312,537                               | 300,000                     | -12,537                        |
| O                        | NHS Foundation Trusts net expenditure          | 64,463                                | 300,000                     | 235,537                        |
| P                        | Non Departmental Public Bodies net expenditure | 1,265                                 | -121                        | -1,386                         |
|                          | <b>Total AME</b>                               | <b>4,844,064</b>                      | <b>2,964,845</b>            | <b>-1,879,219</b>              |

The AME Estimate for 2010-11 includes the increase in AME sought in the 2010-11 Spring Estimate for the Health and Social Care Bill 2011 - Impact Assessment

Mainly the NHS Litigation Authority

Mainly impairments

Mainly impairments

Table 4 Spending in CDEL

| Estimate Section         | Estimate Description                           | 2010-11 Spring Supply (amended) £000s | 2011-12 Main Estimate £000s | Variance: (reduction)/increase |
|--------------------------|--|---------------------------------------|-----------------------------|--------------------------------|
| <b>Voted expenditure</b> |  |                                       |                             |                                |
| A                        | PCT & SHA expenditure:                         | 988,635                               | 630,568                     | -358,067                       |
| B                        | DH Programme expenditure (NHS)                 | 731,030                               | 825,002                     | 93,972                         |
| C                        | Special Health Authorities                     |                                       | 19,473                      | 19,473                         |
| D                        | DH Programme and Administration expenditure    | 22,000                                | 29,888                      | 7,888                          |
| E                        | Social Care expenditure                        | 121,420                               | 123,785                     | 2,365                          |
| F                        | NHS Trusts net expenditure                     | 1,275,526                             | 1,268,663                   | -6,863                         |
| G                        | NHS Foundation Trusts net expenditure          | 1,711,578                             | 1,479,965                   | -231,613                       |
| H                        | Non Departmental Public Bodies net expenditure | 46,663                                | 51,636                      | 4,973                          |
|                          | <b>Total CDEL</b>                              | <b>4,896,852</b>                      | <b>4,429,000</b>            | <b>-467,852</b>                |

In the 2010-11 actual Estimate the expenditure of PCTs, SHAs and NHS related central capital was recorded against R1R1A 7 & 8. An assessment has been made to move NHS related central capital to line B and D  
This Estimate line includes Connecting for Health

Capital Grants to Local Authorities remain mainly unchanged. Comparable data in the actual Estimate for 2010-11 was shown on lines K, L, M, N, and O