
Export Credits Guarantee Department

Introduction

1. This Estimate covers the planned budgetary expenditure of the Export Credits Guarantee Department (ECGD) and its support of UK exporters.
2. The DEL requested is to cover the running costs of the Department and is a net expense.
3. Income received by ECGD in the course of supporting exporters scores against its Annually Managed Expenditure (AME). In 2012-13 income will predominately be premium earned, interest on claims and the recovery of the interest and principal of the loan to GEFCO (Guaranteed Export Finance Corporation).

Part I

			£
	Voted	Non-Voted	Total
Departmental Expenditure Limit			
Resource	23,158,000	-	23,158,000
Capital	400,000	-	400,000
Annually Managed Expenditure			
Resource	-584,000	-	-584,000
Capital	-31,935,000	-	-31,935,000
Total Net Budget			
Resource	22,574,000	-	22,574,000
Capital	-31,535,000	-	-31,535,000
Non-Budget Expenditure		-	
Net cash requirement	-193,215,000		

Amounts required in the year ending 31 March 2013 for expenditure by Export Credits Guarantee Department on:

Departmental Expenditure Limit:

Expenditure arising from:

The running of ECGD's operational activities (operating costs of the Department).

Income arising from:

The sub-let of surplus office space and some underwriting activity.

Annually Managed Expenditure:

Expenditure arising from:

Arrangements made by ECGD in connection with exports of goods and services and overseas investments and expenditure arising from the creation of and increase in provisions related to ECGD's operational activities.

Income arising from:

Arrangements made by ECGD in connection with exports of goods and services and overseas investors from the UK and income arising from the release of and decrease in provisions related to ECGD's operational activities.

Export Credits Guarantee Department will account for this Estimate.

Part I

£

	Voted Total	Allocated in Vote on Account	Balance to complete / surrender
Departmental Expenditure Limit			
Resource	23,158,000	10,845,000	12,313,000
Capital	400,000	115,000	285,000
Annually Managed Expenditure			
Resource	-584,000	-	-584,000
Capital	-31,935,000	-	-31,935,000
Non-Budget Expenditure	-	-	-
Net cash requirement	-193,215,000	-	-193,215,000

Part II: Resource to cash reconciliation

£'000

	2012-13 Plans	2011-12 Provisions	2010-11 Outturn
Net Resource Requirement	22,574	55,049	-204,060
Net Capital Requirement	-31,535	-41,057	-99,255
Accruals to cash adjustments	-184,254	-187,756	-61,234
<i>Of which:</i>			
<i>Adjustments to remove non-cash items:</i>			
Depreciation	-800	-800	-412
New provisions and adjustments to previous provisions	-73,273	-112,477	1,173
Departmental Unallocated Provision	-	-	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-37,673	-245	-21,454
<i>Adjustment for NDPBs:</i>			
Remove voted resource and capital	-	-	-
Add cash grant-in-aid	-	-	-
<i>Adjustments to reflect movements in working balances:</i>			
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	19,949	-122,672	580
Increase (-) / Decrease (+) in creditors	-92,457	48,438	-41,121
Use of provisions	-	-	-
Removal of non-voted budget items	-	-	-
<i>Of which:</i>			
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
Net Cash Requirement	-193,215	-173,764	-364,549

Part III: Note A - Statement of Comprehensive Net Expenditure & Reconciliation Table

	£'000		
	2012-13 Plans	2011-12 Provisions	2010-11 Outturn
Gross Administration Costs	29,052	26,322	24,440
<i>Less:</i>			
Administration DEL Income	-5,894	-2,297	-857
Net Administration Costs	23,158	24,025	23,583
Gross Programme Costs	121,091	139,183	61,276
<i>Less:</i>			
Programme DEL Income	-	-	-
Programme AME Income	-121,675	-108,159	-288,919
Non-budget income	-	-	-
Net Programme Costs	-584	31,024	-227,643
Total Net Operating Costs	22,574	55,049	-204,060
<i>Of which:</i>			
Resource DEL	23,158	24,025	23,583
Capital DEL	-	-	-
Resource AME	-584	31,024	-227,643
Capital AME	-	-	-
Non-budget	-	-	-
<i>Adjustments to include:</i>			
Departmental Unallocated Provision (resource)	-	-	-
Consolidated Fund Extra Receipts in the budget but not in the SoCNE	-	-	-
<i>Adjustments to remove:</i>			
Capital in the SoCNE	-	-	-
Non-Budget Consolidated Fund Extra Receipts in the SoCNE	-	-	-
Other adjustments	-	-	-
Total Resource Budget	22,574	55,049	-204,060
<i>Of which:</i>			
Resource DEL	23,158	24,025	23,583
Resource AME	-584	31,024	-227,643
<i>Adjustments to remove:</i>			
Consolidated Fund Extra Receipts in the resource budget	-	-	-
Other adjustments	-	-	-
Total Resource (Estimate)	22,574	55,049	-204,060

Part III: Note B - Analysis of Departmental Income

£'000

	2012-13 Plans	2011-12 Provisions	2010-11 Outturn
Voted Resource DEL	-5,894	-2,297	-857
<i>Of which:</i>			
Administration			
Sale of goods and services	-5,000	-790	-59
<i>Of which:</i>			
Section A: Export Credit Guarantees and Investments	-5,000	-790	-59
Other income (including receipts)	-894	-1,507	-798
<i>Of which:</i>			
Section A: Export Credit Guarantees and Investments	-894	-1,507	-798
Voted Resource AME	-121,675	-108,159	-288,919
<i>Of which:</i>			
Programme			
Sale of goods and services	-89,932	-56,989	-95,697
<i>Of which:</i>			
Section B: Export Credits	-89,932	-56,989	-95,697
Interest and dividends	-31,743	-51,170	-112,179
<i>Of which:</i>			
Section B: Export Credits	-19,254	-22,618	-59,040
Section C: Fixed Rate Export Finance / Export Finance Assistance	-696	-16,069	-36,742
Section D: GEFCO Loans and interest equalisation	-11,793	-12,483	-16,397
Other income (including receipts)	-	-	-81,043
<i>Of which:</i>			
Section B: Export Credits	-	-	-81,043
Total Voted Resource Income	-127,569	-110,456	-289,776
Voted Capital AME	-31,935	-41,387	-99,772
<i>Of which:</i>			
Programme			
loan , etc, repayments	-31,935	-41,387	-99,772
<i>Of which:</i>			
Section D: GEFCO Loans and interest equalisation	-31,935	-41,387	-99,772
Total Voted Capital Income	-31,935	-41,387	-99,772

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

No CFER income or receipts are expected in 2012-13, 2011-12 or 2010-11.

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	Patrick Crawford
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Patrick Crawford 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 (FRM), 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.

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*.