

# Cabinet Office

## Introduction

1. This Supplementary Estimate is required for the following purposes:

	Amount £
<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b>	

### Changes in resources

#### **Decreases:**

#### Machinery of Government Transfer ( MoG)

1. Administration costs £914,000 RfR:Subhead A1 Transfer of Government Social Research Unit from Cabinet Office to HM Treasury	-914,000
2. Administration costs £2,097,000 RfR:Subhead A1 Transfer of Whips Lords and Whips Common Office to the Privy Council Office	-2,097,000

#### **Neutral Changes:**

#### Increase in spending offset by income

1. Adjustment to Administration costs and Appropriations in Aid £99,000 RfR:Subheads A1:A5 Contributions from Home Office to fund the Diversity Awards Events	
2. Adjustment to Administration costs and Appropriations in Aid £843,000 RfR:Subheads A1:A5 Additional income from the Cabinet Office Civil Superannuation Vote relating to central management costs of pensions schemes	
3. Adjustment to Administration costs and Appropriations in Aid £297,000 RfR:Subheads A1:A5 Contribution from the Sector Skills Development Agency to fund the Central Government Sector Skills Council	
4. Adjustment to Administration costs and Appropriations in Aid £227,000 RfR:Subheads A1:A5 Recharges from Privy Council Office to cover cost of services provided by the Cabinet Office	

# Cabinet Office

## Introduction (*continued*)

- 5 Adjustment to programme costs and Appropriations in Aid  
£212,000  
RfR:Subheads A2:A5  
Increase in contributions from other Governments departments to fund the Information Assurance Technical Programme ( IATP)
- 6 Adjustment to Administration costs and Appropriations in Aid  
£680,000  
RfR:Subheads A1:A5  
Adjustment to contributions from other government departments for the costs of Parliamentary Counsel Office.
- 7 Adjustment to programme costs and Appropriations in Aid  
£1,531,000  
RfR:Subheads A2:A5  
Decreases in contributions from other government departments towards building of the government common infrastructure
- 8 Adjustment to Administration costs and Appropriations in Aid  
£17,153  
RfR:Subheads A1:A5  
As part of the Machinery of Government transfer there is a reduction in Administration cost and Appropriations in Aid to remove Government Car and Despatch Agency (GCDA) from Cabinet Office Estimates.

### Transfers within RfR lines

- 1 Adjustment to Capital  
£634,000  
RfR:Subheads A7:B7  
Reallocation of capital from the Cabinet Office to the National School of Government (NSG)
- 2 Adjustment to Administration costs  
£349,000  
RfR:Subheads A1:B1  
Transfer from NSG to Cabinet Office

**Total change in resource for Estimate** -3,011,000

### Changes in capital

#### **Decreases:**

- 1 Adjustment to Capital and non-operating Appropriations in Aid  
£1,110,000 -1,110,000  
RfR:Subheads C7:C8  
As part of the MoG transfer of GCDA £1,260,000 capital spend and £150,000 non-operating Appropriations in Aid will be transferring to the Department of Transport.

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# Cabinet Office

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## Introduction (*continued*)

2	Adjustment to Capital £20,000 RfR:Subhead A7 As part of the MoG transfer of Whips Lords and Whips Commons £20,000 capital will be transferring to the Privy Council Office	-20,000
<b>Total change in capital for Estimate</b>		-1,130,000

2. As a result of the above and associated non-cash adjustments, there is an decrease in the net cash requirement of £ 4,133,000.
3. Symbols are explained in the Introduction to this booklet.

## Part I

£

<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b>	*	<b>-3,011,000</b>
Total additional net resource requirement		-3,011,000
<b>Additional net cash requirement</b>	*	<b>-4,133,000</b>

SUPPLEMENTARY amounts required in the year ending 31 March 2006 for expenditure by the Cabinet Office on:

### **RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives**

The Prime Minister's Office; other Government Ministers; the offices of the Government Whips in the House of Commons and the House of Lords; the Parliamentary Counsel Office; the Cabinet Secretariat; payments to former Prime Ministers; the central management of, and delivery of services to, the Civil Service and wider public sector; improving public services; civil service reform; cross-departmental IT systems; co-ordination of cross-cutting issues; grants to certain not for profit organisations; grants to local authorities; expenditure associated with the awards of honours and dignities; certain other services; and associated non-cash items.

The **Cabinet Office** will account for this Estimate.

\* The Office of the Chief of the House of Commons and the Office of the Chief Whip of the House of Lords were transferred to the Privy Council Office on 1 February 2006. Within the overall changes sought in this Estimate, the  
i) the net resource requirement is reduced by £ 2,097,000; and  
ii) the net cash requirement is decreased by £ 2,109,000.

\* The Government Social Research Unit transferred to HM Treasury on 13 February 2006. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer are:  
(i) the net resource requirement is reduced by £ 914,000 and operating appropriations in aid decreased by £ 136,000; and (ii) the net cash requirement is reduced by £ 914,000.

\* The Government Car and Despatch Agency transferred to the Department for Transport on 14 February 2006. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government transfer are:  
(i) the net resource requirement is unchanged but the gross expenditure and operating appropriations in aid are reduced by £ 17,153,000; and (ii) the net cash requirement is unchanged.

## Part II: Changes proposed

Resources	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	£'000
					New Net Provision
<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b>					
<b>Spending in Departmental Expenditure Limits (DEL)</b>					
<i>Central Government spending</i>					
RfR 1 - A Cabinet Office	224,898	-1,835	827	-2,662	222,236
RfR 1 - B National School of Government	640	1,099	1,448	-349	291
RfR 1 - C Government Car and Despatch Agency	-	-17,153	-17,153	-	-
<b>Total RfR 1</b>		<b>-17,889</b>	<b>-14,878</b>	<b>-3,011</b>	
<b>Total Changes to RfRs</b>		<b>-17,889</b>	<b>-14,878</b>	<b>-3,011</b>	

Capital and Cash	Present Provision	Change in Provision	£000
			New Provision
Total Capital Expenditure	25,171	-1,280	23,891
Non-Operating A in A	171	-150	21
<b>Net cash requirement</b>	<b>204,589</b>	<b>-4,133</b>	<b>200,456</b>

## Part II: Revised subhead detail including additional provision

Resources						Capital		£'000
1	2	3	4	5	6	7	8	
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A	
<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b>								
258,171	65,539	3,145	326,855	103,722	223,133	23,891	21	
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<i>Central Government spending</i>								
A Cabinet Office								
226,932	65,539	2,539	295,010	72,774	222,236	22,494	21	
B National School of Government								
31,239	-	-	31,239	30,948	291	1,397	-	
C Government Car and Despatch Agency								
-	-	-	-	-	-	-	-	
<i>Support for Local Authorities</i>								
D Emergency planning grants								
-	-	606	606	-	606	-	-	
<b>Total</b>								
258,171	65,539	3,145	326,855	103,722	223,133	23,891	21	

## Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	£'000 <u>Revised</u>
<b>Net total Resources</b>	<b>226,144</b>	<b>-3,011</b>	<b>223,133</b>
<b>Voted capital items</b>			
Capital expenditure	25,171	-1,280	23,891
<i>Less:</i> non-operating A in A	<u>171</u>	<u>-150</u>	<u>21</u>
<b>Total net voted capital</b>	<b>25,000</b>	<b>-1,130</b>	<b>23,870</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-9,000	-	-9,000
Depreciation	-37,338	-	-37,338
New provisions and adjustments to previous provisions	-200	-	-200
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-32	8	-24
Increase(+)/decrease(-) in stock	-	-	-
Increase(+)/decrease(-) in debtors	-	-	-
Increase(-)/decrease(+) in creditors	-	-	-
Use of provisions	<u>15</u>	-	<u>15</u>
Total accruals to cash adjustments	<b>-46,555</b>	<b>8</b>	<b>-46,547</b>
<b>Excess cash to be CFERd</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash requirement</b>	<b>204,589</b>	<b>-4,133</b>	<b>200,456</b>

## Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

## Forecast Operating Cost Statement

		£'000
		2005-06 provision
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<b>Net Administration Costs</b>	RfR 1	<u>195,831</u>
<b>Total Net Administration Costs</b>		<b>195,831</b>
<b>Net Programme Costs</b>	RfR 1	<u>27,302</u>
<b>Total net programme costs</b>		<b>27,302</b>
<b>Total Net Operating Cost</b>		<b>223,133</b>
<i>of which:</i>		
	<b>Net Resource Outturn</b>	<b>223,133</b>
	CFERs	-
	Non-voted expenditure	-
<b>Resource Budget Outturn</b>		<b>222,994</b>
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## Notes to the Estimate

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

	£'000
	2005-06 Provision
<b>Net Resource Outturn (Estimates)</b>	<b>223,133</b>
<i>Adjustments to remove:</i>	
provision voted for earlier years	-
<i>Adjustments to additionally include:</i>	
non-voted expenditure in the OCS	-
Consolidated Fund extra receipts (CFERS) in the OCS	-
Other adjustments	-
<b>Net Operating Costs (Accounts)</b>	<b>223,133</b>
<i>Adjustments to remove:</i>	
capital grants to local authorities	-
capital grants financed from the Capital Modernisation Fund	-
European Union income and related adjustments	-
voted expenditure outside the budget	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non-departmental public bodies	-
unallocated resource provision	-
Other adjustments	-139
<b>Resource Budget Outturn (Budget)</b>	<b>222,994</b>
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	222,994
Annually Managed Expenditure (AME)	-

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2005-06 Provision
<b>Net Voted Capital Outturn (Estimates)</b>	<b>23,870</b>
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	-
capital grants to local authorities	-
capital grants financed by the Capital Modernisation Fund	-
local authority credit approvals	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-557
<b>Capital Budget Outturn (Budget)</b>	<b>23,313</b>
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	23,313
Annually Managed Expenditure (AME)	-

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## Notes to the Estimate

### Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointments for the Requests for Resources within this Estimate.

**Request for Resources 1**      Colin Balmer CB, Accounting Officer and permanent head of department

Colin Balmer CB, as the Accounting Officer (AO) of the Cabinet Office has personal responsibility for the proper presentation of the Cabinet Office's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO, as the permanent head, in addition to the responsibilities for the assigned RfR, remains in general overall charge of the Cabinet Office.

The responsibilities of an Accounting Officer are set out in Annex 4.1 of Government Accounting. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for the keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the Cabinet Office's policies, aims and objectives; and should regularly review the effectiveness of that system.

## Notes to the Estimate

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

	£'000	
	2005-06 Provision	Non operating
	Operating	operating
	A in A	A in A
<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b>		
Income from minor occupiers and other accommodation income	3,729	-
Sales of services and goods to other government departments, public bodies and the general public	1,913	-
Income relating to Crown copyright work of HMSO	682	-
Income relating to central management costs of pensions schemes	9,908	-
Recovery of costs of Cabinet Office staff and Prime Minister's Office	779	-
Income from the trading activities of the Centre for Management and Policy Studies	30,948	-
Investments (loan repayment by Civil Service Sports Council and London Hostels Association)	-	21
Other income	724	-
Emergency Planning college receipts for training courses and rent	2,232	-
Recovery of costs from other government departments for cost sharing arrangements	52,800	-
Recoveries in respect of Honours and Dignities	7	-
<b>Total RfR 1</b>	<b>103,722 *</b>	<b>21 **</b>
<i>of which: Administration budgets</i>	-	-

\*\* Amount that may be applied as appropriation in aid in addition to the net total, arising from income from minor occupiers of the Department's buildings; sales of services and goods to other government departments, public bodies and general public; administration of Crown copyright by HMSO; sponsorship income; income from the Employment Opportunities Fund; income in respect of central management costs of the Principal Civil Service Pensions Scheme (PCSPS), Civil Service additional Voluntary Contributions Scheme (CSAVC), and the Federated Superannuation Scheme for Universities (FSSU); refunds from the European Community and receipts

in respect of international projects; recovery of costs of staff on loan; recovery from staff for miscellaneous items; recovery of costs incurred by the Prime Minister's Office on official visits; receipts from the trading and programme activities of the National School of Government; profit on disposal of fixed assets; Emergency Planning College receipts for training courses; receipts for rent; recovery of legal costs; recoveries of costs from other government departments for cost sharing arrangements; recoveries in respect of Honours and dignities; and certain other services.

\*\* Amount that may be applied as non-operating appropriations in aid, arising from repayment of loans by the Civil Service Sports Council and the London Hostels Association; the proceeds from the sale of fixed assets, covering the net book value.

<b>Total A in A</b>	<b>103,722</b>	<b>21</b>
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## Notes to the Estimate

### Departmental Expenditure Limits and Administration Budgets

As announced to the House of Commons, the Cabinet Office Departmental Expenditure Limit (DEL) will change as follows:

	Change	New DEL		£'000
		Voted	Non-voted	Total
Resource	-3,150	222,994	-	222,994
<i>of which : Administration Budget</i>	-3,570	195,831	-	195,831
Capital	-1,687	23,313	-	23,313
Less depreciation *	-	-37,338	-	-
<b>Total DEL</b>	<b>-4,837</b>	<b>208,969</b>	<b>-</b>	<b>208,969</b>

\* Depreciation, which forms part of resource DEL, is excluded from total DEL since capital DEL includes capital spending and to include depreciation of those assets would lead to double counting.

### Cash which may be retained to offset expenditure

	£'000
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been or will be appropriated in aid	103,743