

# Cabinet Office

## Introduction

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

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<b><u>Changes in resources</u></b>			
<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b>			
<b><u>Section</u></b>	<b><u>Reason for change</u></b>		
	<b><u>DEL Reserve claims</u></b>		
A2	Drawdown from Reserve to provide budgetary cover for BBC Monitoring Adjustment to increase Programme Budget £5,000,000 RFR Subhead A2	5,000,000	
B3	Drawdown from Reserve to cover the VAT reimbursement for funds raised from the sale of a TOG Calendar for BBC Children in Need Adjustment to increase Grants £299,000 RFR Subhead B3	299,000	
B3	Drawdown from Reserve to cover V Matched Funding for Office of the Third Sector Adjustment to increase Grants £3,301,000 RFR Subhead B3	3,301,000	
B3	Drawdown from Reserve to cover the Invest to Save Budget for Office of the Third Sector Adjustment to increase Grants £399,000 RFR Subhead B3	399,000	
<b><u>Take up of DEL End Year Flexibility</u></b>			
A1:A7	Resource End Year Flexibility drawdown and vire to Capital to cover various capital costs Adjustment will only affect Capital DEL and not RDEL £3,679,000 RFR Subhead A1:A7		

**Machinery of Government changes****MOGS IN**

A1	Transfer of Lord President of the Council and Leader of the House of Lords and the Leader and Deputy Leader of the House of Commons, and the Offices of the Government Whips in the House of Commons and the House of Lords from the Privy Council Office. Adjustment to increase Administration Budget £4,553,000 RFR Subhead A1	4,553,000
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**MOGS OUT**

A1	Transfer of the Better Regulation Executive (BRE) to the new Department for Business, Enterprise and Regulatory Reform (DBERR) Adjustment to decrease Administration Costs £11,429,000 RFR Subhead A1	-11,429,000
A1	Transfer of Prime Minister's Delivery Unit (PMDU) to HM Treasury (HMT) Adjustment to decrease Administration Costs £4,028,000 RFR Subhead A1	-4,028,000

**Transfers of budgetary cover to/from other government departments**

A1	Transfer to 14 Government Departments to fund the Parliamentary Counsel Office Adjustment to decrease Administration Costs £8,389,000 RFR Subhead A1	-8,389,000
A2	Transfer from Security & Intelligence Agencies to provide budgetary cover for BBC Monitoring Adjustment to increase Programme Costs £3,647,000 RFR Subhead A2	3,647,000
A1	Transfer from Deputy Prime Minister's Office (DPMO) to return the cover provided prior to the Office being disbanded Adjustment to increase Administration Costs £1,233,000 RFR Subhead A1	1,233,000
A1	Transfer of Administration cost to Home Office Adjustment to decrease Administration Costs £104,000 RFR Subhead A1	-104,000
A1	Transfer of Administration cost to Office of National Statistics (ONS) Adjustment to decrease Administration Costs £164,000 RFR Subhead A1	-164,000

B1	Transfer of Administration cost from Office of the Third Sector to Department for Communities and Local Government (DCLG) Adjustment to decrease Administration Costs £764,000 RFR Subhead B1	-764,000
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**Transfers from resource spending to capital spending (not capital grants)**

A1:A2: A7	Transfers from Resource to Capital  Adjustment to decrease from Administration £450,000 and from other current £3,700,000 £4,150,000 RFR Subheads A1:A2:A7	-4,150,000
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**Resource transfers within the Request for Resources**

B2:B3	Reclassification of Programme costs from other current to Grants for Office of the Third Sector MV Funding Adjustment to decrease programme cost and increase grant costs £15,000,000 RFR Subhead B2:B3	
A2:A3	Reclassification of Programme costs from other current to Grants for Cabinet Office Adjustment to decrease programme cost and increase grant costs £558,000 RFR Subhead A2:A3	

**Changes in voted spending**

B3:F3	Transfer from the Office of the Third Sector (OTS) voted budget for grants to non- voted grant in aid awarded to newly created ENDPB Commission for the Compact Ltd Adjustment to decrease voted grants in OTS and increase non voted grant costs £1,430,000 RFR Subhead B3:F3	
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**Changes in non-budget and non voted spending**

B3:F3	Transfer from the OTS voted budget for grants to non- voted grant in aid awarded to newly created ENDPB Commission for the Compact Ltd Adjustment to decrease voted grants in OTS and increase non-voted grant costs £1,430,000 RFR Subhead B3:F3	
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**Changes in operating appropriations-in-aid (fully offset by changes in spending)**

**Increase in income offset by expenditure**

A1:A5	Accommodation Income from minor occupiers and other accommodation income Adjustments to Administration Costs and Appropriations in Aid £141,000 RFR Subheads A1:A5	
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- A1:A5 Additional Income from the Civil Service Superannuation Vote relating to central management of Pensions Schemes  
Adjustments to Administration Costs and Appropriations in Aid  
£752,000  
RFR Subheads A1:A5
- A1:A5 Additional income relating to recoveries of staff costs from various units in the Cabinet Office  
Adjustments to Administration Costs and Appropriations in Aid  
£785,000  
RFR Subheads A1:A5
- A1:A5 Additional income from Sector Skills Agency to fund Government Skills  
Adjustments to Administration Costs and Appropriations in Aid  
£1,150,000  
RFR Subheads A1:A5
- A1:A5 Additional income for various management units offset by expenditure  
Adjustments to Administration Costs and Appropriations in Aid  
£641,000  
RFR Subheads A1:A5
- A2:A5 Income for Strategy Unit for the development of a Code of Practice  
Adjustments to Programme costs and Appropriations in Aid  
£15,000  
RFR Subheads A2:A5
- A1:A5 Additional income from Other Government Departments for cost sharing arrangements  
Adjustments to Administration Costs and Appropriations in Aid  
£148,000  
RFR Subheads A1:A5
- A2:A5 Additional income from Other Government Departments for cost sharing arrangements  
Adjustments to Programme Costs and Appropriations in Aid  
£1,300,000  
RFR Subheads A2:A5
- B2:B5 Additional income to Office of the Third Sector for Volunteering Health  
Adjustments to Programme Costs and Appropriations in Aid  
£65,000  
RFR Subheads B2:B5
- B2:B5 Interest Income arising on funds held on trust for the Cabinet Office by The Charity Bank Ltd for use in the Futurebuilders programme - interest income will offset Cost of Capital on the funds held.  
Adjustments to Programme Costs and Appropriations in Aid  
£5,000,000  
RFR Subheads B2:B5
- A3:A5 Other Grant Income for use in funding grants expenditure programmes  
Adjustments to Programme Costs and Appropriations in Aid  
£4,394,000  
RFR Subheads A3:A5

**Decrease in income offset by expenditure**

- A1:A5 Adjustment to decrease the contributions for Senior Development Activity an activity to develop senior members of the Civil Service  
Adjustments to Administration Costs and Appropriations in Aid  
£1,975,000  
RFR Subheads A1:A5
- A1:A5 Adjustment to decrease income received from training courses and rent for Emergency planning college  
Adjustments to Administration Costs and Appropriations in Aid  
£150,000  
RFR Subheads A1:A5
- A2:A5 Adjustment to decrease income received for Direct GOV the responsibility has been transferred to Central Office of Information  
Adjustments to Programme Costs and Appropriations in Aid  
£11,300,000  
RFR Subheads A2:A5
- A2:A5 Adjustment to decrease other programme income  
Adjustments to Programme Costs and Appropriations in Aid  
£2,186,000  
RFR Subheads A2:A5

<u>Total</u>	18,432,000	-29,028,000
<b>Total change in resources for RFR1</b>		<b>-10,596,000</b>

<b>Total change in resources for Estimate</b>		<b>-10,596,000</b>
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**Changes in Capital**

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
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**Machinery of Government Changes**

- |    |  |        |  |
|----|--|--------|--|
| A7 | Transfer of Lord President of the Council and Leader of the House of Lords and the Leader and Deputy Leader of the House of Commons, and the Offices of the Government Whips in the House of Commons and the House of Lords from the Privy Council Office.<br>Adjustments to Capital<br>£40,000<br>RFR Subheads A7 | 40,000 |  |
|----|--|--------|--|

**Take up of End Year Flexibility**

- |    |   |            |  |
|----|---|------------|--|
| A7 | Drawdown End Year Flexibility (EYF)<br>Adjustments to Capital<br>£22,143,000<br>RFR Subheads A7 | 22,143,000 |  |
|----|---|------------|--|

A7	Drawdown Resource End Year Flexibility (EYF) and vire to Capital Adjustments to Capital £3,679,000 RFR Subheads A7	3,679,000	
<b><u>Transfers from resource spending to capital spending (not capital grants)</u></b>			
A7	Transfer of Resource to Capital Adjustments to Capital £4,150,000 RFR Subheads A1:A2:A7	4,150,000	
		<u>Total</u>	<u>30,012,000</u>
	<b>Total change in capital for Estimate</b>		<b>30,012,000</b>

2. As a result of the above and non-cash adjustments, there is a decrease in the net cash requirement of £2,938,000

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

# Cabinet Office

## Part I

	£
<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b> †	<b>-10,596,000</b>
Total additional net resource requirement	-10,596,000
<b>Additional net cash requirement</b> †	<b>-2,938,000</b>

SUPPLEMENTARY amounts required in the year ending 31 March 2008 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; the Offices of the Chancellor of the Duchy of Lancaster and Ministers in the Cabinet Office and the Secretary of the Cabinet and Head of the Home Civil Service; Parliamentary Counsel Office; Government Communication; Civil Service Capabilities Group; Transformational Government; Economic and Domestic Secretariat; European Secretariat; Security, Intelligence and Resilience; Defence and Overseas Secretariat; Office of the Third Sector; Social Exclusion Task Force; Strategy Unit; Ceremonial Secretariat; Lord President of the Council and the Leader of the House of Lords and the Leader and Deputy Leader of the House of Commons and the Offices of the Government Whips in the House of Commons and the House of Lords; and various other units; 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 in aid to not-for-profit organisations including the Civil Service Benevolent Fund, Civil Service Sports Council, Civil Service Retirement Fellowship, and Capacity Builders (UK) Limited, and Commission for the Compact Limited, Executive NDPB's; grants to organisations working in the Third Sector and to Local Authorities and other organisations including Chequers Trust, Disability Partnership and the Whitehall and Industry Group; and associated non-cash items.

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

† The transfer of the Prime Minister's Delivery Unit (PMDU) to HM Treasury was announced on 28 June 2007. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government change are:

- a) the net resource requirement is decreased by £ 4,028,000
- b) the net cash requirement is decreased by £ 4,028,000

† The transfer of the Better Regulation Executive (BRE) to the Department for Business, Enterprise and Regulatory Reform was announced on 28 June 2007. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government change are:

- a) the net resource requirement is decreased by £ 11,429,000
- b) the net cash requirement is decreased by £ 11,429,000

**Part I (continued)**

† The transfer of the Lord President of the Council and the Leader of the House of Lords and the Leader and Deputy Leader of the House of Commons, and the offices of the Government Whips in the House of Commons and the House of Lords was announced on 1 April 2007 from the Privy Council Office. Within the overall changes sought in this Estimate, the specific changes relating to this machinery of government change are:

- a) the net resource requirement is increased by £ 4,553,000
- b) the net cash requirement is increased by £ 4,546,000.

## 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>					
RfR 1 - A Cabinet Office	231,764	-21,116	-6,285	-14,831	216,933
RfR 1 - B Office of the Third Sector	118,663	7,870	5,065	2,805	121,468
<b>Non-Budget</b>					
RfR 1 - F ENDPB's	33,298	1,430	-	1,430	34,728
<b>Total RfR 1</b>		<b>-11,816</b>	<b>-1,220</b>	<b>-10,596</b>	
<b>Total Changes to RfRs</b>		<b>-11,816</b>	<b>-1,220</b>	<b>-10,596</b>	

Capital and Cash	Present Provision	Change in Provision	£000 New Provision
Total Capital Expenditure	7,226	30,012	37,238
Non-Operating A in A	21	-	21
<b>Net cash requirement</b>	<b>360,279</b>	<b>-2,938</b>	<b>357,341</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>								
251,984	73,372	166,618	491,974	104,635	387,339	37,238	21	
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<i>Central Government spending</i>								
A Cabinet Office								
247,350	62,712	6,441	316,503	99,570	216,933	37,209	21	
B Office of the Third Sector								
3,754	10,660	112,119	126,533	5,065	121,468	29	-	
C Social Exclusion Task Force								
880	-	-	880	-	880	-	-	
<i>Support for Local Authorities</i>								
D London Fire and Emergency Planning Authority								
-	-	606	606	-	606	-	-	
E Security								
-	-	12,724	12,724	-	12,724	-	-	
<b>Non-Budget</b>								
F ENDPB's								
-	-	34,728	34,728	-	34,728	-	-	
<b>Total for Estimate:</b>								
251,984	73,372	166,618	491,974	104,635	387,339	37,238	21	

## Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000 Revised</u>
<b>Net Resource Requirement</b>	<b>397,935</b>	<b>-10,596</b>	<b>387,339</b>
<b>Voted capital items</b>			
Capital	7,226	30,012	37,238
<i>Less:</i> Non-operating A in A	<u>21</u>	<u>-</u>	<u>21</u>
<b>Total net voted capital</b>	<b>7,205</b>	<b>30,012</b>	<b>37,217</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-9,275	-6	-9,281
Depreciation	-36,336	-22	-36,358
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-226	-226
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-25,100	-25,100
Increase(-)/decrease (+) in creditors	-	3,000	3,000
Use of provisions	<u>750</u>	<u>-</u>	<u>750</u>
<b>Total accruals to cash adjustments</b>	<b>-44,861</b>	<b>-22,354</b>	<b>-67,215</b>
<b>Excess cash to be CFERd</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Cash Requirement</b>	<b>360,279</b>	<b>-2,938</b>	<b>357,341</b>

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

As in existing provision

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## Forecast Operating Cost Statement

	£'000
	2007-08 provision
<b>Net Administration Costs</b>	
RfR1	217,058
<b>Total Net Administration Costs</b>	<b>217,058</b>
<b>Net Programme Costs</b>	
RfR1	170,281
Non-voted	-
<b>Total Net Programme costs</b>	<b>170,281</b>
<b>Total Net Operating Cost</b>	<b>387,339</b>
<i>of which:</i>	
<b>Net Resource Requirement</b>	<b>387,339</b>
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
<b>Resource Budget</b>	<b>355,986</b>

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## Notes to the Estimate

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

	£'000
	2007-08
	Provision
<b>Net Resource Requirement (Estimates)</b>	<b>387,339</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 in the OCS	-
Other adjustments	-
<b>Net Operating Costs (Accounts)</b>	<b>387,339</b>
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
capital grants	-41,652
European Union income related to capital grants	-
voted expenditure outside the budget	-34,728
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
resource consumption of non departmental public bodies	37,917
unallocated resource provision	-
Other adjustments	7,110
<b>Resource Budget (Budget)</b>	<b>355,986</b>
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	355,986
Annually Managed Expenditure (AME)	-

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08
	Provision
<b>Net Voted Capital (Estimates)</b>	<b>37,217</b>
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	100
capital grants	41,652
European Union income related to capital grants	-
supported capital expenditure (revenue)	-
capital spending by levy funded bodies	-
unallocated capital provision	-
Other adjustments	-
<b>Capital Budget (Budget)</b>	<b>78,969</b>
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	78,969
Annually Managed Expenditure (AME)	-

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## Notes to the Estimate (*continued*)

### Explanation of Accounting Officer responsibilities

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

**Request for Resources 1**

Sir Gus O' Donnell, Permanent Head of the Department

Sir Gus O'Donnell as the Accounting Officer of the Cabinet Office has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Cabinet Office.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims, and objectives and should regularly review the effectiveness of that system

## Notes to the Estimate (*continued*)

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

£'000

2007-08  
Provision

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

<b>Administration</b>	<b>34,926</b>
<i>of which:</i>	
Sale of goods and services	29,965
Other Rentals	3,094
Recovery of Seconded Costs	1,867
<b>Programme</b>	<b>69,709</b>
<i>of which:</i>	
Sale of goods and services	53,518
Interest receivable private sector other	5,000
Other grant income (including repayments of grants/subsidies)	11,191
<b>Total RfR1</b>	<b>104,635 †</b>

† Amount that may be applied as appropriations-in-aid in addition to the net total, arising from: income from minor occupiers of the Department's buildings and other accommodation income; sales of goods and services to other government departments, public bodies and general public; income in respect of central management costs of the Principal Civil Service Pensions Scheme (PCSPS); recovery of costs of staff on secondment and on loan; Emergency Planning College receipts for training courses and rent; recovery of costs from other government departments for cost sharing arrangements; recoveries in respect of Honours and Dignities; other grant income; interest receivable from the private sector and certain other services.

<b>Total Operating A in A</b>	<b>104,635</b>
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### Analysis of non - operating appropriations in aid (A in A)

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

<b>Programme</b>	<b>21</b>
<i>of which:</i>	
Loan principal repayments	21
<b>Total RfR1</b>	<b>21 †</b>

† Amount that may be applied as non-operating appropriations in aid, arising from: repayment of loan principal by the Civil Service Sports Council and the London Hostels Association; proceeds from the sale of fixed assets

<b>Total Non - operating A in A</b>	<b>21</b>
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## Notes to the Estimate (*continued*)

### Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	-12,026	4,669	310,959	45,027	355,986
<i>of which: †</i>					
Administration budget	-19,542	-	217,058	-	217,058
Near-cash in RDEL	-11,530	3,919	265,844	45,027	310,871
Capital ††	30,012	50	78,869	100	78,969
Less Depreciation †††	-22	-	-36,358	-	-36,358
<b>Total</b>	<b>17,964</b>	<b>4,719</b>	<b>353,470</b>	<b>45,127</b>	<b>398,597</b>

† The total of 'Administration budget' and 'Near-cash in Resource DEL' figures may well be greater than total resource DEL, due to the definitions overlapping.

†† Capital DEL includes items treated as resource in Estimates and accounts but which are treated as Capital DEL in budgets.

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

### 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	104,656

### 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:

RfR/Section	Service	£'000
RfR1 - A	Pension payments	8
RfR1 - A	Grants made by the Cabinet Office	6,441
RfR1 - B	Grants made by the Office of the Third Sector	112,119
RfR1 - D	Grants to Local Authorities: London Fire and Emergency Planning Authority	606
RfR1 - E	Grants to Local Authorities for security purposes	12,724
RfR1 - F	Grants in aid to ENDPB's	34,728
	<b>TOTAL</b>	<b>166,626</b>

## Notes to the Estimate (*continued*)

### Grants in Aid

RfR/Section	Body	£ '000
RfR1 - A	Civil Service Benevolent Fund	500
RfR1 - A	Civil Service Sports Council	1,332
RfR1 - A	Civil Service Retirement Fellowship	265
RfR1 - A	Chequers Trust	950
RfR1 - B	Community Service Volunteers (CSV)	1,025
RfR1 - B	BTCV	308
RfR1 - B	Mentoring and Befriending Foundation (MBF)	1,025
RfR1 - B	TimeBank	513
RfR1 - B	Volunteering England	1,538
RfR1 - B	Association of Charitable Foundations	123
RfR1 - B	Beacon Fellowship Trust	92
RfR1 - B	Institute of Fundraising	256
RfR1 - B	Citizenship Foundation	205
RfR1 - B	Community Foundation Network	205
RfR1 - B	British Youth Council	92
RfR1 - B	National Youth Agency	308
RfR1 - B	Youth Action Network	154
RfR1 - B	YouthNet	461
RfR1 - B	Women's Royal Voluntary Service	1,000
RfR1 - F	Capacity Builders UK Ltd - ENDPB	33,298
RfR1 - F	Commission for the Compact Ltd - ENDPB	1,430
	<b>Total</b>	<b>45,080</b>

