

Cabinet Office

Introduction

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

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<u>Changes in resources</u>			
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives			
<u>Section</u>	<u>Reason for change</u>		
<u>DEL Reserve Claims</u>			
B3	Drawdown from the Reserve to cover V matched funding for Office of the Third Sector to increase Grants within near-cash RDEL	4,729,000	
<u>Take up of DEL End Year Flexibility (EYF)</u>			
B3	Resource End Year Flexibility drawdown to cover grant expenditure for necessary Third Sector Projects to increase Grants within near-cash RDEL	3,300,000	
<u>Transfers of budgetary cover to/from other government departments</u>			
A1	A transfer to Departmental of Health to fund the Parliamentary Counsel Office. Adjustment to decrease administration within near-cash RDEL		-370,000
<u>Neutral changes within RDEL spending</u>			
B3:A3	A transfer from grants in Office of the Third Sector to grants in Cabinet Office to cover payments of grants out of core Cabinet Office. Adjustment £ 1,299,000 to decrease Office of the Third Sector grants and increase Cabinet Office grants within near-cash RDEL.		
A3:B3	Reclassification from core Cabinet Office grants of £ 3,000,000 to Office of the Third Sector grants. Adjustment to decrease core Cabinet Office grants and increase the Office of the Third sector grants within near-cash RDEL		
A2:A5	Reclassification from Cabinet Office programme to Office of the Third Sector grants. Adjustment to decrease core Cabinet Office programme expenditure, near-cash RDEL and appropriations in aid by £ 300,000.		
B3:B5	Reclassification from core Cabinet Office programme to Office of the Third Sector grants. Adjustment to increase by £ 300,000 Office of the Third Sector grants and appropriations in aid within near-cash RDEL		
B1:C1	Reclassification from Office of the Third Sector to Social Exclusion Task Force. Adjustment to decrease Office of the Third Sector and increase Social Exclusion Task Force administration expenditure within near-cash RDEL by £ 369,000.		

Cabinet Office

Part I

	£
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives	1,659,000
Total additional net resource requirement	1,659,000
Additional net cash requirement	16,820,000

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.

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
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives					
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - A Cabinet Office	216,933	-8,894	-365	-8,529	208,404
RfR 1 - B Office of the Third Sector	121,468	9,661	300	9,361	130,829
RfR 1 - C Social Exclusion Task Force	880	892	65	827	1,707
Total RfR 1		1,659	-	1,659	
Total Changes to RfRs		1,659	-	1,659	

Capital and Cash	Present Provision	Change in Provision	£000
			New Provision
Total Capital Expenditure	37,238	6,000	43,238
Non-Operating A in A	21	3	24
Net cash requirement	357,341	16,820	374,161

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	
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives								
201,614	117,072	174,947	493,633	104,635	388,998	43,238	24	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Cabinet Office								
196,457	106,412	4,740	307,609	99,205	208,404	43,209	24	
B Office of the Third Sector								
3,385	10,660	122,149	136,194	5,365	130,829	29	-	
C Social Exclusion Task Force								
1,772	-	-	1,772	65	1,707	-	-	
<i>Support for Local Authorities</i>								
D London Fire and Emergency Planning Authority								
-	-	606	606	-	606	-	-	
E Security								
-	-	12,724	12,724	-	12,724	-	-	
Non-Budget								
F Exexecutive NDPB's								
-	-	34,728	34,728	-	34,728	-	-	
Total for Estimate:								
201,614	117,072	174,947	493,633	104,635	388,998	43,238	24	

Part II: Resource to cash reconciliation

	Present	Increase (+)/ Decrease (-)	£'000 Revised
Net Resource Requirement	387,339	1,659	388,998
Voted capital items			
Capital	37,238	6,000	43,238
<i>Less: Non-operating A in A</i>	<i>21</i>	<i>3</i>	<i>24</i>
Total net voted capital	37,217	5,997	43,214
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-9,281	-3,721	-13,002
Depreciation	-36,358	19,721	-16,637
New provisions and adjustments to previous provisions	-	-1,500	-1,500
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-226	14	-212
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-25,100	-6,100	-31,200
Increase(-)/decrease (+) in creditors	3,000	-	3,000
Use of provisions	750	750	1,500
Total accruals to cash adjustments	-67,215	9,164	-58,051
Excess cash to be CFERd	-	-	-
Net Cash Requirement	357,341	16,820	374,161

Part III: Extra receipts payable to the Consolidated Fund

In addition to Appropriations in aid, the following income and receipts relate to the department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	Present provision		New provision	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-
Non-operating income not classified as A in A	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	293	293
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
Total	-	-	293	293

Forecast Operating Cost Statement

	£'000
	2007-08 provision
Net Administration Costs	
RfR1	166,688
Total Net Administration Costs	166,688
Net Programme Costs	
RfR1	222,310
Non-voted	-
Total Net Programme costs	222,310
Total Net Operating Cost	388,998
<i>of which:</i>	
Net Resource Requirement	388,998
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
Resource Budget	357,570

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
Net Resource Requirement (Estimates)	388,998
<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	-
Net Operating Costs (Accounts)	388,998
<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	37,842
unallocated resource provision	-
Other adjustments	7,110
Resource Budget (Budget)	357,570
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	357,570
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
Net Voted Capital (Estimates)	43,214
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	-
capital spending by non departmental public bodies	175
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	-
Capital Budget (Budget)	85,041
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	85,041
Annually Managed Expenditure (AME)	-

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	
Administration	34,926
<i>of which:</i>	
Sale of goods and services	29,965
Other Rentals	3,094
Recovery of Seconded Costs	1,867
Programme	69,709
<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
Total RfR1	104,635 †
<i>† Amount that may be applied as operating 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.</i>	
Total Operating A in A	104,635

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	
Programme	24
<i>of which:</i>	
Proceeds from sale of fixed assets	3
Loan principal repayments	21
Total RfR1	24 †
<i>† 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.</i>	
Total Non - operating A in A	24

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	1,659	-75	312,618	44,952	357,570
<i>of which:</i>					
Administration budget*	-50,370	-	166,688	-	166,688
Near-cash in RDEL	16,923	-75	282,767	44,952	327,719
Capital**	5,997	75	84,866	175	85,041
Less Depreciation†	19,721		-16,637	-	-16,637
Total	27,377	-	380,847	45,127	425,974

* 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
104,659

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

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	4,732
RfR1 - B	Grants made by the Office of the Third Sector	122,149
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
	TOTAL	174,947

Notes to the Estimate (*continued*)**Grants in Aid**

RfR/Section	Body	£ '000
RfR1 - F	Capacity Builders UK Ltd - ENDPB	33,404
RfR1 - F	Commission for the Compact Ltd - ENDPB	1,324
Total		<hr/> 34,728