

# Cabinet Office

## Introduction

1. This Supplementary Estimate is required for the following purposes, all entries are near-cash:

Amount £

### Changes in resources

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

#### **Increases:**

##### Transfers in of Budgetary cover

1 Transfer from Security and Intelligence Agencies 5,300,000  
**Programme Expenditure**  
**£5,300,000**  
 RfR subhead: A2

2 Transfer from Security and Intelligence Agencies  
**Programme Expenditure**  
**£5,000,000** 5,000,000  
 RfR subhead: A2

3 Transfer from Security and Intelligence Agencies  
**Programme Expenditure**  
**£1,681,000** 1,681,000  
 RfR subhead: A2

##### Reserve transfers

4 Reserve transfer matched funding for Office of the Third sector  
**Grant Expenditure**  
**£7,500,000** 7,500,000  
 RfR subhead: D3

5 Reserve transfer for Retail Enforcement and Local Better Regulation (BRE)  
**Admininstration Expenditure**  
**£900,000** 900,000  
 RfR subhead: A1

##### Other Increases

6 Transfer from Home Office End Year Flexibility re grants to Future Builders  
**Grant Expenditure**  
**£81,428,000** 81,428,000  
 RfR subhead: D3

#### **Decreases:**

7 Transfer to Department for Communities & Local Government (DCLG)  
**Admininstration Expenditure**  
**£764,000** -764,000  
 RfR subhead: D1

<b><u>Machinery of Government change</u></b>	
8 Transfer to Deputy Prime Minister's Office (DPMO)	
<b>Administration Expenditure</b>	
<b>£487,000</b>	-487,000
RfR subhead: A1	
9 Increase in Programme Income	
<b>Programme Income</b>	
£7,765,000	-7,765,000
RfR subhead: A5	
<b><u>Neutral Changes:</u></b>	
<b><u>Increase in Income offset by higher expenditure</u></b>	
10 Minor occupiers	
<b>Administration Income</b>	
£1,218,000	
RfR subhead: A1:A5	
11 Other Income	
<b>Administration Income</b>	
£1,989,000	
RfR subhead: A1:A5	
12 Recoveries of costs from other government departments for cost sharing arrangements	
<b>Programme Income</b>	
£776,000	
RfR subhead: A2:A5	
<b><u>Decrease in Income offset by lower expenditure</u></b>	
13 Staff Salaries Recoveries	
<b>Administration Income</b>	
£669,000	
RfR subhead: A1:A5	
14 Sales of Goods and Services from OGD's	
<b>Administration Income</b>	
£20,000	
RfR subhead: A1:A5	
15 Receipts for training Courses and rent in Emergency Planning College	
<b>Administration Income</b>	
£113,000	
RfR subhead: A1:A5	
16 Recoveries of costs from other government departments for cost sharing arrangements	
<b>Administration Income</b>	
£1,356,000	
RfR subhead: A1:A5	
17 Recoveries of costs from other government departments for cost sharing arrangements	
<b>Programme Income</b>	
£19,000	
RfR subhead: A3:A5	
<b>Total change in resources for RfR1</b>	92,793,000
<b>Total change in resources for Estimate</b>	92,793,000

**Changes in capital****End Year Flexibility**

18 Draw Down Capital EYF	
£23,000,000	23,000,000
RfR Subhead: A7	

**Total change in capital for Estimate**      23,000,000

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £35,165,000.
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>92,793,000</b>
Total additional net resource requirement	†	92,793,000
<b>Additional net cash requirement</b>	†	<b>35,165,000</b>

SUPPLEMENTARY amounts required in the year ending 31 March 2007 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 Minister for the Cabinet Office and the Minister of State, Cabinet Office; the Social Exclusion Task Force; the Office of the Third Sector; 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.

† Certain functions of the Cabinet Office were transferred to the Deputy Prime Minister's Office on 5 May 2006. 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 £ 487,000; and
- b) the net cash requirement is decreased by £ 487,000.

## Part II: Changes proposed

Resources	£'000				
	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	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	228,507	14,219	9,590	4,629	233,136
RFR1 - D Office of the Third Sector	98,154	88,164	-	88,164	186,318
RfR 1 - F Security	1,993	-19	-19	-	1,993
<b>Total RfR 1</b>		<b>102,364</b>	<b>9,571</b>	<b>92,793</b>	
<b>Total Changes to RfRs</b>		<b>102,364</b>	<b>9,571</b>	<b>92,793</b>	

Capital and Cash	£000		
	Present Provision	Change in Provision	New Provision
Total Capital Expenditure	5,749	23,000	28,749
Non-Operating A in A	22	-	22
<b>Net cash requirement</b>	<b>341,123</b>	<b>35,165</b>	<b>376,288</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>								
256,351	76,931	231,033	564,315	104,038	460,277	28,749	22	
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<i>Central Government spending</i>								
A Cabinet Office								
251,720	71,336	5,056	328,112	94,976	233,136	28,720	22	
B National School of Government								
	-	-	-	-	-	-	-	-
<i>Support for Local Authorities</i>								
C London Emergency Fire Planning Authority								
-	-	606	606	-	606	-	-	-
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<i>Central Government spending</i>								
D Office of the Third Sector								
3,705	5,595	177,018	186,318	-	186,318	29	-	
E Social Exclusion Task Force								
926	-	-	926	-	926	-	-	
<i>Support for Local Authorities</i>								
F Security								
-	-	11,055	11,055	9,062	1,993	-	-	
<b>Non-Budget</b>								
G Capacity Builders Agency								
-	-	37,298	37,298	-	37,298	-	-	
<b>Total for Estimate:</b>								
256,351	76,931	231,033	564,315	104,038	460,277	28,749	22	

## Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
<b>Net Resource Requirement</b>	<b>367,484</b>	<b>92,793</b>	<b>460,277</b>
<b>Voted capital items</b>			
Capital	5,749	23,000	28,749
<i>Less: Non-operating A in A</i>	<i>22</i>	<i>-</i>	<i>22</i>
<b>Total net voted capital</b>	<b>5,727</b>	<b>23,000</b>	<b>28,727</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-8,507	-	-8,507
Depreciation	-23,364	-	-23,364
New provisions and adjustments to previous provisions	-1	-	-1
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-216	-	-216
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-81,428	-81,428
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	-	800	800
<b>Total accruals to cash adjustments</b>	<b>-32,088</b>	<b>-80,628</b>	<b>-112,716</b>
<b>Excess cash to be CFERd</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Cash Requirement</b>	<b>341,123</b>	<b>35,165</b>	<b>376,288</b>

## 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):

	<u>Present provision</u>		<u>New provision</u>	
	<b>Income</b>	<i>Receipts</i>	<b>Income</b>	<i>Receipts</i>
Operating income not classified as A in A	7,765	<i>7,765</i>	942	<i>942</i>
Non-operating income not classified as A in A	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-
Excess receipts to be surrendered to the Consolidated Fund	-	-	-	-
<b>Total</b>	<b>7,765</b>	<b><i>7,765</i></b>	<b>942</b>	<b><i>942</i></b>

## Forecast Operating Cost Statement

	£'000
	2006-07 provision
<b>Net Administration Costs</b>	
RfR1	219,041
<b>Total Net Administration Costs</b>	<b>219,041</b>
<b>Net Programme Costs</b>	
RfR1	240,294
<b>Total Net Programme costs</b>	<b>240,294</b>
<b>Total Net Operating Cost</b>	<b>459,335</b>
<i>of which:</i>	
<b>Net Resource Requirement</b>	<b>460,277</b>
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-942
<b>Resource Budget</b>	<b>358,337</b>

## Notes to the Estimate

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

	£'000
	2006-07 Provision
<b>Net Resource Requirement (Estimates)</b>	<b>460,277</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	-942
Other adjustments	-
<b>Net Operating Costs (Accounts)</b>	<b>459,335</b>
<i>Adjustments to remove:</i>	
capital grants	-108,830
European Union income related to capital grants	-
voted expenditure outside the budget	-37,298
<i>Adjustments to additionally include:</i>	
other Consolidated Fund Extra Receipts	942
resource consumption of non departmental public bodies	37,248
unallocated resource provision	-
Other adjustments	6,940
<b>Resource Budget (Budget)</b>	<b>358,337</b>
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	358,337
Annually Managed Expenditure (AME)	-

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2006-07 Provision
<b>Net Voted Capital (Estimates)</b>	<b>28,727</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	50
capital grants	108,830
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>137,607</b>
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	137,607
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 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 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
	2006-07 Provision
<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b>	
<b>Administration</b>	<b>37,310</b>
<i>of which:</i>	
Sale of goods and services	37,310
<b>Programme</b>	<b>66,728</b>
<i>of which:</i>	
Sale of goods and services	66,728
<b>Total RfR1</b>	<b>104,038 †</b>
† 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; 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; 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.	
<b>Total Operating A in A</b>	<b>104,038</b>

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

<b>RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives</b>	
<b>Programme</b>	<b>22</b>
<i>of which:</i>	
Sale of goods and services	-
Loan, etc., repayments	22
<b>Total RfR1</b>	<b>22 †</b>
† 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 Non - operating A in A</b>	<b>22</b>

## Notes to the Estimate (*continued*)

### Analysis of Consolidated Fund extra receipts

	Φ	£'000	
		2006-07 provision Income	Receipts
Sales of goods & services		942	942
<b>Total</b>		<b>942</b>	<b>942</b>

### Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	5,504	6,940	314,149	44,188	358,337
<i>of which:</i>					
Administration budget*	-351	-	219,041		219,041
Near-cash in RDEL	6,304	6,940	282,861	44,188	327,049
Capital**	80,756	-	137,557	50	137,607
Less Depreciation†	-	-	-23,364	-	-23,364
<b>Total</b>	<b>86,260</b>	<b>6,940</b>	<b>428,342</b>	<b>44,238</b>	<b>472,580</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  
104,060

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 - C3	Grants to certain national organisations working in the voluntary sector to promote voluntary activity or community development and to support innovatory projects etc	34,029
RfR1 - C3	National Council for Voluntary Organisations	975
RfR1 - C3	Grants to Women's Royal Voluntary Service	2,333
RfR1 - C3	Grants to voluntary organisations and other bodies for the reception and settlement of	14,265
RfR1 - C3	Futurebuilders	45,800
RfR1 - C3	Capacity Builders - NDPB	37,298
		<b>134,708</b>

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

<b>RfR/Section</b>	<b>Body</b>	<b>£ '000</b>
RfR1 - A	Civil Service Benevolent Fund	500
RfR1 - A	Civil Service Sports Council	1,332
RfR1 - A	Civil Service Retirement Fellowship	265
RfR1 - G	Capacity Builders Agency - NDPB	37,298
	Total	<hr/> 39,395

