
Cabinet Office

Introduction

1. The Cabinet Office aims to make government more effective by providing a strong centre. Its objectives are to:

- **Support the Prime Minister** to define and deliver the Government's objectives;
- **Support the Cabinet** to drive the coherence, quality and delivery of policy and operations across departments; and
- **Strengthen the Civil Service** to ensure the Civil Service is organised effectively and has the capability in terms of skills, values and leadership to deliver the Government's objectives

2. This Estimate provides for the administrative costs and other expenditure of the Cabinet Office. It includes the Prime Ministers' Office; the offices of the Minister for the Cabinet Office and the Minister of State, Cabinet Office; Parliamentary Counsel Office; the Cabinet Secretariat; the Strategy Unit; the Better Regulation Executive; the Delivery and Reform Team which reports to the Head of the Civil Service; and the various units which report to the Government's Security and Intelligence Co-ordinator. It also includes the National School of Government; and the e-Government Unit. The Estimate covers grants to local authorities; price concessions to the public libraries and other publications supplied to UK Members of the European Parliament. Further details of expenditure contained within this Estimate are included in the Cabinet Office Departmental Report 2006 (Cm 6833).

3. The Cabinet Office provides grants to certain not-for-profit organisations including: Chequers Trust; Civil Service Benevolent Fund; Civil Service Sports Council; Civil Service Retirement Fellowship; Disability Partnership; Whitehall and Industry Group.

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

Part I

	£
Request for Resources 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives	234,933,000
Total net resource requirement	234,933,000
Net cash requirement	198,731,000

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 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.

	Net total	Allocated in Vote on Account	Balance to complete
RfR 1	234,933,000	100,984,000	133,949,000
Total net resource requirement	234,933,000	100,984,000	133,949,000
Net cash requirement	198,731,000	91,284,000	107,447,000

Part II: Subhead detail

										£'000	
2006-07 Provision									2005-06 Provision	2004-05 Outturn	
Resources						Capital Non- operating A		Net Total Resources	Net Total Resources		
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	in A				
1	2	3	4	5	6	7	8	9	10		
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives											
289,240	60,880	3,195	353,315	118,382	234,933	9,364	22	222,994	245,829		
Spending in Departmental Expenditure Limits (DEL)											
<i>Central Government spending</i>											
A	Cabinet Office										
258,600	60,880	2,589	322,069	88,382	233,687	8,093	22	222,097	226,968		
B	National School of Government										
30,640	-	-	30,640	30,000	640	1,271	-	291	794		
<i>Support for Local Authorities</i>											
C	Emergency planning grants										
-	-	606	606	-	606	-	-	606	18,067		
Total for Estimate:											
289,240	60,880	3,195	353,315	118,382	234,933	9,364	22	222,994	245,829		

Part II: Resource to cash reconciliation

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Net Resource Requirement	234,933	222,994	245,829
Voted capital items			
Capital	9,364	22,074	19,048
Less Non-operating A-in-A	22	-129	25
Total net voted capital	9,342	22,203	19,023
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-9,273	-8,782	-8,157
Depreciation	-36,271	-36,139	-49,149
New provisions and adjustments to previous provisions	-	-200	-516
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-215
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	-	-	-
Total accruals to cash adjustments	-45,544	-45,121	-58,037
Excess cash to be CFERd	-	-	-
Net Cash Requirement	198,731	200,076	206,815

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2006-07 or 2005-06. None were received in 2004-05.

Forecast Operating Cost Statement

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Net Administration Costs			
RfR 1	225,930	195,692	155,196
Total Net Administration costs	225,930	195,692	155,196
Net Programme Costs			
RfR 1	9,003	27,302	90,633
Total Net Programme costs	9,003	27,302	90,633
Total Net Operating Cost	234,933	222,994	245,829
<i>of which:</i>			
Net Resource Requirement	234,933	222,994	245,829
Non-voted expenditure	-	-	-
Consolidated Fund Extra Receipts	-	-	-
Resource Budget	234,933	222,994	245,829

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Net Resource Requirement (Estimates)	234,933	222,994	245,829
<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 Cost (Accounts)	234,933	222,994	245,829
<i>Adjustments to remove:</i>			
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
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	-	-	-
Resource Budget (Budget)	234,933	222,994	245,829
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	234,933	222,994	245,829
Annually Managed Expenditure (AME)	-	-	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
Net Voted Capital (Estimates)	9,342	22,203	19,023
<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	-	-	-
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)	9,342	22,203	19,023
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	9,342	22,203	19,023
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main 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 appointment for the Request for Resources within this Estimate.

Request for Resources 1:	Sir Gus O' Donnell, Principal Accounting Officer and Permanent Head of Department
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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 Main Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives			
Administration	63,310	61,524	60,318
<i>of which:</i>			
Sale of goods and services	63,310	61,524	60,318
Programme	55,072	41,382	19,308
<i>of which:</i>			
Sale of goods and services	55,072	41,382	19,308
Total RfR 1	118,382†	102,906	79,626

† 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; 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.

Total Operating A in A	118,382	102,906	79,626
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Analysis of non-operating appropriations in aid (A in A)

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives			
Programme	22	-129	25
<i>of which:</i>			
Sale of assets	-	-150	3
Loan, etc, repayments	22	21	22
Total RfR 1	22†	-129	25
† Amount that may be applied as non-operating appropriations in aid in addition to the net total 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.			
Total Non-Operating A in A	22	-129	25

Notes to the Main Estimate (*continued*)

Departmental Expenditure Limits and Administration budgets

	£'000		
	Voted	Non-voted	Total
Resource DEL	234,933	-	234,933
<i>of which:*</i>			
Administration budget	225,930	-	225,930
Near-cash in RDEL	189,389	-	189,389
Capital DEL**	9,342	-	9,342
Less Depreciation†	-36,271	-	-36,271
Total DEL	208,004	-	208,004

* The total of the '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.

Comparison of provision sought with final provision for the previous year

The total net resource budget sought for 2006-07 of £234,933,000 is 5.4 per cent higher than the final net provision for 2005-06 of £222,994,000.

Cash which may be retained to offset expenditure

	£'000		
	2006-07 Provision	2005-06 Provision	2004-05 Outturn
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.	118,404	102,777	79,651

Notes to the Main Estimate (*continued*)**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 payment	8

Notes to the Main 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
Total		2,097