
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 in **leading** the Government;
 - achieve **co-ordination** of policy and operations across government;
 - improve delivery by **building capacity** in departments and the public services; and
 - **promote standards** that ensure good governance, including adherence to the Ministerial and Civil Service Codes.
2. This Estimate provides for the administrative costs and other expenditure of the Cabinet Office. It includes the Prime Minister's Office; other Government Ministers; and the offices of the Government Whips in the House of Commons and the House of Lords; the Parliamentary Counsel Office; the Cabinet Secretariat; the Strategy Unit; the Regulatory Impact Unit; 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 Government Car and Despatch Agency, an executive agency; the centre for Management and Policy Studies and the e-Government Unit. The Estimate covers grants to local authorities; price concessions to 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 2005 (Cm 6543).
3. The Cabinet Office provides grants to certain not-for-profit organisations including: Chequers Trust; British National Committee for the History of the Second World War; European Institute of Public Administration; Association of Young European Administrators; Civil Service Benevolent Fund; Civil Service Sports Council; Civil Service Retirement Fellowship; Disability Partnership; Whitehall and Industry Group; Windsor Fellowship.
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	224,409,000
Total net resource requirement	224,409,000
Net cash requirement	202,854,000

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.

	Net total	Allocated in Vote on Account	Balance to complete
	£	£	£
RfR 1	224,409,000	119,961,000	104,448,000
Total net resource requirement	224,409,000	119,961,000	104,448,000
Net cash requirement	202,854,000	106,486,000	96,368,000

Part II: Subhead detail

£'000

2005-06						2004-05 Provision	2003-04 Outturn		
Resources						Capital		Net Total Resources	Net Total Resources
Admin 1	Other Current 2	Grants 3	Gross Total 4	A in A 5	Net Total 6	Capital 7	Non- operating A in A 8		
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives									
283,459	64,564	3,145	351,168	126,759	224,409	25,171	171	254,051	251,217
Spending in Departmental Expenditure Limits (DEL)									
<i>Central Government spending</i>									
A Cabinet Office									
236,166	64,564	2,539	303,269	80,106	223,163	23,148	21	234,191	230,496
B Centre for Management and Policy Studies									
30,140	-	-	30,140	29,500	640	763	-	822	1,529
C Government Car and Despatch Agency									
17,153	-	-	17,153	17,153	-	1,260	150	-	-159
<i>Support for Local Authorities</i>									
D Emergency planning grants									
-	-	606	606	-	606	-	-	19,038	18,901
Spending in Annually Managed Expenditure (AME)									
<i>Central Government spending</i>									
<i>Cabinet Office</i>									
-	-	-	-	-	-	-	-	-	450
Total for Estimate:									
283,459	64,564	3,145	351,168	126,759	224,409	25,171	171	254,051	251,217

Part II: Resource to cash reconciliation

	£'000		
	2005-06 Provision	2004-05 Provision	2003-04 Outturn
Net Total Resources	224,409	254,051	251,217
Voted capital items			
Capital	25,171	29,162	60,788
Less Non-operating A-in-A	171	162	4,833
Total net voted capital	<u>25,000</u>	<u>29,000</u>	<u>55,955</u>
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-9,000	-10,352	-8,707
Depreciation	-37,338	-50,033	-41,911
New provisions and adjustments to previous provisions	-200	-200	-3,767
Profit (+) / loss (-) on sale of assets	-	-	-54
Prior period adjustments	-	-	-
Other non-cash items	-32	-31	-369
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	15	16	12
Total accruals to cash adjustments	<u>-46,555</u>	<u>-60,600</u>	<u>-54,796</u>
Excess cash to be CFERd	-	-	-
Net Cash Requirement	<u>202,854</u>	<u>222,451</u>	<u>252,376</u>

Part III: Extra receipts payable to the Consolidated Fund

No CFER income or receipts are expected in 2005-06. None were received in 2004-05 or 2003-04.

Forecast Operating Cost Statement

	2005-06 Provision	2004-05 Provision	2003-04 Outturn	£'000
Net administration costs:				
RfR 1	199,401	216,096		158,891
Net programme costs:				
RfR 1	25,008	37,955	92,326	
Total net programme costs	<u>25,008</u>	<u>37,955</u>	<u>92,326</u>	
Total Net Operating Cost	224,409	254,051		251,217
<i>of which:</i>				
Net Resource Outturn	224,409	254,051		251,217
CFERs	-	-		-
Non-voted expenditure	-	-		-
Resource Budget Outturn	224,409	254,051		251,205

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2005-06	2004-05	2003-04
	Provision	Provision	Outturn
Net Resource Outturn (Estimates)	224,409	254,051	251,217
<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)	224,409	254,051	251,217
<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	-	-	-12
Resource Budget Outturn (Budget)	224,409	254,051	251,205
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	224,409	254,051	250,755
Annually Managed Expenditure (AME)	-	-	450

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2005-06	2004-05	2003-04
	Provision	Provision	Outturn
Net Voted Capital Outturn (Estimates)	25,000	29,000	55,955
<i>Adjustments to remove:</i>			
gains / losses from sale of capital assets	-	-	-54
<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	-	-	-
Capital Budget Outturn (Budget)	25,000	29,000	55,901
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	25,000	29,000	55,901
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with 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: Colin Balmer CB, Principal Accounting Officer and Permanent Head of Department

Colin Balmer CB, as the Principal Accounting Officer (PAO) 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 PAO 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 Main Estimate (*continued*)

Analysis of appropriations in aid (A in A)

£'000

	2005-06		2004-05		2003-04	
	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A	Operating A in A	Non- operating A in A
RfR 1: Supporting the Prime Minister's Office closely in ensuring the delivery of Government objectives						
Income from minor occupiers and other accommodation income	3,502	—	3,783	—	3,298	—
Sales of services and goods to other government departments, public bodies and general public	10,836	—	11,381	—	9,720	—
Sponsorship income	—	—	—	—	—	—
Income relating to Crown copyright work of HMSO	682	—	680	—	591	—
Income relating to Employment Opportunities Fund	—	—	—	—	3	—
Income relating to central management costs of pensions schemes	9,142	—	10,100	—	8,954	—
Recovery of costs of Cabinet Office staff and Prime Minister's Office	779	—	870	—	1,000	—
Income from the trading and programme activities of Government Car & Despatch Agency	17,153	—	17,153	—	15,730	—
Income from the trading activities of Centre for Management and Policy Studies	29,500	—	29,500	—	27,400	—
Investments (loan repayment by Civil Service Sports Council and London Hostels Association)	—	21	—	22	—	31
Proceeds from asset disposals	—	150	—	140	—	4,856
Other income	232	—	500	—	1,471	—
Emergency Planning College receipts for training courses and rent	2,232	—	2,000	—	1,627	—
Recovery of legal costs	—	—	—	—	—	—
Sale of assets	—	—	—	—	—	—
Recoveries of costs from other government departments for costs sharing arrangements	52,694	—	32,804	—	—	—
Recoveries in respect of Honours and Dignities	7	—	7	—	7	—
Total RfR 1	126,759*	171**	108,778	162	69,801	4,887

of which: Administration budgets

*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; 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 Government Car & Despatch Agency and Centre for Management and Policy Studies; 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.

Notes to the Main Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

Details of 2005-06 Departmental Expenditure Limits (DEL) and Administration budget limits

	£'000		
	Voted*	Non-voted	Total
Resource DEL	224,409	—	224,409
<i>of which: Administration budget</i>	<i>199,401</i>	<i>—</i>	<i>199,401</i>
Capital DEL**	25,000	—	25,000
Less depreciation†	–37,338	—	–37,338
Total DEL	212,071	—	212,071

* Excludes EU receipts included in Estimates, but excluded in Budgets.

** Capital DEL includes items treated as resource in Estimates and Accounts, but which are treated as part of Capital DEL, under stage 2 of Resource Accounting and Budgeting, as implemented in the 2002 Spending Review.

† 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.

Comparisons of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2005-06 of £224,409,000 is 11.6 per cent lower than the final provision and forecast outturn for 2004-05 of £254,051,000.

Notes to the Main Estimate (*continued*)

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) which has been or will be appropriated in aid.

	2005-06 provision	2004-05 provision	2003-04 outturn
	126,930	108,940	74,688

Grants in Aid

£'000

Civil Service Benevolent Fund	500
Civil Service Sports Council	1,332
Civil Service Retirement Fellowship	265
	2,097

Expenditure resting on the sole authority of the Appropriation Act

The following subheads contain provision sought under the sole authority of Part 1 of the Estimate and of the confirming Appropriation Act:

Sub head	Service	£'000
A1	Pension payment ■	8