

# Cabinet Office

## Introduction

This Supplementary Estimate is required for the following purposes:

£			
Changes in budgets, non-budget voted provision and cash	Increases	Reductions	Total
<b><u>RESOURCE DEL</u></b>			
<b><u>Budget Exchange</u></b>			
i. The Office for Civil Society (section B4) is surrendering forecast under spend within programme expenditure in 2011-12 in return for a corresponding increase in Resource DEL in 2012-13. Adjustment decreases programme expenditure within Resource DEL and Net Cash Requirement.		-8,000,000	
<b><u>Reserve Funding</u></b>			
ii. The Office for Civil Society (section B1) is drawing funds from the reserve to fund the development costs of the Big Society Bank. The drawdown increases administration expenditure within Resource DEL and Net Cash Requirement.	1,628,000		
<b><u>Spending Policy</u></b>			
iii. The Office for Civil Society (section B4) is receiving funding with ministerial agreement for the Legal Advice Fund to provide grant funding to the non-profit advice sector in England to protect vital services. Adjustment increases programme expenditure within Resource DEL and Net Cash Requirement.	16,800,000		
iv. The Office for Civil Society (section B4) is making a transfer to the Consolidated Fund from which Treasury will make a payment to the European Union for work relating to the European Year of the Volunteer. Adjustment decreases programme expenditure within Resource DEL and Net Cash Requirement.		-702,000	
v. Cabinet Office (section A1) is making a reduction within ringfenced depreciation in resource DEL to cover a policy change for depreciation on assets donated by the Central Office of Information, now treated as Annually Managed Expenditure (AME) (section M4). Adjustment decreases ring-fenced depreciation within Resource DEL; Net Cash Requirement remains neutral.		-99,000	

## Introduction

### Machinery of Government Transfers

vi. The Ministry of Justice is making a transfer to Constitution Group (section J1) to cover outstanding elements of the 2010-11 machinery of government transfer into Cabinet Office. Transfer increases administration expenditure within Resource DEL and Net Cash Requirement.	4,825,000	
vii. The Ministry of Justice is making a transfer to Cabinet Office (section A1) to cover centralised accommodation costs and centralised legal costs for the Constitutional Law Team as part of the outstanding elements of the 2010-11 machinery of government transfer into Cabinet Office. Transfer increases administration expenditure within Resource DEL and Net Cash Requirement.	1,079,000	
viii. The Ministry of Justice is making a transfer to Constitution Group (section J4) to cover outstanding elements of 2010-11 machinery of government transfer into Cabinet Office. Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.	4,197,000	
ix. The Department for Business, Innovation and Skills is transferring the Government Property Unit into Cabinet Office (sections A1 and A4). Transfer increases administration and programme expenditure within Resource DEL and Net Cash Requirement.	7,200,000	
x. Central Office of Information is being transferred into Cabinet Office (section A4). Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.	301,000	
 <b><u>Virements</u></b>		
xi. A transfer from Capital DEL to Administration within Resource DEL with prior spending team agreement to pay for Government Offices residual functions; (sections A1 and A7). Transfer increases administration expenditure within Resource DEL and Net Cash Requirement.	1,500,000	
xii. A virement from programme to administration with prior spending team agreement to cover additional administration costs being incurred. Transfer increases Administration and decreases Programme within Resource DEL; (sections A1:A4).	8,000,000	-8,000,000

## Introduction

### Budget Cover Transfers

<p>xiii. Security and Intelligence Agencies (SIA) are making a transfer to Cabinet Office (section A4) to cover the National Cyber Security programme within the National Security Secretariat. Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.</p>	2,691,000
<p>xiv. Security and Intelligence Agencies (SIA) are making a transfer to Government Digital Service (section K4) to cover ID Assurance. Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.</p>	867,000
<p>xv. Security and Intelligence Agencies (SIA) are making a transfer to National Security Secretariat to cover Cyber Security programme for the Public Sector Network (section A4 ). Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.</p>	1,000,000
<p>xvi. Security and Intelligence Agencies (SIA) are making a transfer to Government Digital Service (section K4) to cover National Archives training. Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.</p>	142,000
<p>xvii. Security and Intelligence Agencies (SIA) are making a transfer to Government Digital Service (section K4) to cover Protective Marking Review. Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.</p>	150,000
<p>xviii. Security and Intelligence Agencies (SIA) are making a transfer to Government Digital Service (section K4) for ID Assurance. Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.</p>	800,000
<p>xix. Security and Intelligence Agencies (SIA) are making a transfer to Cabinet Office (section A1) for staff costs within National Security Secretariat. Transfer increases administration expenditure within Resource DEL and Net Cash Requirement</p>	225,000
<p>xx. Home Office is making a transfer to the Cabinet Office (section A4) to contribute to the Government Security Zone Control Room. Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.</p>	40,000

## Introduction

xxi. Department for Environment, Food and Rural Affairs is making a transfer to the Cabinet Office (section A4) to contribute to the Government Security Zone Control Room. Transfer increases programme expenditure within Resource DEL and Net Cash Requirement.	40,000	
xxii. Department for Business, Innovation and Skills is making a transfer to Cabinet Office (section A1) to cover Cabinet Office's costs. Transfer increases administration expenditure within Resource DEL and Net Cash Requirement.	4,000,000	
xxiii. Office for Civil Society (section B1) is making a transfer to Department for Work and Pensions to cover Next Generation HR costs. Transfer decreases administration expenditure within Resource DEL and Net Cash Requirement.		-300,000
xxiv. HM Revenue and Customs is making a transfer to Government Digital Service (section K1) for Business Link, the government's digital proposition for business. Transfer increases administration expenditure within Resource DEL and Net Cash Requirement.	6,628,000	

### Other adjustments reducing Resource DEL

xxv. Cabinet Office (section A1) is making a reduction within resource DEL to cover a policy change for depreciation on donated assets, now treated as Annually Managed Expenditure (AME) (section M4). Adjustment decreases ring-fenced depreciation within Resource DEL; Net Cash Requirement remains neutral.		-8,000
xxvi. Utilisation of property dilapidation provisions (section I1) is reduced and is used to offset the corresponding increase in Resource AME (section M4). Adjustment decreases administration within Resource DEL and Net Cash Requirement.		-1,385,000

### Neutral changes

#### Reclassification changes

xxvii. Office for Civil Society (section B4) is making a transfer to Cabinet Office (section A4) to bring their budgets in line with internal delegations. Adjustment is neutral in Resource DEL and Net Cash Requirement.	4,000,000	-4,000,000
xxviii. Cabinet Office (section A1) is making a transfer to Office for Civil Society (section B1) to bring its budgets in line with internal delegations. Adjustment is neutral in Resource DEL and Net Cash Requirement.	126,000	-126,000

## Introduction

xxix. Committee on Standards in Public Life (CSPL) (section C1) is making a transfer to Cabinet Office (section A1) to bring their budget in line with internal delegations. Adjustment is neutral in Resource DEL and Net Cash Requirement.	43,000	-43,000
xxx. Independent Offices - Commissioner for Public Appointments (section D1) is making a transfer to Cabinet Office (section A1) to bring their budgets in line with internal delegations. Adjustment is neutral in Resource DEL and Net Cash Requirement.	77,000	-77,000
xxxii. The Cabinet Office (section A1) is making a transfer to Independent Offices - Advisory Committee on Business Appointments (section E1) to bring their budgets in line with internal delegations. Adjustment is neutral in Resource DEL and Net Cash Requirement.	48,000	-48,000
xxxiii. The Cabinet Office (section A1) is making a transfer to cover additional costs for the Civil Service Commission, eNDPB (section G1). Adjustment is neutral in Resource DEL and Net Cash Requirement.	12,000	-12,000
xxxiiii. An amount is reclassified from the Cabinet Office (section A1) to the Service Concession (section H1). Adjustment is neutral in Resource DEL and Net Cash Requirement.	11,970,000	-11,970,000
xxxv. Constitution Group (section J4) is making a transfer of programme budget to Cabinet Office (section A4) to bring their budget in line with internal delegations. Adjustment is neutral in Resource DEL and Net Cash Requirement.	5,080,000	-5,080,000
xxxvi. Constitution Group (section J1) is making a transfer of administration budget to Cabinet Office (section A1) to bring their budget in line with internal delegations. Adjustment is neutral in Resource DEL and Net Cash Requirement.	5,371,000	-5,371,000
xxxvii. Government Digital Service (section K4) is making a transfer to Cabinet Office (section A4) to bring its budgets in line with delegations. Adjustment is neutral in Resource DEL and Net Cash Requirement.	585,000	-585,000

### **Increase in income offset by increase in expenditure**

xxxviii. Cabinet Office (sections A1 and A2) has reported an increase in administration income which is offset by an increase in the same amount of administration expenditure. Adjustment is neutral in Resource DEL and Net Cash Requirement.	16,260,000	-16,260,000
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## Introduction

xxxviii. Cabinet Office (sections A4 and A5) has reported an increase in programme income which is offset by the same amount in programme expenditure. Adjustment is neutral in Resource DEL and Net Cash Requirement.	5,394,000	-5,394,000	
xxxix. An increase in income and expenditure in the Cabinet Office relates to the operational activities of the former Central Office of Information following their absorption into the Cabinet Office (sections A4 and A5). Adjustment is neutral in Resource DEL and Net Cash Requirement.	75,179,000	-75,179,000	
xxxx. Office for Civil Society (sections B4 and B5) increases programme income which is to be offset by an increase in programme expenditure. Adjustment is neutral in Resource DEL and Net Cash Requirement.	200,000	-200,000	
xxxxi. Constitution Group (sections J1 and J2) has reported an increase in administration income which is offset by an increase in the same amount of administration expenditure. Adjustment is neutral in Resource DEL and Net Cash Requirement.	4,577,000	-4,577,000	
xxxxii. Government Digital Service (sections K4:K5) has reported an increase in programme income offset by programme expenditure. Adjustment is neutral in Resource DEL and Net Cash Requirement.	80,000	-80,000	
<b>Total change in Resource DEL (Voted)</b>	<b>191,115,000</b>	<b>-147,496,000</b>	<b>43,619,000</b>

### Annually Managed Expenditure

i. An increase due to an accounting policy change for depreciation on donated assets which is now treated as resource Annually Managed Expenditure (AME); (section M4). This is offset by reduction in ring fenced depreciation in resource DEL; (section A1). Adjustment increases Annually Managed Expenditure; Net Cash Requirement is not affected.	8,000		
ii. A reduction in the utilisation of provisions relating to property dilapidations on leasehold properties; (section M4). This is offset by a reduction in Resource DEL; (section I1). Adjustment increases Annually Managed Expenditure; Net Cash Requirement is not affected.	1,385,000		
iii. An increase in new provisions for property dilapidations for those leasehold properties acquired on machinery of government transfer and for doubtful debts; (section M4). Adjustment increases Annually Managed Expenditure; Net Cash Requirement is not affected.	6,552,000		

## Introduction

iv. An increase due to the receipt of donated assets from the Central Office of Information and an accounting policy change for depreciation on donated assets which is now treated as resource Annually Managed Expenditure (AME); (section M4). This is offset by reduction in ring fenced depreciation in resource DEL; (section A1). Adjustment decreases ring-fenced depreciation within Resource DEL; Net Cash Requirement remains neutral.	99,000	
<b>Total change in Resource AME (Voted)</b>	<b>8,044,000</b>	<b>8,044,000</b>

## Capital DEL

### Budget Exchange

i. The Office for Civil Society is surrendering its forecast under spend within Capital DEL in 2011-12 in return for a corresponding increase in Capital DEL in 2012-13; (section B7). Budget reduction decreases Capital DEL and Net Cash Requirement in 2011-12 but increases both control totals in 2012-13.	-876,000	
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### Spending Policy

ii. The Cabinet Office CDEL Limit will be increased to cover the maximum value of shares that may be granted to the Employee Benefits Trusts as part of the dilution of MyCSP Limited. Net Cash Requirement is not affected.	10,000,000	
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### Budget Cover Transfers

iii. Cabinet Office (section A7) is making a transfer to Department for Energy and Climate Change to repay energy efficiency grants made in prior years. Transfer decreases Capital DEL and Net Cash Requirement.	-228,000	
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### Virement

iv. The Cabinet Office is making a transfer from Capital DEL to Administration Resource DEL with prior spending team agreement to pay for Government Offices residual functions; (sections A7 and A1). Virement decreases Capital DEL and Net Cash Requirement.	-1,500,000	
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### Neutral Adjustments

v. Government Digital Service (section K7) is making a transfer to core Cabinet Office (section A7) to bring their budget in line with delegations. Adjustment is neutral in Capital DEL and Net Cash Requirement	368,000	-368,000
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## Introduction

vi. Cabinet Office is receiving a reimbursement of capital grant in relation to the Government Security Zone programme; (section A7 and A8). Adjustment is neutral in Capital DEL and Net Cash Requirement.	1,875,000	-1,875,000	
vii. Office for Civil Society is no longer receiving a repayment of capital grant and has therefore reduced its capital expenditure; (section B7 and B8). Adjustment is neutral in Capital DEL and Net Cash Requirement.	3,000,000	-3,000,000	
viii. The Cabinet Office is receiving 'capital grant in kind' income which is offset by capital expenditure on receipt of assets donated by the Central Office of Information following the closure of its trading fund on December 30 2011 (sections A7:A8). Adjustment is neutral in Capital DEL and Net Cash Requirement.	849,000	-849,000	
<b>Total change in Capital DEL (Voted)</b>	<b>16,092,000</b>	<b>-8,696,000</b>	<b>7,396,000</b>
<b><u>Net Cash Requirement</u></b>			
i. Increase in Net Resource Requirement and Resource DEL and Resource AME.	51,663,000		
ii. Increase in Net Capital Requirement and Capital DEL.	7,396,000		
iii. Increase in accruals to cash adjustments primarily to settle creditors which have decreased since 31 March 2011.	43,487,000		
<b>Total change in Net Cash Requirement</b>	<b>102,546,000</b>		<b>102,546,000</b>



**Part I**

	Voted	Non-Voted	Total
<b>Departmental Expenditure Limit</b>			
Resource † ††	43,619,000	-	43,619,000
Capital	7,396,000	-	7,396,000
<b>Annually Managed Expenditure</b>			
Resource	8,044,000	-	8,044,000
Capital	-	-	-
<b>Total Net Budget</b>			
Resource	51,663,000	-	51,663,000
Capital	7,396,000	-	7,396,000
<b>Non-Budget Expenditure</b>	-		
<b>Net cash requirement † ††</b>	<b>102,546,000</b>		

Supplementary amounts required in the year ending 31 March 2012 for expenditure by Cabinet Office on:

**Departmental Expenditure Limit:**Expenditure arising from:

Administration and operation of the department in connection with the following functions:

Providing the government's co-ordination function with an overarching purpose of making government work better and more efficiently;

Supporting the Prime Minister and Deputy Prime Minister - to define and deliver the government's objectives, implement political and constitutional reform, and drive forward from the centre particular cross-departmental priority issues;

Supporting the Cabinet - to drive the coherence, quality and delivery of policy and operations across departments; and

Strengthening the Civil Service - to ensure the Civil Service is organised effectively and efficiently and has the capability in terms of skills, values and leadership to deliver the government's objectives, including ensuring value for money to the taxpayer.

Working with the Treasury to drive efficiency and reform across the public sector.

Political and constitutional reform includes: costs in relation to constitutional offices; Privy Council Office; reimbursement of Lord Lieutenants' expenses; constitutional issues; electoral policy and administration, in particular costs in relation to the policy on the conduct of all UK Parliamentary and European elections and certain referendums in the UK, and the administration of payments to returning officers from the Consolidated Fund; payments relating to the Representation of the People Act 1983 and other electoral legislation; costs arising from the implementation of Individual Electoral Registration, including set up costs of data matching pilots;

## Part I

policy on the financing and regulation of political parties; Parliamentary Boundary Commissions for England & Wales; research into constitution settlement/devolution, including costs of a Commission to consider the West Lothian Questions; costs associated with a programme of constitutional and political reform, including recall of MPs and a statutory register of lobbyists; costs associated with House of Lords reform.

Development and implementation of programmes to promote the building of the Big Society including through direct support to civil society organisations which includes development of the Big Society Bank, National Citizen Service, the Transition Fund and community based funding.

Supporting not-for-profit bodies associated with the public service: Civil Service Benevolent Fund, Civil Service Retirement Fellowship, Civil Service Sports Council and the Chequers Trust.

Providing a professional procurement service to the public sector to enable organisations to deliver improved value for money in their commercial activities.

Providing a centre of excellence for learning and development in support of the strategic business priorities of government.

Expenditure by executive non-departmental public body, the Civil Service Commission. Expenditure by advisory non-departmental public bodies.

Payments to and relating to former Prime Ministers.

Special payments and expenditure on loans and investments and capital assets.

Depreciation and notional audit fee and associated non-cash items in DEL.

Development and implementation of programmes to promote the building of the Big Society, including through direct support to civil society organisations and which includes development of the Big Society Bank, National Citizen Service, the Transition Fund, the Mutuals Support Programme and community based funding, across the UK.

The management of the Government's property portfolio.

Providing financial assistance in the form of a subsidy to the Central Office of Information, a public corporation and trading fund.

Expenditure incurred in providing market and communications services to Government and to other clients in the public sector and advising on marketing and communications policy and setting up a function to evaluate impact of marketing on policy outcomes.

Providing strategic advice to departments and agencies on achieving their communications objectives, providing purchasing and project management services implementing those strategies and supplying directly those services that, for propriety or other reasons, can only be provided by a government organisation.

Shares in mutual joint ventures granted to employees and held within Employee Benefits Trusts on employees' behalf.

Loans to mutual joint ventures.

## Part I

### Income arising from:

Rental income and receipts from property and land, sales of goods and services, sale or the use of rights and assets, recoverable management costs of the Principal Civil Service Pension Scheme (PCSPS), secondment and loan payments, training courses, learning and development activities and related consultancy work, Honours and Appointments, Office for Civil Society programmes, repayment of grants and subsidies, sales of publications and consultancy services, interest receivable, shared services income, cost sharing arrangements, the Buying Solutions dividend, sales of capital and non-capital assets, and repayment of loan principal by the London Hostels Association and Bridges Social Entrepreneurs' Fund LP.

Income on receipt of donated assets, receipts from staff, receipts from dividends, income from employers participating in the Principal Civil Service Pension Scheme (PCSPS) to cover administration of the scheme, rebates from suppliers, and sales of consultancy, procurement and project management services in respect of clients' communications and marketing programmes, sales of financial assets and proceeds on the sale of shares in mutual joint ventures to the private sector.

### **Annually Managed Expenditure:**

#### Expenditure arising from:

Provisions for early departure and dilapidation, write off of bad debt, impairments from revaluation of assets below their historical cost carrying amount and associated non-cash items in AME.

Provisions for doubtful debts, and depreciation on donated assets.

Revaluation of assets above their carrying amount and recognition of value in mutual joint ventures.

#### Income arising from:

Utilisation of provisions and revaluation of assets above their carrying amount and recognition of value in mutual joint ventures.

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

† The functions of the Government Property unit were transferred from the Department for Business, Innovation and Skills on 1 April 2011. Within the overall changes sought in this Estimate, the specific changes relating to this Machinery of Government change are:

- a) the Departmental Expenditure Limit - Resource (voted) is increased by £ 7,200,000; and
- b) the net cash requirement is increased by £ 7,200,000.

†† The functions of the Central Office of Information were transferred into the Cabinet Office on 1 April 2011 when the Central Office of Information ceased to be a non-Ministerial department. Within the overall changes sought in this Estimate, the specific changes relating to this Machinery of Government change are:

- a) the Departmental Expenditure Limit - Resource (voted) is increased by £ 301,000; and
- b) the net cash requirement is increased by £ 301,000.

## Part II: Changes Proposed

£'000

	Present		Net Resources Changes		Revised		Present	Net Capital Changes	Revised
	Admin	Prog	Admin	Prog	Admin	Prog	7	8	9
	1	2	3	4	5	6			
<b>Spending in Departmental Expenditure Limits (DEL)</b>									
<b>Voted expenditure</b>	183,627	249,102	26,293	17,326	209,920	266,428	21,900	7,396	29,296
<i>Of which:</i>									
A Cabinet Office	168,862	44,888	7,932	12,737	176,794	57,625	7,372	8,640	16,012
B Office for Civil Society	4,032	175,337	1,754	4,098	5,786	179,435	13,000	-876	12,124
C Committee on Standards in Public Life - ANDPB	643	-	-43	-	600	-	-	-	-
D Independent Offices - Commissioner for Public Appointments	520	-	-77	-	443	-	-	-	-
E Independent Offices - Advisory Committee on Business Appts - ANDPB	200	-	48	-	248	-	-	-	-
G Executive NDPBs (net)	1,121	-	12	-	1,133	-	-	-	-
H Cabinet Office Service Concession - DEL	-	-	11,970	-	11,970	-	-	-	-
I Cabinet Office Utilisation of Provisions	3,400	-	-1,385	-	2,015	-	-	-	-
J Constitution Group	4,688	9,260	-546	-883	4,142	8,377	-	-	-
K Government Digital Service	-	19,617	6,628	1,374	6,628	20,991	1,528	-368	1,160
<b>Total Spending in DEL</b>			<b>26,293</b>	<b>17,326</b>				<b>7,396</b>	
<b>Spending in Annually Managed Expenditure (AME)</b>									
<b>Voted expenditure</b>	-	-2,056	-	8,044	-	5,988	-	-	-
<i>Of which:</i>									
M Provisions and Impairments under CLoS	-	-2,056	-	8,044	-	5,988	-	-	-
<b>Total Spending in AME</b>			<b>-</b>	<b>8,044</b>				<b>-</b>	
<b>Total for Estimate</b>									
			<b>26,293</b>	<b>25,370</b>				<b>7,396</b>	
<i>Of which:</i>									
<b>Voted expenditure</b>			26,293	25,370				7,396	
<b>Non-voted expenditure</b>			-	-				-	

**Part II: Changes Proposed**

	<b>£'000</b>		
	<b>Present Plans</b>	<b>Changes</b>	<b>Revised Plans</b>
<b>Net cash requirement</b>	<b>447,198</b>	<b>102,546</b>	<b>549,744</b>

## Part II: Revised subhead detail including additional provision

£'000

		Resources				Capital			
		Administration		Programme		Capital			
Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	
1	2	3	4	5	6	7	8	9	
<b>Spending in Departmental Expenditure Limits (DEL)</b>									
<b>Voted expenditure</b>									
	295,001	-85,081	209,920	350,755	-84,327	266,428	32,040	-2,744	29,296
<i>Of which:</i>									
A	Cabinet Office								
	257,298	-80,504	176,794	141,347	-83,722	57,625	18,756	-2,744	16,012
B	Office for Civil Society								
	5,786	-	5,786	179,960	-525	179,435	12,124	-	12,124
C	Committee on Standards in Public Life - ANDPB								
	600	-	600	-	-	-	-	-	-
D	Independent Offices - Commissioner for Public Appointments								
	443	-	443	-	-	-	-	-	-
E	Independent Offices - Advisory Committee on Business Appts - ANDPB								
	248	-	248	-	-	-	-	-	-
F	Independent Offices - House of Lords Appts Commission - ANDPB								
	161	-	161	-	-	-	-	-	-
G	Executive NDPBs (net)								
	1,133	-	1,133	-	-	-	-	-	-
H	Cabinet Office Service Concession - DEL								
	11,970	-	11,970	-	-	-	-	-	-
I	Cabinet Office Utilisation of Provisions								
	2,015	-	2,015	-	-	-	-	-	-
J	Constitution Group								
	8,719	-4,577	4,142	8,377	-	8,377	-	-	-
K	Government Digital Service								
	6,628	-	6,628	21,071	-80	20,991	1,160	-	1,160
	<i>Independent Offices - Civil Service Commissioners</i>								
	-	-	-	-	-	-	-	-	-
<b>Non-voted expenditure</b>									
	-	-	-	2,848	-	2,848	-	-	-
<i>Of which:</i>									
L	Members of the European Parliament (MEP)								
	-	-	-	2,848	-	2,848	-	-	-
<b>Total Spending in DEL</b>									
	<b>295,001</b>	<b>-85,081</b>	<b>209,920</b>	<b>353,603</b>	<b>-84,327</b>	<b>269,276</b>	<b>32,040</b>	<b>-2,744</b>	<b>29,296</b>
<b>Spending in Annually Managed Expenditure (AME)</b>									
<b>Voted expenditure</b>									
	-	-	-	5,988	-	5,988	-	-	-
<i>Of which:</i>									
M	Provisions and Impairments under CLoS								
	-	-	-	5,988	-	5,988	-	-	-
<b>Total Spending in AME</b>									
	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,988</b>	<b>-</b>	<b>5,988</b>	<b>-</b>	<b>-</b>	<b>-</b>

## Part II: Revised subhead detail including additional provision

£'000

<b>Revised Plans</b>								
<b>Resources</b>						<b>Capital</b>		
<b>Gross 1</b>	<b>Administration Income 2</b>	<b>Net 3</b>	<b>Gross 4</b>	<b>Programme Income 5</b>	<b>Net 6</b>	<b>Gross 7</b>	<b>Income 8</b>	<b>Net 9</b>
<b>Total for Estimate</b>								
295,001	-85,081	209,920	359,591	-84,327	275,264	32,040	-2,744	29,296
<i>Of which:</i>								
<b>Voted expenditure</b>								
295,001	-85,081	209,920	356,743	-84,327	272,416	32,040	-2,744	29,296
<b>Non-voted expenditure</b>								
-	-	-	2,848	-	2,848	-	-	-

**Part II: Resource to cash reconciliation**

£'000

	Present Plans	Changes	Revised Plans
<b>Net Resource Requirement</b>	<b>433,521</b>	<b>51,663</b>	<b>485,184</b>
<b>Net Capital Requirement</b>	<b>21,900</b>	<b>7,396</b>	<b>29,296</b>
<b>Accruals to cash adjustments</b>	<b>-5,375</b>	<b>43,487</b>	<b>38,112</b>
<i>Of which:</i>	-	-	-
<i>Adjustments to remove non-cash items:</i>	-	-	-
Depreciation	-18,344	-	-18,344
New provisions and adjustments to previous provisions	-	-6,552	-6,552
Departmental Unallocated Provision	-	-	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-306	-25	-331
<i>Adjustment for NDPBs:</i>	-	-	-
Remove voted resource and capital	-1,121	-12	-1,133
Add cash grant-in-aid	1,121	12	1,133
<i>Adjustments to reflect movements in working balances:</i>	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	3,500	3,500
Increase (-) / Decrease (+) in creditors	9,875	47,949	57,824
Use of provisions	3,400	-1,385	2,015
<b>Removal of non-voted budget items</b>	<b>-2,848</b>	<b>-</b>	<b>-2,848</b>
<i>Of which:</i>	-	-	-
Consolidated Fund Standing Services	-2,848	-	-2,848
Other adjustments	-	-	-
<b>Net Cash Requirement</b>	<b>447,198</b>	<b>102,546</b>	<b>549,744</b>



## Part III: Note A - Forecast Operating Cost Statement & Reconciliation Table

	£'000
	Revised Plans
Gross Administration Costs	281,016
<i>Less:</i>	
Administration DEL Income	-85,081
<b>Net Administration Costs</b>	<b>195,935</b>
Gross Programme Costs	391,624
<i>Less:</i>	
Programme DEL Income	-87,051
Programme AME Income	-
Non-budget income	-
<b>Net Programme Costs</b>	<b>304,573</b>
<b>Total Net Operating Costs</b>	<b>500,508</b>
<i>Of which:</i>	
Resource DEL	462,363
Capital DEL	18,172
Resource AME	8,003
Capital AME	-
Non-budget	11,970
<i>Adjustments to include:</i>	
Departmental Unallocated Provision (resource)	-
Consolidated Fund Extra Receipts in the budget but not in the OCS	-
<i>Adjustments to remove:</i>	
Capital in the OCS	-18,172
Non-Budget Consolidated Fund Extra Receipts in the OCS	-
Other adjustments	2,848
<b>Total Resource Budget</b>	<b>485,184</b>
<i>Of which:</i>	
Resource DEL	479,196
Resource AME	5,988
<i>Adjustments to remove:</i>	
Consolidated Fund Extra Receipts in the resource budget	-
Other adjustments	-
<b>Total Resource (Estimate)</b>	<b>485,184</b>

## Part III: Note B - Analysis of Departmental Income

	£'000
	Revised Plans
<b>Voted Resource DEL</b>	<b>-169,408</b>
<i>Of which:</i>	
Administration	
Sale of goods and services	-85,081
<i>Of which:</i>	
Section A: Cabinet Office	-80,504
Section J: Constitution Group	-4,577
Total Administration	-85,081
Programme	
Sale of goods and services	-81,304
<i>Of which:</i>	
Section A: Cabinet Office	-81,224
Section K: Government Digital Service	-80
Other grant income (including repayments of grants/subsidies)	-737
<i>Of which:</i>	
Section A: Cabinet Office	-212
Section B: Office for Civil Society	-525
Interest and dividends	-2,286
<i>Of which:</i>	
Section A: Cabinet Office	-2,286
Total Programme	-84,327
<b>Total Voted Resource Income</b>	<b>-169,408</b>
<b>Voted Capital DEL</b>	<b>-2,744</b>
<i>Of which:</i>	
Administration	
Total Administration	-
Programme	
Other grant income (including repayments of grants/subsidies)	-2,724
<i>Of which:</i>	
Section A: Cabinet Office	-2,724
loan , etc, repayments	-20
<i>Of which:</i>	
Section A: Cabinet Office	-20
Total Programme	-2,744
<b>Total Voted Capital Income</b>	<b>-2,744</b>

## **Part III: Note C - Analysis of Consolidated Fund Extra Receipts**

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No CFER income or receipts are expected in 2011-12.

## Part III: Note D - Explanation of Accounting Officer responsibilities

The Accounting Officer prepares resource accounts for each financial year.

The following individuals are responsible for the expenditure within this Estimate:

<b>Accounting Officer</b>	Ian Watmore
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In accordance with Chapter 3 of *Managing Public Money* (issued by the Treasury), the following individuals are NDPB Accounting Officer appointments:

<b>NDPB Accounting Officers</b>	
Dr Richard Jarvis	Chief Executive, Civil Service Commission

Ian Watmore has personal responsibility for the proper presentation of the department's resource accounts and their transmission to the Comptroller & Auditor General, and is also responsible for the use of public money and stewardship of assets.

In discharging these responsibilities, particular regard is given to:

- observing any accounting and disclosure requirements (including any Accounts Direction) and applying suitable accounting policies on a consistent basis;
- making judgements and estimates on a reasonable basis;
- stating whether applicable accounting standards, as set out in the Financial Reporting Manual (FRM), or an organisation's version of it, have been followed, and explain any material departures in the accounts; and
- preparing the accounts on a going concern basis.

The responsibilities of an Accounting Officer, including responsibility for regularity and propriety of the public finances for which an Accounting Officer is answerable, for keeping proper records and safeguarding assets, are also set out in Chapter 3 of *Managing Public Money*.

In accordance with *Managing Public Money* requirements, the relationship between the Principal Accounting Officer and Additional Accounting Officer(s), and with their Ministers, together with their respective responsibilities, is set out in writing. Similarly, the relationship between the Principal/Additional Accounting Officer and the NDPB Accounting Officer(s) is set out in writing.

**Part III: Note E - Non-Departmental Public Bodies****£'000**

<b>Section in Part II: Subhead Detail</b>		<b>Body</b>	<b>Resources</b>	<b>Capital</b>	<b>Grant-in-aid</b>
G - DEL		Civil Service Commission	1,133	-	1,133
<b>Total</b>			<b>1,133</b>	<b>-</b>	<b>1,133</b>

## Part III: Note G - 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:

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**Section in Part II:**

<b>Subhead Detail</b>	<b>Service</b>	<b>£'000</b>
A	Grants made by the Cabinet Office	12,909
B	Grants made by the Office for Civil Society	3,534

## Part III: Note K - Contingent Liabilities

Nature of liability	£'000
<p>The Cabinet Office has been approached by the Trustees of the Labour Party Superannuation Society in relation to a section 75 debt under the UK Pensions Act 1995 (s75 debt). Legislation provides when an employer ceases to participate in a pension scheme it is liable for its share of the deficiency at that time. The employees who have participated in the pension scheme were special advisors from 1997 up to the last general election and the debt relates to those special advisors employed by the Cabinet Office who were members of the Pension Scheme. The scheme claims that following the departure of the last two special advisors who were members of the scheme just before the general election, that under s75 debt, 'the crown' as the former employer must make a payment to cover any shortfall in the funding for the benefits built up in the society for its former employees. The Society's actuary Hewitt Associates Limited has confirmed a funding shortfall does exist in the society. The probable value of this contingent liability is in the region of £0.5 million and £1 million.</p>	1,000

