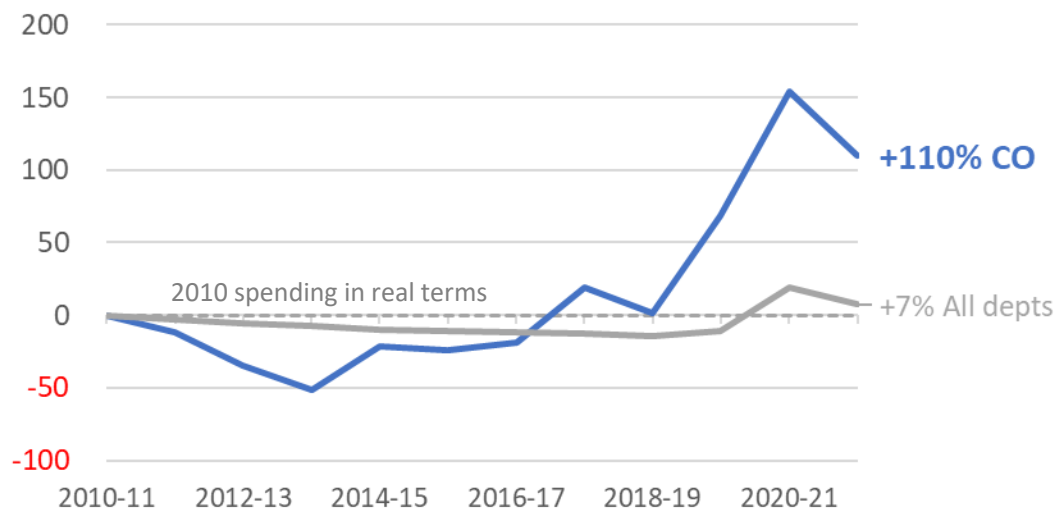


Cabinet Office

Long-term trends in the Cabinet Office's spending (in real terms)

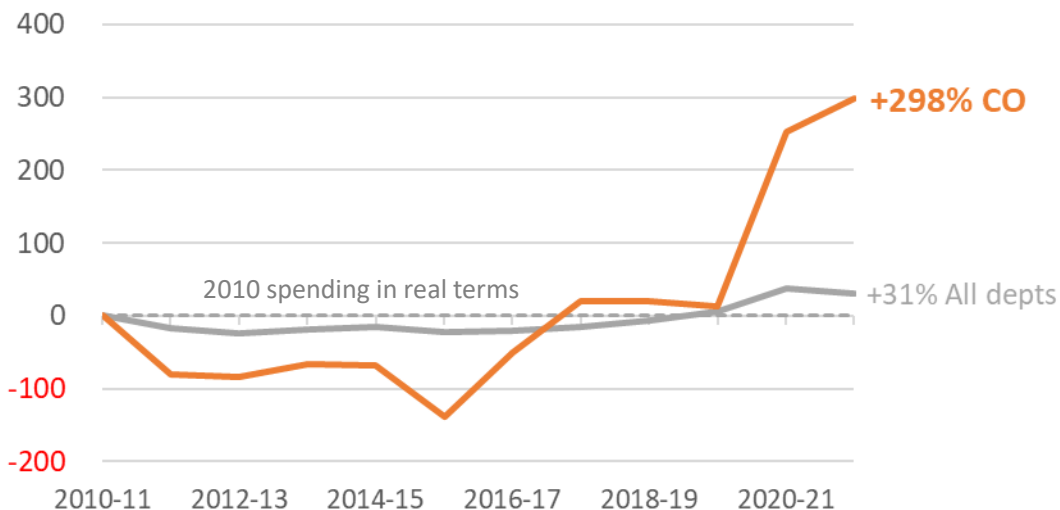
Percentage change in **day-to-day spending** compared to 2010 (Resource DEL):



Day-to-day spending trends

- Day-to-day spending was cut after 2010-11 reaching its lowest level in 2013-14, but has since recovered.
- Total spending is set to be 110% higher in 2020-21 than in 2010-11, in real terms.
- **£687 million** was allocated for Covid-19 costs in 2020-21, £447 million of which was for the public information campaign and £101 million for ventilator procurement and design.
- This compares to **£117.5 million** allocated for Covid-19 costs in 2021-22, all of which is for the Covid-19 Public Information Campaign.

Percentage change in **investment spending** compared to 2010 (Capital DEL):



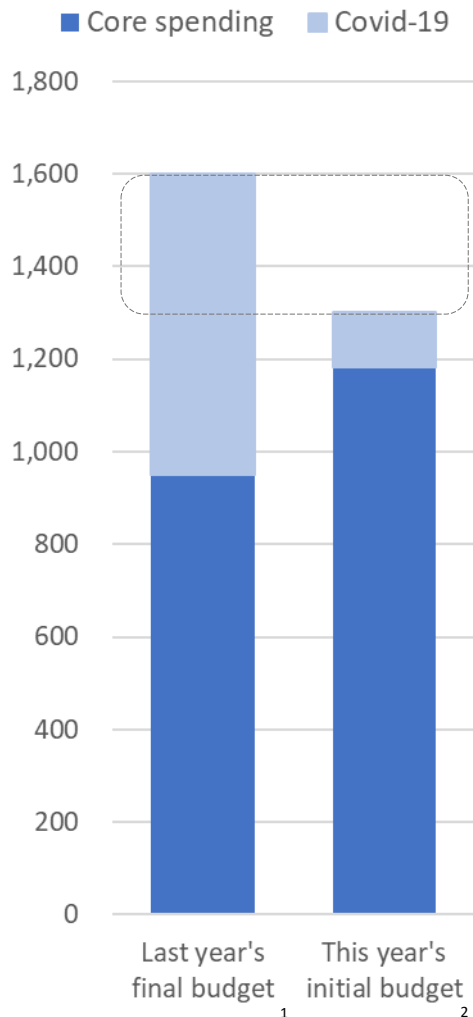
Investment spending trends

- Investment spending is prone to fluctuation depending on which projects the department is undertaking.
- In 2015-16 there was net Capital DEL income of £37 million due to the gain on the sale of the Admiralty Arch building.
- In 2021-22, total investment spending is set to be 298% higher than in 2010-11 in real terms.
- **£184 million** was allocated for Covid-19 costs in 2020-21, mainly for ventilator procurement and design (£163 million). This compares to nil allocated in 2021-22.

How is the Cabinet Office's day-to-day spending changing in 2021-22?

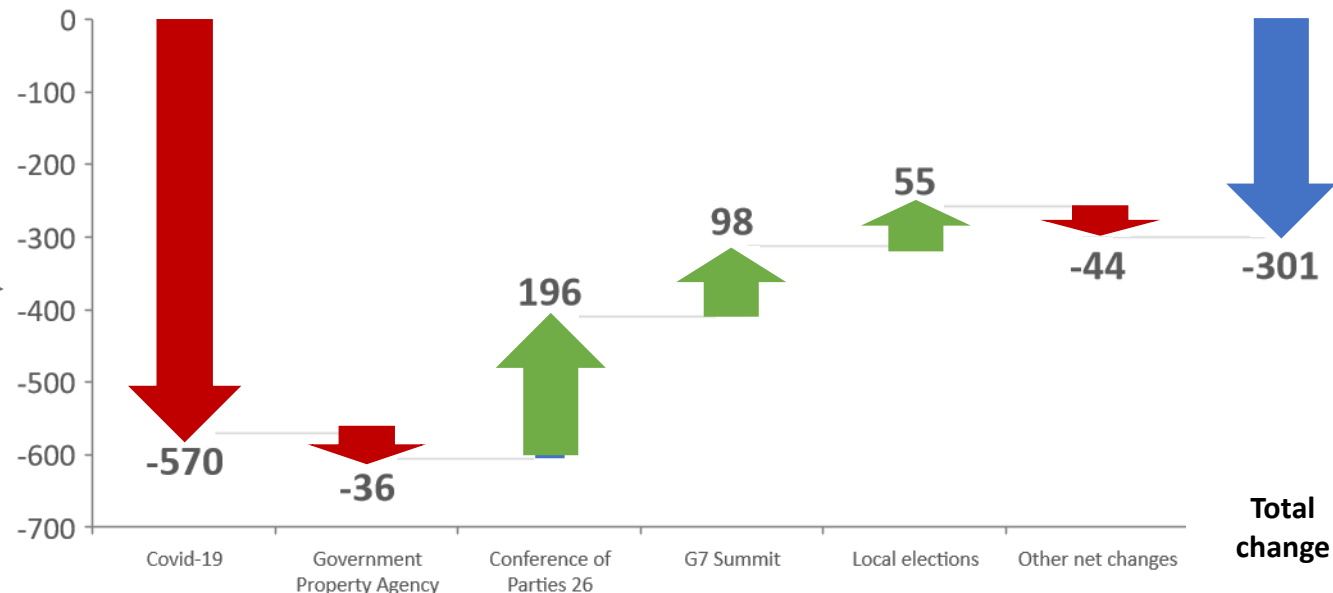
Cabinet Office's day-to-day budget is decreasing by £301m (-18.8%)

Resource DEL budget in £m



The Cabinet Office's proposed budget decrease is mainly due to reduced Covid-19 costs

Changes in Day-to-day (Resource DEL) budget in £m since final budget for 2020-21



Changes in 2021-22

- **Covid-19:** £570 million decrease in Covid-19 costs, down from £674 million in 2020-21 to £117.5 million in 2021-22. All of the 2021-22 budget is for the Covid-19 Public Information Campaign.
- **Government Property Agency:** £35.9 million reduction in funding for the Government Property Agency due to the receipt of freehold rebate income.
- **Conference of Parties 26:** £195.5 million for the Conference of Parties (COP26) due to take place in November 2021. This was postponed from November 2020.
- **G7 Summit:** £97.7 million funding for the G7 Summit which took place in June 2021.
- **Local elections:** £55.4 million for local elections and the delayed Police Crime Commissioner elections.
- **Other:** this includes a £24 million and a £17 million decrease in the budgets for Grenfell Inquiry and the Infected Blood Inquiry, respectively. This is due to the timing of funding arrangements - half of the expected funding is received at the Main Estimate and the remainder at the Supplementary Estimate.

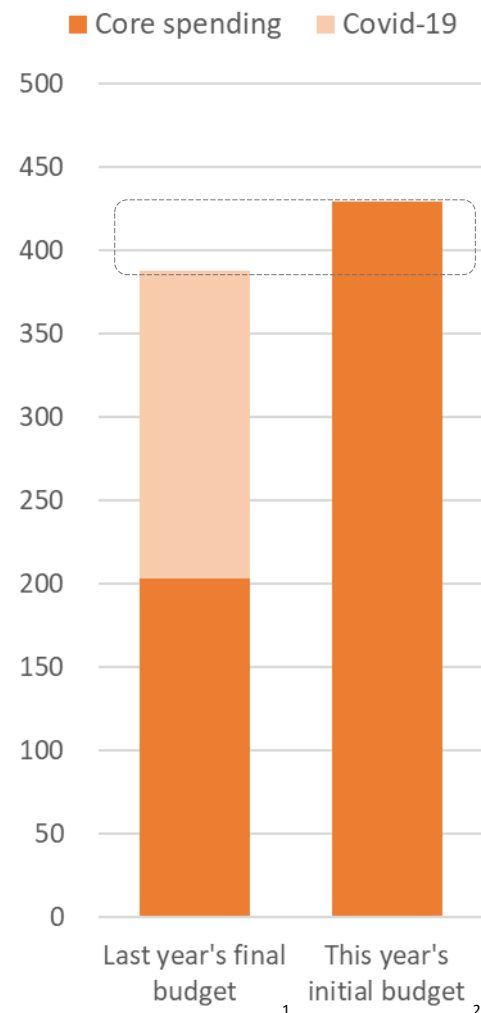
¹ Final Budget in Supplementary Estimates 2020-21 (Feb 2021))

² Initial Budget in Main Estimate 2021-22 (May 2021))

How is the Cabinet Office's investment spending changing in 2021-22?

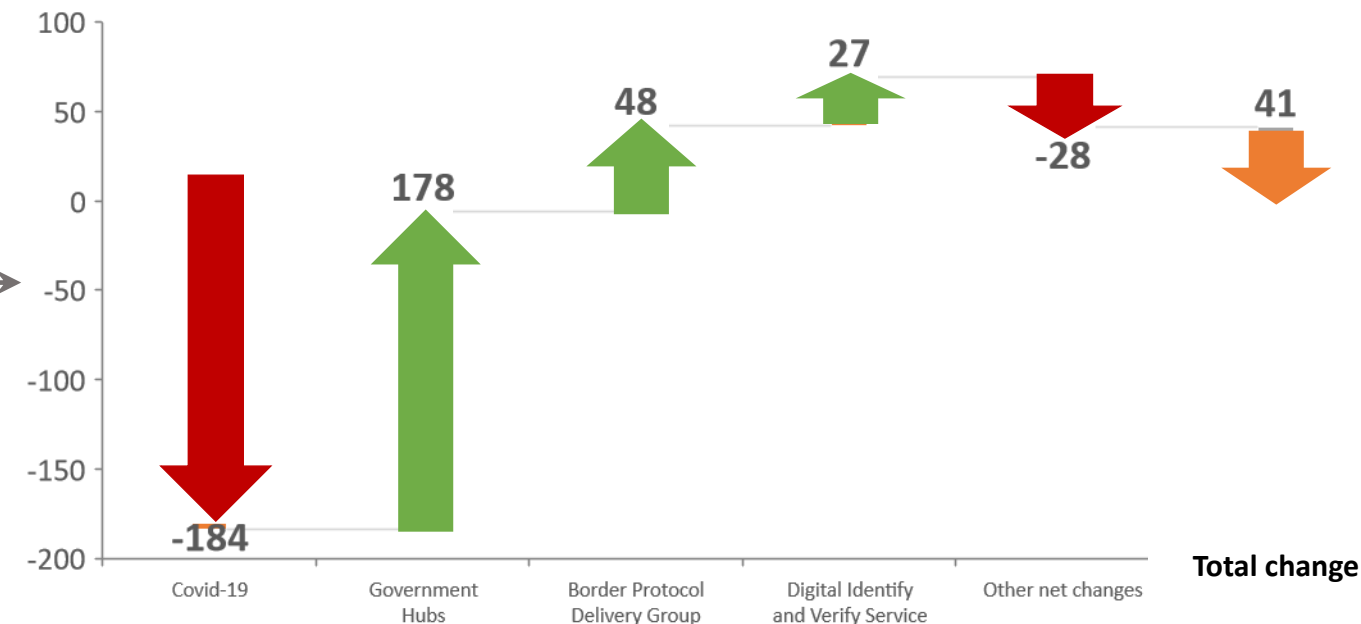
Cabinet Office's investment budget is decreasing by £41m (-10.7%)

Capital DEL budget in £m



The Cabinet Office's investment spending is mainly decreasing due to reduced Covid-19 costs

Changes in Investment (Capital DEL) budget in £m since final budget for 2020-21



Changes in 2021-22

- **Covid-19:** £184 million decrease in Covid-19 costs, bringing the budget in 2021-22 to nil.
- **Government Hubs:** £178 million increase for the Government Hubs programme confirmed in the 2020 Spending Review, as part of the Levelling Up agenda.
- **Border Protocol Delivery Group:** £48 million increase for the Border Protocol Delivery Group, mostly relating to the Port Infrastructure Fund.
- **Digital Identify and Verify Service:** £27.3 million increase for the Digital Identify and Verify service, delivered by the Government Digital Service.
- **Other:** this includes a £12.5 million decrease relating to irrecoverable VAT in respect of the Public Sector Geospatial Agreement.

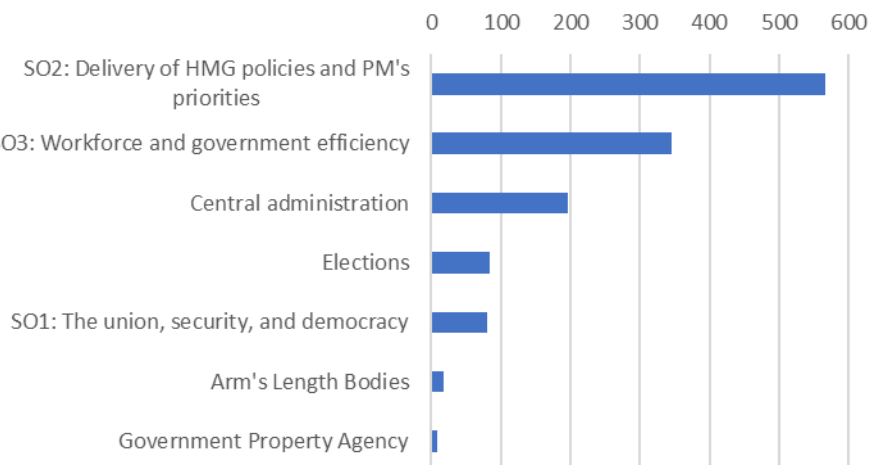
¹ Final Budget in Supplementary Estimates 2020-21 (Feb 2021))

² Initial Budget in Main Estimate 2021-22 (May 2021))

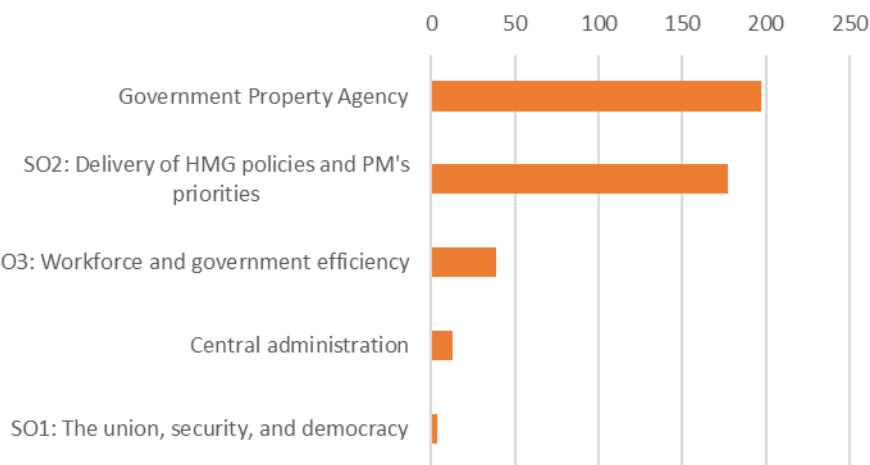
Most of the Cabinet Office's spending is on delivery of strategic objectives

Breakdown of Cabinet Office initial budget for 2021-22 (£ million)*

Day-to-day spending budget



Investment spending budget



Day-to-day spending (Resource DEL)

- The **Resource DEL** budget for the Cabinet Office in 2021-22 is **£1,300 million**.
- CO has allocated **£992.8 million** to deliver the department's **Strategic Objectives**. SO2 makes up the largest element in the day-to-day budget (£570 million), followed by SO3 (£345 million) and SO1 (£81 million).
- **Central administration** accounts for 15% (£196 million) of the total Resource DEL budget.
- **Arm's Length Bodies** make up 1.4% (£18.4 million) and the **Government Property Agency** 1% (£8.5 million).
- **£84 million** is allocated for **elections**.
- Covid-19 costs make up 9% (£117.5 million) of the day-to-day budget all of which was under the SO3 budget.

Investment spending (Capital DEL)

- The **Capital DEL** budget for the Cabinet Office in 2021-22 is **£428.8 million**.
- Of this, **£219 million** is for the delivery of **Strategic Objectives**: £177 million is for SO2, £38.7 million for SOE and £3.2 million for SO1.
- A further **£197 million** is for the **Government Property Agency**.
- There is no budget allocated for Covid-19 costs in 2021-22, compared to £184 million in 2020-21.

*Day-to-day spending includes depreciation; totals above will overstate cash spending as a result

Cabinet Office's spending beyond 2020-21

The most recent spending plans were published in [Spending Review 2020](#), with some further announcements in [Budget 2021](#). Due to uncertainty caused by Covid-19 plans were only given for 2021-22 and some specific multi-year capital programmes under the investment spending budget. .

Major future commitments have included*:

- £228 million to support the government's Levelling Up agenda through investment in the Government Property Agency's hubs programme, relocating 22,000 civil service roles outside London by 2030.
- £97 million to support the government's ambition to modernise and reform the Civil Service.
- £4.7 million to establish a central capability to manage contingent liabilities.

Day-to-day spending:

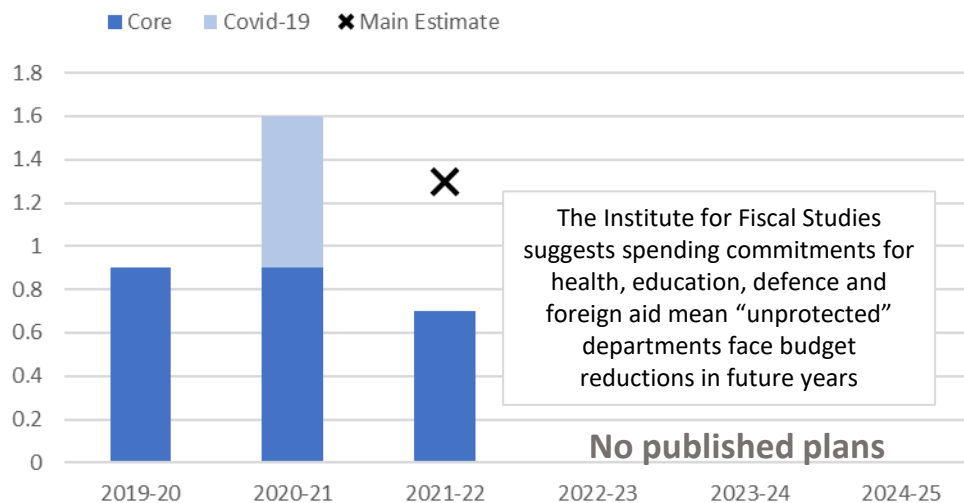
- The Main Estimate for 2021-22 is £0.6 billion higher than the Budget 2021 allocation.
- No Resource DEL budget has been allocated for Covid-19 costs beyond 2021-22.
- Cabinet Office's RDEL budgets are not allocated beyond 2021-22 and may be facing future spending reductions.

Investment spending:

- The Main Estimate for 2021-22 is £0.07 billion than the 2021 Budget allocation.
- There is currently no Capital DEL budget allocated for 2022-23 or beyond.

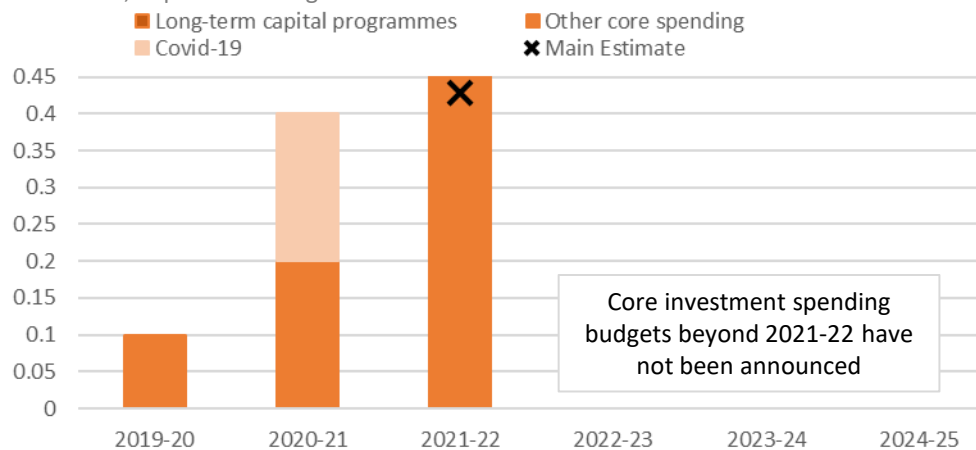
Cabinet Office's future day-to-day spending beyond 2021-22 is largely unknown

£ billion, Resource DEL budget excluding depreciation



Cabinet Office has yet to announce details of any multi-year capital programmes

£ billion, Capital DEL budget



*May involve day-to-day and investment spending over several years