

## News story: Defence research and exports support UK jobs

Mrs Baldwin visited Yeovil today to mark a year of the innovative Strategic Partnering Arrangement between Leonardo Helicopters and the MOD. The Arrangement was signed in July 2016 and lays out shared commitments to cost effectiveness, jobs, and exports, recognising the key role both parties play in building national prosperity through exports, sustaining employment and specialist skills, and supporting small and medium enterprises (SMEs) in the supply chain.

Over the course of a year, the MOD has placed millions of pounds worth of contracts with Leonardo, supporting hundreds of jobs, boosting exports, and driving technological innovation. In January 2017 the MOD signed a £271 million five-year deal with Leonardo to support the UK's world-leading Wildcat helicopters, safeguarding hundreds of UK jobs.

Most recently, in June 2017, the MOD announced a £260 million contract to supply the UK's Armed Forces with the next generation of secure Identify Friend or Foe technology. The work will sustain around 150 jobs at Leonardo's sites in Luton, the West of England, Edinburgh and across the wider UK supply chain.

Minister for Defence Procurement Harriett Baldwin added:

Our Strategic Partnering Arrangement with Leonardo is a fantastic example of the contribution that Defence makes to the UK economy: creating hundreds of jobs, attracting millions in investment, and boosting UK exports across the world.

Backed by our rising defence budget and strategic engagement on exports, we are determined to deliver the high-wage, high-skills jobs of the future, making the UK one of the most competitive places in the world to innovate, build business and help deliver security.

During her visit, Mrs Baldwin was briefed on the progress being made on the second phase of a jointly-funded £8 million Rotary Wing Unmanned Air System (RWUAS) concept demonstrator; cross-Government efforts to support the export of the Wildcat AW159 and Merlin AW101 helicopters; and company plans for continuous improvement and to underpin design engineering capabilities that are vital to ensuring safety and airworthiness.

Leonardo Helicopters make a significant contribution to the economy in the South West and developing plans would see the site in Yeovil become the heart of an aerospace technology centre. The MOD anticipates spending some £3 billion with Leonardo Helicopters over the coming decade, with work on the future coordination of strategic exports between the UK Government and Italy

being led by the Department for International Trade.

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## Speech: Communication, expectations, innovation: maintaining public support for new technology

Today the [Information Commissioner's Office \(ICO\)](#) announced the result of its [investigation](#) into the way that the Royal Free NHS Foundation Trust shared identifiable data about 1.6 million patients with DeepMind.

This is a matter which I have considered carefully with my [advisory panel](#) and on which I provided advice to the ICO at her request. Like the ICO, my panel and I found problems with the way this data had been shared. In particular, the ICO asked my opinion on the question of whether the Royal Free had used an appropriate legal basis for the initial data sharing. After much careful deliberation with my panel, I came to the view that they had not.

Reflecting on this matter, I believe it is important to underline that as National Data Guardian (NDG) I am a strong advocate of work to develop new technology which can improve care and save lives. In this case, the Royal Free and DeepMind developed an app to alert hospital nurses and doctors to inpatients who might have acute kidney injury, a very serious condition, which can be hard to diagnose but can develop rapidly.

The issue that concerned my panel members and me was not that innovation was taking place to help patients affected by this condition. Far from that, it was the legal basis which the Royal Free had used to share data which could identify more than 1.6 million patients to DeepMind.

### **Innovation within a legal framework**

In this instance the Royal Free shared the information on the basis of 'implied consent for direct care'. This is a legal basis that doctors, nurses and care professionals rely on every day to share information in order to make sure the individuals they are looking after receive the care they need. However, it is my view that this legal basis cannot be used to develop or test new technology, even if the intended end result is to use that technology to provide care.

I'm afraid that a laudable aim – in this case developing and testing life-saving technology – is not enough legally to allow the sharing of data that identifies people without asking them first. We need to reassure the public there are always strong safeguards in place to make sure that confidential information will only ever be used transparently, safely and in line with the

law and regulatory framework.

## Getting the balance right

The tension between supporting and enabling innovation and acting in line with public expectation is not new. We wrestled with these issues 20 years ago during the [Caldicott Committee's Review of Patient Identifiable Information](#). This was commissioned when the NHS was just starting to move from paper to computerised records, with the result that information could be sent much more easily from one part of the health service to another.

Our 1997 report highlighted the benefits of what we called an 'information explosion' – more effective and efficient care for patients and a better basis for planning and monitoring services. It also acknowledged a tension between the needs of those running and planning services to use patient information on the one hand and, on the other, patients' expectations about how information about them would be used.

That review said that managing that tension by "adhering to explicit and transparent principles of good practice" will "reassure patients and those treating them that confidentiality is safeguarded" and that "patients expect nothing less."

If what we were seeing in 1997 was an information explosion, what we are seeing now could be called an information explosion many fold. The technology of today presents extraordinary opportunities to provide even better, safer, more individualised care.

## The challenge continues

The technology may be different, it may be developing more quickly than ever, but I believe we face a similar tension which we must address – between the reality that health and care data is often needed for innovation and public expectations about how such data will be used.

Now, as then, we have to work with where the public is. Confidentiality remains as important as ever. People need to be able to tell their doctor, nurse, or care worker things about themselves and their health and care needs in confidence. If such information is then used in a way that patients and service users do not expect, this precious trust will become undermined. The mantra of "no surprises" sums this up.

## A conversation and safeguards to reassure

In [the review I published last summer](#), I highlighted that we had found very low levels of public knowledge and understanding about how health and care data is used. Many were altruistic about data about them being used for research and innovation – but they wanted to know about that and to have a choice. In my report, I argued strongly that it is the responsibility of all health and social care, research and public organisations to make the case for data sharing to the public.

An ongoing conversation with the public is essential. This must be a two-way dialogue, in which people's expectations are both listened to and informed. We will also need to reassure the public that there are strong safeguards in place to protect personal confidential data.

Just as was the case 20 years ago, I believe we can earn public support for the use of data in innovation, by "adhering to explicit and transparent principles of good practice" to "reassure patients and those treating them that confidentiality is safeguarded". Now as then, the public rightly expects nothing less.

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## Speech: Association of Electoral Administrators: Chris Skidmore speech

Thank you very much for the introduction.

I wanted to fly up from London to be here with you today, as I felt that it was important as Minister for the Constitution, and the minister responsible for elections and democratic engagement to speak with you directly, and to say thank you.

To thank you for the time and effort that all of you as electoral administrators, registration officers and returning officers, have given over the past trying few months.

To thank you for the role that you have played in making not only the Local Elections and the Mayoral Elections run as smoothly as possible, but also the integral role that you all performed in ensuring that the snap General Election took place without any significant problems.

And to thank you for the personal and family sacrifices that each and every one of you, together with your staff, have made to ensure that our democracy has been able to function seamlessly over these past few months.

As the minister responsible for the smooth running of the elections that have taken place this year, I will be writing to every Electoral Registration Officer personally, to thank them and their teams for the work that they have undertaken: but my thanks extends to all of you here in this room today.

To the casual observer or the media, reporting on General Election night, as images of ballot boxes being rushed into counting halls across the country filled the TV screens, of teams of counters sifting through thousands of ballots at counts across the country, it is all too easy to forget that behind each and every result that night was not just a political story of which party gained or lost seats, whose share of the vote went up or down, but also a story of dedication: your dedication to ensuring that our British

democracy is the best it can be, and indeed the best in the world.

I know that it has not been easy, even if you have made it look that way.

At every stage, you have been tried and tested, but have come through with flying colours.

And you have done so because I know that each and every one of you believes passionately in giving every person who can vote in our democracy the right to have their say at the ballot box.

Over the past year as Minister for the Constitution, I have toured every region of the country in an effort to ensure that we can build a Democracy that Works for Everyone. What has struck me as I have spoken and discussed issues with Electoral Registration Officers at the roundtables and meetings I have held, is your determination and your commitment to your vocation; a vocation that I believe deserves to be held in the highest regard. For there can be fewer duties more important than ensuring that democracy prevails.

At a time when, across the world, questions and challenges are being raised about the security of democratic processes and elections, I want you to know how proud I am, as the minister responsible for our electoral community, of your ability to deliver time and again polls which no observer, foreign or domestic, calls into question.

I know that I am addressing you here today as the Association of Electoral Administrators; however, in my mind you are not just 'administrators' but professionals, whose profession belongs to one of the finest traditions of public service. A public service that, at its core, I believe, runs that same devotion to social justice as you witness in our education or health services.

For we must recognise that the effective running and performance of elections is something which is not simply an administrative issue, focused on the technical measures of the elections process, but an essential public service. What you do, and what you have done so brilliantly over these past few months, has ensured that every member of our society, regardless of where they live, their background or whether they have a disability or health condition, has been able to have that equal chance, that equal right, to participate in our democracy, and to have their say.

This is social justice at its heart, and we, you, should not be afraid to say so.

For the first time voter, entering a polling station for the first time; for the unwell unable to vote who needed an emergency proxy; for military service personnel away on tour needing a postal vote; to the blind and partially sighted or those with a disability needing assistance, you were there to help each and every one of them be a part of our democracy.

Over the past year, I calculated that, taking the EU referendum, the PCC and local and mayoral elections and the General Election together, there has been nearly 114 million ballots cast across a period of less than a year. I

believe that is a record number of votes cast in a single period of a year in the history of British democracy; testament not only to the strength of our democracy, but to your ability to have made this happen. Thank you.

In my last speech to Parliament before the General Election took place, I spoke about politicians being very much actors on the democratic stage; a stage which, behind the scenes, is managed and run smoothly by yourselves, the producers of these democratic displays that are our elections.

This year, your success has been particularly notable, not least when it has come to managing and processing the number of people who have registered to vote. Back in March, just under 24 million people had accessed the online IER system to register to vote since its creation, and I previously had been talking to officials about a plan to celebrate us passing the 25 million mark. The General Election was then called, resulting in the number of people who have now registered to vote using the system reaching over 27 million (27,633,473 to be precise).

On the deadline day for registration for the recent General Election as we approached the midnight deadline, over 622,000 people applied to register to vote, compared with 525,000 on the last day for the EU Referendum and 485,000 on the last day for the 2015 General Election.

Informal estimates suggest that the number of people registered to vote now stands at a record high of 46.9 million, up from 46.4 million in 2015.

And while this is cause itself to celebrate the growing levels of participation in our democracy, I recognise the challenges that this brings to each and every one of your staff and offices. Challenges that I want to work with you to help resolve, and to assist you in the work that you already do so brilliantly.

I have not come here today to make a brand new policy announcement. The General Election, along with the local and Mayoral elections, provides a period of important reflection to learn what needs improvement, and what can be done better, and I look forward to the AEA's own reports on these issues. I want to continue my full engagement with your organisation, and for you to know that if there are issues that you wish to raise through your own executive, my door is always open to listen and engage with the AEA.

I want to ensure that your relationship between government, through the Cabinet Office, and the AEA remains a strong one, where we work together for the people who, together, we both serve: the voters whose experience of electoral registration and at the ballot box deserves to be the best it can be.

When I last addressed the AEA at your conference in Brighton earlier this year – a different world politically – I announced the establishment of an Electoral Summit, to be held with the AEA's participation. I am still planning on holding this event later this year, and I hope that, through the AEA executive, it will provide a crucial means of reporting feedback into government, and strengthening and improving our electoral processes.

I am also still intending on launching the government's Democratic Engagement Strategy later this year, and I hope that, when this is complete, I will be able build on the strong working relationship we have with the AEA, who have kindly been a constant presence at the roundtables that I have held exploring early work on this Strategy, by ensuring the AEA and the voice of electoral administrators and EROs will be heard in that process.

2017 has been a remarkable electoral year. But if I may end by turning to next year, 2018: not to discuss the local elections, though I am sure you are already turning your minds to your preparations for these, but to the fact that on 6 February, we will celebrate the 100th anniversary of women getting the right to vote. Of course, that was not even the equal right to vote, which came in July 1928, just ninety years ago.

For while we can talk of our democratic traditions being some of the oldest in the world, making reference to Magna Carta and the institution of Parliament, we all know in this room, that when it comes to the real face of democracy, with every person in every region across the country being given an equal right to vote, regardless of their gender or background, our democratic history remains a young one.

But in our shared history, we should not only recognise the enormous progress that has been made, celebrating those unsung heroes who fought for reform but also to recognise and celebrate the silent work of those who made it actually possible for ballots to be cast, the dedication of electoral administrators past and present.

And in reflecting upon our democratic history over these past hundred years, we can perhaps also reflect on not only how far we have come, but also what more we can do, together, to ensure that everyone who wants to make an application to register to vote, and go that one step further by casting their ballot, is given the opportunity to do so; to remove the last remaining barriers that still prevent certain groups of society from participating in elections through no fault of their own; and to make ours a democracy that works for everyone.

In this endeavour I look forward to continue to working with yourselves and the AEA.

Thank you.

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**Press release: Foreign Secretary  
statement on the continued Gulf**

# tensions

I welcome Qatar's statement that it will respond to Kuwait today (3rd July) on the concerns raised by Saudi Arabia, the United Arab Emirates, Bahrain and Egypt. I also welcome the joint statement by these four countries agreeing to Kuwait's request for more time to enable Qatar's response to be received.

This is an important step in building confidence between the parties. We strongly support Kuwait's mediation efforts. I hope that progress can continue to be made to restore Gulf Cooperation Council unity, which is a key element of stability in the Gulf region.

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## Press release: The OTS points the way to simplify corporation tax

The Office of Tax Simplification (OTS) is the independent adviser to government on tax simplification. The OTS responds to calls for corporation tax to be modernised and simplified in its report [Simplification of the Corporation Tax Computation](#) published today 3 July 2017.

This report sets out some significant steps towards creating a 21st-century corporation tax system in the UK, responding to calls from businesses of all sizes to make the calculation of corporation tax simpler, with fewer changes and more time to plan. It also recognises the importance of reducing the burdens on small business, and keeping this country an attractive destination for trade and investment in a post Brexit world.

The report takes a bold look across four broad themes

- simpler tax for smaller companies
- aligning the tax rules more closely with accounting rules where appropriate
- simplifying tax relief for capital investment
- a range of further issues affecting the largest companies

It also highlights the links with HMRC's work on Making Tax Digital, which offers a real impetus to move towards a simpler system by use of technology.



Angela Knight CBE, Chair of the OTS Board, said:

Despite the attention corporation tax has received in recent years, in particular regarding multi-nationals, there has been little focus on making the tax simpler. In response to a clamour from companies of all sizes and types, the main recommendation is that the government should develop a clear and coherent roadmap for corporation tax simplification to give certainty for all companies.

Paul Morton, Tax Director, said:

A simpler approach would be to align the tax more closely with a company's accounts, making it more intuitive, reducing compliance costs and saving time. This is particularly attractive for smaller incorporated businesses, which represent the overwhelming majority of companies.

The report makes recommendations to achieve this objective in a variety of innovative ways. In addition, it sets the scene for further work on the costs and benefits of moving to a depreciation-based approach to giving relief for capital expenditure which could offer a significant simplification for companies of all sizes.

## **Main recommendations**

### **A corporation tax simplification roadmap**

#### **Small companies**

- For the very smallest companies, to use the accounting profit prepared under accounting standard FRS105 as the taxable profit without any adjustments.
- For slightly larger companies, the proposal is that companies should only need to consider a set list of five or six potential tax adjustments.

#### **Aligning tax with accounts**

Across the whole range of companies, for

- the tax definition of capital and revenue to be more closely aligned to the accounts definitions,
- the rules for trading and management expenses to be aligned

- the 19th century schedular system (under which different types of income are calculated separately subject to slightly different rules) to be replaced with a “whole business” approach, in line with most other countries

## **Capital expenditure**

For the OTS to undertake further work on capital expenditure to explore the issues involved in replacing the present capital allowances system with an accounts depreciation approach, recognising the need to consider the impacts on particular industry sectors.

## **Large companies**

For improvements to be made in a number of technical areas, in the context of promoting stability and certainty in the corporation tax system.

## **Notes for editors**

The OTS advises the Chancellor on tax simplification, challenging tax complexity to help all users of the tax system; it does not implement changes – these are a matter for government and for Parliament.

The OTS team is led by Chairman Angela Knight CBE and Tax Director Paul Morton and has a small staff drawn from HM Treasury, HM Revenue & Customs and the private sector.

The OTS works to improve the experience of all who interact with the tax system. It aims to reduce the administrative burden – which is what people actually encounter in practice – as well as simplifying the rules. Simplification of the technical and administrative aspects of tax are each important, both to taxpayers and HMRC.

The vast majority of companies are small: Of the 1.75 million UK private sector companies in 2016: 1.5 million have under 10 employees.

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