

# Food Standards Agency

## Introduction

1. This Supplementary Estimate is required for the following purposes:

		Amount (£)	
		<u>Increases</u>	<u>Reductions</u>
<b><u>Changes in resources</u></b>			
<b>RfR 1: Protecting and promoting public health in relation to food</b>			
<u>Section</u>	<u>Reason for change</u>		
<b><u>Changes related to movements in budgets</u></b>			
	<u>Take up of DEL End-Year Flexibility</u>		
A1	Increase in near-cash administration costs for restructuring of the Food Standards Agency's headquarters operations and related accommodation and support services costs.	4,100,000	
B2	Increase in near-cash programme costs for the restructuring of the Meat Hygiene Service.	4,400,000	
		<u>Total</u>	<u>-</u>
<b>Total change in resources for RfR1</b>		<b>8,500,000</b>	<b>8,500,000</b>
<b>Total change in resources for Estimate</b>			<b>8,500,000</b>

### **Changes in Capital**

<u>Section</u>	<u>Reason for change</u>	<u>Increases</u>	<u>Reductions</u>
<b><u>Changes related to movements in budgets</u></b>			
	<u>Take up of End Year Flexibility</u>		
A7	To fund increased investment in IT hardware and infrastructure.	1,300,000	
		<u>Total</u>	<u>-</u>
<b>Total change in capital for Estimate</b>		<b>1,300,000</b>	<b>1,300,000</b>

2. As a result of the above and non-cash adjustments, there is an increase in the net cash requirement of £18,800,000

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

---

# Food Standards Agency

---

## Part I

£

---

<b>RfR 1: Protecting and promoting public health in relation to food</b>	<b>8,500,000</b>
Total additional net resource requirement	8,500,000
<b>Additional net cash requirement</b>	<b>18,800,000</b>

---

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by the Food Standards Agency on:

**RfR 1: Protecting and promoting public health in relation to food**

Administration, inspections, surveillance, managing research and development, education, publicity and publications, funding for non-cash items; funding for Meat Hygiene Service.

The Food Standards Agency will account for this Estimate.

## Part II: Changes proposed

£'000

Resources	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	New Net Provision
-----------	-----------------------	---------------------------	------------------	-------------------------	-------------------

### RfR 1: Protecting and promoting public health in relation to food

#### Spending in Departmental Expenditure Limits (DEL)

##### Central Government spending

RfR 1 - A	Food Standards Agency HQ Operations	108,892	4,100	-	4,100	112,992
RfR 1 - B	Meat Hygiene Service	35,000	4,400	-	4,400	39,400
<b>Total RfR 1</b>			<b>8,500</b>	<b>-</b>	<b>8,500</b>	
<b>Total Changes to RfRs</b>			<b>8,500</b>	<b>-</b>	<b>8,500</b>	

£000

	Present Provision	Change in Provision	New Provision
--	-------------------	---------------------	---------------

#### Capital and Cash

Total Capital Expenditure	647	1,300	1,947
Non-Operating A in A	-	-	-
<b>Net cash requirement</b>	<b>141,731</b>	<b>18,800</b>	<b>160,531</b>

**Part II: Revised subhead detail including additional provision**

Resources						Capital	£'000
1	2	3	4	5	6	7	8
Admin	Other current	Grants	Gross Total	A in A	Net Total	Capital	Non-operating A in A
<b>RfR 1: Protecting and promoting public health in relation to food</b>							
57,015	163,911	-	220,926	68,534	152,392	1,947	-
<b>Spending in Departmental Expenditure Limits (DEL)</b>							
<i>Central Government spending</i>							
A Food Standards Agency HQ Operations							
57,015	59,211	-	116,226	3,234	112,992	1,622	-
B Meat Hygiene Service							
-	104,700	-	104,700	65,300	39,400	325	-
<b>Total for Estimate:</b>							
57,015	163,911	-	220,926	68,534	152,392	1,947	-

## Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
<b>Net Resource Requirement</b>	<b>143,892</b>	<b>8,500</b>	<b>152,392</b>
<b>Voted capital items</b>			
Capital	647	1,300	1,947
<i>Less:</i> Non-operating A in A	-	-	-
<b>Total net voted capital</b>	<b>647</b>	<b>1,300</b>	<b>1,947</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-762	-	-762
Depreciation	-2,004	-	-2,004
New provisions and adjustments to previous provisions	-	-	-
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-42	-	-42
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	-	-
Increase(-)/decrease (+) in creditors	-	9,000	9,000
Use of provisions	-	-	-
<b>Total accruals to cash adjustments</b>	<b>-2,808</b>	<b>9,000</b>	<b>6,192</b>
<b>Excess cash to be CFERd</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Cash Requirement</b>	<b>141,731</b>	<b>18,800</b>	<b>160,531</b>

## Part III: Extra receipts payable to the Consolidated Fund

' As in existing provision'

## Forecast Operating Cost Statement

	£'000
	2007-08 provision
<b>Net Administration Costs</b>	
RfR1	56,515
<b>Total Net Administration Costs</b>	<b>56,515</b>
<b>Net Programme Costs</b>	
RfR1	95,877
<b>Total Net Programme Costs</b>	<b>95,877</b>
<b>Total Net Operating Cost</b>	<b>152,392</b>
<i>of which:</i>	
<b>Net Resource Requirement</b>	<b>152,392</b>
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
<b>Resource Budget</b>	<b>152,392</b>

## Notes to the Estimate

### Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2007-08 Provision
<b>Net Resource Requirement (Estimates)</b>	<b>152,392</b>
<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	-
<b>Net Operating Costs (Accounts)</b>	<b>152,392</b>
<i>Adjustments to remove:</i>	
Gains/losses from sale of capital assets	-
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	-
<b>Resource Budget (Budget)</b>	<b>152,392</b>
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	152,392
Annually Managed Expenditure (AME)	-

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
<b>Net Voted Capital (Estimates)</b>	<b>1,947</b>
<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	-
<b>Capital Budget (Budget)</b>	<b>1,947</b>
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,947
Annually Managed Expenditure (AME)	-

---

## Notes to the 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 appointments for the Requests for Resources within this Estimate.

**Request for Resources 1**                      John Harwood, Chief Executive of Food Standards Agency

John Harwood as the Accounting Officer of the Food Standards Agency 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 Food Standards Agency.

The responsibilities of an Accounting Officer are set out in chapter 3 of Managing Public Money. 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 Estimate (*continued*)

### Analysis of operating appropriations in aid (A in A)

£'000

2007-08  
Provision

#### RfR 1: Protecting and promoting public health in relation to food

<b>Administration</b>	<b>500</b>
<i>of which:</i>	
Sale of Goods and Services	500
 <b>Programme</b>	 <b>68,034</b>
<i>of which:</i>	
Sale of Goods and Services	68,034

---

<b>Total RfR1</b>	<b>68,534</b> †
-------------------	-----------------

† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: fees for slaughterhouse hygiene inspections, radioactive waste disposal inspections, milk and dairies inspections, government funded controls and miscellaneous receipts including the proceeds from the sale of assets.

---

<b>Total Operating A in A</b>	<b>68,534</b>
-------------------------------	---------------

---

## Notes to the Estimate (*continued*)

### Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	8,500	-	152,392	-	152,392
<i>of which: †</i>					
<i>Administration budget*</i>	4,100	-	56,515	-	56,515
<i>Near-cash in RDEL</i>	8,500	-	149,584	-	149,584
Capital††	1,300	-	1,947	-	1,947
Less Depreciation†††	-	-	-2,004	-	-2,004
Total	9,800	-	152,335	-	152,335

† The total of '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.

### 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) that has been or will be appropriated in aid	68,534