

Food Standards Agency

Introduction

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

Amount £

Changes in resources

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

Neutral Changes:

Increased spending off-set by A-in- A

1,000

Amount: £5,000,000

Section: B

Reason: To increase MHS gross cost, reflecting increased activity and a similar increase in the income limit.

Movement within RfR

Amount: £1,400,000

Sections: A & B

Reason: A transfer from FSA HQ programme costs (section A) to MHS programme costs (section B) to reflect delegated budget

Total change in resources for RfR1

1,000

Changes in capital

Take up of End Year Flexibility

950,000

Amount: £950,000

Section: A £775,000

Section: B £175,000

Reason: For the renewal of IT infrastructure and strengthening IT contingency arrangements

Total change in capital for Estimate

950,000

2. As a result of the above and associated non-cash adjustments, there is an increase in the net cash requirement of £1,951,000

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

Part I

£

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

1,000

Total additional net resource requirement

1,000

Additional net cash requirement1,951,000

SUPPLEMENTARY amounts required in the year ending 31 March 2006 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 of the Meat Hygiene Service.

The Food Standards Agency will account for this Estimate.

Part II: Changes proposed

Resources	Present Net Provision	Change in Gross Provision	Change in A in A	Change in Net Provision	£'000
					New Net Provision
RfR 1: Protecting and promoting public health in relation to food					
Spending in Departmental Expenditure Limits (DEL)					
RfR 1 - A Food Standards Agency HQ Operations	112,077	-1,400	-	-1,400	110,677
RfR 1 - A Meat Hygiene Service	31,700	6,401	5,000	1,401	33,101
Total RfR 1		5,001	5,000	1	

Capital and Cash	Present Provision	Change in Provision	£000
			New Provision
Total Capital Expenditure	647	950	1,597
Non-Operating A in A	-	-	-
Net cash requirement	141,616	1,951	143,567

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	
RfR 1: Protecting and promoting public health in relation to food								
55,284	152,028	-	207,312	63,534	143,778	1,597	-	
Spending in Departmental Expenditure Limits (DEL)								
<i>Central Government spending</i>								
A Food Standards Agency HQ Operations								
55,284	58,627	-	113,911	3,234	110,677	1,097	-	
B Meat Hygiene Service								
-	93,401	-	93,401	60,300	33,101	500	-	
Total for Estimate:								
55,284	152,028	-	207,312	63,534	143,778	1,597	-	

Part II: Resource to cash reconciliation

	<u>Present</u>	<u>Increase (+)/ Decrease (-)</u>	<u>£'000</u> <u>Revised</u>
Net total Resources	143,777	1	143,778
Voted capital items			
Capital expenditure	647	950	1,597
<i>Less: non-operating A in A</i>	<u>-</u>	<u>-</u>	<u>-</u>
Total net voted capital	647	950	1,597
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-762	-	-762
Depreciation	-2,004	-	-2,004
New provisions and adjustments to previous provisions	-42	-	-42
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-	1,000	1,000
Increase(-)/decrease (+) in creditors	-	-	-
Use of provisions	<u>-</u>	<u>-</u>	<u>-</u>
Total accruals to cash adjustments	-2,808	1,000	-1,808
Excess cash to be CFERd	-	-	-
Net cash requirement	141,616	1,951	143,567

Part III: Extra receipts payable to the Consolidated Fund

As in existing provision

Forecast Operating Cost Statement

		£'000
		2005-06 provision
Net Administration Costs		
RfR 1	<u>54,784</u>	
Total Net Administration Costs		54,784
Net Programme Costs		
RfR 1	<u>88,994</u>	
Total Net Programme costs		88,994
Total Net Operating Cost		143,778
<i>of which:</i>		
Net Resource Outturn		143,778
CFERs		-
Non-voted expenditure		-
Resource Budget Outturn		143,778

Notes to the Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000
	2005-06 Provision
Net Resource Outturn (Estimates)	143,778
<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 (CFERS) in the OCS	-
Other adjustments	-
Net Operating Costs (Accounts)	143,778
<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	-
Resource Budget Outturn (Budget)	143,778
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	143,778
Annually Managed Expenditure (AME)	-

Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2005-06 Provision
Net Voted Capital Outturn (Estimates)	1,597
<i>Adjustments to remove:</i>	
gains/losses from sale of capital assets	-
<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)	1,597
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	1,597
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

Dr Jon Bell, Chief Executive of the Food Standards Agency

Dr Jon Bell, as the Principal Accounting Officer (PAO) of the Food Standards Agency has personal responsibility for the proper presentation of the Food Standards Agency'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 Food Standards Agency.

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 Food Standards Agency's policies, aims and objectives; and should regularly review the effectiveness of that system.

Notes to the Estimate (*continued*)

Analysis of appropriations in aid (A in A)

	£'000	
	2005-06 Provision	
	Operating A in A	Non operating A in A
RfR 1: Protecting and promoting public health in relation to food		
Income from industry & other government bodies	63,534	-
Total RfR 1	63,534 *	-
<i>of which: Administration budgets</i>	-	-

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

Notes to the Estimate (*continued*)

Departmental Expenditure Limits and Administration Budgets

As announced to the House of Commons, the Food Standards Agency element of the Department of Health Departmental Expenditure Limit will change as follows:

	Change	New DEL		£'000
		Voted	Non-voted	Total
Resource	1	143,778	-	143,778
<i>of which : Administration Budget</i>	-	54,784	-	54,784
Capital	950	1,597	-	1,597
Depreciation*	-	-2,004	-	-2,004
Total	951	143,371	-	143,371

*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
63,534

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