

# National Savings and Investments

## 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: Reducing the costs to the taxpayer of government borrowing now and in the future</b>			
<u>Section</u>	<u>Reason for change</u>		
<b><u>Changes related to movements in budgets</u></b>			
A1	<u>Take up of Departmental Unallocated Provision</u> Administration, near cash, for spending on NS & I's administration costs and supporting planned project work.	5,000,000	
<b><u>Other changes</u></b>			
	<u>Changes in operating appropriations-in-aid (fully offset by changes in spending)</u>	700,000	-700,000
A1	Administration, near cash, spending to support planned project work, offset by increased income from third party rent receipts.		
		<u>Total</u>	
<b>Total change in resources for RfR1</b>		<b>5,700,000</b>	<b>-700,000</b>
			<b>5,000,000</b>
<b>Total change in resources for Estimate</b>			<b>5,000,000</b>

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

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

---

# National Savings and Investments

---

## Part I

£

<b>RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future</b>	<b>5,000,000</b>
Total additional net resource requirement	5,000,000
<b>Additional net cash requirement</b>	<b>5,000,000</b>

---

SUPPLEMENTARY amounts required in the year ending 31 March 2008 for expenditure by National Savings and Investments on:

**RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future**

Administration and operational costs, research and development works, equipment and other payments, and associated non-cash items.

National Savings and Investments 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
<b>RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future</b>					
<b>Spending in Departmental Expenditure Limits (DEL)</b>					
RfR 1 - A Administration	165,294	5,700	700	5,000	170,294
<b>Total RfR 1</b>		<b>5,700</b>	<b>700</b>	<b>5,000</b>	
<b>Total Changes to RfRs</b>		<b>5,700</b>	<b>700</b>	<b>5,000</b>	

Capital and Cash	Present Provision	Change in Provision	£000
			New Provision
Total Capital Expenditure	500	-	500
Non-Operating A in A	-	-	-
<b>Net cash requirement</b>	<b>162,672</b>	<b>5,000</b>	<b>167,672</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: Reducing the costs to the taxpayer of government borrowing now and in the future</b>								
176,040	-	-	176,040	5,746	170,294	500	-	
<b>Spending in Departmental Expenditure Limits (DEL)</b>								
<i>Central Government spending</i>								
A Administration								
176,040	-	-	176,040	5,746	170,294	500	-	
<b>Total for Estimate:</b>								
176,040	-	-	176,040	5,746	170,294	500	-	

## 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>165,294</b>	<b>5,000</b>	<b>170,294</b>
<b>Voted capital items</b>			
Capital	500	-	500
<i>Less:</i> Non-operating A in A	-	-	-
<b>Total net voted capital</b>	<b>500</b>	<b>-</b>	<b>500</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-1,132	-	-1,132
Depreciation	-3,090	-	-3,090
New provisions and adjustments to previous provisions	-900	-	-900
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-500	-	-500
Increase(+)/decrease (-) in stock	-	-	-
Increase(+)/decrease (-) in debtors	-400	-	-400
Increase(-)/decrease (+) in creditors	2,000	-	2,000
Use of provisions	900	-	900
<b>Total accruals to cash adjustments</b>	<b>-3,122</b>	<b>-</b>	<b>-3,122</b>
<b>Excess cash to be CFERd</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Cash Requirement</b>	<b>162,672</b>	<b>5,000</b>	<b>167,672</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	170,294
<b>Total Net Administration Costs</b>	<b>170,294</b>
<b>Net Programme Costs</b>	
RfR1	-
<b>Total Net Programme costs</b>	-
<b>Total Net Operating Cost</b>	<b>170,294</b>
<i>of which:</i>	
<b>Net Resource Requirement</b>	<b>170,294</b>
Non-voted expenditure	-
Consolidated Fund Extra Receipts	-
<b>Resource Budget</b>	<b>170,294</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>170,294</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>170,294</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>170,294</b>
<i>of which:</i>	
Departmental Expenditure Limit (DEL)	170,294
Annually Managed Expenditure (AME)	-

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000
	2007-08 Provision
<b>Net Voted Capital (Estimates)</b>	<b>500</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>500</b>
<i>of which:</i>	
Departmental Expenditure Limits (DEL)	500
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**

Jane Platt, Permanent Head of the Department

Jane Platt as the Accounting Officer of National Savings and Investments 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 National Savings and Investments.

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
	<hr/>
<b>RfR 1: Reducing the costs to the taxpayer of government borrowing now and in the future</b>	
<b>Administration</b>	5,746
<i>of which:</i>	
Sale of goods and services	5,746
<hr/> <b>Total RfR1</b>	<hr/> 5,746 †
<hr/> <b>Total Operating A in A</b>	<hr/> 5,746

† Amount that may be applied as appropriation in aid in addition to the net total, arising from: rent receipts.

## Notes to the Estimate (*continued*)

### Departmental Expenditure Limits and Administration Budgets

	Change		New DEL		£'000
	Voted	Non-voted	Voted	Non-voted	Total
Resource DEL	5,000	-5,000	170,294	-	170,294
<i>of which:</i>					
<i>Administration budget*</i>	5,000	-5,000	170,294	-	170,294
<i>Near-cash in RDEL</i>	5,000	-5,000	164,672	900	165,572
Capital**	-	-	500	-	500
Less Depreciation†	-	-	-3,090	-	-3,090
Total	5,000	-5,000	167,704	-	167,704

\*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  
5,746

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