



Llywodraeth Cynulliad Cymru
Welsh Assembly Government

Welsh Assembly Government
Supplementary Budget 2009-2010
Explanatory Note



February 2010

EXPLANATORY NOTE ON THE SUPPLEMENTARY BUDGET

The Welsh Assembly Government today tabled the Supplementary Budget for 2009-10 in accordance with Standing Order 27. This Supplementary Budget amends the previous Supplementary Budget approved by the Assembly on 27 October 2009.

This Supplementary Budget is mainly administrative in nature and reflects reprioritisations within portfolios and a number of budget transfers between portfolios. It also sets out a number of additional allocations from our reserves, which have been augmented by the drawdown of resources from stocks of End Year Flexibility and includes allocations from the Strategic Capital Investment Fund.

Changes proposed in this Supplementary Budget are summarised in the following tables with further details available in the later Departmental chapters.

Detailed schedules at Budget Expenditure Line level are available on the Welsh Assembly Government website.

Table 1.1 – Allocation of the Assembly Government DEL – Supplementary Budget

Note (1): Budget figures as per Supplementary Budget Motion 2009-10 approved October 2009

MAIN EXPENDITURE GROUPS (MEGs)	£000s		
	Budget ¹ 2009-10	Changes	Revised Budget 2009-10
Departmental Expenditure Limits (DEL)			
Health and Social Services	6,064,040	351,610	6,415,650
Social Justice and Local Government	4,403,494	1,243	4,404,737
Economy and Transport	1,209,711	98,352	1,308,063
Children, Education, Lifelong Learning and Skills	1,942,657	39,404	1,982,061
Environment, Sustainability and Housing	800,518	33,370	833,888
Rural Affairs	152,371	2,692	155,063
Heritage	162,463	4,600	167,063
Public Services and Performance	59,785	-4,809	54,976
Central Services and Administration	395,310	42,627	437,937
Total Allocated to Assembly Government Departments	15,190,349	569,089	15,759,438
Revenue Reserves	80,674	-59,049	21,625
Capital Reserves	49,509	-47,409	2,100
Assembly Commission	49,701	-	49,701
Auditor General for Wales	5,047	-	5,047
Public Services Ombudsman for Wales	3,279	-	3,279
Direct Charges	653	-	653
Total Expenditure within the Wales DEL budget	15,379,212	462,631	15,841,843

Table 1.2 – Changes to the Assembly Government Revenue and Capital DEL from Final Budget to Supplementary Budget

	£000s					
Main Expenditure Groups (MEGs)	2009-10 Revenue			2009-10 Capital		
Departmental Expenditure Limits (DEL)	Budget¹	Changes	Revised Budget	Budget¹	Changes	Revised Budget
Health and Social Services	5,651,626	348,917	6,000,543	412,414	2,693	415,107
Social Justice and Local Government	4,327,063	-257	4,326,806	76,431	1,500	77,931
Economy and Transport	718,106	-25,321	692,785	491,605	123,673	615,278
Children, Education, Lifelong Learning and Skills	1,677,816	27,504	1,705,320	264,841	11,900	276,741
Environment, Sustainability and Housing	350,233	-2,083	348,150	450,285	35,453	485,738
Rural Affairs	134,835	8,692	143,527	17,536	-6,000	11,536
Heritage	145,166	3,100	148,266	17,297	1,500	18,797
Public Services and Performance	59,340	-4,809	54,531	445	0	445
Central Services and Administration	355,277	42,300	397,577	40,033	327	40,360
Total Allocated to Assembly Government Departments	13,419,462	398,043	13,817,505	1,770,887	171,046	1,941,933
Revenue Reserves	80,674	-59,049	21,625	-	-	-
Capital Reserves	-	-	-	49,509	-47,409	2,100
Assembly Commission	47,042	-1,161	45,881	2,659	1,161	3,820
Auditor General for Wales	5,047	-	5,047	0	-	0
Public Services Ombudsman for Wales	3,259	-	3,259	20	-	20
Direct Charges	653	-	653	-	-	-
Total Expenditure within the Wales DEL budget	13,556,137	337,833	13,893,970	1,823,075	124,798	1,947,873

Note (1): Budget figures as per Supplementary Budget Motion 2009-10 approved October 2009

Table 1.3 – Assembly Government AME Supplementary Budget

MAIN EXPENDITURE GROUPS (MEGs)	£000s		
	2009-10 Budget ¹	Changes	2009-10 Revised Budget
Annually Managed Expenditure (AME)			
Health and Social Services	40,222	112,651	152,873
Social Justice and Local Government	13,025	3,275	16,300
Economy and Transport	491,402	-	491,402
Children, Education, Lifelong Learning and Skills	163,660	29,402	193,062
Environment, Sustainability and Housing	-72,000	-13,062	-85,062
Heritage	21,754	7,830	29,584
Total Assembly Government AME budget	658,063	140,096	798,159

Note (1): Budget figures Budget figures as per Supplementary Budget Motion 2009-10 approved October 2009

Tables 1.1 and 1.3 show budgets on an administrative basis. The figures in the Annual Budget Motion, which authorises Welsh Ministers to spend up to a certain level for specified purpose, are on a resource basis. Annex 1 explains these differences in more detail and reconciles administrative to resource budgets.

Key changes in the Supplementary Budget

The key changes are summarised below:

- **Allocations to Assembly Government Departments from reserves, augmented by End Year Flexibility drawdown and bringing forward capital budgets:**

Revenue allocations:

- £87m revenue is allocated to Health and Social Services to address non recurrent pressures on NHS organisations and meet the costs of Swine Flu;
- £26.4m revenue is provided to Children, Education and Lifelong Learning to meet emerging budgetary pressures on demand led budgets (for example, Student Finance and the REACT initiative); and to fund the Open University via HEFCW;
- an allocation of £18.4m is made to Central Services and Administration to establish the Invest to Save fund and meet other budgetary pressures;
- £17.5m revenue is provided to Economy and Transport for EU disallowances and other programme pressures; and
- an allocation of £8.9m revenue is made to Rural Affairs in respect of bovine TB compensation payments.

Capital allocations:

- A capital allocation of £63.3m is made in respect of the first tranche of projects taken forward under the Strategic Capital Investment Framework;
 - a net capital allocation of £9.2m is provided to Central Services and Administration, for the Location Strategy;
 - an allocation of £2m capital is made to Environment, Sustainability and Housing to accelerate the affordable housing programme; and
 - £97m capital is allocated to Economy and Transport to reflect the external borrowings of Finance Wales.
- **Adjustments to revenue and capital baselines:**
 - In respect of revenue, the near-cash baseline rises from £13.015bn to £13.125bn and the non-cash baseline rises from £541m to £769m; and
 - the capital baseline rises from £1.823bn to £1.948bn.
 - These changes include:

- an additional £138m of near-cash and £87m of non-cash is drawn down from End Year Flexibility stocks;
 - capital baselines increase by £96m through a combination of drawing down stocks of End Year Flexibility and bringing forward capital budgets;
 - £28m is transferred from revenue to capital baselines;
 - the non-cash baseline is increased by £140m to reflect technical changes in the Welsh NHS; and
 - budget transfers with UK Government departments result in a net decrease of around £1m to the overall DEL budget.
- **Movements between MEGs:**
 - a reallocation of non-cash budgets, of £40m, from Economy and Transport to other MEGs (in particular, Health and Social Services) to reflect emerging non-cash pressures and underspends of a technical nature.

Details of other allocations can be found in the later Departmental chapters.

SCIF PROJECTS

In 2009-10 funding totalling £63.3m has been provided to the following projects from the Strategic Capital Investment Fund:-

- **Health and Social Services** - a total of £2.6m has been provided to support the All Wales Primary Care Programme.
- **Economy and Transport** - a total of £17.3m has been provided to fund a low carbon region in the Heads of the Valleys; for the development of dualling the A465 Heads of the Valleys road between Tredegar and Brynmawr; and to fund enhancements to the railway infrastructure between north and south Wales and east and west Wales.
- **Children, Education, Lifelong Learning and Skills** - a total of £11.9m has been provided to support a capital investment programme for the all-Wales 21st Century Schools Programme; to fund the construction of Blaenavon education and community campus; to fund the construction of Newport schools and community regeneration; and support the Wrexham secondary school modernisation programme.
- **Environment, Sustainability and Housing** - a total of £29.5m has been provided to support the delivery of affordable homes across Wales; to provide for an all-Wales low carbon building programme to help meet carbon dioxide emission targets and reduce the impact of fuel poverty; to support the delivery of anaerobic digestion plants across Wales; and to support the acceleration of the flood and coastal defence programme.
- **Heritage** - £1.5m has been provided for a new all-Wales cultural heritage initiative to provide work in heritage building conservation and to stimulate cultural tourism and the National Library of Wales online digitisation project.
- **Central Services** - £0.5m has been provided to Corporate Geographical Information Systems (GIS) to create a strong community for spatial information in Wales.

Health and Social Services

Overall Budget Changes

There has been a net increase in Health and Social Services DEL of £351,610k comprising an increase in revenue of £348,917k and an increase in capital of £2,693k. The AME budget has increased by £112,651k.

- Changes to the revenue budget include:
 - allocations from reserves for near-cash, totalling £87,000k:
 - £60,000k to support non recurrent pressures on NHS organisations in 2009-10; and
 - £27,000k in respect of the cost of swine flu;
 - the non-cash budget increases by £260,378k reflecting allocations in respect of movement in provisions and NHS capital charges and other technical changes;
 - transfers of £1,643k from other MEGs including:
 - £996k in respect of Invest to Save projects for health and social care initiatives;
 - £684k of revenue has been transferred to other MEGs; and
 - an additional £580k has been received from other UK Government Departments.
- Changes to the capital budget include:
 - an allocation from the Strategic Capital Investment Fund of £2,600k for the All Wales Primary Care Programme.

There is an AME increase of £112,651k in line with revised forecasts due to property impairments arising out of the 2009-10 revaluation of the NHS estate.

In addition, there have been transfers within the MEG as a result of internal reprioritisation.

Table 2.1 Health and Social Services SPA allocations

	£000s			£000s		
	2009-10 Revenue			2009-10 Capital		
DEL	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
NHS Allocations	5,049,508	357,092	5,406,600	403,812	2,600	406,412
Workforce Development	299,495	3,455	302,950	25	0	25
Information	29,576	-1,095	28,481	-	-	-
Quality and Patient Safety	39,666	-1,900	37,766	-	-	-
Primary Care	16,556	0	16,556	-	-	-
Mental Health	15,781	-6,070	9,711	-	-	-
Chronic Diseases	16,996	-10,025	6,971	-	-	-
Cancer	6,563	496	7,059	-	-	-
Other Healthcare	5,262	-4,457	805	-	-	-
Better Access	1,734	-78	1,656	-	-	-
Prevention	69,724	13,641	83,365	-	-	-
Children and Youth Justice Services	25,546	-491	25,055	600	93	693
Older People's Services	4,000	0	4,000	-	-	-
Other Adult Social Care	71,219	-1,651	69,568	7,977	0	7,977
TOTAL DEL	5,651,626	348,917	6,000,543	412,414	2,693	415,107
AME						
NHS Impairments	40,222	112,651	152,873	-	-	-
Total Managed Expenditure (TME)	5,691,848	461,568	6,153,416	412,414	2,693	415,107

Social Justice and Local Government

Overall Budget Changes

There has been a net increase in the Social Justice and Local Government DEL of £1,243k comprising a decrease in revenue of £257k and an increase in capital of £1,500k. The AME budget has increased by £3,275k.

- Changes to the revenue budget include:
 - an allocation of £2,500k to reserves from underspends;
 - transfers of £1,578k from other MEGs, including the transfer of the Equality BEL from the Central Services and Administration MEG as a result of portfolio changes which amounts to £883k, and £665k for Better Advice: Better Health from the Health and Social Services MEG;
 - £335k of revenue has been transferred to the Environment, Sustainability and Housing MEG for refuge projects; and
 - an allocation from non-cash reserves of £1,000k to cover depreciation and cost of capital in relation to New Dimension.

- Changes to the capital budget include:
 - an allocation of £2,500k from reserves to fund a number of projects linked to the provision of substance misuse treatment services and to purchase equipment to support the provision of Home Fire Safety Checks; and
 - £1,000k of capital has been transferred to the Environment, Sustainability and Housing MEG for a fuel poverty initiative aimed at pensioners living in Communities First areas.

There is an AME adjustment of £3,275k revenue in line with revised forecasts.

In addition, there have been transfers within the MEG as a result of internal reprioritisation.

Table 3.1 Social Justice and Local Government SPA allocations

	£000s			£000s		
	2009-10 Revenue			2009-10 Capital		
DEL	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
Local Authority Support	4,192,759	0	4,192,759	37,843	0	37,843
Valuation Office and Other Local Government Services	24,097	-500	23,597	-	-	-
Strengthening and Regenerating Communities	65,859	-2,442	63,417	23,948	-2,400	21,548
Safer Communities	44,348	2,685	47,033	14,640	3,900	18,540
TOTAL DEL	4,327,063	- 257	4,326,806	76,431	1,500	77,931
AME						
Fire Service Pensions	13,025	3,275	16,300	-	-	
Total Managed Expenditure (TME)	4,340,088	3,018	4,343,106	76,431	1,500	77,931

Economy and Transport

Overall Budget Changes

There has been a net increase in the Economy and Transport DEL of £98,352k, comprising a decrease in revenue of £25,321k and an increase in capital of £123,673k. There are no changes to the AME allocation.

- Changes to the revenue budget include:
 - allocations from reserves of £14,000k for EU disallowances and other EU programme pressures including costs relating to exchange risks; and £2,000k for bad debts associated with supporting companies and £1,500k for Innovation & Technology projects.
 - £2,821k of revenue and £40,000k non-cash has been transferred to other MEGs.

- Changes to the capital budget include:
 - an allocation from the Strategic Capital Investment Fund of £17,300k for Regeneration and Transport projects; and
 - an allocation from reserves of £97,000k to reflect the external borrowings of Finance Wales; and
 - a transfer of £9,373k from the Central Services and Administration MEG to the Regeneration Investment Fund for Wales.

In addition, there have been transfers within the MEG as a result of internal reprioritisation.

Table 4.1 Economy and Transport SPA allocations

	£000s			£000s		
	2009-10 Revenue			2009-10 Capital		
DEL – New Structure	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
ICT Infrastructure Operations	2,365	1,672	4,037	3,191	400	3,591
Property Related Infrastructure	41,499	19,830	61,329	28,726	21,473	50,199
Strategic Regeneration	12,697	416	13,113	55,272	1,600	56,872
Flexible Support for Business	60,185	-5,459	54,726	85,284	86,500	171,784
Marketing & Major Events	8,390	1,500	9,890	400	400	800
Policy, Strategy Development & Corporate Services	15,837	-1,987	13,850	540	0	540
European Funding	1,283	14,045	15,328	0	-	-
Maintaining the Trunk Road Network	52,606	5,601	58,207	36,773	1,000	37,773
Roads Depreciation and Impairments	250,168	-54,672	195,496	-	-	-
Improving the Trunk Road Network	601	-3,250	-2,649	93,765	10,632	104,397
Improving Rail and Air Services	171,811	-12,756	159,055	33,480	4,209	37,689
Improving Local Roads	0	-		103,015	0	103,015
Improving Integration and Delivery of Local Transport	93,608	9,739	103,347	21,599	0	21,599
Improving Road Safety	7,056	0	7,056	17,252	-2,541	14,711
Improving the Quality of the Local Environment	-	-	-	1,005	0	1,005
Supporting Walking and Cycling	-	-	-	11,303	0	11,303
TOTAL DEL	718,106	-25,321	692,785	491,605	123,673	615,278
AME						
Maintaining the Trunk Road Network	430,795	0	430,795	-	-	-
Property Related Infrastructure	60,607	0	60,607	-	-	-
Total Managed Expenditure (TME)	1,209,508	-25,321	1,184,187	491,605	123,673	615,278

Children, Education, Lifelong Learning and Skills

Overall Budget Changes

There has been a net increase in the Children, Education, Lifelong Learning and Skills DEL of £39,404k, comprising an increase in revenue of £27,504k and an increase in capital of £11,900k. The AME budget has increased by £29,402k.

- Changes to the revenue budget include:
 - allocations from reserves of £18,700k to fund pressures on demand led budgets for Student Finance (£14,400k) and REACT (£4,300k); and £7,751k to fund the Open University via HEFCW;
 - transfers of £1,300k from other MEGs, including £1,179k from Economy and Transport MEG to assist in the support of training programmes for Airbus UK Ltd.;
 - £642k of revenue has been transferred to other MEGs, including £424k and £73k to the Health and Social Services MEG to fund Health Visitor training for the Flying Start programme and Care Council for Wales for Children and Young People's Workforce Development;
 - an additional £395k has been received from the Department for Work and Pensions (DWP) and allocated from reserves to fund the new School Gates Employment Support Project.

- Changes to the capital budget include:
 - an allocation from the Strategic Capital Investment Fund of £11,900k to support schools projects in Newport, Wrexham, Torfaen and to fund the 21st Century Schools Programme set up costs.

There is an AME capital adjustment of £29,402k in line with revised student loan forecasts.

In addition, there have been transfers within the MEG as a result of internal reprioritisation.

Table 5.1 – Children, Education, Lifelong Learning and Skills SPA allocations

	£000s			£000s		
	2009-10 Revenue			2009-10 Capital		
DEL	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
Successful Foundations and Opportunities	144,095	-457	143,638	0	0	0
Learner Attainment	158,356	-2,718	155,638	0	0	0
Skills For A Prosperous Wales	1,016,201	13,264	1,029,465	0	0	0
Access and Achievement for All	306,115	17,888	324,003	0	0	0
Infrastructure and Reconfiguration	53,049	-473	52,576	264,841	11,900	276,741
TOTAL DEL	1,677,816	27,504	1,705,320	264,841	11,900	276,741
AME						
Access and Achievement for All	-	-	-	163,660	29,402	193,062
Total Managed Expenditure (TME)	1,677,816	27,504	1,705,320	428,501	41,302	469,803

Environment, Sustainability and Housing

Overall Budget Changes

There has been a net increase in the Environment, Sustainability and Housing DEL of £33,370k, comprising a decrease in revenue of £2,083k and an increase in capital of £35,453k. The AME budget has decreased by £13,062k.

- Changes to the revenue budget include:
 - an allocation to reserves of £1,953k from underspends;
 - transfers of £335k from other MEGs for Supporting People and Homelessness; and
 - £465k of revenue has been transferred to other MEGs.

- Changes to the capital budget include:
 - an allocation from reserves of £1,953k for Social Housing to accelerate the affordable housing programme;
 - allocations from the Strategic Capital Investment Fund of £9,000k for the All Wales Low Carbon Building Programme; £16,000k for Affordable Homes Wales; £1,500k for Anaerobic Digestion Plants and £3,000k for the Flood and Coastal Defence Programme; and
 - transfers of £4,000k from other MEGs for Social Housing Grant (£1,000k); Carbon Trust (£2,000k); and Energy Efficiency (£1,000k).

There is an AME adjustment of £13,062k revenue decrease in line with revised forecasts for the Housing Revenue Account Subsidy.

In addition, there have been transfers within the MEG as a result of internal reprioritisation.

Table 6.1 Environment, Sustainability and Housing SPA allocations

	£000s			£000s		
	2009-10 Revenue			2009-10 Capital		
DEL	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
Housing New Provision	0	-	-	138,400	20,353	158,753
Improving Housing	10,723	-453	10,270	236,761	10,000	246,761
Supporting Vulnerable/At risk People	144,746	-115	144,631	12,000	0	12,000
Waste Strategy	75,400	3,850	79,250	12,200	-384	11,816
Flood and Water	18,576	0	18,576	21,330	3,200	24,530
Planning	7,641	0	7,641	0	0	0
Sustainable Environment	18,599	-6,139	12,460	23,335	2,000	25,335
Delivery Partners	74,548	774	75,322	6,259	284	6,543
TOTAL DEL	350,233	-2,083	348,150	450,285	35,453	485,738
AME						
Housing New Provision	-72,000	-13,062	-85,062	0	-	0
Total Managed Expenditure (TME)	278,233	-15,145	263,088	450,285	35,453	485,738

Rural Affairs

Overall Budget Changes

There has been a net increase in the Rural Affairs DEL of £2,692k, comprising an increase in revenue of £8,692k and a decrease in capital of £6,000k.

- Changes to the revenue budget include:
 - an allocation from reserves of £8,900k for bovine TB compensation payments;
 - a transfer to reserves of £2,750k for Windfarm receipts; and
 - a non-cash allocation from reserves of £2,542k for additional capital charges for the Forestry Commission.
- Changes to the capital budget include:
 - Transfers in respect of the Rural Development Plan of £3,000k to Environment, Sustainability and Housing, and £3,000k to reserves.

In addition, there have been transfers within the MEG as a result of internal reprioritisation.

Table 7.1 Rural Affairs SPA allocations

	£000s			£000s		
	2009-10 Revenue			2009-10 Capital		
DEL	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
Animal Disease Control & Welfare	22,483	8,900	31,383	0	0	0
Single Payment Schemes	9,421	0	9,421	-	-	-
Forestry Commission Wales	33,196	-208	32,988	-205	0	-205
Rural Development Plan Expenditure EU & UK	60,606	0	60,606	16,179	-6,000	10,179
Food, Fisheries & the Environment	9,129	0	9,129	1,562	0	1,562
TOTAL DEL	134,835	8,692	143,527	17,536	-6,000	11,536
AME	0		0	0		0
Total Managed Expenditure (TME)	134,835	8,692	143,527	17,536	-6,000	11,536

Heritage

Overall Budget Changes

There has been a net increase in the Heritage DEL of £4,600k, comprising an increase in revenue of £3,100k, and an increase in capital of £1,500k. The AME budget has increased by £7,830k.

- Changes to the revenue budget include:
 - allocations from reserves of £3,100k, including
 - £927k for Museums and Libraries to fund redundancy payments;
 - £726K to CADW;
 - £315K to the Arts Council of Wales;
 - £712K to Tourism in respect of marketing major events; and
 - £270K for additional funding to the National Botanical Garden of Wales.

- Changes to the capital budget include:
 - allocations from the Strategic Capital Investment Fund of £1,000k for National Library of Wales Digitisation of newspapers and magazines relating to Wales; and £500k for the All Wales Cultural Heritage Initiative improving access, interpretation and conservation of iconic monuments associated with Welsh nationhood.

There is an AME adjustment of £7,830k revenue increase in line with revised forecasts to cover the pension deficit for the National Museum of Wales and the National Library of Wales.

Table 8.1 Heritage SPA allocations

	£000s			£000s		
	2009-10 Revenue			2009-10 Capital		
DEL	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
Culture	86,067	1,562	87,629	10,042	1,000	11,042
Sport and Active Wales	27,127	0	27,127	1,170	0	1,170
Bilingual Wales	13,681	100	13,781	100	0	100
Historic Wales	5,757	726	6,483	5,985	500	6,485
Tourism	12,534	712	13,246			
TOTAL DEL	145,166	3,100	148,266	17,297	1,500	18,797
AME						
Amgueddfa Cymru – National Museum of Wales Provisions for Pensions	17,484	5,990	23,474	-	-	-
National Library for Wales Provisions for Pensions	4,270	1,840	6,110	-	-	-
Total Managed Expenditure (TME)	166,920	10,930	177,850	17,297	1,500	18,797

Public Services and Performance

Overall Budget Changes

There has been a net decrease in the Public Services and Performance DEL of £4,809k revenue.

- Changes to the revenue budget include:
 - £300k of revenue has been transferred to the Central Services and Administration MEG to increase the Value Wales operational budget to facilitate better service delivery;
 - £338k of revenue has been transferred to the Central Services and Administration MEG for the Making the Connections - Development Fund BEL, as a result of portfolio changes;
 - £490k of revenue has been transferred to the Central Services and Administration MEG for the Values Wales BEL, as a result of portfolio changes; and
 - £3,700k of revenue has been transferred to the Central Services and Administration MEG for xchangewales BEL, as a result of portfolio changes.

In addition, there have been transfers within the MEG as a result of internal reprioritisation.

Table 9.1 Public Services and Performance SPA allocations

	£000s			£000s		
	2009-10 Revenue			2009-10 Capital		
DEL	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
Inspectorates	17,972	19	17,991	-	-	-
Estyn	14,592	0	14,592	445	-	445
Making the Connections	10,986	-4,828	6,158	-	-	-
Social Services Inspectorate Wales	15,790	0	15,790	-	-	-
TOTAL DEL	59,340	-4,809	54,531	445	-	445
AME	0	-	0	0	-	0
Total Managed Expenditure (TME)	59,340	-4,809	54,531	445	-	445

Central Services and Administration

Overall Budget Changes

There has been a net increase in Central Services and Administration DEL of £42,627k, comprising an increase in revenue of £42,300k and an increase in capital of £327k.

- Changes to the revenue budget include:
 - allocations from reserves totalling £18,400k for
 - the creation of the Invest-to-Save fund (£10,000k);
 - pension liabilities (£7,200k); and
 - assorted running cost pressures (£1,200k);
 - non-cash allocation from reserves for non-cash pressures, notably ICT and building depreciation (£19,000k);
 - transfers of £7,050k from other MEGs; and
 - £2,150k of revenue has been transferred to other MEGs.

- Changes to the capital budget include:
 - an allocation from reserves for the Location Strategy, for the construction of the Aberystwyth and Llandudno Junction offices (£24,200k);
 - £15,000k of capital has been returned to the reserve from Match Funding; and
 - £9,373k of capital has transferred to other MEGs.

In addition, there have been transfers within the MEG as a result of internal reprioritisation.

Table 10.1 Central Services and Administration SPA Allocations

	£000's			£000's		
	2009-10 Revenue			2009-10 Capital		
DEL	Budget	Changes	Revised Budget	Budget	Changes	Revised Budget
Staff costs and salaries	241,561	3,006	244,567	-	-	-
Other Central Administration costs	92,480	25,951	118,431	15,033	24,700	39,733
Ministerial Services	11,236	13,343	24,579	-	-	-
Match Funding	10,000	0	10,000	25,000	-24,373	627
TOTAL DEL	355,277	42,300	397,577	40,033	327	40,360
AME	0		0	0	-	0
Total Managed Expenditure (TME)	355,277	42,300	397,577	40,033	327	40,360

ANNEX 1 – Reconciliation between Administrative Budget and Resource Allocations in the Budget Motion

This document supports the Supplementary Budget Motion, which sets out the changes to both the resources that the Assembly Government is proposing to use in 2009-10 and the cash it is seeking authority to draw from the Welsh Consolidated Fund. The tables within this report show budgets on an administrative basis, whereas the figures in the Supplementary Budget Motion are on a resource basis.

The Welsh Assembly Government's administrative budget contains a number of items which are scored outside the accounts of the Welsh Assembly Government and therefore do not score as part of the Resources Required by Welsh Ministers. This Annex reconciles the administrative and resource budgets of each Main Expenditure Group.

HEALTH AND SOCIAL SERVICES

	£000s
DEL	
Revenue	6,000,543
Capital	415,107
AME	
Revenue	152,873
Capital	-
TME	6,568,523
Reconciliation to Resources	
Resource Consumption of AGSBs and NHS bodies	-411,645
Supported Borrowing	-5,388
National Insurance Fund Receipts (and collection costs)	-936,918
Resources requested	5,214,572

SOCIAL JUSTICE AND LOCAL GOVERNMENT

	£000s
DEL	
Revenue	4,326,806
Capital	77,931
AME	
Revenue	16,300
Capital	-
TME	4,421,037
Reconciliation to Resources	
Supported Borrowing	-14,842
National Non Domestic Rates payable (and collection costs)	-910,572
Resources requested	3,495,623

ECONOMY AND TRANSPORT

	£000s
DEL	
Revenue	692,785
Capital	615,278
AME	
Revenue	491,402
Capital	
TME	1,799,465
Reconciliation to Resources	
Supported Borrowing	-16,478
PFI	-2,910
Finance Wales	-97,000
Direct Charges on the Welsh Consolidated Fund	-1,733
Resources requested	1,681,344

CHILDREN, EDUCATION, LIFELONG LEARNING AND SKILLS

	£000s
DEL	
Revenue	1,705,320
Capital	276,741
AME	
Revenue	
Capital	193,062
TME	2,175,123
Reconciliation to Resources	
Resource Consumption of AGSBs	-284
Supported Borrowing	-45,699
Resources requested	2,129,140

ENVIRONMENT, SUSTAINABILITY AND HOUSING

	£000s
DEL	
Revenue	348,150
Capital	485,738
AME	
Revenue	-85,062
Capital	
TME	748,826
Reconciliation to Resources	
Resource Consumption of AGSBs	-3,198
Supported Borrowing	-80,989
Additional Housing Costs (outside TME)	24,874
Resources requested	689,513

RURAL AFFAIRS

	£000s
DEL	
Revenue	143,527
Capital	11,536
AME	
Revenue	-
Capital	-
TME	155,063
Reconciliation to Resources	
Resource Consumption of AGSBs	-13,000
Resources requested	142,063

HERITAGE

	£000s
DEL	
Revenue	148,266
Capital	18,797
AME	
Revenue	29,584
Capital	
TME	196,647
Reconciliation to Resources	
Resource Consumption of AGSBs	-41,980
Resources requested	154,667

PUBLIC SERVICES AND PERFORMANCE

	£000s
DEL	
Revenue	54,531
Capital	445
AME	
Revenue	-
Capital	-
TME	54,976
Reconciliation to Resources	
Resource Consumption of AGSBs	-376
Resources requested	54,600

CENTRAL SERVICES AND ADMINISTRATION

	£000s
DEL	
Revenue	397,577
Capital	40,360
AME	
Revenue	-
Capital	-
TME	437,937
Reconciliation to Resources	
Direct Charges on the Welsh Consolidated Fund	-110
Resources requested	437,827