

National Assembly for Wales

Supplementary Budget 2011-12 (Laid June 2011)

The Welsh Government's Supplementary Budget 2011-12 was laid before the National Assembly for Wales on 21 June 2011. The main changes proposed are in relation to restructuring of the budget to align with the new Ministerial portfolios following the May 2011 election. There are also some allocations from reserves.

This paper is intended to inform scrutiny of the Supplementary Budget. It provides details of the changes due to restructuring and provides the Final Budget allocations for 2011-12 in both their original and restated formats. It also provides details of changes in the Supplementary Budget in comparison with the restated Final Budget 2011-12 allocations.

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National Assembly for Wales

Supplementary Budget 2011-12
(Laid June 2011)

Dr Eleanor Roy

Paper Number: 11/040

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Summary

The Supplementary Budget 2011-12 appears to fulfil three main purposes:

- aligns the 2011-12 budget with the new Ministerial portfolios;
- makes allocations from reserves, approved since the Final Budget motion was passed; and
- adjusts the baselines to account for transfers from the UK Government as a result of UK Budget 2011.

In comparison to the Final Budget 2011-12 allocations (restated to reflect the new portfolio structures):

- Overall TME is increased by 0.3 per cent, or £38.4 million.
- TME allocated to Welsh Government departments is increased by 0.3 per cent, or £49.6 million.
- Overall DEL is increased by 0.3 per cent, or £42.9 million.
- DEL allocated to Welsh Government departments is increased by 0.4 per cent, or £54 million.
- Revenue DEL allocated to Welsh Government departments is increased by 0.4 per cent, or £54 million. This is due to allocations from revenue reserves.
- There is no change to capital DEL allocated to Welsh Government departments.
- AME is reduced by 1.4 per cent, or £4.5million. This is due to revised forecasts.

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1. Overview of Supplementary Budget 2011-12

The Minister for Finance (Jane Hutt AM) laid the Supplementary Budget Motion 2011-12¹ on 21 June 2011. This was accompanied by an explanatory note² and tables showing the main expenditure group (MEG³) allocations.⁴ This supplementary budget amends the Final Budget 2011-12,⁵ approved by the National Assembly in February 2011.

This supplementary budget appears to fulfil three main purposes:

- aligns the 2011-12 budget with the new Ministerial portfolios;
- makes allocations from reserves, approved since the Final Budget motion was passed; and
- adjusts the baselines to account for transfers from the UK Government as a result of UK Budget 2011

The figures shown within this paper are concerned only with in-year changes for the current financial year, and therefore are shown in **cash terms**; no adjustments have been made for inflation.

Also, figures in text may not add to totals, due to rounding.

Further information on the supplementary budget process can be found in the Research Service Quick Guide: [Supplementary Budget](#). The [Budget Glossary](#) may also be of interest.

¹ Welsh Government, [Supplementary Budget Motion 2011-12](#), June 2011 [accessed 24 June 2011]

² Welsh Government, [Supplementary Budget 2011-12 Explanatory Note](#), June 2011 [accessed 24 June 2011]

³ **Main expenditure group (MEG)** - the Welsh Government's budget is broken down into several levels of detail for monitoring and control purposes. Main expenditure groups (MEG) are at the highest level of this detail and correspond to Ministerial portfolios or ambits. Below MEG level, expenditure is identified by spending programme areas (SPAs) and, within these, actions.

⁴ Welsh Government, [Supplementary Budget 2011-12 Main Expenditure Group Allocations](#), June 2011 [accessed 24 June 2011]

⁵ Welsh Government, [Final Budget 2011-12](#), February 2011 [accessed 24 June 2011]

2. Restructuring of Welsh Government portfolios

Following the changes to Ministerial portfolios announced by the Welsh Government in May 2011,⁶ this supplementary budget adjusts the budget structures for 2011-12 to align with the new portfolios.

The explanatory note accompanying the supplementary budget explains that:

The changes to Ministerial portfolios entail changes to budget structures at a number of levels, including at MEG, Spending Programme Area (SPA) and Action level. In terms of the changes at MEG level, where MEGs are largely unaltered by changes, they have been renamed, as necessary, to reflect Ministerial portfolios – for example Children, Education, Lifelong Learning and Skills becomes Education and Skills. Where there have been more fundamental structural changes, for example to responsibilities for Economy and Transport, a MEG in the old structure has been designated as the core of the new MEG. This MEG has been renamed and the necessary budget transfers have been made to it.⁷

Therefore, changes to the MEG titles are as follows:

- Health & Social Services (HSS) has become **Health, Social Services & Children (HSS&C)**
- Social Justice & Local Government (SJLG) has become **Local Government & Communities (LGC)**
- Economy & Transport (E&T) is now **Business, Enterprise, Technology & Science (BETS)**
- Children, Lifelong Learning & Skills (CELLS) has become **Education & Skills (ES)**
- Environment, Sustainability & Housing (ESH) is now **Environment & Sustainable Development (ESD)**
- Rural Affairs (RA) – no longer a separate MEG, provision for Rural Affairs is now within the Business, Economy Technology & Science MEG and the Environment & Sustainable Development MEG
- Heritage (HER) is now **Housing, Regeneration & Heritage (HRH)**
- Public Services & Performance (PSP) – no longer exists as a separate MEG, provision from this MEG has gone into the local Government & Communities MEG and the Central Services & Administration MEG.
- **Central Services & Administration (CSA)** remains.

Details of transfers between the MEGs in relation to changing responsibilities can be found in sections 5 to 11 of this paper.

⁶ Welsh Government, Carwyn Jones (First Minister), [Cabinet Appointments](#), Oral Cabinet Statement, 18 May 2011 [accessed 23 June 2011]

⁷ Welsh Government, [Supplementary Budget 2011-12 Explanatory Note](#), June 2011 [accessed 24 June 2011]

In order to allow for comparison, the Welsh Government has restated the figures for Final Budget 2011-12 according to the new MEG structure. All the tables presented in this paper show the new MEG structure with figures for:

- allocations as they were at Final Budget 2011-12 (for the old MEG structures);
- portfolio changes due to restructuring;
- Final Budget 2011-12 allocations restated to the new structures; and
- changes between the restated Final Budget 2011-12 allocations and those in this supplementary budget.

Indicative figures for future years (2012-13 and 2013-14) from the Final Budget 2011-12 have also been restated to align with the new MEGs, and summary tables showing these restatements and the changes involved can be found in [annex A](#).

3. Headline figures

[Table 1](#) provides an overview of changes to total managed expenditure (TME)⁸ allocations.

[Table 2](#) provides an overview of changes to departmental expenditure limit (DEL)⁹ allocations (total, revenue and capital DEL), and [figure 1](#) shows the proportion of total DEL allocated to each MEG.

[Table 3](#) shows the changes in annually managed expenditure (AME)¹⁰ allocations.

Tables [4](#) and [5](#) show changes in revenue and capital DEL, respectively, to Welsh Government MEGs.

From these tables it can be seen that, in comparison to the Final Budget 2011-12:

- Overall TME is increased by 0.3 per cent, or £38.4 million.
- TME allocated to Welsh Government departments is increased by 0.3 per cent, or £49.6 million.
- Overall DEL is increased by 0.3 per cent, or £42.9million.

⁸ **Total managed expenditure (TME)** - the combined total of the two budget elements annually managed expenditure (AME) and departmental expenditure limits (DEL).

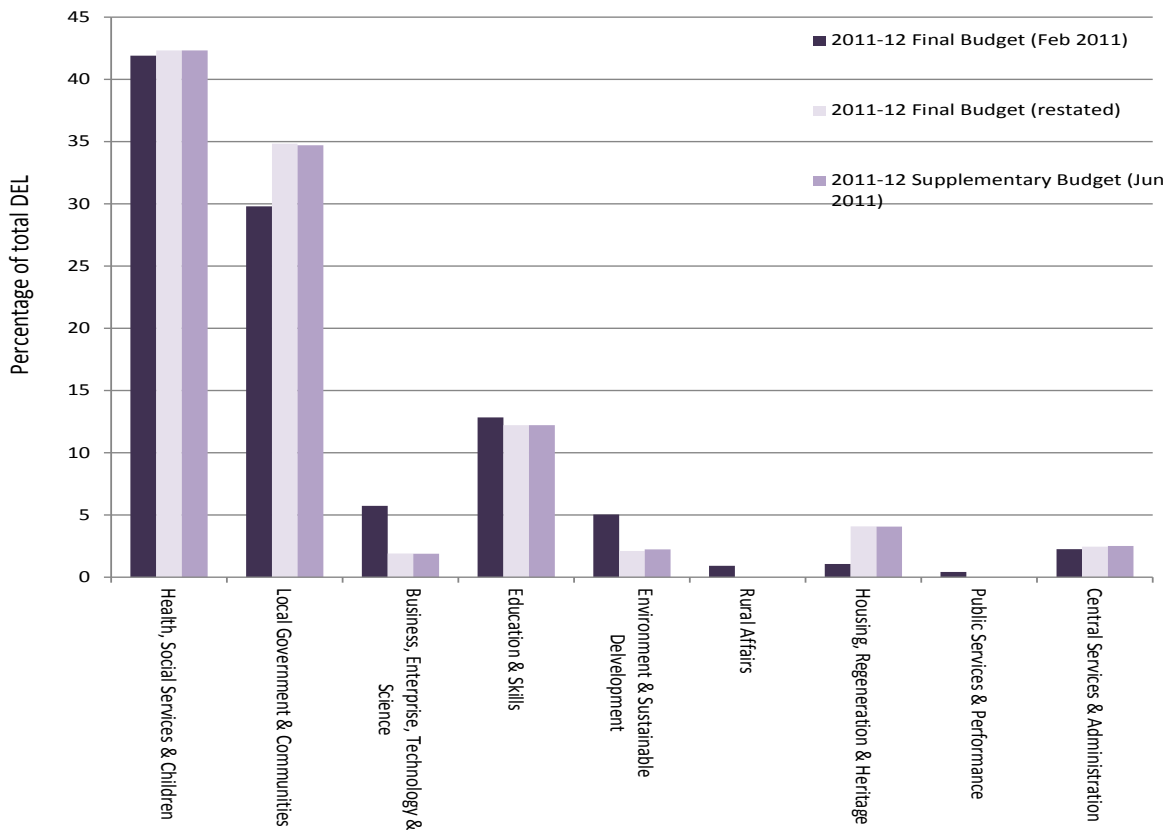
⁹ **Departmental expenditure limit (DEL)** - normally set over three or four years as part of the UK Government's Spending Review process, this is the multi-year budget limit for the Welsh Government. Most of the DEL is unhypothecated (the assigned budget, or block grant) and allows the Welsh Government full discretion over its spending priorities. Changes in provision for such spend are determined by the Barnett formula.

¹⁰ **Annually managed expenditure (AME)** - expenditure in AME is less predictable than that in departmental expenditure limits (DEL). It covers spend which is generally demand-led and therefore provision cannot reasonably be subject to multi-year limits, (for example, the issue of student loans). This is reviewed and set twice a year by HM Treasury. AME can only be allocated to the purpose for which it is assigned; therefore the Welsh Government has no discretion over its allocation. Further AME can be drawn from HM Treasury if required, while any unspent AME must be returned.

- DEL allocated to Welsh Government departments is increased by 0.4 per cent, or £54 million.
- Revenue DEL allocated to Welsh Government departments is increased by 0.4 per cent, or £54 million. This is due to allocations from revenue reserves.
- There is no change to capital DEL allocated to Welsh Government departments.
- AME is reduced by 1.4 per cent, or £4.5million. This is due to revised forecasts.

Further details of changes within each MEG at spending programme area (SPA)¹¹ level can be found in sections 5 to 11 of this paper.

Figure 1: Proportion of total DEL allocation to each main expenditure group



Source: Research Service calculations from Supplementary Budget 2011-12

¹¹ **Spending programme area (SPA)** - the Welsh Government's budget is broken down into several levels of detail for monitoring and control purposes. Spending programme areas (SPAs) are the second level of detail below main expenditure groups (MEG) and define discrete groups of allocations according to the type of services to be delivered.

Table 1: Changes to total managed expenditure (TME)

Main Expenditure Group	2011-12 Final Budget (Feb 2011)	2011-12 Final Budget (restated)	Portfolio changes	2011-12 Supplementary Budget (Jun 2011)	Change from Final Budget (restated) to Supplementary Budget	
	£000	£000		£000	£000	per cent
Health, Social Services & Children	6,269,558	6,333,690	64,132	6,420,941	87,251	1.4
Local Government & Communities	4,388,338	5,128,910	740,572	5,153,048	24,138	0.5
Business, Enterprise, Technology & Science	882,895	321,636	-561,259	321,636	0	0.0
Education & Skills	2,102,341	2,012,830	-89,511	1,925,476	-87,354	-4.3
Environment & Sustainable Development	668,953	311,311	-357,642	329,709	18,398	5.9
Rural Affairs	136,798	0	-136,798	0	0	0.0
Housing, Regeneration & Heritage	158,501	531,025	372,524	531,175	150	0.0
Public Services & Performance	63,782	0	-63,782	0	0	0.0
Central Services & Administration	331,510	363,274	31,764	370,250	6,976	1.9
Total Welsh Government TME Allocations	15,002,676	15,002,676	0	15,052,235	49,559	0.3
Revenue Reserves	235,432	235,432	0	204,884	-30,548	-13.0
Capital reserves	50,448	50,448	0	69,880	19,432	38.5
Assembly Commission	49,322	49,322	0	49,322	0	0.0
Auditor General for Wales	4,853	4,853	0	4,853	0	0.0
Public Services Ombudsman for Wales	3,854	3,854	0	3,854	0	0.0
Direct Charges	675	675	0	675	0	0.0
Total Wales TME	15,347,260	15,347,260	0	15,385,703	38,443	0.3

Source: Research Service calculations from Supplementary Budget 2011-12

Table 2: Changes to total departmental expenditure limits (DEL)

Main Expenditure Group	2011-12 Final Budget (Feb 2011)	2011-12 Final Budget (restated)	Portfolio changes	2011-12 Supplementary Budget (Jun 2011)	Change from Final Budget (restated) to Supplementary Budget	
	£000	£000		£000	£000	£000	per cent
Health, Social Services & Children	6,150,610	6,214,742	64,132	6,236,242	21,500	0.3
Local Government & Communities	4,374,755	5,115,327	740,572	5,115,327	0	0.0
Business, Enterprise, Technology & Science	841,493	280,234	-561,259	280,234	0	0.0
Education & Skills	1,884,685	1,795,174	-89,511	1,800,174	5,000	0.3
Environment & Sustainable Development	740,953	311,311	-429,642	329,709	18,398	5.9
Rural Affairs	136,798	0	-136,798	0	0	0.0
Housing, Regeneration & Heritage	156,236	600,760	444,524	600,910	150	0.0
Public Services & Performance	63,782	0	-63,782	0	0	0.0
Central Services & Administration	330,586	362,350	31,764	371,350	9,000	2.5
Total Welsh Government DEL Allocations	14,679,898	14,679,898	0	14,733,946	54,048	0.4
Revenue Reserves	235,432	235,432	0	204,884	-30,548	-13.0
Capital reserves	50,448	50,448	0	69,880	19,432	38.5
Assembly Commission	48,822	48,822	0	48,822	0	0.0
Auditor General for Wales	4,853	4,853	0	4,853	0	0.0
Public Services Ombudsman for Wales	3,854	3,854	0	3,854	0	0.0
Direct Charges	675	675	0	675	0	0.0
Total Wales DEL	15,023,982	15,023,982	0	15,066,914	42,932	0.3

Source: Research Service calculations from Supplementary Budget 2011-12

Table 3: Changes to annually managed expenditure

Main Expenditure Group	2011-12 Final Budget (Feb 2011)	2011-12 Final Budget (restated)	Port folio changes	2011-12 Supplementary Budget (Jun 2011)	Change from Final Budget (restated) to Supplementary Budget	
	£000	£000		£000	£000	per cent
Health, Social Services & Children	118,948	118,948	0	184,699	65,751	55.3
Local Government & Communities	13,583	13,583	0	37,721	24,138	177.7
Business, Enterprise, Technology & Science	41,402	41,402	0	41,402	0	0.0
Education & Skills	217,656	217,656	0	125,302	-92,354	-42.4
Environment & Sustainable Development	-72,000	0	72,000	0	0	0.0
Rural Affairs	0	0	0	0	0	0.0
Housing, Regeneration & Heritage	2,265	-69,735	-72,000	-69,735	0	0.0
Public Services & Performance	0	0	0	0	0	0.0
Central Services & Administration	924	924	0	-1,100	-2,024	-219.0
Total Welsh Government AME	322,778	322,778	0	318,289	-4,489	-1.4
Assembly Commission	500	500	0	500	0	0.0
Total Wales AME	323,278	323,278	0	318,789	-4,489	-1.4

Source: Research Service calculations from Supplementary Budget 2011-12

Table 4: Changes to revenue DEL allocations to Welsh Government MEGs

Main Expenditure Group	2011-12	2011-12	Portfolio changes	2011-12	Change from Final	
	Final Budget (Feb 2011)	Final Budget (restated)		Supplementary Budget (Jun 2011)	Budget (restated) to Supplementary Budget	
	£000	£000	£000	£000	£000	per cent
Revenue DEL						
Health, Social Services & Children	5,885,820	5,952,639	66,819	5,974,139	21,500	0.4
Local Government & Communities	4,332,436	4,834,155	501,719	4,834,155	0	0.0
Business, Enterprise, Technology & Science	528,299	185,646	-342,653	185,646	0	0.0
Education & Skills	1,711,332	1,625,201	-86,131	1,630,201	5,000	0.3
Environment & Sustainable Development	375,409	250,669	-124,740	269,067	18,398	7.3
Rural Affairs	123,964	0	-123,964	0	0	0.0
Housing, Regeneration & Heritage	141,393	284,022	142,629	284,172	150	0.1
Public Services & Performance	46,705	0	-46,705	0	0	0.0
Central Services & Administration	318,604	331,630	13,026	340,630	9,000	2.7
Total Welsh Government Revenue DEL	13,463,962	13,463,962	0	13,518,010	54,048	0.4

Source: Research Service calculations from Supplementary Budget 2011-12

Table 5: Changes to capital DEL allocations to Welsh Government MEGs

Main Expenditure Group	2011-12 Final Budget (Feb 2011)	2011-12 Final Budget (restated)	Portfolio changes	2011-12 Supplementary Budget (Jun 2011)	Change from Final Budget (restated) to Supplementary Budget	
	£000	£000		£000	£000	per cent
Capital DEL						
Health, Social Services & Children	264,790	262,103	-2,687	262,103	0	0.0
Local Government & Communities	42,319	281,172	238,853	281,172	0	0.0
Business, Enterprise, Technology & Science	313,194	94,588	-218,606	94,588	0	0.0
Education & Skills	173,353	169,973	-3,380	169,973	0	0.0
Environment & Sustainable Development	365,544	60,642	-304,902	60,642	0	0.0
Rural Affairs	12,834	0	-12,834	0	0	0.0
Housing, Regeneration & Heritage	14,843	316,738	301,895	316,738	0	0.0
Public Services & Performance	17,077	0	-17,077	0	0	0.0
Central Services & Administration	11,982	30,720	18,738	30,720	0	0.0
Total Welsh Government Capital DEL	1,215,936	1,215,936	0	1,215,936	0	0.0

Source: Research Service calculations from Supplementary Budget 2011-12

4. Movement on Reserves

At the time of the Final Budget 2011-12 there were reserves as follows:

- Revenue reserves of £178.6 million;
- Capital reserves of £50.4 million; and
- £56.7 million from DEL adjustments¹² which was stated in the Final Budget 2011-12 to be '*held in reserves initially and allocated in-year*',¹³ although it appeared, at that time, to be outside the reserve budget line.

This supplementary budget incorporates the £56.7 million DEL adjustment into the revenue reserves. [Table 6](#) provides details of movements on revenue and capital reserves.

Table 6: Movement on reserves

		<i>£000s</i>	
Revenue Reserve	2011-12	Capital Reserve	2011-12
Reserve at Final Budget 2011-12 (restated)¹	235,432	Reserve at Final Budget 2011-12 (restated)	50,448
Transfers from UK Government:		Transfers from UK Government:	
DEFRA Animal Health & Welfare	18,600	Consequentials from UK Budget 2011	19,432
Consequentials from UK Budget 2011	4,900		
Allocations to MEGS:			
HSS&C - Orthopaedic services	-21,500		
E&S - Adapt	-5,000		
ESD - Animal Health & Welfare	-18,398		
HRH - National Botanic Garden of Wales	-150		
CSA - Running costs associated with devolution of animal health & welfare	-200		
CSA - cost of Assembly elections	-8,800		
Reserve at Supplementary Budget 2011-12	204,884	Reserve at Supplementary Budget 2011-12	69,880

Source: Research Service calculations from Supplementary Budget 2011-12

As can be seen from this table there have been a number of transfers from the UK Government:

- £18.6 million from DEFRA in relation to animal health and welfare;¹⁴ and
- £24.3 million consequentials as a result of the UK Budget 2011.

¹² This £56.77 million was freed up in 2011-12 by the decision of the Welsh Government to take the entire amount of the reductions imposed by the UK Government (in May 2010) within the 2010-11 financial year, rather than splitting this across two financial years.

¹³ Welsh Government, [Final Budget 2011-12 Explanatory Note](#), February 2011 page 3 [accessed 24 June 2011]

¹⁴ Welsh Government, Elin Jones (Minister for Rural Affairs), [Devolution of animal health and welfare budgets from DEFRA](#), Written Cabinet Statement, 14 March 2011 [accessed 23 June 2011] The Minister's statement details a transfer from DEFRA of £21 million in 2011-12. However, this budget details only £18.6 million.

Of the allocations from revenue reserves, the £5 million to Education & Skills for the Adapt scheme is in relation to the Welsh Government's Transitional Support Fund.¹⁵ This fund was announced at Final Budget 2011-12, and it intended to enable the transition to more efficient and innovative service delivery. Allocations to the Fund were stated to be £14 million in 2011-12, rising to £40 million in each of 2012-13 and 2013-14. At the time of the Final Budget 2011-12, these funds were held in reserves.¹⁶

Interestingly, there are no allocations from capital reserves at this supplementary budget. On 31 March 2011, the Welsh Government issued a statement making provisional allocations from the Centrally Retained Capital Fund.¹⁷ This statement announced £105 million to be allocated from reserves to a number of capital projects (detailed in [annex B](#)). As these allocations have not been made in this supplementary, it is assumed that such funding will be allocated in a subsequent supplementary budget later in the financial year.

¹⁵ Welsh Government, Jane Hutt (Minister for Business and Budget), [Approach to the Allocation of Funding from Reserves for Transitional Support in 2011-12](#), Written Cabinet Statement, 31 March 2011 [accessed 23 June 2011]

¹⁶ Welsh Government, [Final Budget 2011-12 Explanatory Note](#), February 2011 page 3 [accessed 24 June 2011]

¹⁷ Welsh Government, First Minister (Carwyn Jones), Deputy First Minister (Ieuan Wyn Jones) and Minister for Business and Budget (Jane Hutt), [Capital spending Plans 2011-12](#), Written Cabinet Statement, 15 March 2011 [accessed 24 June 2011]

5. Health, Social Services & Children (HSS&C)

The HSS&C MEG is mostly unchanged in comparison to the previous Health & Social Services (HSS) MEG. However, it does now include functions relating to children's services from the previous Children, Education, Lifelong Learning & Skills (CELLS) MEG.

Overall the HSS&C budget has undergone portfolio changes of £64.1 million, and has additional allocations of £87.3 million, or 1.4 per cent as compared with the restated Final Budget allocations for 2011-12. [Table 7](#) shows details of changes within the HSS&C MEG.

The £64.1 million portfolio changes¹⁸ are mainly due to:

- Transfer in of £97.7 million from the E&S MEG with respect to the transfer of responsibility for services for children and young people.
- Transfer out of £33.6 million to the LGC MEG, with respect to substance misuse.

The additional allocations of £87.3 million consist of:

- An allocation of £21.5 million from revenue reserves with respect to reducing waiting times for orthopaedic services. This has gone into the NHS Delivery SPA.
- An increase to the AME budget of £65.7 million, representing revised forecasts of impairments on the NHS estate.

¹⁸ There also appears to have been a transfer within the MEG of £18 million from the Health Central Budgets SPA to the NHS Delivery SPA.

Table 7: Health, Social Services & Children MEG allocations

Spending programme area	2011-12	2011-12	Portfolio changes	2011-12	Change from Final	
	Final Budget (Feb 2011)	Final Budget (restated)		Supplementary Budget (Jun 2011)	Budget (restated) to	Supplementary Budget
	£000	£000	£000	£000	£000	per cent
Revenue DEL						
NHS Delivery	5,368,048	5,386,003	17,955	5,407,503	21,500	0.4
Health Central Budgets	257,615	212,185	-45,430	212,185	0	0.0
Public Health & Prevention	155,592	155,592	0	155,592	0	0.0
Social Services	94,427	188,721	94,294	188,721	0	0.0
CAFCASS Cymru	10,138	10,138	0	10,138	0	0.0
Total Revenue	5,885,820	5,952,639	66,819	5,974,139	21,500	0.4
Capital DEL			0			
NHS Delivery	247,573	247,573	0	247,573	0	0.0
Health Central Budgets	6,117	0	-6,117	0	0	100.0
Public Health & Prevention	5,418	5,418	0	5,418	0	0.0
Social Services Strategy	5,682	9,112	3,430	9,112	0	0.0
Total Capital	264,790	262,103	-2,687	262,103	0	0.0
AME			0			
NHS Impairments	118,948	118,948	0	184,699	65,751	55.3
Total AME	118,948	118,948	0	184,699	65,751	55.3
Revenue DEL	5,885,820	5,952,639	66,819	5,974,139	21,500	0.4
Capital DEL	264,790	262,103	-2,687	262,103	0	0.0
Total DEL	6,150,610	6,214,742	64,132	6,236,242	21,500	0.3
Annually Managed Expenditure	118,948	118,948	0	184,699	65,751	55.3
Total Health, Social Services & Children	6,269,558	6,333,690	64,132	6,420,941	87,251	1.4

Source: Research Service calculations from Supplementary Budget 2011-12

6. Local Government & Communities (LGC)

The LGC MEG is based on the former Social Justice & Local Government (SJLG) MEG, but now also includes functions in relation to transport, substance misuse and youth justice, as well as the inspection, regulation and collaboration functions of the former Public Services & Performance (PSP) MEG.

Overall the LGC budget has undergone portfolio changes of £740.5 million, and has £24.1 million additional allocations as compared with the restated Final Budget allocations for 2011-12. [Table 8](#) shows details of changes within the LGC MEG.

The £740.6 million portfolio changes are mainly due to:

- Transfer in of £33.6 million from the HSS&C MEG, with respect to substance misuse.
- Transfer in of £671.5 million from the BETS MEG, with respect to transport.
- Transfer in of £4.7 million from the E&S MEG with respect to youth justice.
- Transfer in of £37.5 million from the PSP MEG, with respect to inspection, regulation and collaboration functions.
- Transfer in of £0.1 million from the ESD MEG in relation to cycling.
- Transfer out of £5.1 million to the CSA MEG, with respect to digital inclusion, community cohesion, inclusion and equality.
- Transfer out of £1.9 million to the BETS MEG, for social enterprise and infrastructure functions.

The £24.1 million allocation is entirely due to AME in relation to transport.

Table 8: Local Government & Communities MEG allocations

Spending programme area	2011-12	2011-12	Port folio changes	2011-12	Change from Final	
	Final Budget (Feb 2011)	Final Budget (restated)		Supplementary Budget (Jun 2011)	Budget (restated) to	Supplementary Budget
	£000	£000	£000	£000	£000	per cent
Revenue DEL						
Local Government Funding	4,209,918	4,209,918	0	4,209,918	0	0.0
Supporting Communities and People	60,543	58,662	-1,881	58,662	0	0.0
Safer Communities	11,851	43,841	31,990	43,841	0	0.0
Local Government Policy	37,552	37,552	0	37,552	0	0.0
Local Taxation Policy	10,744	10,744	0	10,744	0	0.0
Equality, Diversity and Inclusion	1,828		-1,828			
Care & Social Services Inspectorate		15,757	15,757	15,757	0	0.0
Healthcare Inspectorate Wales		2,824	2,824	2,824	0	0.0
Estyn		13,437	13,437	13,437	0	0.0
Inspection, Regulation & Performance Frameworks		400	400	400	0	0.0
Local & Regional Collaboration		1,560	1,560	1,560	0	0.0
Efficiency & Innovation		3,197	3,197	3,197	0	0.0
Improve Domestic Connectivity (Regional & National)		234,063	234,063	234,063	0	0.0
Improve International Connectivity		114,487	114,487	114,487	0	0.0
Improve Integrate Transport (Local)		84,657	84,657	84,657	0	0.0
Improve Road Safety & Transport's Impact on the Environment		3,056	3,056	3,056	0	0.0
Total Revenue	4,332,436	4,834,155	501,719	4,834,155	0	0.0

Table 8: Local Government & Communities MEG allocations (continued)

Spending programme area	2011-12	2011-12	Port folio changes	2011-12	Change from Final	
	Final Budget (Feb 2011)	Final Budget (restated)		Supplementary Budget (Jun 2011)	Budget (restated) to Supplementary Budget	
	£000	£000	£000	£000	£000	per cent
Capital DEL			0			
Local Government Funding	20,000	20,000	0	20,000	0	0.0
Supporting Communities and People	17,280	17,280	0	17,280	0	0.0
Safer Communities	3,039	9,156	6,117	9,156	0	0.0
Equality, Diversity and Inclusion	2,000		-2,000		..	..
Estyn		339	339	339	0	0.0
Improve Domestic Connectivity (Regional & National)		83,674	83,674	83,674	0	0.0
Improve International Connectivity		59,088	59,088	59,088	0	0.0
Improve Integrate Transport (Local)		80,713	80,713	80,713	0	0.0
Improve Road Safety & Transport's Impact on the Environment		10,922	10,922	10,922	0	0.0
Total Capital	42,319	281,172	238,853	281,172	0	0.0
			0			
AME			0			
Local Government Funding	13,583	13,583	0	13,583	0	0.0
Improve Domestic Connectivity (Regional & National)			0	24,138	24,138	100.0
Total AME	13,583	13,583	0	37,721	24,138	177.7
			0			
Revenue DEL	4,332,436	4,834,155	501,719	4,834,155	0	0.0
Capital DEL	42,319	281,172	238,853	281,172	0	0.0
Total DEL	4,374,755	5,115,327	740,572	5,115,327	0	0.0
			0			
Annually Managed Expenditure	13,583	13,583	0	37,721	24,138	177.7
			0			
Total Local Government & Communities	4,388,338	5,128,910	740,572	5,153,048	24,138	0.5

Source: Research Service calculations from Supplementary Budget 2011-12

7. Business, Enterprise, Technology & Science (BETS)

The BETS MEG is based on the previous Economy & Transport (E&T) MEG, although transport functions have now been transferred to LGC. The BETS MEG also incorporates science functions, from the previous Children, Education, Lifelong Learning & Skills (CELLS) MEG, tourism, from the previous Heritage (HER) MEG, the majority of the former Rural Affairs (RA) MEG and support for social enterprises from the old Social Justice & Local Government (SJLG) MEG.

Overall the BETS budget has undergone portfolio changes of £561.3 million, and has no additional allocations as compared with the restated Final Budget allocations for 2011-12. [Table 9](#) shows details of changes within the BETS MEG.

The £561.3 million portfolio changes are mainly due to:

- Transfer in of £1.9 million from the LGC MEG with respect to the transfer of responsibility for social enterprise and infrastructure.
- Transfer in of £1 million from the E&S MEG for the National Academy of Science.
- Transfer in of £12.8 million from the HRH MEG with respect to visitor experience.
- Transfer in of £95.1 million from the old Rural Affairs MEG.
- Transfer out of £671.5 million to the LGC MEG in relation to transport functions.
- Transfer out of £0.5 million to the CSA MEG in relation to the Economic Research & Advisory panel.

Table 9: Business, Enterprise, Technology & Science MEG allocations

Spending programme area	2011-12	2011-12	Portfolio changes	2011-12	Change from Final	
	Final Budget (Feb 2011)	Final Budget (restated)		Supplementary Budget (Jun 2011)	Budget (restated) to	Supplementary Budget
	£000	£000	£000	£000	£000	per cent
Revenue DEL						
Sectors and Business	47,990	48,871	881	48,871	0	0.0
Encouraging Innovation	2,162	3,162	1,000	3,162	0	0.0
Regional Funding	2,005	2,005	0	2,005	0	0.0
Finance Wales	5,102	5,102	0	5,102	0	0.0
Major Events	3,930	3,930	0	3,930	0	0.0
Marketing	2,840	2,840	0	2,840	0	0.0
Infrastructure	20,470	21,470	1,000	21,470	0	0.0
Improve Domestic Connectivity (Regional & National)	235,063		-235,063		..	..
Improve International Connectivity	114,487		-114,487		..	..
Improve Integrate Transport (Local)	84,527		-84,527		..	..
Improve Road Safety & Transport's Impact on the Environment	3,056		-3,056		..	..
Strategy & Corporate Programmes	5,145	4,677	-468	4,677	0	0.0
WEFO	1,522	1,522	0	1,522	0	0.0
Rural Affairs		79,320	79,320	79,320	0	0.0
Tourism		12,747	12,747	12,747	0	0.0
Total Revenue	528,299	185,646	-342,653	185,646	0	0.0

Table 9: Business, Enterprise, Technology & Science MEG allocations (continued)

Spending programme area	2011-12	2011-12	Portfolio changes	2011-12	Change from Final	
	Final Budget (Feb 2011)	Final Budget (restated)		Supplementary Budget (Jun 2011)	Budget (restated) to	Supplementary Budget
	£000	£000	£000	£000	£000	per cent
Capital DEL			0			
Sectors and Business	69,129	69,129	0	69,129	0	0.0
Encouraging Innovation	433	433	0	433	0	0.0
Regional Funding	995	995	0	995	0	0.0
Finance Wales	1,500	1,500	0	1,500	0	0.0
Infrastructure	6,291	6,291	0	6,291	0	0.0
Improve Domestic Connectivity (Regional & National)	83,674		-83,674		..	..
Improve International Connectivity	59,088		-59,088		..	..
Improve Integrate Transport (Local)	80,713		-80,713		..	..
Improve Road Safety & Transport's Impact on the Environment	10,922		-10,922		..	..
Strategy & Corporate Programmes	449	449	0	449	0	0.0
Rural Affairs		13,001	13,001	13,001	0	0.0
Tourism		2,790	2,790	2,790	0	0.0
Total Capital	313,194	94,588	-218,606	94,588	0	0.0
AME	41,402	41,402	0	41,402		0.0
Infrastructure			0			
Total AME	41,402	41,402	0	41,402	0	0.0
Revenue DEL	528,299	185,646	-342,653	185,646	0	0.0
Capital DEL	313,194	94,588	-218,606	94,588	0	0.0
Total DEL	841,493	280,234	-561,259	280,234	0	0.0
Annually Managed Expenditure	41,402	41,402	0	41,402	0	0.0
Total Business Enterprise, Technology & Science	882,895	321,636	-561,259	321,636	0	0.0

Source: Research Service calculations from Supplementary Budget 2011-12

8. Education & Skills (E&S)

The E&S MEG is mostly unchanged in comparison to the previous Children, Education, Lifelong Learning & Skills (CELLS) MEG. However, provision for children's services has been transferred to the HSS&C MEG.

Overall the E&S budget has undergone portfolio changes of £89.5 million, and has an overall reduction in allocations of £87.4 million, or 4.3 per cent as compared with the restated Final Budget allocations for 2011-12. [Table 10](#) shows details of changes within the E&S MEG.

The £89.5 million portfolio changes are mainly due to:

- Transfer in of £13.9 million from the HRH MEG in relation to provision for the Welsh language.
- Transfer out of £4.7 million to the LGC MEG in relation to youth justice.
- Transfer out of £97.7 million to the HSS&C MEG in relation to children's services.
- Transfer out of £1 million to the BETS MEG in relation to the National Academy of Science.

The reductions in allocations of £87.4 million consist of:

- A reduction to the AME budget of £92.4 million. This reflects updated forecasts for the cost of providing student loans.
- An allocation of £5 million from revenue reserves with respect to Transitional Support for Adapt, the Career Transition Single point of Contact Service.¹⁹

¹⁹ As detailed in the following statement: Welsh Government, Jane Hutt (Minister for Business and Budget), [Approach to the Allocation of Funding Within Reserves for Transitional Support in 2011-12](#), Written Cabinet Statement, 31 March 2011 [accessed 24 June 2011]

Table 10: Education & Skills MEG allocations

Spending programme area	2011-12	2011-12	Portfolio changes	2011-12	Change from Final	
	Final Budget (Feb 2011)	Final Budget (restated)		Supplementary Budget (Jun 2011)	Budget (restated) to	Supplementary Budget
	£000	£000	£000	£000	£000	per cent
Revenue DEL						
Children, Young People and School Effectiveness	221,706	122,697	-99,009	122,697	0	0.0
Qualification, Curriculum and Learning Improvement	158,194	158,194	0	158,194	0	0.0
Skills, Higher Education and Lifelong Learning	1,006,644	1,005,644	-1,000	1,010,644	5,000	0.5
Business Improvement and Resource Investment	324,788	338,666	13,878	338,666	0	0.0
Total Revenue	1,711,332	1,625,201	-86,131	1,630,201	5,000	0.3
			0			
Capital DEL			0			
Business Improvement and Resource Investment	173,353	169,973	-3,380	169,973	0	0.0
Total Capital	173,353	169,973	-3,380	169,973	0	0.0
			0			
AME			0			
Business Improvement and Resource Investment	217,656	217,656	0	125,302	-92,354	-42.4
Total AME	217,656	217,656	0	125,302	-92,354	-42.4
Revenue DEL	1,711,332	1,625,201	-86,131	1,630,201	5,000	0.3
Capital DEL	173,353	169,973	-3,380	169,973	0	0.0
Total DEL	1,884,685	1,795,174	-89,511	1,800,174	5,000	0.3
Annually Managed Expenditure	217,656	217,656	0	125,302	-92,354	-42.4
Total Education & Skills	2,102,341	2,012,830	-89,511	1,925,476	-87,354	-4.3

Source: Research Service calculations from Supplementary Budget 2011-12

9. Environment & Sustainable Development (ESD)

The ESD MEG is based on the previous Environment, Sustainability & Housing (ESH) MEG. However, functions in relation to housing and regeneration have now transferred to the HRH MEG, and functions in relation to animal health and welfare have been included, previously in the old Rural Affairs (RA) MEG.

Overall the ESD budget has undergone portfolio changes of £357.6 million, and has additional allocations of £18.4 million, or 5.9 per cent as compared with the restated Final Budget allocations for 2011-12. [Table 11](#) shows details of changes within the ESD MEG.

The £357.6 million portfolio changes are mainly due to:

- Transfer out of £332.2 million to the HRH MEG in relation to housing.
- Transfer out of £69.8 million to the HRH MEG in relation to regeneration.
- Transfer out of £0.1 million to the LGC MEG in relation to cycling.
- Transfer in of £44.4 million in relation to animal health and welfare functions from the old RA MEG.

The additional allocation of £18.4 million is from revenue reserves as a result of a transfer of responsibilities for animal health & welfare from the UK Department of Environment, Food and Rural Affairs (DEFRA).

Table 11: Environment & Sustainable Development MEG allocations

Spending programme area	2011-12 Final Budget (Feb 2011)	2011-12 Final Budget (restated)	Portfolio changes	2011-12 Supplementary Budget (Jun 2011)	Change from Final Budget (restated) to Supplementary Budget	
	£000	£000		£000	£000	£000	per cent
Revenue DEL						
Climate Change and Sustainability	117,485	117,485	0	117,485	0	0.0
Environment	80,898	80,768	-130	80,768	0	0.0
Housing	154,765		-154,765		..	..
Planning	7,772	7,772	0	7,772	0	0.0
Regeneration	14,489		-14,489		..	..
Protecting & Improving Animal Health & Welfare		22,640	22,640	41,038	18,398	81.3
Evidence Base		404	404	404	0	0.0
Common Agricultural Policy & the Countryside		21,600	21,600	21,600	0	0.0
Total Revenue	375,409	250,669	-124,740	269,067	18,398	7.3
Capital DEL			0			
Climate Change and Sustainability	56,209	56,209	0	56,209	0	0.0
Environment	4,600	4,600	0	4,600	0	0.0
Housing	249,392		-249,392		..	..
Regeneration	55,343		-55,343		..	..
Evidence Base		38	38	38	0	0.0
Common Agricultural Policy & the Countryside		-205	-205	-205	0	0.0
Total Capital	365,544	60,642	-304,902	60,642	0	0.0
AME			0			
Achieve quality housing	-72,000		72,000		..	..
Total AME	-72,000		72,000		..	..
Revenue DEL	375,409	250,669	-124,740	269,067	18,398	7.3
Capital DEL	365,544	60,642	-304,902	60,642	0	0.0
Total DEL	740,953	311,311	-429,642	329,709	18,398	5.9
Annually Managed Expenditure	-72,000	0	72,000	0	..	..
Total Environment & Sustainable Development	668,953	311,311	-357,642	329,709	18,398	5.9

Source: Research Service calculations from Supplementary Budget 2011-12

10. Housing, Regeneration & Heritage (HRH)

The HRH MEG combines the old Heritage (HER) MEG with the housing and regeneration functions, which were previously within the Environment, Sustainability & Housing (ESH) MEG.

Overall the HRH budget has undergone portfolio changes of £372.5 million, and has additional allocations of £150,000 as compared with the restated Final Budget allocations for 2011-12. [Table 12](#) shows details of changes within the HRH MEG.

The £372.5 million portfolio changes are mainly due to:

- Transfer in of £333.2 million from the ESD MEG with respect to the transfer of provision for housing.
- Transfer in of £69.6 million from the ESD MEG in relation to the transfer of regeneration functions.
- Transfer out of £15.6 million to the BETS MEG in relation to the visitor experience.
- Transfer out of £14.2 million to the E&S MEG in relation to the Welsh language.

The additional allocation of £150,000 comes from revenue reserves and relates to funding for the National Botanic Garden of Wales.

Table 12: Housing, Regeneration & Heritage MEG allocations

Spending programme area	2011-12 Final Budget (Feb 2011)	2011-12 Final Budget (restated)	Portfolio changes	2011-12 Supplementary Budget (Jun 2011)	Change from Final Budget (restated) to Supplementary Budget	
	£000	£000	£000	£000	£000	per cent
Revenue DEL						
Housing		154,765	154,765	154,765	0	0.0
Regeneration		14,489	14,489	14,489	0	0.0
Support and sustain a strong arts sector via the Arts Council and others	35,417	35,397	-20	35,547	150	0.4
Museums, Archives and Libraries	38,191	38,191	0	38,191	0	0.0
Delivery of effective sports & physical activity programmes	25,437	25,437	0	25,437	0	0.0
Media & publishing		4,031	4,031	4,031	0	0.0
Promote wider use of the Welsh Language via the Welsh Language Board and others	17,889		-17,889		..	..
Conserve, protect, sustain and promote access to the historic environment	11,712	11,712	0	11,712	0	0.0
Tourism	12,747		-12,747		..	..
Total Revenue	141,393	284,022	142,629	284,172	150	0.1
Capital DEL			0			
Housing		249,392	249,392	249,392	0	0.0
Regeneration		55,343	55,343	55,343	0	0.0
Support and sustain a strong arts sector via the Arts Council and others	460	460	0	460	0	0.0
Museums, Archives and Libraries	5,673	5,673	0	5,673	0	0.0
Delivery of effective sports & physical activity programmes	345	345	0	345	0	0.0
Media & publishing		25	25	25	0	0.0
Promote wider use of the Welsh Language via the Welsh Language Board and others	75		-75		..	..
Conserve, protect, sustain and promote access to the historic environment	5,500	5,500	0	5,500	0	0.0
Tourism	2,790		-2,790		..	..
Total Capital	14,843	316,738	301,895	316,738	0	0.0

Table 12: Housing, Regeneration & Heritage MEG allocations (continued)

Spending programme area	2011-12 Final Budget (Feb 2011)	2011-12 Final Budget (restated)	Port folio changes	2011-12 Supplementary Budget (Jun 2011)	Change from Final Budget (restated) to Supplementary Budget	
	£000	£000	£000	£000	£000	per cent
AME			0			
Museums and Libraries Pensions	2,265	2,265	0	2,265	0	0.0
Housing		-72,000	-72,000	-72,000		
Total AME	2,265	-69,735	-72,000	-69,735	0	0.0
Revenue DEL	141,393	284,022	142,629	284,172	150	0.1
Capital DEL	14,843	316,738	301,895	316,738	0	0.0
Total DEL	156,236	600,760	444,524	600,910	150	0.0
Annually Managed Expenditure	2,265	-69,735	-72,000	-69,735	0	0.0
Total Housing, Regeneration & Heritage	158,501	531,025	372,524	531,175	150	0.0

Source: Research Service calculations from Supplementary Budget 2011-12

11. Central Services & Administration (CSA)

The CSA MEG is mostly unchanged in comparison to the previous MEG of the same name. However, it does now include provision for match funding from the previous Public Services & Performance (PSP) MEG.

Overall the CSA budget has undergone portfolio changes of £31.8 million, and has additional allocations of £7 million, or 1.9 per cent as compared with the restated Final Budget allocations for 2011-12. [Table 13](#) shows details of changes within the CSA MEG.

The £31.8 million portfolio changes are mainly due to:

- Transfer in of £5.1 million from the LGC MEG with respect to digital inclusion, community cohesion, inclusion and equality.
- Transfer in of £0.5 million from the BETS MEG in relation to the Economic Research & Advisory Panel.
- Transfer in of £26.2 million from the former PSP MEG in relation to match funding.

The additional allocations of £7 million consist of:

- An allocation of £8.8 million from revenue reserves with respect to election costs.
- An allocation of £200,000 from revenue reserves in relation to running costs associated with the devolution of animal health and welfare functions.
- A reduction to the AME budget of £2 million, representing movements of provisions relating to the voluntary severance scheme.

Table 13: Central Services & Administration MEG allocations

Spending programme area	2011-12 Final Budget (Feb 2011)	2011-12 Final Budget (restated)	Portfolio changes	2011-12 Supplementary Budget (Jun 2011)	Change from Final Budget (restated) to Supplementary Budget	
	£000	£000		£000	£000	per cent
Revenue DEL						
Delegated Running Costs	214,126	214,126	0	214,326	200	0.1
Central Running Costs	91,176	91,176	0	91,176	0	0.0
Information & Support Services	11,056	11,524	468	20,324	8,800	76.4
Central Programmes	2,246	14,804	12,558	14,804	0	0.0
Total Revenue	318,604	331,630	13,026	340,630	9,000	2.7
Capital DEL			0			
Central Running Costs	11,982	11,982	0	11,982	0	0.0
Central Programmes		18,738	18,738	18,738	0	0.0
Total Capital	11,982	30,720	18,738	30,720	0	0.0
AME			0			
Provisions for Early Retirement	924	924	0	-1,100	-2,024	-219.0
Total AME	924	924	0	-1,100	-2,024	-219.0
Revenue DEL	318,604	331,630	13,026	340,630	9,000	2.7
Capital DEL	11,982	30,720	18,738	30,720	0	0.0
Total DEL	330,586	362,350	31,764	371,350	9,000	2.5
Annually Managed Expenditure	924	924	0	-1,100	-2,024	-219.0
Total Central Services & Administration	331,510	363,274	31,764	370,250	6,976	1.9

Source: Research Service calculations from Supplementary Budget 2011-12

A. Restatement of indicative figures for future years

The following tables show the indicative allocations for 2012-13 and 2013-14 from the Final Budget 2011-12, restated to align with the new portfolio structure. These show an overall picture at the MEG level. Further detail at the SPA and Action levels can be found in the MEG allocations tables accompanying the supplementary budget.²⁰

²⁰ Welsh Government, [Supplementary Budget 2011-12 Main Expenditure Group Allocations](#), June 2011 [accessed 24 June 2011]

Table 14: Changes to total managed expenditure (TME) for 2012-13 and 2013-14

Main Expenditure Group	2012-13 Indicative (Final Budget Feb 2011)	2012-13 Indicative (Supplementary Budget June 2011)	2012-13 portfolio changes	2013-14 Indicative (Final Budget Feb 2011)	2013-14 Indicative (Supplementary Budget June 2011)	2013-14 portfolio changes
	£000	£000	£000	£000	£000	per cent
Health, Social Services & Children	6,250,558	6,324,550	73,992	6,237,115	6,274,845	37,730
Local Government & Communities	4,387,749	5,168,598	780,849	4,432,669	5,230,916	798,247
Business, Enterprise, Technology & Science	917,245	311,728	-605,517	888,322	304,200	-584,122
Education & Skills	2,101,927	1,911,245	-190,682	2,108,404	1,903,477	-204,927
Environment & Sustainable Development	653,729	309,338	-344,391	623,125	302,278	-320,847
Rural Affairs	134,462	0	-134,462	134,136	0	-134,136
Housing, Regeneration & Heritage	155,443	513,977	358,534	154,538	489,280	334,742
Public Services & Performance	60,913	0	-60,913	57,049	0	-57,049
Central Services & Administration	320,472	348,676	28,204	303,664	331,369	27,705
Total Welsh Government TME	14,982,498	14,888,112	-94,386	14,939,022	14,836,365	-102,657
Revenue Reserves	255,852	255,852	0	332,885	332,885	0
Capital reserves	50,449	50,449	0	50,449	50,449	0
Assembly Commission	45,229	45,229	0	45,521	45,521	0
Auditor General for Wales	4,853	4,853	0	4,853	4,853	0
Public Services Ombudsman for Wales	3,961	3,961	0	3,960	3,960	0
Direct Charges	675	675	0	675	675	0
Total Wales TME	15,343,517	15,249,131	-94,386	15,377,365	15,274,708	-102,657

Source: Research Service calculations from Supplementary Budget 2011-12

Table 15: Changes to total departmental expenditure limits (DEL) for 2012-13 and 2013-14

Main Expenditure Group	2012-13 Indicative (Final Budget Feb 2011)	2012-13 Indicative (Supplementary Budget June 2011)	2012-13 portfolio changes	2013-14 Indicative (Final Budget Feb 2011)	2013-14 Indicative (Supplementary Budget June 2011)	2013-14 portfolio changes
	£000	£000	£000	£000	£000	£000
Health, Social Services & Children	6,131,610	6,194,786	63,176	6,118,167	6,185,018	66,851
Local Government & Communities	4,374,166	5,155,015	780,849	4,419,086	5,176,630	757,544
Business, Enterprise, Technology & Science	875,843	270,326	-605,517	846,920	262,798	-584,122
Education & Skills	1,876,146	1,788,933	-87,213	1,881,888	1,791,468	-90,420
Environment & Sustainable Development	714,729	309,338	-405,391	678,125	302,278	-375,847
Rural Affairs	134,462	0	-134,462	134,136	0	-134,136
Housing, Regeneration & Heritage	152,953	572,487	419,534	151,798	541,540	389,742
Public Services & Performance	60,913	0	-60,913	57,049	0	-57,049
Central Services & Administration	319,539	349,476	29,937	304,332	331,769	27,437
Total Welsh Government DEL	14,640,361	14,640,361	0	14,591,501	14,591,501	0
Revenue Reserves	255,852	255,852	0	332,885	332,885	0
Capital reserves	50,449	50,449	0	50,449	50,449	0
Assembly Commission	44,729	44,729	0	45,021	45,021	0
Auditor General for Wales	4,853	4,853	0	4,853	4,853	0
Public Services Ombudsman for Wales	3,961	3,961	0	3,960	3,960	0
Direct Charges	675	675	0	675	675	0
Total Wales DEL	15,000,880	15,000,880	0	15,029,344	15,029,344	0

Source: Research Service calculations from Supplementary Budget 2011-12

Table 16: Changes to annually managed expenditure (AME) for 2012-13 and 2013-14

Main Expenditure Group	2012-13	2012-13	2012-13 portfolio changes	2013-14	2013-14	2013-14 portfolio changes
	Indicative (Final Budget Feb 2011)	Indicative (Supplementary Budget June 2011)		Indicative (Final Budget Feb 2011)	Indicative (Supplementary Budget June 2011)	
	£000	£000	£000	£000	£000	£000
Health, Social Services & Children	118,948	129,764	10,816	118,948	89,827	-29,121
Local Government & Communities	13,583	13,583	0	13,583	54,286	40,703
Business, Enterprise, Technology & Science	41,402	41,402	0	41,402	41,402	0
Education & Skills	225,781	122,312	-103,469	226,516	112,009	-114,507
Environment & Sustainable Development	-61,000	0	61,000	-55,000	0	55,000
Rural Affairs	0	0	0	0	0	0
Housing, Regeneration & Heritage	2,490	-58,510	-61,000	2,740	-52,260	-55,000
Public Services & Performance	0	0	0	0	0	0
Central Services & Administration	933	-800	-1,733	-668	-400	268
Total Welsh Government AME	342,137	247,751	-94,386	347,521	244,864	-102,657
Assembly Commission	500	500	0	500	500	0
Total Wales AME	342,637	248,251	-94,386	348,021	245,364	-102,657

Source: Research Service calculations from Supplementary Budget 2011-12

Table 17: Changes to revenue departmental expenditure limits (DEL) for 2012-13 and 2013-14

Main Expenditure Group	2012-13 Indicative (Final Budget Feb 2011)	2012-13 Indicative (Supplementary Budget June 2011)	2012-13 portfolio changes	2013-14 Indicative (Final Budget Feb 2011)	2013-14 Indicative (Supplementary Budget June 2011)	2013-14 portfolio changes
	£000	£000	£000	£000	£000	£000
Revenue DEL						
Health, Social Services & Children	5,885,317	5,954,183	68,866	5,898,617	5,970,540	71,923
Local Government & Communities	4,334,803	4,893,374	558,571	4,383,997	4,943,339	559,342
Business, Enterprise, Technology & Science	584,528	181,870	-402,658	587,237	183,428	-403,809
Education & Skills	1,714,903	1,627,590	-87,313	1,738,154	1,647,634	-90,520
Environment & Sustainable Development	369,486	247,709	-121,777	371,050	248,040	-123,010
Rural Affairs	122,060	0	-122,060	122,580	0	-122,580
Housing, Regeneration & Heritage	139,147	277,929	138,782	139,491	278,976	139,485
Public Services & Performance	45,029	0	-45,029	42,890	0	-42,890
Central Services & Administration	308,394	321,012	12,618	294,397	306,456	12,059
Total Welsh Government Revenue DEL	13,503,667	13,503,667	0	13,578,413	13,578,413	0

Source: Research Service calculations from Supplementary Budget 2011-12

Table 18: Changes to capital departmental expenditure limits (DEL) for 2012-13 and 2013-14

Main Expenditure Group	2012-13 Indicative (Final Budget Feb 2011)	2012-13 Indicative (Supplementary Budget June 2011)	2012-13 portfolio changes	2013-14 Indicative (Final Budget Feb 2011)	2013-14 Indicative (Supplementary Budget June 2011)	2013-14 portfolio changes
	£000	£000	£000	£000	£000	£000
Capital DEL						
Health, Social Services & Children	246,293	240,603	-5,690	219,550	214,478	-5,072
Local Government & Communities	39,363	261,641	222,278	35,089	233,291	198,202
Business, Enterprise, Technology & Science	291,315	88,456	-202,859	259,683	79,370	-180,313
Education & Skills	161,243	161,343	100	143,734	143,834	100
Environment & Sustainable Development	345,243	61,629	-283,614	307,075	54,238	-252,837
Rural Affairs	12,402	0	-12,402	11,556	0	-11,556
Housing, Regeneration & Heritage	13,806	294,558	280,752	12,307	262,564	250,257
Public Services & Performance	15,884	0	-15,884	14,159	0	-14,159
Central Services & Administration	11,145	28,464	17,319	9,935	25,313	15,378
Total Welsh Government Capital DEL	1,136,694	1,136,694	0	1,013,088	1,013,088	0

Source: Research Service calculations from Supplementary Budget 2011-12

B. Provisional allocations from Centrally Retained Capital Fund

As stated in section 4, on 31 March 2011, the Welsh Government issued a statement making provisional allocations from the Centrally Retained Capital (CRC) Fund.²¹ This statement announced £105 million to be allocated from reserves to a number of capital projects. As these allocations have not been made in this supplementary, it is assumed that such funding will be allocated in a subsequent supplementary budget later in the financial year.

[Table 19](#) provides details of the allocations as detailed in a letter from the previous Minister for Business and Budget (Jane Hutt) to the Finance Committee of the Third Assembly.²² Note that these allocations correspond to the previous MEG structures.

²¹ Welsh Government, First Minister (Carwyn Jones), Deputy First Minister (Ieuan Wyn Jones) and Minister for Business and Budget (Jane Hutt), [Capital spending Plans 2011-12](#), Written Cabinet Statement, 15 March 2011 [accessed 24 June 2011]

²² Letter from the Minister for Business and Budget (Jane Hutt) to the Chair of the Finance Committee (Angela Burns), The CRC Process, 30 March 2011 [no link available]

Table 19: Provisional allocations from Centrally Retained Capital (CRC) Fund

Project	Portfolio	Proposed			
		CRC award	2011-12	2012-13	2013-14
<i>£million</i>					
Eco Lighting	HER	1.00	1.00	0.00	0.00
NLW - Transfer of ITV archives	HER	0.97	0.97	0.00	0.00
Tourism Investment Support Scheme ¹	HER	3.00	3.00	0.00	0.00
Total Heritage CRC approved		4.97	4.97	0.00	0.00
Merthyr Tydfil Old Town Hall	ESH	4.00	1.00	1.50	1.50
Physical Adaptation and Disabled Facilities Grants	ESH	3.00	3.00	0.00	0.00
Waste Infrastructure Programme	ESH	2.00	2.00	0.00	0.00
Total ESH CRC approved		9.00	6.00	1.50	1.50
Online Services for Rural Payments	RA	7.95	2.40	2.90	2.65
Total RA CRC approved		7.95	2.40	2.90	2.65
Integrated Health and Social Services for Communities of Builth Wells	HSS	4.01	4.01	0.00	0.00
Merthyr Health Park	HSS	18.43	18.43	0.00	0.00
Hazard Area Response Team (HART)	HSS	3.75	3.75	0.00	0.00
Morryston redevelopment	HSS	22.23	22.23	0.00	0.00
Total HSS CRC approved		48.42	48.42	0.00	0.00
Dinefwr Cluster Tri-level reform	CELLS	8.00	8.00	0.00	0.00
Transforming Post-16 Education (Merthyr)	CELLS	7.00	7.00	0.00	0.00
Bridgend - Gateway to the Valleys 11-18 Schools	CELLS	7.30	7.30	0.00	0.00
Total CELLS CRC approved		22.30	22.30	0.00	0.00
Enhancements to the railway infrastructure on the Cardiff Valleys network	E&T	2.96	2.96	0.00	0.00
A470 Maes yr Helmau to Cross Foxes improvement	E&T	5.19	1.35	1.92	1.92
A470 Gelligemlyn	E&T	6	2	2	2
New Growth Capital fund ²	E&T	15	15	0	0
Total E&T CRC approved		29.15	21.31	3.92	3.92
Total CRC allocated recommended³		121.79	105.40	8.32	8.07

Source: Welsh Government

¹ Tourism investment support is on hold pending development of robust evidence to support the scheme. Figures represent the position if this scheme is approved.

² New Growth Capital Fund is on hold pending result of feasibility study. Figures represent the position if scheme is approved.

³ If Tourism Investment Support and New Growth Fund projects are approved.

