



Llywodraeth Cymru
Welsh Government

WELSH GOVERNMENT

Supplementary Budget

2021-2022

Explanatory Note
June 2021

Mae'r ddogfen yma hefyd ar gael yn Gymraeg. This document is also available in Welsh.

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Any queries on the content of this document should be sent to:
wag-en@mailuk.custhelp.com

1. Introduction

- 1.1** The Welsh Government today tabled the first supplementary budget for 2021-22 in accordance with Standing Order 20. This supplementary budget proposes changes to the final budget for 2021-22 as approved by Senedd Cymru ('the Senedd') on 9 March 2021.
- 1.2** Since the publication of the Final Budget, and following the Senedd election in May 2021 there have been changes to Ministerial responsibilities. The Final Budget baseline figures in the tables within this document have been restated in accordance with the new Ministerial Portfolios announced on 13 May. Details of the restated baselines can be found at Annex 1.
- 1.3** This supplementary budget regularises allocations to and from reserves, transfers within and between portfolios and includes adjustments to the Wales budget to reflect the impact of UK Government fiscal events.
- 1.4** The continued fiscal impact of the coronavirus pandemic is reflected within this supplementary budget and all key allocations are set out in detail in Chapter 2.
- 1.5** This document supports the detailed 'Budget Expenditure Line (BEL) Tables' available on the Welsh Government's website.

2. Key Allocations

Allocations from COVID-19 Response Reserve

2.1 Allocations from the COVID-19 response reserve have continued since publication of the Final Budget; this supplementary budget allocates a total of **£706m** relating to:

Health Recovery - £100m

2.2 [£100m to kick-start the health and care system's recovery](#) from the COVID-19 pandemic. The money for new equipment, staff, technology and ways of working will help health boards improve services across primary, community and hospital care, by increasing capacity and cutting waiting times as they begin resuming non-emergency care following the pandemic.

Business Rates Reliefs - £352.2m

2.3 **£352.2m** to provide retail, leisure and hospitality businesses with rateable values up to £500k, and charities in Wales with [a straightforward year-long business rates holiday](#) providing a much-needed boost for small and medium sized businesses struggling to cope with the impacts of the pandemic. In combination with the existing Small Business Rates Relief scheme, this will ensure that more than 70,000 businesses will continue to pay no rates at all in 2021-22. Businesses and charities in the leisure and hospitality sector with a rateable value of over £500k will also receive 100% rates relief for 2021-22.

Future Support for Business - £55m

2.4 **£55m** to [help those businesses which remain affected by COVID-19 restrictions](#), to meet ongoing costs through to the end of June as they prepare for re-opening and more normal trading conditions. Businesses that stand to benefit include:

- nightclubs and late entertainment venues;
- events and conference venues not covered by the Welsh Government's Cultural Recovery Fund;
- hospitality and leisure businesses, including restaurants, pubs and cafes;
- supply chain business, which have been materially impacted by restrictions.

Learning Recovery and Progression - £39.15m

2.5 **£39.15m** to support learners as part of the response towards recovery and progression since the pandemic. This funding, in addition to £33m allocated in 2020-21, provides an [extra £72m to support learners as they return to school](#). The funding will include the continuation of the Recruit, Recover and Raise Standards programme into the next academic year, extra learning resources and support for foundation phase learners in schools and childcare settings that provide early education. Support will also be targeted at learners in years 11, 12 and 13, to provide additional help with their transition into the next stage. Funding will also be used to support 1,400 trainee teachers currently in Initial Teacher Education, enabling them to complete their practical experience in the autumn, complete their qualifications and move into full-time teaching.

Post-16 transition and catch-up - £33m

2.6 **£33m** to [support learners in colleges and sixth forms](#) across Wales. The funding will be split between post-16 education providers, with £24m for further education colleges and £9m for school sixth forms. It will support additional teaching time, both in the classroom environment and one-to-one support, that can be tailored to the needs of individual full-time 16-19 learners who are beginning their AS, A levels or vocational courses at either a sixth form or FE college.

Children & Young People - £5m

- 2.7** [£5m to support children and young people](#) to take part in a range of sporting, cultural and play based activities, helping them to rebuild their social and emotional skills in both Welsh and English. All local authorities will receive a share of the funding to stage activities in their areas as part of the Summer of Fun. Within this funding we are providing £450k between Sport Wales and the Arts Council for Wales to enable them to develop a series of pilots looking at how to provide sporting and cultural activities around the school day.

Outdoor Education - £2m

- 2.8** [£2m to support the residential outdoor education sector in Wales](#). The package of funding will provide eligible centres across Wales with support to cover essential operating costs during the period June to September 2021.

Cultural Recovery Fund - £30m

- 2.9** [£30m to extend the Cultural Recovery Fund](#) and support Wales' diverse culture sector through the pandemic. Jointly delivered by Welsh Government, the Arts Council for Wales and local authorities this fund provided over £60 million of support to theatres, music venues, heritage sites, events, museums, libraries, galleries, independent cinemas and freelancers in 2020-21.

Education Renew & Reform - £19.25m

- 2.10** [£19.25m to support education and early years settings](#). The funding will be used to ensure children continue their learning progress following disruption due to the pandemic, with a focus on the wellbeing of children and staff. £13m will be for additional support for early years learners, in both schools and non-maintained settings. An extra £6m will be allocated to schools to support teaching staff, promote wellbeing and

progression and expand on the positive changes already made to ways of working.

Support for Rail Services - £70m

- 2.11** £70m of revenue support to Transport for Wales Rail Limited, to help meet operating costs from September until the end of November, whilst passenger numbers and fares remain uncertain.

Other allocations from reserves

International Learning Exchange Programme- £26m

- 2.12** £26m to launch the [International Learning Exchange Programme](#) for Wales offering opportunities to learners, young people, educators and staff from the 2022/23 academic year until 2027. This funding is part of a total £65m investment. The programme will create a wide range of international educational exchanges involving both physical mobility and strategic partnerships, ensuring that all the benefits that learners and staff have enjoyed in the past from the Erasmus+ programme continue to be available in the future..

Cardiff Airport - £16m

- 2.13** £16m investment, comprising £11m revenue and £5m capital [to support Cardiff Airport](#). This funding is part of a total £42.6m grant to enable Cardiff Airport to restructure its operations and secure its long term viability.

Employer Incentives Scheme - £8.7m

- 2.14** £8.7m to [extend the Employer Incentive Scheme](#) which will now run until 30 September. Businesses are able to claim up to £4,000 for each new apprentice hired under the age of 25 and £2,000 for each new under 25 year old apprentice employed for less than 30 hours a week.

National Broadcast Archive - £1m

- 2.15** £1m capital to support the National Library of Wales with the development of a [National Broadcast Archive](#) for Wales.

3. Changes to the Wales Budget since Final Budget 2020-21

3.1 Tables 3.1 to 3.4 set out the net impact of all the changes to the Welsh budget. Table 3.5 summarises the total allocations by MEG.

Table 3.1 – Sources of Finance for Welsh Government

COMPONENTS OF WELSH GOVERNMENT FINANCING	2021-22 Final Budget	Changes	2021-22 Supplementary Budget New Plans June 2021
	£000s	£000s	£000s
RESOURCE FINANCING			
Departmental Expenditure Limit (DEL):			
Fiscal	14,848,780	1,388,399	16,237,179
Non-Fiscal	690,064	829,896	1,519,960
Drawdown from the Wales Reserve	125,000	0	125,000
Annually Managed Expenditure (AME):			
Fiscal	27,915	0	27,915
Non-Fiscal	149,934	0	149,934
Wales Devolved Financing:			
Non Domestic Rates	1,101,000	-379,500	721,500
Welsh Rate of Income Tax	2,064,061	0	2,064,061
Land Transaction Tax	230,998	49,217	280,215
Landfill Disposals Tax	32,728	1,622	34,350
Principal repayment of borrowing	-2,417	0	-2,417
TOTAL RESOURCE FINANCING	19,268,063	1,889,634	21,157,697
CAPITAL FINANCING			
Departmental Expenditure Limit (DEL):			
General	2,392,686	69,664	2,462,350
Financial Transactions	138,134	9,570	147,704
Annually Managed Expenditure (AME):			
Capital	968,961	0	968,961
Wales Devolved Financing:			
Borrowing	150,000	0	150,000
TOTAL CAPITAL FINANCING	3,649,781	79,234	3,729,015
TOTAL WELSH FINANCING	22,917,844	1,968,868	24,886,712

Table 3.2 – Allocation of the Wales Budget

MAIN EXPENDITURE GROUPS (MEGs)	£000s			
	2021-22 Final Budget Restated	Changes	2020-21 Supplementary Budget New Plans June 2021-22	
Health and Social Services	9,763,962	128,319	9,892,281	
Finance and Local Government	5,476,516	-27,400	5,449,116	
Education and the Welsh Language	2,739,363	518,962	3,258,325	
Climate Change	2,604,162	125,542	2,729,704	
Economy	553,792	90,592	644,384	
Rural Affairs	356,305	0	356,305	
Social Justice	150,124	1,622	151,746	
Central Services and Administration	324,374	843	325,217	
Total Allocation to Welsh Government MEGs	21,968,598	838,480	22,807,078	
Unallocated Resource	Fiscal Resource	609,526	655,391	1,264,917
	Non-Fiscal Resource	149,515	404,916	554,431
Unallocated Capital	General	56,669	57,357	114,026
	Financial Transactions	54,841	12,724	67,565
Senedd Commission	62,914	0	62,914	
Public Services Ombudsman for Wales	5,110	0	5,110	
Wales Audit Office	8,148	0	8,148	
Electoral Commission	1,750	0	1,750	
Direct Charges to the Welsh Consolidated Fund	773	0	773	
TOTAL WELSH BUDGET	22,917,844	1,968,868	24,886,712	

Table 3.3 – Changes to the Welsh Government MEG Resource Allocations

MAIN EXPENDITURE GROUPS (MEGs)	£000s					
	FISCAL			NON-FISCAL		
	2021-22 Final Budget Restated	Changes	2021-22 Supplementary Budget New Plans June 2021	2021-22 Final Budget Restated	Changes	2021-22 Supplementary Budget New Plans June 2021
Health and Social Services	9,041,822	128,319	9,170,141	186,137	0	186,137
Finance and Local Government	4,166,107	352,100	4,518,207	212	0	212
Education and the Welsh Language	1,535,872	131,982	1,667,854	111,168	386,980	498,148
Climate Change	780,405	78,699	859,104	201,121	38,000	239,121
Economy	368,371	89,892	458,263	11,598	0	11,598
Rural Affairs	330,145	0	330,145	11,554	0	11,554
Social Justice	101,677	1,622	103,299	169	0	169
Central Services and Administration	291,795	1,233	293,028	16,000	0	16,000
Total Allocation to Welsh Government MEGs	16,616,194	783,847	17,400,041	537,959	424,980	962,939

Table 3.4 – Changes to the Welsh Government MEG Capital Allocations

MAIN EXPENDITURE GROUPS (MEGs)	£000s					
	GENERAL CAPITAL			FINANCIAL TRANSACTIONS		
	2021-22 Final Budget Restated	Changes	2021-22 Supplementary Budget New Plans June 2021	2021-22 Final Budget Restated	Changes	2021-22 Supplementary Budget New Plans June 2021
Health and Social Services	387,600	0	387,600	0	0	0
Finance and Local Government	209,197	0	209,197	0	0	0
Education and the Welsh Language	269,780	0	269,780	1,968	0	1,968
Climate Change	1,448,580	11,997	1,460,577	77,464	-3,154	74,310
Economy	124,913	700	125,613	385	0	385
Rural Affairs	14,606	0	14,606	0	0	0
Social Justice	16,887	0	16,887	3,476	0	3,476
Central Services and Administration	13,579	-390	13,189	0	0	0
Total Allocation to Welsh Government MEGs	2,485,142	12,307	2,497,449	83,293	-3,154	80,139

3.2 An overview of the changes to the sources of finance are provided below and details of allocations from reserves can be found in section 4.

Adjustments to Sources of Finance

Fiscal Resource

- 3.3** The Fiscal Resource baseline has increased by a net amount of £1,388,399k comprising:
- Barnett consequentials totalling £1,350,018k comprising:
 - £735,315k in respect of funding announced in the UK Spring Budget 2021; and
 - £614,703k received at the UK Government's Main Estimates in May 2021;
 - An increase of £8,447k in respect of Business Rates Relief repayment announced at Main Estimates;
 - A transfer in of £28,169k from the Home Office in respect of the Immigration Health Surcharge;
 - A transfer in of £3,975k from the Ministry of Justice in respect of offender learning at HMP Berwyn;
 - A transfer in of £1,233k from the Securities and Intelligence Agencies in respect of cyber resilience;
 - A transfer in of £1,622k from HM Treasury in respect of Financial Advice Services;
 - A reduction of £(2,935)k as a result of a recalculation and increase in the block grant adjustment;
 - Transfers out totalling £(2,028)k to the Department for Culture, Media and Sport in respect of the 'Green Recovery' programme; and
 - A transfer out of £100k to HM Treasury in respect of funding the Office for Budget Responsibility for work undertaken on devolved tax forecasts.

Non-Fiscal Resource

3.4 Since the Final Budget the non fiscal resource baseline has increased by £829,896k:

- £38,000k to reflect depreciation on the core valley line;
- Net reduction of £(2,580) relating to Barnett consequentials in the Main Estimates 2021-22; and
- £794,476k in respect of Student Loans as a result Barnett consequentials arising from an increase to the Department for Education non-fiscal budget.

Wales Devolved Financing

3.5 The forecasts for Land Transaction Tax and Landfill Tax have increased by £50,839k reflecting the latest forecasts published by the [OBR](#). Whilst the OBR's update also revises the forecast for the Welsh Rate of Income Tax (WRIT) for 2021-22, the revenues from WRIT in this budget remain as £2,064,061k as reflected in the December 2020 Outlook in accordance with the [Fiscal Framework](#) agreed with the UK Government. The level of local authority expenditure financed by non-domestic rates has reduced by £375,900k to offset the rates relief provided through the DEL in the Finance and Local Government MEG.

General Capital

3.6 The general capital baseline has increased by a net amount of £69,664k received as a result of the Main Estimates in May 2021 and comprising:

- An increase from Barnett consequentials totalling £21,054k;
- An increase in Non-Barnett additions of £41,300k in respect of funding for City and Growth Deals;
- An increase of £16,000k in respect of amounts re-profiled from 2020-21; and
- A decrease of £(8,690)k in respect of transfers to other Government Departments.

Financial Transactions Capital

3.7 The baseline ring-fenced for financial transaction capital has increased by £9,570k due to consequentials received as a result of the Main Estimates in May 2021.

Table 3.5 – Summary of the Welsh Government MEG Total Allocations

2021-22 TOTAL MEG ALLOCATIONS as per SUPPLEMENTARY BUDGET										
£000s										
MAIN EXPENDITURE GROUPS (MEGs)	Resource			Capital			AME			TOTAL MEG ALLOCATION
	Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Health and Social Services	9,170,141	186,137	9,356,278	387,600	0	387,600	148,403	0	148,403	9,892,281
Finance and Local Government	4,518,207	212	4,518,419	209,197	0	209,197	721,500	0	721,500	5,449,116
Education and the Welsh Language	1,667,854	498,148	2,166,002	269,780	1,968	271,748	-148,386	968,961	820,575	3,258,325
Climate Change	859,104	239,121	1,098,225	1,460,577	74,310	1,534,887	96,592	0	96,592	2,729,704
Economy	458,263	11,598	469,861	125,613	385	125,998	48,525	0	48,525	644,384
Rural Affairs	330,145	11,554	341,699	14,606	0	14,606	0	0	0	356,305
Social Justice	103,299	169	103,468	16,887	3,476	20,363	27,915	0	27,915	151,746
Central Services and Administration	293,028	16,000	309,028	13,189	0	13,189	3,000	0	3,000	325,217
TOTAL ALLOCATIONS TO WELSH GOVERNMENT MEGs	17,400,041	962,939	18,362,980	2,497,449	80,139	2,577,588	897,549	968,961	1,866,510	22,807,078

4. Transfers between Ministerial Portfolios

4.1 There have been five transfers between Ministerial portfolios in this supplementary budget totalling £10,693k. The details are as follows:

Fiscal Resource

4.2 Two transfers from Health & Social Services MEG to the Education & Welsh Language MEG comprising:

- £2,500k from the Other NHS Budgets BEL to the Student Support BEL in respect of the extension of the NHS Wales Bursary arrangements for students electing to study health related subjects in Wales; and
- £1,900k from the Support for Childcare and Play BEL to the Curriculum and Assessment BEL to harmonise the funding rate for Foundation Phase Nursery and childcare within the Childcare Offer, to ensure market stability and provide a consistent funding environment to implement our longer term vision of delivering 'Early Childhood Education and Care'.

4.3 A transfer of £43k from the Tackling Disaffection BEL in the Education and Welsh Language MEG to the Careers Wales BEL in the Economy MEG for the continued funding of a dedicated home education post within Careers Wales to work directly with home educated young people in 2021-22; and

4.4 Two transfers from the Economy MEG to the Education and Welsh Language MEG comprising:

- £4,500k from the Worked Based Learning BEL to the HEFCW Programme Expenditure BEL in respect of Degree Apprenticeships; and
- £1,750k from the Employability and Skills BEL to the Further Education Provision BEL in respect of Personal Learning Accounts.

5. Transfers within Ministerial Portfolios

5.1 In addition to the transfers between Ministerial Portfolios detailed in section 4, there are a number of transfers between BELs within the same portfolios which are included within the published BEL Tables. These are generally administrative in nature and have no net effect on the individual MEG totals.

Health and Social Services

5.2 Multiple resource transfers totalling £72,265k and one capital transfer of £4,000k have taken place between BELs within the Health and Social Services MEG. In summary, these transfers:

- correctly align the allocations to Local Health Boards;
- align allocations to fund specific commitments; and
- provide the necessary funding for the set-up of the new body 'Digital Health and Care Wales'.

Education and the Welsh Language

5.3 Multiple resource transfers totalling £5,004k have taken place between BELs within the Education and Welsh Language MEG, the most significant of which relates to:

- £4,432k transferred from the Targeted Student Support Awards BEL into the Further Education Provision BEL. The transfer is purely administrative in nature and reflects a change in responsibilities.

Climate Change

5.4 Multiple resource transfers totalling £1,199k have taken place between BELs within the Climate Change MEG in order to correctly align budgets.

Economy

5.5 Two resource transfers totalling £2,691k have taken place between BELs within the Economy MEG. The £2,691k has been transferred into the Employability and Skills BEL and is comprised of:

- £1,556k from the Skills Policy Engagement BEL in order to amalgamate the budgets; and
- £1,135k from the Work Based Learning BEL for Inspiring Skills Excellence in Wales.

Rural Affairs

5.6 Two resource transfers totalling £8,980k have taken place between BELs within the Rural Affairs MEG. They involve the transfer of EU replacement funding in order to support new domestic schemes and comprise the following:

- £6,880k from the Rural Development Plan BEL to the Rural Economic and Sustainability Programme BEL for the new domestic Renewable Energy Support Programme and in response to the BEW review; and
- £2,100k from the Fisheries scheme BEL to the Fisheries BEL.

6. Changes to Reserves

6.1 This budget regularises a number of allocations to and from reserves. A full list can be found in table 6.1.

Allocations from Fiscal Resource Reserves

6.2 Allocations totalling £705,600k have been made from fiscal resource reserves in response to COVID-19. The allocations are as follows and full details of the BELs the allocations were made to can be found in table 6.1:

• Health and Social Services	£ 104,550k
• Finance and Local Government	£ 352,200k
• Education and the Welsh Language	£ 91,400k
• Climate Change	£ 70,000k
• Economy	£ 87,450k

6.3 In addition the following allocations totalling £80,426k have been made to portfolios from fiscal resource reserves:

- Health and Social Services:
 - £28,169k to the Core NHS Allocations BEL in respect of the Immigration Health Surcharge;
- Education and the Welsh Language:
 - £26,000k to the International Learning Exchange Programme BEL; and
 - £3,975k to the Offender Learning BEL in respect of HMP Berwyn;
- Climate Change:
 - £10,727k to the Aviation BEL in respect of Cardiff Airport;
- Economy:
 - £8,700k to the Work Based Learning BEL in respect of Apprenticeships;
- Social Justice:
 - £1,622k to the Advice Services BEL in respect of debt advice; and

- Central Services and Administration:
 - £1,233 to the Cyber Resilience BEL.

Transfers to Fiscal Resource Reserves

6.4 Transfers totalling £2,179k have been made into fiscal resource reserves to cover the cost of transfers to other Government Departments. Full details of these transfers can be found in table 6.1 below.

Allocations from Non Fiscal Resource Reserves

6.5 There have been two allocations totalling £424,980k from non fiscal resource reserves in this supplementary budget. These comprise:

- £386,980k to the Education and Welsh Language MEG in respect of Student Loans; and
- £38,000k to the Climate Change MEG in respect of depreciation for the core valley line.

Allocations from General Capital Reserves

6.6 There have been three allocations totalling £21,297k from general capital reserves in this supplementary budget. These comprise:

- £20,297k to the Climate Change MEG:
 - £15,000k to reflect the carry forward of energy loan funding arising as a result of the reclassification of Salix Ltd; and
 - £5,297k in respect of Cardiff Airport; and
- £1,000k to the Economy MEG in respect of the National Library of Wales, National Broadcast Archive.

Allocations to Financial Transaction Capital Reserves

6.7 There has been one transfer of £3,154k back to the financial transaction capital reserves in this supplementary budget from the Aviation BEL in the Climate Change MEG in respect of the support provided to Cardiff Airport.

Table 6.1 below reflects all the movements on reserves:

Table 6.1 - Changes to the 2020-21 Reserves since Final Budget and the Allocations from Reserves being made in this Supplementary Budget

	£000s						
	Fiscal Resource	Non-Fiscal Resource	Total Resource	General Capital	Financial Transaction Capital	Total Capital	Total
Reserves as per Final Budget	609,526	149,515	759,041	56,669	54,841	111,510	870,551
Transfers & Consequentials since Final Budget	1,388,399	829,896	2,218,295	69,664	9,570	79,234	2,297,529
Adjustments to Sources of Finance	(328,661)	0	(328,661)	0	0	0	(328,661)
Revised Reserves	1,669,264	979,411	2,648,675	126,333	64,411	190,744	2,839,419
CHANGES:							
HEALTH & SOCIAL SERVICES							
COVID-19 Allocations:	(104,550)	0	(104,550)	0	0	0	(104,550)
Core NHS Allocations - Health Recovery	(100,000)	0	(100,000)	0	0	0	(100,000)
Support for Childcare and Play - Children & Young People	(4,550)	0	(4,550)	0	0	0	(4,550)
Others:	(28,169)	0	(28,169)	0	0	0	(28,169)
Other NHS Budgets - Immigration Health Surcharge	(28,169)	0	(28,169)	0	0	0	(28,169)
HEALTH & SOCIAL SERVICES	(132,719)	0	(132,719)	0	0	0	(132,719)
FINANCE AND LOCAL GOVERNMENT							
COVID-19 Allocations:	27,300	0	27,300	0	0	0	27,300
Non-Domestic Rates – Rates Relief	(352,200)	0	(352,200)	0	0	0	(352,200)

Non-Domestic Rates – Distributable Amount - AME	379,500	0	379,500	0	0	0	379,500
Others:	100	0	100	0	0	0	100
Devolved Taxes - Cost of Providing Tax Forecasts	100	0	100	0	0	0	100
FINANCE AND LOCAL GOVERNMENT	27,400	0	27,400	0	0	0	27,400
EDUCATION AND THE WELSH LANGUAGE							
COVID-19 Allocations:	(91,400)	0	(91,400)	0	0	0	(91,400)
Curriculum Review - Education Renew & Reform	(6,250)	0	(6,250)	0	0	0	(6,250)
Teacher Development and Support – Learning Recovery & Progression	(6,650)	0	(6,650)	0	0	0	(6,650)
Further Education Provision – Learning Recovery & Progression and Transition & Catch Up	(41,500)	0	(41,500)	0	0	0	(41,500)
School Improvement Grant – Learning Recovery & Progression and Education Renew and Reform	(37,000)	0	(37,000)	0	0	0	(37,000)
Others:	(29,975)	(386,980)	(416,955)	0	0	0	(416,955)
International Learning Exchange Programme	(26,000)	0	(26,000)	0	0	0	(26,000)
Student Loans Resource Budget Provision	0	(386,980)	(386,980)	0	0	0	(386,980)
Offender Learning – HMP Berwyn	(3,975)	0	(3,975)	0	0	0	(3,975)
EDUCATION AND THE WELSH LANGUAGE	(121,375)	(386,980)	(508,355)	0	0	0	(508,355)

CLIMATE CHANGE							
COVID-19 Allocations:	(70,000)	0	(70,000)	0	0	0	(70,000)
Transport for Wales -Support for Rail Services	(70,000)	0	(70,000)	0	0	0	(70,000)
Others:	(8,699)	(38,000)	(46,699)	(11,997)	3,154	(8,843)	(55,542)
Biodiversity, Evidence and Plant Health - eNGO Capacity Building Scheme & Nature Networks	2,028	0	2,028	8,300	0	8,300	10,328
Aviation - Cardiff Airport	(10,727)	0	(10,727)	(5,297)	3,154	(2,143)	(12,870)
Transport for Wales - Core Valley Line Depreciation	0	(38,000)	(38,000)	0	0	0	(38,000)
Welsh Government Energy Service - Salix Loan Carry Forward	0	0	0	(15,000)	0	(15,000)	(15,000)
CLIMATE CHANGE	(78,699)	(38,000)	(116,699)	(11,997)	3,154	(8,843)	(125,542)
ECONOMY							
COVID-19 Allocations:	(87,450)	0	(87,450)	0	0	0	(87,450)
Business & Regional Economic Development – Future Support for Business & Outdoor Education	(57,000)	0	(57,000)	0	0	0	(57,000)
Arts Council of Wales - Cultural Recovery Fund and Support for Children & Young People	(8,950)	0	(8,950)	0	0	0	(8,950)
Sport Wales - Support for Children & Young People	(300)	0	(300)	0	0	0	(300)
Support for Local Culture and Sport - Cultural Recovery Fund	(21,200)	0	(21,200)	0	0	0	(21,200)

Others:	(8,649)	0	(8,649)	(700)	0	(700)	(9,349)
Cadw - National Lottery Heritage Fund	51		51	300		300	351
National Library of Wales - National Broadcast Archive	0	0	0	(1,000)	0	(1,000)	(1,000)
Work Based Learning - Apprenticeship	(8,700)		(8,700)			0	(8,700)
ECONOMY	(96,099)	0	(96,099)	(700)	0	(700)	(96,799)
SOCIAL JUSTICE							
Others:	(1,622)	0	(1,622)	0	0	0	(1,622)
Advice Services - Financial Levy for Debt Advice	(1,622)	0	(1,622)	0	0	0	(1,622)
SOCIAL JUSTICE	(1,622)	0	(1,622)	0	0	0	(1,622)
CENTRAL SERVICES & ADMINISTRATION							
Others:	(1,233)	0	(1,233)	390	0	390	(843)
General Administration Expenditure - Geospatial Agreement	0	0	0	390	0	390	390
Cyber Resilience	(1,233)	0	(1,233)	0	0	0	(1,233)
CENTRAL SERVICES & ADMINISTRATION	(1,233)	0	(1,233)	390	0	390	(843)
Reserves in this Budget	1,264,917	554,431	1,819,348	114,026	67,565	181,591	2,000,939

7. Annually Managed Expenditure (AME) Budgets

- 7.1** AME budgets detailed in the Final Budget reflected the last forecasts provided to HM Treasury.
- 7.2** One adjustment has been made since the Final Budget was approved:
- The Non Domestic Rates (NDR) Rates Relief budget within the Finance and Local Government MEG has been reduced by £379,500k to counter balance the additional DEL funding provided to the MEG. The DEL allocation was made in response to the expected reduction of NDR revenues to local government as a result of COVID-19.

Table 7.1 below sets out the current AME budgets.

Table 7.1 – Changes to the Welsh Government MEG AME Allocations

MAIN EXPENDITURE GROUPS (MEGs)	£000s					
	RESOURCE			CAPITAL		
	2021-22 Final Budget Restated	Changes	2021-22 Supplementary Budget New Plans June 2021	2020-21 Final Budget Restated	Changes	2021-22 Supplementary Budget New Plans June 2021
Health and Social Services	148,403	0	148,403	0	0	0
Finance and Local Government	1,101,000	-379,500	721,500	0	0	0
Education and the Welsh Language	-148,386	0	-148,386	968,961	0	968,961
Climate Change	96,592	0	96,592	0	0	0
Economy	48,525	0	48,525	0	0	0
Rural Affairs	0	0	0	0	0	0
Social Justice	27,915	0	27,915	0	0	0
Central Services and Administration	3,000	0	3,000	0	0	0
Total Allocation to Welsh Government	1,277,049	-379,500	897,549	968,961	0	968,961

Annex 1 - Restatement of 2021-22 Final Budget to Reflect the Changes in Ministerial Responsibilities

2021-22 Final Budget Allocations Prior to Changes in Ministerial Responsibilities										
£000s										
MAIN EXPENDITURE GROUPS (MEGs)	Resource			Capital			AME			TOTAL MEG ALLOCATION
	Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Health and Social Services	8,925,807	186,137	9,111,944	382,528	-	382,528	148,403	-	148,403	9,642,875
Housing and Local Government	4,411,441	381	4,411,822	728,465	65,806	794,271	1,130,517	-	1,130,517	6,336,610
Economy and Transport	615,568	192,436	808,004	807,163	13,766	820,929	127,515	-	127,515	1,756,448
Education	1,515,870	111,052	1,626,922	279,491	1,968	281,459	(148,386)	968,961	820,575	2,728,956
Mental Health, Wellbeing and Welsh Language	268,345	10,278	278,623	50,938	(227)	50,711	16,000	-	16,000	345,334
Environment, Energy and Rural Affairs	510,159	21,675	531,834	197,892	-	197,892	-	-	-	729,726
Central Services and Administration	369,004	16,000	385,004	38,665	1,980	40,645	3,000	-	3,000	428,649
TOTAL ALLOCATIONS TO WELSH GOVERNMENT MEGs	16,616,194	537,959	17,154,153	2,485,142	83,293	2,568,435	1,277,049	968,961	2,246,010	21,968,598

2021-22 Final Budget Allocations Following Changes in Ministerial Responsibilities										
£000s										
MAIN EXPENDITURE GROUPS (MEGs)	Resource			Capital			AME			TOTAL MEG ALLOCATION
	Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Health and Social Services	9,041,822	186,137	9,227,959	387,600	-	387,600	148,403	-	148,403	9,763,962
Finance and Local Government	4,166,107	212	4,166,319	209,197	-	209,197	1,101,000	-	1,101,000	5,476,516
Education and the Welsh Language	1,535,872	111,168	1,647,040	269,780	1,968	271,748	(148,386)	968,961	820,575	2,739,363
Climate Change	780,405	201,121	981,526	1,448,580	77,464	1,526,044	96,592	-	96,592	2,604,162
Economy	368,371	11,598	379,969	124,913	385	125,298	48,525	-	48,525	553,792
Rural Affairs	330,145	11,554	341,699	14,606	-	14,606	-	-	-	356,305
Social Justice	101,677	169	101,846	16,887	3,476	20,363	27,915	-	27,915	150,124
Central Services and Administration	291,795	16,000	307,795	13,579	-	13,579	3,000	-	3,000	324,374
TOTAL ALLOCATIONS TO WELSH GOVERNMENT MEGs	16,616,194	537,959	17,154,153	2,485,142	83,293	2,568,435	1,277,049	968,961	2,246,010	21,968,598

MOVEMENTS										
£000s										
MAIN EXPENDITURE GROUPS (MEGs)	Resource			Capital			AME			TOTAL MEG ALLOCATION
	Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Health and Social Services	116,015	-	116,015	5,072	-	5,072	-	-	-	121,087
Finance and Local Government	(245,334)	(169)	(245,503)	(519,268)	(65,806)	(585,074)	(29,517)	-	(29,517)	(860,094)
Education and the Welsh Language	20,002	116	20,118	(9,711)	-	(9,711)	-	-	-	10,407
Climate Change	780,405	201,121	981,526	1,448,580	77,464	1,526,044	96,592	-	96,592	2,604,162
Economy	(247,197)	(180,838)	(428,035)	(682,250)	(13,381)	(695,631)	(78,990)	-	(78,990)	(1,202,656)
Rural Affairs	(180,014)	(10,121)	(190,135)	(183,286)	-	(183,286)	-	-	-	(373,421)
Social Justice	101,677	169	101,846	16,887	3,476	20,363	27,915	-	27,915	150,124
Central Services and Administration	(77,209)	-	(77,209)	(25,086)	(1,980)	(27,066)	-	-	-	(104,275)
Mental Health, Wellbeing and Welsh Language	(268,345)	(10,278)	(278,623)	(50,938)	227	(50,711)	(16,000)	-	(16,000)	(345,334)
NET MOVEMENT	-	-	-	-	-	-	-	-	-	-

Unless annotated the movements listed below reflect the transfer of BELs between MEGs

HEALTH and SOCIAL SERVICES (H&SS)												
£000s												
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Health and Social Services Allocation			8,925,807	186,137	9,111,944	382,528	-	382,528	148,403	-	148,403	9,642,875
Transferred in:	MHW&WL	Mental Health	36,260		36,260			-			-	36,260
	MHW&WL	Substance Misuse Action Plan Fund	28,725		28,725	5,072		5,072			-	33,797
	MHW&WL	Food Standards Agency	3,610		3,610			-			-	3,610
	MHW&WL	Research and Development	42,075		42,075			-			-	42,075
	MHW&WL	Health Improvement and Healthy Working	8,514		8,514			-			-	8,514
Transferred out:	SJ	Older People Commissioner	(1,589)		(1,589)			-			-	(1,589)
	SJ	Children's Commissioner	(1,580)		(1,580)			-			-	(1,580)
Restated Health and Social Services Allocation			9,041,822	186,137	9,227,959	387,600	-	387,600	148,403	-	148,403	9,763,962

FINANCE and LOCAL GOVERNMENT (F&LG)												
£000s												
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Housing and Local Government Allocation			4,411,441	381	4,411,822	728,465	65,806	794,271	1,130,517	-	1,130,517	6,336,610
Transferred in:	CS&A	Land Release Fund	276		276	10,560		10,560			-	10,836
	CS&A	Welsh Revenue Authority	6,496		6,496			-			-	6,496
	CS&A	Devolved Taxes	419		419			-			-	419
	CS&A	Cost of Borrowing	2,419		2,419			-			-	2,419
	CS&A	Economic Research	46		46			-			-	46
	CS&A	National Procurement Service	1,461		1,461			-			-	1,461
	CS&A	e-procurement	3,000		3,000			-			-	3,000
	CS&A	Invest to Save	(3,192)		(3,192)	3,056		3,056			-	(136)
	CS&A	Invest to Save Fund Repayment	6,536		6,536	(2,537)		(2,537)			-	3,999
Transferred out:	CC	Homelessness	(21,907)		(21,907)			-			-	(21,907)
	CC	Housing Policy	(4,884)		(4,884)			-			-	(4,884)
	CC	Housing Support Grant	(166,763)		(166,763)			-			-	(166,763)

CC	Building Safety	(3,545)		(3,545)	(20,000)	(12,000)	(32,000)			-	(35,545)
CC	Housing Finance Grant	(13,100)		(13,100)			-			-	(13,100)
CC	Housing Programme Revenue Funding	(1,073)		(1,073)			-			-	(1,073)
CC	Regeneration	(560)		(560)	(41,808)	(5,000)	(46,808)			-	(47,368)
CC	Cardiff Harbour Authority	(5,400)		(5,400)			-			-	(5,400)
CC	Planning and Regulation Expenditure	(5,096)		(5,096)			-			-	(5,096)
CC	Rapid Response Adaptation Programme			-	(17,660)		(17,660)			-	(17,660)
CC	Integrated Care Fund			-	(40,000)		(40,000)			-	(40,000)
CC	Major Repairs Allowance and Dowry Gap Funding			-	(108,000)		(108,000)			-	(108,000)
CC	Social Housing Grants (SHG)			-	(299,999)		(299,999)			-	(299,999)
CC	Land for Housing			-		(10,000)	(10,000)			-	(10,000)
CC	Help to Buy Wales Fund and Other Schemes			-		(97,310)	(97,310)			-	(97,310)
CC	Help to Buy Wales Fund and Other Schemes - Repayment			-		60,000	60,000			-	60,000
CC	Help to Buy - AME			-			-	(1,602)		(1,602)	(1,602)
SJ	Transformation and Legislation ^{Note}	(526)		(526)			-			-	(526)
SJ	Transformation and Legislation ^{Note}	(338)		(338)			-			-	(338)

SJ	Financial Inclusion	(23,702)		(23,702)		(1,496)	(1,496)			-	(25,198)
SJ	Digital Inclusion	(1,250)	(149)	(1,399)			-			-	(1,399)
SJ	Supporting Communities	(1,483)		(1,483)	(1,000)		(1,000)			-	(2,483)
SJ	Fire and Rescue Service	(8,405)	(20)	(8,425)	(1,000)		(1,000)			-	(9,425)
SJ	Fire and Rescue Service - Communication Systems	(3,915)		(3,915)	(210)		(210)			-	(4,125)
SJ	Community Fire Safety	(848)		(848)	(670)		(670)			-	(1,518)
SJ	Fire Service Pensions - AME			-			-	(27,915)		(27,915)	(27,915)
Restated Finance and Local Government Allocation		4,166,107	212	4,166,319	209,197	-	209,197	1,101,000	-	1,101,000	5,476,516

Note:

The 'Transformation and Legislation' BEL remains in the F&LG MEG but the following transfers have been made into the new SJ MEG:

£526k into the new 'Social Partnership' BEL; and
£338k into the existing 'Community Support and Safety' BEL.

EDUCATION and THE WELSH LANGUAGE (E&WL)												
£000s												
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Education Allocation			1,515,870	111,052	1,626,922	279,491	1,968	281,459	(148,386)	968,961	820,575	2,728,956
Transferred in:	MHW&WL	Welsh Language	20,949	116	21,065			-			-	21,065
	MHW&WL	Welsh Language Commissioner	3,207		3,207	30		30			-	3,237
Transferred out:	Econ	Business Innovation	(604)		(604)	(4,066)		(4,066)			-	(4,670)
	Econ	Science	(1,350)		(1,350)	(4,874)		(4,874)			-	(6,224)
	Econ	Life Sciences	(2,200)		(2,200)	(801)		(801)			-	(3,001)
Restated Education and the Welsh Language Allocation			1,535,872	111,168	1,647,040	69,780	1,968	271,748	(148,386)	968,961	820,575	2,739,363

			CLIMATE CHANGE (CC)									
			£000s									
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Climate Change Allocation			-	-	-	-	-	-	-	-	-	-
Transferred in:	F&LG	Homelessness	21,907		21,907			-			-	21,907
	F&LG	Housing Policy	4,884		4,884			-			-	4,884
	F&LG	Housing Support Grant	166,763		166,763			-			-	166,763
	F&LG	Building Safety	3,545		3,545	20,000	12,000	32,000			-	35,545
	F&LG	Housing Finance Grant	13,100		13,100			-			-	13,100
	F&LG	Housing Programme Revenue Funding	1,073		1,073			-			-	1,073
	F&LG	Regeneration	560		560	41,808	5,000	46,808			-	47,368
	F&LG	Cardiff Harbour Authority	5,400		5,400			-			-	5,400
	F&LG	Planning and Regulation Expenditure	5,096		5,096			-			-	5,096
	F&LG	Rapid Response Adaptation Programme			-	17,660		17,660			-	17,660
	F&LG	Integrated Care Fund			-	40,000		0,000			-	40,000

F&LG	Major Repairs Allowance and Dowry Gap Funding			-	108,000		108,000			-	108,000
F&LG	Social Housing Grants (SHG)			-	299,999		299,999			-	299,999
F&LG	Land for Housing			-		10,000	10,000			-	10,000
F&LG	Help to Buy Wales Fund and Other Schemes			-		97,310	97,310			-	97,310
F&LG	Help to Buy Wales Fund and Other Schemes - Repayment			-		(60,000)	(60,000)			-	(60,000)
F&LG	Help to Buy - AME			-			-	1,602		1,602	1,602
Econ	Public Sector Broadband Aggregation	11,500		11,500			-			-	11,500
Econ	ICT Infrastructure Operations	1,527	2,309	3,836	26,000		26,000			-	29,836
Econ	Network Asset Management	5,686		5,686			-			-	5,686
Econ	Network Operations	65,298	188,691	253,989	106,497		106,497			-	360,486
Econ	Aviation	5,605		5,605	2,000	3,154	5,154			-	10,759
Econ	National Transport Infrastructure	650		650	128,100		128,100			-	128,750
Econ	Rail Ancillary	850		850			-			-	850
Econ	Transport for Wales	185,400		185,400	274,680		274,680			-	460,080
Econ	Bus Support	69,205		69,205			-			-	69,205
Econ	Smartcards	1,466		1,466	1,000		1,000			-	2,466
Econ	Concessionary Fares	23,482		23,482	37,000		37,000			-	60,482
Econ	Youth Discounted Travel Scheme	2,000		2,000			-			-	2,000

Econ	Sustainable and Active Travel	630		630	104,650	10,000	114,650			-	115,280
Econ	Road Safety	4,764		4,764	6,900		6,900			-	11,664
Econ	Local Transport Priorities			-	51,000		51,000			-	51,000
Econ	Road Impairment - AME			-			-	94,990		94,990	94,990
RA	Environment Legislation & Governance	181		181			-			-	181
RA	Fuel Poverty Programme	4,370		4,370	27,000		27,000			-	31,370
RA	Welsh Government Energy Service	3,970		3,970	13,000		13,000			-	16,970
RA	Radioactivity & Pollution Prevention	3,415		3,415	17,095		17,095			-	20,510
RA	Clean Energy	3,457		3,457			-			-	3,457
RA	Climate Change Action	1,986		1,986			-			-	1,986
RA	Flood Risk Management & Water Revenue	29,415		29,415	45,500		45,500			-	74,915
RA	Local Environment Quality	449		449			-			-	449
RA	Community Involvement	60		60			-			-	60
RA	Landfill Disposals Tax Communities Scheme	1,500		1,500			-			-	1,500
RA	Enabling Natural Resources	4,274		4,274	6,423		6,423			-	10,697
RA	Biodiversity, Evidence and Plant Health	6,625		6,625	21,000		21,000			-	27,625
RA	Forestry	1,221	83	1,304	4,500		4,500			-	5,804

	RA	Environment Act Implementation	731		731			-			-	731
	RA	Natural Resources Wales	59,717	10,000	69,717	966		966			-	70,683
	RA	Environment Management (Pwllperian)		38	38			-			-	38
	RA	Resource Efficiency and Circular Economy	45,316		45,316	37,500		37,500			-	82,816
	RA	Landscape and Outdoor Recreation	11,416		11,416	8,900		8,900			-	20,316
	RA	Marine Policy, Evidence and Funding ^{Note}	1,911		1,911			-			-	1,911
	RA	Green Infrastructure			-	1,402		1,402			-	1,402
Restated Climate Change Allocation			780,405	201,121	981,526	1,448,580	77,464	1,526,044	96,592	-	96,592	2,604,162

Note:

£1,911k has been transferred in from the 'Fisheries' BEL which remains in the RA MEG.

			ECONOMY (Econ)									
			£000s									
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Economy and Transport Allocation			615,568	192,436	808,004	807,163	13,766	820,929	127,515	-	127,515	1,756,448
Transferred in:	E&WL	Business Innovation	604		604	4,066		4,066			-	4,670
	E&WL	Science	1,350		1,350	4,874		4,874			-	6,224
	E&WL	Life Sciences	2,200		2,200	801		801			-	3,001
	MHW&WL	Tourism	11,962		11,962	7,670		7,670			-	19,632
	MHW&WL	Events Wales	4,718		4,718			-			-	4,718
	MHW&WL	Arts Council of Wales	31,923	119	32,042	1,575		1,575			-	33,617
	MHW&WL	National Museums Of Wales	24,710	2,400	27,110	6,697		6,697			-	33,807
	MHW&WL	National Library of Wales	11,644	1,250	12,894	3,695		3,695			-	16,589
	MHW&WL	Support for Local Culture and Sport	2,817		2,817	1,430		1,430			-	4,247
	MHW&WL	Creative	1,708		1,708	6,989		6,989			-	8,697
	MHW&WL	Books Council of Wales	3,730		3,730	30		30			-	3,760
	MHW&WL	Cadw	7,931	5,480	13,411	8,731		8,731			-	22,142

	MHW&WL	National Botanic Gardens of Wales	594		594	375		375			-	969
	MHW&WL	Royal Commission on the Ancient and Historical Monuments for Wales	1,630	134	1,764	15		15			-	1,779
	MHW&WL	Sport Wales	21,638	779	22,417	8,629		8,629			-	31,046
	MHW&WL	Repayment of Sports Capital Loans Scheme			-		(227)	(227)			-	(227)
	MHW&WL	National Museums of Wales Pension Provision - AME			-			-	9,000		9,000	9,000
	MHW&WL	National Library of Wales Pension Provision - AME			-			-	5,000		5,000	5,000
	MHW&WL	Sport Wales Pension Provision - AME			-			-	2,000		2,000	2,000
	CS&A	Programme Support	1,707		1,707			-			-	1,707
Transferred out:	CC	Public Sector Broadband Aggregation	(11,500)		(11,500)			-			-	(11,500)
	CC	ICT Infrastructure Operations	(1,527)	(2,309)	(3,836)	(26,000)		(26,000)			-	(29,836)
	CC	Network Asset Management	(5,686)		(5,686)			-			-	(5,686)
	CC	Network Operations	(65,298)	(188,691)	(253,989)	(106,497)		(106,497)			-	(360,486)
	CC	Aviation	(5,605)		(5,605)	(2,000)	(3,154)	(5,154)			-	(10,759)
	CC	National Transport Infrastructure	(650)		(650)	(128,100)		(128,100)			-	(128,750)
	CC	Rail Ancillary	(850)		(850)			-			-	(850)
	CC	Transport for Wales	(185,400)		(185,400)	(274,680)		(274,680)			-	(460,080)

	CC	Bus Support	(69,205)		(69,205)			-			-	(69,205)
	CC	Smartcards	(1,466)		(1,466)	(1,000)		(1,000)			-	(2,466)
	CC	Concessionary Fares	(23,482)		(23,482)	(37,000)		(37,000)			-	(60,482)
	CC	Youth Discounted Travel Scheme	(2,000)		(2,000)			-			-	(2,000)
	CC	Sustainable and Active Travel	(630)		(630)	(104,650)	(10,000)	(114,650)			-	(115,280)
	CC	Road Safety	(4,764)		(4,764)	(6,900)		(6,900)			-	(11,664)
	CC	Local Transport Priorities			-	(51,000)		(51,000)			-	(51,000)
	CC	Road Impairment - AME			-			-	(94,990)		(94,990)	(94,990)
Restated Economy Allocation			368,371	11,598	379,969	124,913	385	125,298	48,525	-	48,525	553,792

			RURAL AFFAIRS (RA)									
			£000s									
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Environment, Energy and Rural Affairs Allocation			510,159	21,675	531,834	197,892	-	197,892	-	-	-	729,726
Transferred out:	CC	Environment Legislation & Governance	(181)		(181)			-			-	(181)
	CC	Welsh Government Energy Service	(3,970)		(3,970)	(13,000)		(13,000)			-	(16,970)
	CC	Radioactivity & Pollution Prevention	(3,415)		(3,415)	(17,095)		(17,095)			-	(20,510)
	CC	Clean Energy	(3,457)		(3,457)			-			-	(3,457)
	CC	Climate Change Action	(1,986)		(1,986)			-			-	(1,986)
	CC	Flood Risk Management & Water Revenue	(29,415)		(29,415)	(45,500)		(45,500)			-	(74,915)
	CC	Local Environment Quality	(449)		(449)			-			-	(449)
	CC	Community Involvement	(60)		(60)			-			-	(60)
	CC	Landfill Disposals Tax Communities Scheme	(1,500)		(1,500)			-			-	(1,500)
	CC	Enabling Natural Resources	(4,274)		(4,274)	(6,423)		(6,423)			-	(10,697)

	CC	Biodiversity, Evidence and Plant Health	(6,625)		(6,625)	(21,000)		(21,000)			-	(27,625)
	CC	Forestry	(1,221)	(83)	(1,304)	(4,500)		(4,500)			-	(5,804)
	CC	Environment Act Implementation	(731)		(731)			-			-	(731)
	CC	Natural Resources Wales	(59,717)	(10,000)	(69,717)	(966)		(966)			-	(70,683)
	CC	Environment Management (Pwllperian)		(38)	(38)			-			-	(38)
	CC	Resource Efficiency and Circular Economy	(45,316)		(45,316)	(37,500)		(37,500)			-	(82,816)
	CC	Landscape and Outdoor Recreation	(11,416)		(11,416)	(8,900)		(8,900)			-	(20,316)
	CC	Fisheries ^{Note}	(1,911)		(1,911)			-			-	(1,911)
	CC	Green Infrastructure			-	(1,402)		(1,402)			-	(1,402)
	CC	Fuel Poverty Programme	(4,370)		-	(27,000)		(27,000)			-	(27,000)
Restated Rural Affairs Allocation			330,145	11,554	341,699	14,606	-	14,606	-	-	-	356,305

Note:

The 'Fisheries' BEL remains in the RA MEG but £1,911k has been transferred into the 'Marine Policy, Evidence and Funding' BEL in the new CC MEG.

			SOCIAL JUSTICE (SJ)									
			£000s									
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Social Justice Allocation			-	-	-	-	-	-	-	-	-	-
Transferred in:	H&SS	Older People Commissioner	1,589		1,589			-			-	1,589
	H&SS	Children's Commissioner	1,580		1,580			-			-	1,580
	F&LG	Social Partnership <small>Note 1</small>	526		526			-			-	526
	F&LG	Community Support and Safety <small>Note 2</small>	338		338			-			-	338
	F&LG	Financial Inclusion	23,702		23,702		1,496	1,496			-	25,198
	F&LG	Digital Inclusion	1,250	149	1,399			-			-	1,399
	F&LG	Supporting Communities	1,483		1,483	1,000		1,000			-	2,483
	F&LG	Fire and Rescue Service	8,405	20	8,425	1,000		1,000			-	9,425
	F&LG	Fire and Rescue Service - Communication Systems	3,915		3,915	210		210			-	4,125
	F&LG	Community Fire Safety	848		848	670		670			-	1,518
	F&LG	Fire Service Pensions - AME			-			-	27,915		27,915	27,915
	CS&A	International Development	925		925			-			-	925

CS&A	Future Generations Commissioner Wales	1,509		1,509			-			-	1,509
CS&A	Chwarae Teg	360		360			-			-	360
CS&A	Violence against Women, Domestic Abuse and Sexual Violence	6,825		6,825	2,169		2,169			-	8,994
CS&A	Equality and Community Cohesion	8,091		8,091			-			-	8,091
CS&A	Advice Services	10,001		10,001			-			-	10,001
CS&A	Advice Services ^{Note 3}	174		174			-			-	174
CS&A	Support for the Voluntary Sector and Volunteering	10,494		10,494			-			-	10,494
CS&A	Community Support and Safety	18,587		18,587			-			-	18,587
CS&A	Female Offending and Youth Justice Blueprints	1,075		1,075			-			-	1,075
CS&A	Gypsy Traveller Sites			-	3,500		3,500			-	3,500
CS&A	Community Facilities Programme			-	8,338	1,980	10,318			-	10,318
Restated Social Justice Allocation		101,677	169	101,846	16,887	3,476	20,363	27,915	-	27,915	150,124

Notes:

- 1 £526k has been transferred in from the 'Transformation and Legislation' BEL which remains in the F&LG MEG.
- 2 £338k has been transferred in from the 'Transformation and Legislation' BEL which remains in the F&LG MEG.
- 3 £174k has been transferred in from the 'Central EU Transition Costs' BEL which remains in the CS&A MEG.

CENTRAL SERVICES and ADMINISTRATION (CS&A)												
£000s												
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Central Services and Administration Allocation			369,004	16,000	385,004	38,665	1,980	40,645	3,000	-	3,000	428,649
Transferred out:	F&LG	Land Release Fund	(276)		(276)	(10,560)		(10,560)			-	(10,836)
	F&LG	Welsh Revenue Authority	(6,496)		(6,496)			-			-	(6,496)
	F&LG	Devolved Taxes	(419)		(419)			-			-	(419)
	F&LG	Cost of Borrowing	(2,419)		(2,419)			-			-	(2,419)
	F&LG	Economic Research	(46)		(46)			-			-	(46)
	F&LG	National Procurement Service	(1,461)		(1,461)			-			-	(1,461)
	F&LG	e-procurement	(3,000)		(3,000)			-			-	(3,000)
	F&LG	Invest to Save	3,192		3,192	(3,056)		(3,056)			-	136
	F&LG	Invest to Save Fund Repayment	(6,536)		(6,536)	2,537		2,537			-	(3,999)
	Econ	Programme Support	(1,707)		(1,707)			-			-	(1,707)
	SJ	Central EU Transition Costs ^{Note}	(174)		(174)			-			-	(174)
	SJ	International Development	(925)		(925)			-			-	(925)
	SJ	Future Generations Commissioner Wales	(1,509)		(1,509)			-			-	(1,509)

SJ	Chwarae Teg	(360)		(360)			-			-	(360)
SJ	Violence against Women, Domestic Abuse and Sexual Violence	(6,825)		(6,825)	(2,169)		(2,169)			-	(8,994)
SJ	Equality and Community Cohesion	(8,091)		(8,091)			-			-	(8,091)
SJ	Advice Services	(10,001)		(10,001)			-			-	(10,001)
SJ	Support for the Voluntary Sector and Volunteering	(10,494)		(10,494)			-			-	(10,494)
SJ	Community Support and Safety	(18,587)		(18,587)			-			-	(18,587)
SJ	Female Offending and Youth Justice Blueprints	(1,075)		(1,075)			-			-	(1,075)
SJ	Gypsy Traveller Sites			-	(3,500)		(3,500)			-	(3,500)
SJ	Community Facilities Programme			-	(8,338)	(1,980)	(10,318)			-	(10,318)
Restated Central Services and Administration Allocation		291,795	16,000	307,795	13,579	-	13,579	3,000	-	3,000	324,374

Note:

The 'Central EU Transition Costs' BEL remains in the CS&A MEG but £174k has been transferred into the 'Advice Services' BEL in the new SJ MEG.

MENTAL HEALTH, WELLBEING AND THE WELSH LANGUAGE												
£000s												
Movement	From / To	BEL	Resource			Capital			AME			TOTAL
			Fiscal	Non Fiscal	Resource Total	General	Financial Transactions	Capital Total	Resource	Capital	AME Total	
Mental Health, Wellbeing and the Welsh Language Allocation			268,345	10,278	278,623	50,938	(227)	50,711	16,000	-	16,000	345,334
Transferred out:	H&SS	Mental Health	(36,260)		(36,260)			-			-	(36,260)
	H&SS	Substance Misuse Action Plan Fund	(28,725)		(28,725)	(5,072)		(5,072)			-	(33,797)
	H&SS	Food Standards Agency	(3,610)		(3,610)			-			-	(3,610)
	H&SS	Research and Development	(42,075)		(42,075)			-			-	(42,075)
	H&SS	Health Improvement and Healthy Working	(8,514)		(8,514)			-			-	(8,514)
	E&WL	Welsh Language	(20,949)	(116)	(21,065)			-			-	(21,065)
	E&WL	Welsh Language Commissioner	(3,207)		(3,207)	(30)		(30)			-	(3,237)
	Econ	Tourism	(11,962)		(11,962)	(7,670)		(7,670)			-	(19,632)
	Econ	Events Wales	(4,718)		(4,718)			-			-	(4,718)
	Econ	Arts Council of Wales	(31,923)	(119)	(32,042)	(1,575)		(1,575)			-	(33,617)
Econ	National Museums Of Wales	(24,710)	(2,400)	(27,110)	(6,697)		(6,697)			-	(33,807)	

Econ	National Library of Wales	(11,644)	(1,250)	(12,894)	(3,695)		(3,695)			-	(16,589)
Econ	Support for Local Culture and Sport	(2,817)		(2,817)	(1,430)		(1,430)			-	(4,247)
Econ	Creative	(1,708)		(1,708)	(6,989)		(6,989)			-	(8,697)
Econ	Books Council of Wales	(3,730)		(3,730)	(30)		(30)			-	(3,760)
Econ	Cadw	(7,931)	(5,480)	(13,411)	(8,731)		(8,731)			-	(22,142)
Econ	National Botanic Gardens of Wales	(594)		(594)	(375)		(375)			-	(969)
Econ	Royal Commission on the Ancient and Historical Monuments for Wales	(1,630)	(134)	(1,764)	(15)		(15)			-	(1,779)
Econ	Sport Wales	(21,638)	(779)	(22,417)	(8,629)		(8,629)			-	(31,046)
Econ	Repayment of Sports Capital Loans Scheme			-		227	227			-	227
Econ	National Museums of Wales Pension Provision - AME			-			-	(9,000)		(9,000)	(9,000)
Econ	National Library of Wales Pension Provision - AME			-			-	(5,000)		(5,000)	(5,000)
Econ	Sport Wales Pension Provision - AME			-			-	(2,000)		(2,000)	(2,000)
Restated Mental Health, Wellbeing and the Welsh Language Allocation		-	-	-	-	-	-	-	-	-	-

Annex 2 – Reconciliation between the Portfolio Budgets in the Action Tables and those the Budget Motion

The Explanatory Note supports the Supplementary Budget Motion published alongside this document, which sets out the changes to both the resources that the Welsh Government is proposing to use in 2021-22 and the cash it is seeking authority to draw from the Welsh Consolidated Fund. The tables within this note use the HM Treasury control totals and align with the BEL Tables. However, the figures in the Supplementary Budget Motion align with the Statement of Resource Outturn which is used in the Welsh Government accounts and is prepared on a slightly different basis.

The Welsh Government's budget includes items which do not score as part of the 'Resources Requested' by Welsh Ministers. This Annex provides a reconciliation between the two by each portfolio.

2021-22 SUPPLEMENTARY BUDGET									
£000s									
	Health and Social Services	Finance and Local Government	Education and the Welsh Language	Climate Change	Economy	Rural Affairs	Social Justice	Central Services and Administration	TOTAL
Resource	9,356,278	4,518,419	2,166,002	1,098,225	469,861	341,699	103,468	309,028	18,362,980
Capital	387,600	209,197	271,748	1,534,887	125,998	14,606	20,363	13,189	2,577,588
Resource AME	148,403	721,500	-148,386	96,592	48,525	0	27,915	3,000	897,549
Capital AME	0	0	968,961	0	0	0	0	0	968,961
TOTAL MANAGED EXPENDITURE	9,892,281	5,449,116	3,258,325	2,729,704	644,384	356,305	151,746	325,217	22,807,078
Reconciliation to Resources									
Resource Consumption - Welsh Government Sponsored Bodies	-230	-200	-456	-10,000	-20,548				-31,434
Supported Borrowing		-88,800			1,250				-87,550
National Insurance Fund Receipts Collection Costs	-906								-906
National Non-Domestic Rates Payable (and Collection Costs)		-726,672							-726,672
Interest Repayments on Borrowing		-2,419							-2,419
PFI				-9,243					-9,243
RESOURCES REQUESTED	9,891,145	4,631,025	3,257,869	2,710,461	625,086	356,305	151,746	325,217	21,948,854

Annex 3 – Glossary

Action	Within each Spending Programme Area (SPA), budgets are allocated to a number of sub-programmes known as Actions.
Ambits	Descriptions of the specific purposes for which Welsh Ministers are authorised by Senedd Cymru to spend resources. Ambit Descriptions and resource limits are contained within the Annual and Supplementary Budget Motions. Ambits correspond to MEGs.
Annually Managed Expenditure (AME)	Expenditure which cannot reasonably be subject to firm, multi-year limits in the same way as DEL and is therefore reviewed twice a year as part of the HM Treasury’s Budget and Pre-Budget Report processes. AME typically consists of programmes which are large, volatile or demand-led; for example the issue of student loans.
Budget Motion	The means by which Senedd Cymru authorises Welsh Ministers to spend resources up to a specific level for specified purposes and to draw cash up to a specific limit from the Welsh Consolidated Fund.
Budget Expenditure Line (BEL)	Within each Action budgets are allocated to a number of sub-expenditure groups known as BELs. Tables showing budgets at BEL level are available at: http://gov.wales/funding/budget/?lang=en
Capital	Expenditure that in the main results in a physical asset, for example a new building. The Welsh Government DEL and AME budgets have separate capital and resource limits.
Departmental Expenditure Limit (DEL)	The multi-year budget limit for the Welsh Government set by the HM Treasury in Spending Reviews.
Depreciation	The drop in value of an asset due to wear and tear, age and obsolescence. Under resource budgeting, depreciation is part of the Welsh Government’s DEL but is a non-fiscal resource DEL item.

Direct Charges on the Welsh Consolidated Fund	Expenditure which is legally required to be charged directly to the Welsh Consolidated Fund and therefore does not score against the budgets of the Welsh Government or any other body. Direct Charges include the remuneration of the Presiding Officer and Auditor General.
Financial Transactions	Financial transactions can only be used for loans and equity purposes. A proportion of the funding also has to be repaid to the Exchequer.
Fiscal Resource DEL (sometimes referred to as revenue)	The Fiscal Resource DEL budget scores most of the department's current expenditure. Expenditure is recorded on an accruals basis. It includes expenditure on pay, current procurement, current grants and subsidies.
Main Expenditure Group (MEG)	The Welsh Government DEL is divided into a number of Main Expenditure Groups. There are currently 8 MEGs: Health and Social Services; Finance and Local Government; Education and the Welsh Language; Climate Change; Economy; Rural Affairs; Social Justice and Central Services and Administration.
Non-Fiscal Resource DEL (sometimes referred to as 'non cash')	The Non-Fiscal Resource DEL budget scores the department's current expenditure in respect of impairment of student loans and depreciation. Non-Fiscal Resource DEL is ring-fenced and cannot be used to fund fiscal resource DEL spending.
Receipts	Some areas of Welsh Government activity generate income, for example, through the sale or rental of assets. These are represented in the budget as negative figures.
Resource budgeting	The Welsh Government's budget is set on a resource basis derived from accruals information. Accruals information measures resources as they are consumed rather than when the cash is paid. So, for example, resource budgeting includes a charge for depreciation, a measure of the consumption or wearing out of capital assets.

Spending Review	HM Treasury periodically reviews expenditure for each UK Government Department and sets budgets for the forthcoming years. Budgets for the devolved administrations are derived from these budgets via the Barnett formula, which is the mechanism used to calculate public expenditure allocated to Wales to reflect changes in spending levels allocated to public services in England.
Total Managed Expenditure (TME)	This is an HM Treasury control total which is made up of the total Departmental Expenditure Limit plus Annually Managed Expenditure.
Welsh Consolidated Fund	The account into which the money voted by the UK Parliament for use by the Welsh Government, the Senedd Commission, the Auditor General, and the Public Services Ombudsman for Wales is paid.
WGSB	Welsh Government Sponsored Body. Examples include the Higher Education Funding Council for Wales and the Arts Council of Wales.