
Welsh Government Outline Draft Budget Proposals 2019-20

*Laid before the National Assembly for Wales by the Cabinet Secretary for Finance in
accordance with Standing Order 20.7 and 20.7A*

October 2018

Outline Draft Budget Proposals

1. These proposals are laid in accordance with Standing Order 20.7 and 20.7A. They are intended to be read alongside supporting budget documentation published on 2 October 2018.
2. Welsh Ministers propose to use resources (including accruing resources) during the financial year ending 31 March 2020:

Ambit	2019-20	
	Resources (£000)	Accruing Resources (£000)
Health and Social Services	8,346,246	68,844
Local Government and Public Services	4,234,827	25,470
Economy and Transport	1,294,871	90,352
Education	2,567,665	275,147
Energy, Planning and Rural Affairs	354,266	357,599
Central Services and Administration	313,570	411,802
Total	17,111,445	1,229,214

3. Welsh Ministers propose to draw cash out of the Welsh Consolidated Fund for the financial year ending 31 March 2020 as follows:

	2019-20 (£000)
Net Resources Requirement	17,111,445
Adjustments:	
Capital Charges	(401,794)
Impairments	(127,307)
Movements in Provisions	(94,977)
Profit/Loss on sale of assets	0
Movements in stocks	0
Movements in debtors/creditors	0
Use of Provisions	0
Other	0
Net Cash Requirement for issue from the Welsh Consolidated Fund	16,487,367

4. Welsh Ministers propose to finance its expenditure for the financial year ending 31 March 2020 as follows:

	2019-20 (£000)
Block Grant (Departmental Expenditure Limit)	14,522,801
Annually Managed Expenditure	951,830
Devolved Financing:	
Non Domestic Rates	1,061,000
Welsh Rate of Income Tax	2,099,000
Land Transaction Tax	258,000
Landfill Disposals Tax	40,000
Borrowing (net)	121,853
Total financing for the Welsh Government ^{Note}	19,054,484

Note: Includes financing for expenditure outside Ambits, e.g. unallocated provisions.

5. Welsh Ministers propose borrowing for capital purposes for the financial years ending 31 March 2020 and 31 March 2021 as follows:

	2019-20 (£000)	2020-21 (£000)
Total borrowing outstanding as at 1 April (principal)	136,090	257,943
Proposed capital borrowing to be drawn in-year	125,000	125,000
Repayment of principal in-year	(3,147)	(6,209)
Aggregate capital borrowing outstanding as at 31 March	257,943	376,733
Interest payments due in-year	4,295	6,984

Repayment Schedule based on borrowing at the levels detailed above			
	Amounts falling due within 1 year (£000)	Amounts falling due within 1 – 5 years (£000)	Amounts falling due after 5 years (£000)
Principal	3,147	34,848	348,094
Interest	4,295	35,322	124,402

Notes:

1. Direct borrowing for capital purposes comprises funds borrowed under s122A of Government of Wales Act 2006 (as amended) and previous loans from the National Loans Fund by the former Development Board for Rural Wales and the Mid Wales Development Corporation.
2. Loans taken out by the former Development Board for Rural Wales and Mid Wales Development Corporation are due to be repaid by 2042.
3. Capital borrowing under the s122A of Government of Wales Act 2006 (as amended) is assumed to be on a 30 year term, so borrowing in 2019-20 will be repaid in 2049-50.