
Welsh Government Draft Budget Proposals 2020-21

Laid before the National Assembly for Wales by the Minister for Finance and Trefnydd in accordance with Standing Order 20.7 and 20.7A

December 2019

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 the supporting tables detailing the MEG allocations which have been published in accordance with Standing Order 20.7B.
2. Welsh Ministers propose to use resources (including accruing resources) during the financial year ending 31 March 2021:

Ambit	2020-21	
	Resources (£000)	Accruing Resources (£000)
Health and Social Services	8,901,873	15,636
Housing and Local Government	4,636,052	37,339
Economy and Transport	1,538,729	61,472
Education	2,550,990	329,518
International Relations and the Welsh Language	211,779	14,841
Environment, Energy and Rural Affairs	337,762	332,190
Central Services and Administration	385,033	411,113
Total	18,562,218	1,202,109

3. Welsh Ministers propose to draw cash out of the Welsh Consolidated Fund for the financial year ending 31 March 2021 as follows:

	2020-21 (£000)
Net Resources Requirement	18,562,218
Adjustments:	
Capital Charges	(405,517)
Impairments	(93,666)
Movements in Provisions	(85,487)
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	17,977,548

4. Welsh Ministers propose to finance its expenditure for the financial year ending 31 March 2021 as follows:

	2020-21 (£000)
Block Grant (Departmental Expenditure Limit)	15,502,119
Annually Managed Expenditure	992,729
Devolved Financing:	
Non Domestic Rates	1,136,000
Welsh Rate of Income Tax	2,206,428
Land Transaction Tax	245,234
Landfill Disposals Tax	35,612
Borrowing (net)	118,635
Total financing for the Welsh Government ^{Note}	20,236,757

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

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

	2020-21 (£000)
Total borrowing outstanding as at 1 April (principal)	199,862
Proposed capital borrowing to be drawn in-year	125,000
Repayment of principal in-year	(6,365)
Aggregate capital borrowing outstanding as at 31 March	318,497
Interest payments due in-year	4,724

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	6,365	43,108	275,389
Interest	4,724	26,469	64,573

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 25 year term, so borrowing in 2020-21 will be repaid in 2045-46.