

Section 119, Government of Wales Act 2006

Secretary of State's statement of estimated payments: 2007-08

|  | <b>£000<br/>2007-08</b> |
|--|-------------------------|
| 1. Departmental Expenditure Limit  | 14,038,610              |
| 2. <i>Less</i> estimated Receipts from NI Fund                           | (807,841)               |
| 3. <i>Plus</i> Annually Managed Expenditure Limit                        | 533,270                 |
| <b>Total</b>   | <b>13,764,039</b>       |
| 4. <i>Less</i> Wales Office  | (4,679)                 |
| <b>5. Total Managed Expenditure Gross</b>                                | <b>13,759,360</b>       |
| <b>Adjustments to Total Managed Expenditure</b><br>Non Cash Adjustments: |                         |
| 6 Capital Charges  | (853,300)               |
| 7. Supported Borrowing   | (163,399)               |
| <b>8. Total Managed Expenditure Net</b>                                  | <b>12,742,661</b>       |
| 9. Payments from other government departments                            | 808,294                 |
| <b>10. Total Estimated Payments</b>                                      | <b>13,550,955</b>       |

**Notes:**

This table complies with the information requirements set out in section 119 of the Government of Wales Act 2006 ("the Act"). It sets out the cash payments that are to be made to the Welsh Consolidated Fund (WCF) and Welsh Ministers for the financial year 2007-08 under section 118 of the Act.

**Line 1:** Departmental Expenditure Limit – total provision for budgets classified by HM Treasury as being within Departmental Expenditure Limit (DEL) – including the Wales Office.

**Line 2:** The DEL amount above includes an estimated £807.841 million from the National Insurance Fund to be paid to Welsh Ministers under section 118 (2) of the Act -. payment from another government department (HM Customs and Revenue).- see Line 9 below

**Line 3:** Latest available Annually Managed Expenditure estimates for 2007-08 that apply to Wales. Items of expenditure, which are classified as being demand-led and classed as non assigned budgets as per Section 13 of the Statement of Funding Policy July 2004. This expenditure is ring-fenced to the items to which it is allocated. The allocations are set by HM Treasury according to the latest forecast of demand. The provision is reviewed at least once a year and is updated following the Chancellor's Pre-Budget Statement and latest assumptions.

**Line 4:** The amount to be retained by the Secretary of State for expenditure on the Wales Office falling within section 119(3) of the Act.

**Line 5:** Total Managed Expenditure before adjustments

**Line 6:** Non cash charges included within the Total Managed Expenditure figure. These need to be deducted as Section 119 (1) (a) of the Act states that this estimate should provide details of payments to the Welsh Consolidated Fund, these payments are in the form of cash only.

**Line 7:** Supported Borrowing is also deducted from Total Managed Expenditure on the same principle as capital charges.

**Line 8:** Total to be paid to WCF under section 118 (1) of the Act and falling within section 119 (1) (a)

**Line 9:** Payments under section 118 (2) of the Act falling within Section 119 (1) (b), this includes £807.841 million from the NI Fund. At the present time there are no indications that any payments will be received from any sources falling within Section 119 (1) (c).

**Line 10:** Total amount of payments falling within section 119 (1), (a), (b) & (c) the Secretary of State estimates will be paid.