

## Section 119 Government of Wales Act 2006

### Secretary of State's Statement of Estimated Payments 2018-19

<b>Estimated Payments</b>	<b>£000's 2018-19</b>
Estimated Grant payable to the Welsh Consolidated Fund under Section 118 (1)	14,582,081
Estimated payments from government departments	1,288,325
Estimate of payments from other sources	1,346,000

This table and accompanying information complies with the requirements set out in Section 119 of the Government of Wales Act 2006.

#### Reconciliation of estimated grant payable under Section 118 (1)

	<b>£000's 2018-19</b>
1. Departmental Expenditure Limit	16,092,102
2. Block Grant Adjustment	(269,477)
3. Annually Managed Expenditure	2,195,331
<b>Total Managed Expenditure – Wales</b>	<b>18,017,956</b>
4. Wales Office	4,680
<b>Revised Total Managed Expenditure for Welsh Ministers</b>	<b>18,013,276</b>
<b>Adjustments to Total Managed Expenditure</b>	
4. Accruals to Cash Adjustments	708,070
5. Supported Borrowing	88,800
Income Adjustments:	
6. (i) Contributions from the National Insurance Fund	1,163,325
(ii) Borrowing from National Loan Fund	125,000
(ii) NNDR Receipts	1,052,000
(iv) Devolved Tax Receipts	294,000
<b>8. Estimated Payments to the Welsh Consolidated Fund by the Secretary of State under Section 118(1)</b>	<b>14,582,081</b>

The reconciliation sets out how the Secretary of States estimate of cash payments that are to be made to the Welsh Consolidated Fund for the financial year 2018-19 under Section S118 (1) of the Act was arrived at.

**Note 1:** Departmental Expenditure Limit – total provision for budgets classified by HM Treasury as being within Departmental Expenditure Limit (DEL) – including the Wales Office. This statement reflects the latest DEL position provided by HM Treasury including amounts agreed to be transferred during 2018-19.

**Note 2:** Block Grant Adjustment – adjustment to DEL to reflect expenditure financed by devolved taxes in Wales.

**Note 3:** Latest available estimates for Annually Managed Expenditure for 2018-19 that apply to Wales. These are items of expenditure, which are classified as being demand-led and classed as non-assigned budgets. The 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. AME also includes expenditure financed by borrowing under Section 122 of Government of Wales Act 2006 and by local and devolved taxes in Wales.

**Note 4:** The amount to be retained by the Secretary of State for expenditure on the Wales Office as required to be shown by Section 119 (3) of the Act.

**Note 5:** Total Managed Expenditure is calculated on an accruals basis, these adjustments are made as Section 119 (1) (a) of the Act states that this estimate should provide details of payments to the Consolidated Fund, these payments are in the form of cash only.

**Note 6:** Supported Borrowing is also deducted from Total Managed Expenditure on the same principle as accruals adjustments.

**Note 7:** Receipts to be deducted from Total Managed Expenditure to arrive at the cash grant to the Welsh Consolidated Fund.

- (i) The receipts from the National Insurance Fund included in the total the Secretary of State estimates of amounts payable to Welsh Ministers under Section 119 1(b)
- (ii) The receipts from the National Loan Fund included in the total the Secretary of State estimates of amounts payable to Welsh Ministers under Section 119 1 (b).
- (iii) The receipts from National Non-Domestic Rates included in the total the Secretary of State estimates of amounts payable to Welsh Ministers under Section 119 1 (c).
- (iv) The receipts from devolved taxes in Wales included in the total the Secretary of State estimates of amounts payable to Welsh Ministers under Section 119 1 (c).

This statement details the Secretary of State's estimate of payments to Welsh Ministers under Section 119 1(b) and (c). Welsh Ministers may receive other payments during the financial year.

**Note 8:** This is the amount the Secretary of State estimates will be paid to the Welsh Consolidated Fund under Section 118(1) of the Act.