

Y Pwyllgor Menter a Busnes

Lleoliad:
Ystafell Bwyllgora 3 - Y Senedd

Dyddiad:
Dydd Mercher, 12 Hydref 2011

Amser:
09:30

Cynulliad
Cenedlaethol
Cymru

National
Assembly for
Wales



I gael rhagor o wybodaeth, cysylltwch a:

Siân Phipps
Clerc y Pwyllgor
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Agenda

Cyfarfod Anffurfiol (9:30- 10:00)

1. Cyflwyniadau, ymddiheuriadau a dirprwyon

**2. Cynigion Cyllideb Ddrafft Llywodraeth Cymru ar gyfer 2012-2013:
Sesiwn Graffu ar Waith y Gweinidog (10:00-11:00) (Tudalennau 1 - 11)**
EBC(4)-06-11 Papur 1

Leighton Andrews, y Gweinidog Addysg a Sgiliau
Jeff Cuthbert, y Dirprwy Weinidog Sgiliau

**3. Cynigion Cyllideb Ddrafft Llywodraeth Cymru ar gyfer 2012-2013:
Sesiwn Graffu ar Waith y Gweinidog (11:00 - 12:30) (Tudalennau 12 - 17)**
EBC(4)-06-11 Papur 2

Edwina Hart, y Gweinidog Busnes, Menter, Technoleg a Gwyddoniaeth
James Price; Cyfarwyddwr Cyffredinol, BMTG
Rob Hunter; Dirprwy Gyfarwyddwr, Cyllid a Gwasanaethau Corfforaethol

4. Papurau i'w nodi (Tudalennau 18 - 21)
EBC(4)-06-11 Papur 3

Cynigion Cyllideb Ddrafft Llywodraeth Cymru ar gyfer 2012-2013: Tystiolaeth gan
Huw Lewis

Y Pwyllgor Menter a Busnes

Dyddiad: 12 Hydref 2011

Amser: 10:00 – 11:00

Lleoliad: Y Senedd

Teitl: Y Gyllideb Ddrafft Addysg a Sgiliau ar gyfer 2012-13

Diben

1. Darparu papur tystiolaeth i'r Pwyllgor Menter a Busnes am y gyllideb Addysg a Sgiliau, ac am y blaenoriaethau yn y maes hwnnw ar gyfer 2012-13.

Yr amserlen

2. Cyhoeddwyd y gyllideb ddrafft ar 4 Hydref 2011.

Y Gyllideb Ddrafft Addysg a Sgiliau ar gyfer 2012-13

3. Mae Cyllideb Ddrafft 2012-13 yn gynllun tair blynedd ar gyfer buddsoddi mewn addysg a sgiliau yng Nghymru. Mae Tabl 1 yn drosolwg o'r gyllideb arfaethedig neu'r 'prif grŵp gwariant' (MEG), ac mae hefyd yn dangos y newidiadau a wnaed i'r gyllideb ddangosol ers i'r Gyllideb Atodol ddiwethaf gael ei chyhoeddi ym mis Mehefin 2011 (a oedd yn ailddatgan y gyllideb Addysg a Sgiliau gan ystyried newidiadau a wnaed i bortffolios ers y Gyllideb Derfynol).

Tabl 1: Y Prif Grŵp Gwariant (MEG) Addysg a Sgiliau

	2011-12 Y Gyllideb Atodol Mehefin 2011	2012-13 Y Gyllideb Atodol (Ddangosol)	Newidiadau	2012-13 Y Gyllideb Ddrafft	2013-14 Y Gyllideb Atodol (Ddangosol)	Newidiadau	2013-14 Y Gyllideb Ddrafft	2014-15 Y Gyllideb Atodol (Ddangosol)	Newidiadau	2014-15 Y Gyllideb Ddangosol
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Terfyn Gwariant Adrannol (DEL)					1,647,634			1,647,634		
Refeniw	1,630,201	1,627,590	20,590	1,648,180		27,190	1,674,824		34,825	1,682,459
DEL Cyfalaf	169,973	161,343	0	161,343	143,834	0	143,834	143,834	0	143,834
Cyfanswm y DEL	1,800,174	1,788,933	20,590	1,809,523	1,791,468	27,190	1,818,658	1,791,468	34,825	1,826,293
Gwariant a Reolir yn Flynyddol	125,302	122,312	28,213	150,525	112,009	49,276	161,285	112,009	41,301	153,310
CYFANSWM Y GYLLIDEB	1,925,476	1,911,245	48,803	1,960,048	1,903,477	76,466	1,979,943	1,903,477	76,126	1,979,603

4. Mae cynnydd o £20.6 miliwn, neu 1.3%, yn y cyllid refeniw ar gyfer 2012-13 o'i gymharu â'r gyllideb ddangosol. Mae cynnydd yn y cyllidebau

dangosol ar gyfer y blynyddoedd a ddaw hefyd, £27.2 miliwn (1.65%) yn 2013-14 a £34.8 miliwn (2.1%) yn 2014-15 .

5. Nid yw'r gyllideb cyfalaf wedi newid ers y gyllideb ddangosol. Mae'n gostwng i £143.8 miliwn erbyn 2013-14 o'i chymharu â'r gyllideb bresennol o £169.9 miliwn. Mae pob prosiect a gymeradwywyd yn mynd rhagddo. Mae Llywodraeth Cymru yn parhau i fod yn ymrwymedig i'r rhaglen Ysgolion ar gyfer yr 21ain Ganrif.
6. Cafwyd cyllid ychwanegol o £22.3 miliwn o'r Gronfa Cyfalaf wrth Gefn Ganolog (CRC) ar gyfer 2011-12. Mae'r cyllid yn cael ei ddarparu ar gyfer prosiectau Porth y Cymoedd ym Mhen-y-bont ar Ogwr, Dinefwr ac Ardal Ddysgu Merthyr. Bydd yr Adran yn gwneud cais am gyllid ychwanegol o'r Gronfa Cyfalaf wrth Gefn Ganolog (CRC) ar gyfer y blynyddoedd a ddaw unwaith y bydd y cyllid hwnnw ar gael.
7. Mae'r gyllideb Gwariant a Reolir yn Flynyddol (AME) yn ymwneud yn gyfan gwbl â benthyciadau i fyfyrwyr. Mae'r benthyciadau hyn yn dibynnu ar y galw ac mae cyfraddau llog a ffactorau macro-economaidd eraill yn effeithio arnynt. Mae'r cynnydd o £28.2 miliwn yn gysylltiedig yn bennaf â'r cynnydd a ragwelir mewn benthyciadau newydd. Cytunir ar y gyllideb hon gyda'r Trysorlys bob blwyddyn. Rhagamcanion ar sail yr amcangyfrifon diweddaraf yw'r ffigurau o £150.5m ar gyfer 2012-13, a chymerir y byddant yn cael eu hariannu'n llawn gan y Trysorlys.

Cyd-destun y Gyllideb

8. Mae'r gyllideb hon yn cael ei phennu yng nghyd-destun y cyfyngiadau a osodwyd gan Lywodraeth y DU yn ystod y cylch cynllunio diwethaf, ond rydym, er hynny, am wireddu'r ymrwymadau a wnaed yn Rhaglen Lywodraethu Llywodraeth Cymru, gan gynnwys y rhaglen ddeddfwriaethol, megis y Bil Ysgolion a Safonau. Yn ystod y gyllideb ddiwethaf, gwelwyd gostyngiad o £21.1 miliwn mewn cyllid refeniw ar gyfer 2011-12 o'i gymharu â'r lefelau yn 2010-11. Mae llawer o'r cyllidebau dangosol a gymeradwywyd gan y Cynulliad ym mis Chwefror yn ddigyfnewid yn y Gyllideb hon. Serch hynny, mae cyllid ychwanegol yn y Prif Grŵp Gwariant (MEG) Addysg a Sgiliau ar gyfer:
 - **Twf Swyddi Cymru**, y cyntaf o'r addewidion "pump am ddyfodol tecach" a wnaed gan Lywodraeth Cymru (£12.5m);
 - **Gwariant rheng flaen mewn ysgolion** – byddwn yn parhau â'n cynlluniau blaenorol i gynyddu cyllidebau ysgolion 1% yn fwy na'r newidiadau cyffredinol yng nghyllideb Cymru yn ei chyfanrwydd ar gyfer 2012-13 a 2013-14, a byddwn yn gwneud hynny yn 2014-15 hefyd (£4.6 miliwn);
 - **Rhaglen ADAPT** – byddwn yn parhau â rhaglen ADAPT sy'n helpu gweithwyr y sector cyhoeddus sy'n colli eu gwaith i ddychwelyd i'r gwaith neu ddechrau eu busnesau eu hunain (£5 miliwn);

- **Llaeth a Brecwast am Ddim mewn Ysgolion** – bydd yr ymrwymiad i'r rhaglenni cyflawni hwn yn parhau;
 - **Cyllid i Fyfyrrwyr** - o'r flwyddyn academaidd 2012-13 ymlaen bydd myfyrrwyr rhan amser ym maes Addysg Uwch yn cael manteisio ar yr un pecyn cyllid i fyfyrrwyr â myfyrrwyr llawnamser (£4.3 miliwn/£10.9 miliwn/£13.8 miliwn).
9. Aed ati, wrth bennu'r gyllideb, i ailflaenoriaethu cyllidebau dros £17.6 miliwn: a hynny er mwyn gwireddu addewidion eraill yn y Rhaglen Lywodraethu megis sefydlu cymhwyster Gradd Meistr ar gyfer athrawon a datblygu amgylchedd dysgu rhithwir ym mhob ysgol; a chyfeirio mwy o gyllid i'r rheng flaen drwy gyfrwng y Grant Effeithiolrwydd Ysgolion.
10. Wrth bennu'r gyllideb hon, mae'r Adran wedi ystyried ac asesu effeithiau'r newidiadau ar y sefydliadau y byddant yn effeithio arnynt ac, yn bwysicach fyth, ar y dysgwyr a'r deilliannau dysgu. Aed ati'n ofalus i ystyried yr effeithiau ar gydraddoldeb a'r angen i fynd i'r afael ag anghydraddoldebau cymdeithasol yn fwy cyffredinol. Wrth asesu'r penderfyniadau a wnaed i ostwng cyllidebau yn y gyllideb ddrafft, barnwyd nad ydynt yn effeithio mewn ffordd anghymesur ar y grwpiau penodol ar sail oedran, anabledd, rhyw ac ailbennu rhywedd, hil, crefydd neu gred a chyfeiriadedd rhywiol. Byddwn yn parhau i adolygu'r effaith a gaiff cyllidebau ar gydraddoldeb, a byddwn yn gwneud hynny hefyd wrth ddyrannu cyllid ar gyfer rhaglenni penodol, ac i i gyrff allanol.
11. Ad-drefnwyd strwythur cyfrifydda'r Prif Grŵp Gwariant (MEG) Addysg a Sgiliau er mwyn sicrhau bod yr adnoddau a ddarperir yn cyd-fynd â'r canlyniadau strategol y mae'r adrannau am eu gweld, ac er mwyn sic cyllidebau'n fwy clir. Mae'r cynlluniau cyllidebu ar lefel Gweithredu i'w gweld yn Atodiad 1 fel y'u cyhoeddwyd ar 4 Hydref, ac mae manylion Llinellau Gwariant y Gyllideb i'w gweld yn Atodiad A.

Crynodeb o'r Newidiadau i'r Gyllideb

12. Ceir crynodeb isod o'r newidiadau i bob cyllideb ar lefel Gweithredu.
- **Safonau Addysg a Hyfforddiant - Cyllideb 2012-13 £1,145.5 miliwn**
"Codi safonau addysg a hyfforddiant, cyrhaeddiad a seilwaith ledled Cymru er mwyn i bawb fedru cyrraedd ei botensial."

Llythrennedd a Rhifedd: Cyllideb 2012-13 £5.5 miliwn

13. Yn unol â bwriad Llywodraeth Cymru i hoelio'i sylw ar wella safonau addysgol, a safonau llythrennedd a rhifedd yn benodol, yn 2011-12, rydym wedi trosglwyddo symiau o fewn y gyllideb er mwyn creu cyllideb benodol ar gyfer Llythrennedd a Rhifedd. Mae'r symiau yr oedd angen eu trosglwyddo i'w gweld yn y gyllideb ar ffurf trosglwyddiadau o un BEL i'r llall. Mae cyllid gwerth £7 miliwn ar gyfer Llythrennedd a Rhifedd mewn Ysgolion wedi'i ailgyfeirio i'r Grant Effeithiolrwydd Ysgolion. Yn yr un modd, cafodd swm o £1.1 miliwn ei drosglwyddo i'r gyllideb Cyflogadwyedd y Gweithlu ar gyfer oedolion. Trosglwyddwyd swm o £2.2 miliwn o'r gyllideb

Cyfleoedd Mynediad, sy'n ymwneud â chyllid a oedd yn cael ei gysylltu yn y gorffennol â rhaglenni llythrennedd a rhifedd ar gyfer teuluoedd sy'n rhan o'r rhaglen Cymorth, sy'n parhau i ddod o dan y portffolio Addysg a Sgiliau.

14. Mae hyn yn golygu mai'r llinell sylfaen ar gyfer 2011-12 yw £3.512 miliwn ac y bydd cynnydd o £4 miliwn yn y gyllideb Llythrennedd a Rhifedd erbyn 2014-15 o'i gymharu â'r lefelau gwariant arfaethedig yn 2011-12 .

Y Cwricwlwm: Cyllideb 2012-13 £123.3 miliwn

15. Mae gostyngiad o £4.2 miliwn yn y gyllideb. Bydd modd gwneud arbedion gwerth £3.368 miliwn yn y gyllideb Dysgu 14-19 yn 2012-13 drwy ddarparu llwybrau dysgu 14-19 ar sail ranbarthol. Bydd yr arbedion hyn yn codi i £4.611 miliwn yn 2013-14.

Addysgu ac Arweinyddiaeth: Cyllideb 2012-13 £20 miliwn

16. Daethpwyd o hyd i swm ychwanegol o £0.5m drwy ailflaenoriaethu yn y Prif Grŵp Gwariant (MEG) Addysg a Sgiliau er mwyn darparu cyllid i dreialu ffyrdd mwy hyblyg o ddarparu hyfforddiant i athrawon sy'n gysylltiedig â'n blaenoriaethau ar gyfer gwella ysgolion. Mae'r swm hwn yn codi i £1.1 miliwn yn 2013-14 ac £1.3 miliwn yn 2014-15.

17. Llwyddwyd i ad-drefnu ymhellach o dan y Cam Gweithredu hwn drwy ailgyfeirio adnoddau o nifer o raglenni datblygu llai a thrwy gwtogi ar nifer y lleoedd hyfforddiant cychwynol i athrawon. O'r herwydd, bydd modd dyrannu swm o oddeutu £4 miliwn er mwyn helpu i ddatblygu cymhwyster lefel Gradd Meistr ar gyfer athrawon, sy'n un o'r addewidion allweddol eraill yn y Rhaglen Lywodraethu.

Cymwysterau: Cyllideb 2012-13 £13.6 miliwn

18. Mae arbedion gwerth £1.7 miliwn mewn cyllidebau sy'n ddibynnol ar y galw ar gael bellach i'w hailfuddsoddi mewn gwasanaethau rheng flaen eraill.

Addysg Ôl-16 Cyllideb 2012-13 £551.2 miliwn

19. Mae'r gyllideb hon yn darparu cyllid y brif ffrwd ar gyfer dosbarthiadau chwech mewn ysgolion, ar gyfer dysgu seiliedig ar waith a dysgu oedolion yn y gymuned. I bob pwrpas, nid oes unrhyw newid ers y gyllideb ddangosol. O'i gymharu â'r lefelau yn 2011-12, bydd cynnydd o £16 miliwn (2.9%) yn ystod y cyfnod cynllunio. Mae'r gyllideb ddangosol ar gyfer Addysg Bellach yn rhyw £320 miliwn yn 2012-13 ac yn £325 miliwn yn 2013-14, ac mae'n cynnwys Cymraeg i Oedolion ac AB mewn darpariaeth Addysg Uwch. Mae cyllidebau dangosol ar gyfer 2013-14 wedi'u cyflwyno yn 2014-15 yn y gyllideb ddrafft. Mae gostyngiad bach o £0.1 miliwn yn y BEL Datblygu Polisi AB am fod rhaglenni wedi dod i ddiwedd eu hoes.

Addysg Uwch: Cyllideb 2012-13 £380.4 miliwn

20. Nid oes unrhyw newidiadau arfaethedig i'r cyllidebau dangosol ar gyfer Addysg Uwch. Mae'r newidiadau i'r model ariannu addysg uwch yn cael eu gwneud gan gadw at y cynlluniau sy'n bodoli eisoes.

Strwythurau Addysg: Cyllideb 2012-13 £3.9 miliwn

21. Mae'r gyllideb hon yn gysylltiedig â'r agenda trawsnewid. Nid oes unrhyw newidiadau arfaethedig.

Safonau Addysg: Cyllideb 2012-13 £39.9 miliwn

22. Drwy sefydlu cyllideb benodedig ar gyfer Llythrennedd a Rhifedd yn 2011-12, bydd swm ychwanegol o £7 miliwn yn cael ei gyfeirio at yr ysgolion drwy gyfrwng y Grant Effeithiolrwydd Ysgolion (GEY) yn ystod y flwyddyn gyfredol. Yn ogystal, drwy nodi arbedion ac ailflaenoriaethu adnoddau o gyllidebau eraill yn y Prif Grŵp Gwariant (MEG), llwyddwyd i sicrhau cynnydd sylweddol yn y cyllid a roddir i awdurdodau lleol drwy'r GEY. Mae hyn yn golygu bod cynnydd pellach o £7.552 miliwn yn 2012-13, £13.195 miliwn yn 2013-14 a £17.595 miliwn yn 2014-15. Hefyd, mae'r cyllid ar gyfer diogelu cyllidebau ysgolion yn cael ei ymestyn i 2014-15.

TGCh a Systemau Rheoli Gwybodaeth: Cyllideb 2012-13 £7.5 miliwn

23. Nid oes bwriad i newid y gyllideb ddangosol. Serch hynny, drwy ailflaenoriaethu o fewn y gyllideb hon, llwyddwyd i nodi swm o hyd at £0.5 miliwn er mwyn mynd ati i ystyried y posibilïadau ar gyfer datblygu amgylchedd dysgu rhithwir ar gyfer ysgolion, sy'n un o'r ymrwymïadau eraill a wnaed yn y Rhaglen Lywodraethu.

- **Gweithlu Medrus – Cyllideb 2012-13 £82.4m**
"Sicrhau bod gennym weithlu sy'n meddu ar y sgiliau priodol a bod cyfleoedd o ansawdd uchel ar gael i bob dysgwr."

Sgiliau yn y Gweithle: Cyllideb 2012-13 £27.8 miliwn

24. Mae £5 miliwn yn ychwanegol ar gael ym mhob blwyddyn er mwyn parhau â rhaglen ADAPT, sy'n helpu gweithwyr y sector cyhoeddus sy'n colli eu gwaith i ddychwelyd i'r gwaith neu i ddechrau eu busnesau eu hunain. Crëwyd cyllideb o £3 miliwn ar gyfer Sgiliau Twf drwy ailflaenoriaethu adnoddau o fewn y Llinell Wariant yn y Gyllideb (BEL), a throsglwyddwyd swm o £1.35 miliwn hefyd o'r BEL Cyflogadwyedd.

Cyflogadwyedd: Cyllideb 2012-13 £18.7 miliwn

25. Bydd y gyllideb hon yn elwa ar gyllid ychwanegol o £12.5 miliwn y flwyddyn er mwyn creu Twf Swyddi Cymru, a disgwylir y bydd swm pellach o £12.5 miliwn ar gael o Gronfa Gymdeithasol Ewrop ar ffurf arian cyfatebol. Mae swm pellach o £1.1 miliwn yn cael ei drosglwyddo i'r gyllideb hon hefyd ar gyfer Llythrennedd a Rhifedd oedolion. Mae hyn yn cael ei wrthbwyso drwy drosglwyddo swm rheolaidd o £1 miliwn i'r Prif Grŵp Gwariant (MEG) Busnes, Menter a Thechnoleg ar gyfer yr Academi Wyddoniaeth Genedlaethol, yn ogystal â swm o £1.35 miliwn a drosglwyddwyd i'r Cam Gweithredu Sgiliau yn y Gweithle er mwyn creu'r gyllideb Sgiliau Twf.

Dewis Addysgol a Gyrfaoedd: Cyllideb 2012-13 £36 miliwn

26. Nid yw cyllideb y Gwasanaeth Gyrfaoedd ar gyfer 2012-13 wedi newid ers y cyllidebau dangosol. Bydd gostyngiad pellach o £5 miliwn o 2013-14 ymlaen, a disgwylir y bydd modd sicrhau'r arbedion hyn drwy ad-drefnu'r

modd y bydd y Gwasanaeth Gyrfaoedd yn cael ei ddarparu ar ôl yr adolygiad o gwmpas y gwasanaethau a sut y maent yn cael eu darparu.

- ***Lles Economaidd a Chymdeithasol a Lleihau Anghydraddoldeb - Cyllideb 2012-13 £390.8 miliwn***
"Helpu unigolion, teuluoedd, cymunedau a busnesau i wella lles economaidd a chymdeithasol ac i leihau anghydraddoldeb drwy addysg a hyfforddiant."

Cyfleoedd Mynediad: Cyllideb 2012-13 £4.9 miliwn

27. Mae gostyngiad yn y gyllideb ar gyfer Cefnogi Pobl Ifanc am fod swm o £2.259 miliwn wedi'i drosglwyddo i'r gyllideb Llythrennedd a Rhifedd. Mae'r swm a drosglwyddwyd yn gysylltiedig â rhaglenni llythrennedd a rhifedd i deuluoedd, a oedd gynt yn rhan o'r rhaglen Cymorth.

Lles Plant a Phobl Ifanc Cyllideb 2012-13 £62.6 miliwn

28. Mae swm o £0.21 miliwn wedi cael ei drosglwyddo o'r gyllideb hon i'r Prif Grŵp Gwariant (MEG) Gwasanaethau Canolog a Gweinyddu yn sgil newidiadau o ran pwy sy'n gyfrifol am Dribiwnlys AAA Cymru. Nodwyd arbedion effeithlonrwydd gwerth £2 miliwn yn y gyllideb Anghenion Dysgu Ychwanegol, ac mae'r cyllid hwn wedi'i ailgyfeirio i AAA Ôl-16 o fewn y Cam Gweithredu hwn er mwyn ymdopi â phwysau posibl ar y gyllideb honno, sy'n ddibynnol ar y galw.

Cymorth i Ddysgwyr Ôl-16: Cyllideb 2012-13 £310.9 miliwn

29. Gan fod bwriad i gynnig yr un pecyn cymorth i fyfyrwyr rhan amser ag a gynnigir i fyfyrwyr llawnamser, bydd cyllid ychwanegol nad yw'n arian parod yn cael ei ddarparu o'r cronfeydd canolog at y diben hwn. Darperir swm o £4.3 miliwn yn 2012-13, a bydd hwn yn codi i £10.9 miliwn yn 2013-14 a £13.8 miliwn yn 2014-15.

Ennyn Diddordeb Disgyblion: Cyllideb 2012-13 £12.2 miliwn

30. Nid oes bwriad i newid y gyllideb ddangosol.

- ***Yr Iaith Gymraeg - Cyllideb 2012-13 £26.4 miliwn***
"Gweld yr iaith Gymraeg yn ffynnu yng Nghymru."

Dysgu Cymraeg: Cyllideb 2012-13 £12.4 miliwn

31. Nid oes bwriad i newid y gyllideb ddangosol hon.

Bwrdd yr Iaith Gymraeg: Cyllideb 2012-13 £13.9 miliwn

32. Nid oes bwriad i newid y gyllideb ddangosol hon. Er hynny, bydd newidiadau mawr yn sgil Mesur y Gymraeg (Cymru) 2011. Bydd Comisiynydd y Gymraeg yn cael ei benodi, a Thribiwnlys y Gymraeg yn cael ei sefydlu, yn ogystal â system newydd o Safonau yn ymwneud â'r Gymraeg, a hawliau newydd ar gyfer pobl Cymru. Nid yw'r cynlluniau hyn yn derfynol eto ac o'r herwydd, nid ydynt yn cael eu hadlewyrchu yn y cynigion hyn ar gyfer y gyllideb.

- **Cymorth Cyflawni - Cyllideb 2012-13 £3.1 miliwn**
"Mae adnoddau'n cael eu rheoli ac maent yn helpu i gyflawni canlyniadau."

Cyfathrebu Strategol: Cyllideb 2012-13 £1.5 miliwn

33. Drwy graffu'n ofalus ar gyllidebau cyfathrebu a marchnata yr Adran Addysg a Sgiliau, llwyddwyd i ryddhau £1 filiwn i'w ailfuddsoddi mewn gwasanaethau rheng flaen.

Ymchwil a Gwasanaethau Addysg : Cyllideb 2012-13 £1.6 miliwn

34. Bwriedir gwneud arbedion tebyg gwerth £1 filiwn yn y cyllidebau ymchwil a gwerthuso, a bydd y cyllid hwn yn cael ei ryddhau ar gyfer gwasanaethau rheng flaen.

Crynodeb

35. Cyflwynir y Gyllideb Ddrafft Addysg a Sgiliau ar gyfer 2012-13 i'w hystyried gan y pwyllgor.

EDUCATION AND SKILLS MAIN EXPENDITURE GROUP												
REVENUE BUDGET - Departmental Expenditure Limit (DEL)												
												£000's
SPA	Actions	2011-12 Supplementary Budget June 2011	2012-13 Indicative Plans Supplementary Budget June 2011	2012-13 Changes	2012-13 Draft Budget New Plans	2013-14 Indicative Plans Supplementary Budget June 2011	2013-14 Changes	2013-14 Draft Budget New Plans	2014-15 Indicative Plans Supplementary Budget June 2011	2014-15 Changes	2014-15 Draft Budget New Plans	COMMENTS
Education and Training Standards	Literacy and numeracy	9,353	11,353	-5,841	5,512	13,353	-5,841	7,512	13,353	-5,841	7,512	1. Transfer in of £2.259m from Access to Opportunities, transfer out of £7m to Education Standards and of £1.1m to Employability.
	Curriculum	121,562	127,562	-4,216	123,346	131,462	-5,459	126,003	131,462	-5,459	126,003	1. Savings identified of £3.368m in 2012-13 rising to £4.611m from 2013-14 onwards in respect of movement to regional consortia working for 14-19 Learning Pathways. 2. Further savings identified from 2012-13 of £0.45m from Curriculum and Assessment and £0.398m from Support from Improving Standards as programmes of work come to an end.
	Teaching and leadership	20,218	19,548	500	20,048	18,815	1,100	19,915	18,815	1,300	20,115	1. Increase provided from savings identified in other actions to pilot more flexible forms of teacher training linked to our school improvement priorities. 2. Re-prioritisation from within existing budgets within this Action to develop a masters level qualification for teachers.
	Qualifications	15,304	15,304	-1,736	13,568	15,304	-1,736	13,568	15,304	-1,736	13,568	Savings identified from 2012-13 as programmes of work reach their natural conclusion and the identification of efficiencies.
	Post-16 education	542,376	551,345	-100	551,245	558,476	-100	558,376	558,476	-100	558,376	Savings identified from FE Policy Development due to the conclusion of the FE Governance Review.
	Higher education	394,479	380,424	0	380,424	380,284	0	380,284	380,284	0	380,284	
	Education Structures	3,943	3,943	0	3,943	3,943	0	3,943	3,943	0	3,943	
	Educational Standards	22,600	25,300	14,552	39,852	29,500	20,195	49,695	29,500	24,595	54,095	1. Additional allocation from the Central Reserve of £4.6m in 2014-15 only in respect of protection of schools budgets. 2. Additional funding provided for schools from savings identified in other Actions of £7.552m in 2012-13, £13.195m in 2013-14 and £12.995m in 2014-15. 3. Transfer in of £7m from Literacy & Numeracy.
	ICT & Information Management Systems	7,655	7,538	0	7,538	7,423	0	7,423	7,423	0	7,423	Re-prioritisation within this Action will provide £0.5m to develop proposals for a Virtual Learning Environment in schools.
Total Education and Training Standards		1,137,490	1,142,317	3,159	1,145,476	1,158,560	8,159	1,166,719	1,158,560	12,759	1,171,319	
Skilled Workforce	Skills in the workplace	25,952	21,406	6,350	27,756	22,006	6,350	28,356	22,006	6,350	28,356	1. Transfer in of £1.35m from the Employability of the workforce action plus re-prioritisation with this Action to provide £3m per annum for the Skills Growth programme. 2. Additional allocation of £5m from the Central Reserve in respect of the Adapt programme.
	Maximised youth & adult engagement	0	0	0	0	0	0	0	0	0	0	
	Improved response to skills priorities	0	0	0	0	0	0	0	0	0	0	
	Employability of the workforce	6,433	7,433	11,250	18,683	7,433	11,250	18,683	7,433	11,250	18,683	1. Additional allocation from the Central Reserve of £12.5m in each financial year to fund the establishment of a Welsh Jobs Fund. 2. Transfer out of £1.35m to the Skills in the workplace action in respect of the Skills Growth programme. 3. Transfer out of £1m to the Business, Enterprise, Technology and Science MEG in respect of the National Science Academy. 4. Transfer in of £1.1m from Literacy & Numeracy.
	Increase Welsh Universities research and development	0	0	0	1	0	0	0	0	0	0	
	Educational and careers choice	38,000	36,000	0	36,000	35,000	-5,000	30,000	35,000	-5,000	30,000	Further savings identified due to the reform of Careers Wales from 2013-14.
Total Skilled Workforce		70,385	64,839	17,600	82,439	64,439	12,600	77,039	64,439	12,600	77,039	
Economic & Social Wellbeing & Reducing Inequality	Access opportunities	7,229	7,253	-2,259	4,994	7,253	-2,259	4,994	7,253	-2,259	4,994	Transfer out of £2.259m to Literacy & Numeracy.
	Wellbeing of children and young people	60,590	62,840	-210	62,630	65,090	-210	64,880	65,090	-75	65,015	1. Additional allocation from the Central Reserve of £0.03m in 2014-15 only in respect of School Milk. 2. Additional allocation from the Central Reserve of £0.105m in 2014-15 only in respect of School Breakfasts. 3. Transfer out of £0.21m to the Central Services & Admin MEG in respect of the SEN Tribunal for Wales.
	Post-16 learner support	311,281	306,680	4,300	310,980	308,073	10,900	318,973	308,073	13,800	321,873	Additional allocation from the Central Reserve of £4.3m in 2012-13; £10.9m in 2013-14 and £13.8m in 2014-15 in respect of extending student support to part-time students in Wales.
	Pupil engagement	11,658	12,158	0	12,158	12,758	0	12,758	12,758	0	12,758	
Total Wellbeing		390,758	388,931	1,831	390,762	393,174	8,431	401,605	393,174	11,466	404,640	
Welsh Language	Welsh learning	12,377	12,377	0	12,377	12,377	0	12,377	12,377	0	12,377	
	Welsh Language Board	13,878	13,978	0	13,978	14,078	0	14,078	14,078	0	14,078	
Total Welsh Language		26,255	26,355	0	26,355	26,455	0	26,455	26,455	0	26,455	
Delivery Support	Delivery support	5,313	5,148	-2,000	3,148	5,006	-2,000	3,006	5,006	-2,000	3,006	Efficiency savings identified from Strategic Communications and Research and Evaluation budgets reallocated to front-line services (schools).
Total Delivery Support		5,313	5,148	-2,000	3,148	5,006	-2,000	3,006	5,006	-2,000	3,006	
Total Revenue DEL - Education and Skills		1,630,201	1,627,590	20,590	1,648,180	1,647,634	27,190	1,674,824	1,647,634	34,825	1,682,459	

CAPITAL BUDGET - Departmental Expenditure Limit (DEL)		£000's					£000's			£000's	
SPA	Actions	2011-12 Supplementary Budget June 2011	2012-13 Indicative Plans Supplementary Budget June 2011	2012-13 Changes	2012-13 Draft Budget New Plans	2013-14 Indicative Plans Supplementary Budget June 2011	2013-14 Changes	2013-14 Draft Budget New Plans	2014-15 Indicative Plans Supplementary Budget June 2011	2014-15 Changes	2014-15 Draft Budget New Plans
Educational Standards	Estate and IT provision	169,923	161,243	0	161,243	143,734	0	143,734	143,734	0	143,734
	Total Raising Standards	169,923	161,243	0	161,243	143,734	0	143,734	143,734	0	143,734
Welsh Language	Welsh Language Board	50	100	0	100	100	0	100	100	0	100
	Total Welsh Language	50	100	0	100	100	0	100	100	0	100
	Total Capital DEL - Education and Skills	169,973	161,343	0	161,343	143,834	0	143,834	143,834	0	143,834

REVENUE & CAPITAL BUDGET - Annually Managed Expenditure (AME)		£000's					£000's			£000's	
SPA	Actions	2011-12 Supplementary Budget June 2011	2012-13 Indicative Plans Supplementary Budget June 2011	2012-13 Changes	2012-13 Draft Budget New Plans	2013-14 Indicative Plans Supplementary Budget June 2011	2013-14 Changes	2013-14 Draft Budget New Plans	2014-15 Indicative Plans Supplementary Budget June 2011	2014-15 Changes	2014-15 Draft Budget New Plans
Economic & Social Wellbeing & Reducing Inequality	Post-16 learner support	-115,649	-132,021	32,128	-99,893	-150,601	42,146	-108,455	-150,601	24,627	-125,974
Economic & Social Wellbeing & Reducing Inequality	Post-16 learner support	240,951	254,333	-3,915	250,418	262,610	7,130	269,740	262,610	16,674	279,284
	Total Support for Wellbeing	125,302	122,312	28,213	150,525	112,009	49,276	161,285	112,009	41,301	153,310
	Total AME - Education and Skills	125,302	122,312	28,213	150,525	112,009	49,276	161,285	112,009	41,301	153,310

Education and Skills - Summary		£000's					£000's			£000's	
		2011-12 Supplementary Budget June 2011	2012-13 Indicative Plans Supplementary Budget June 2011	2012-13 Changes	2012-13 Draft Budget New Plans	2013-14 Indicative Plans Supplementary Budget June 2011	2013-14 Changes	2013-14 Draft Budget New Plans	2014-15 Indicative Plans Supplementary Budget June 2011	2014-15 Changes	2014-15 Draft Budget New Plans
	Revenue DEL	1,630,201	1,627,590	20,590	1,648,180	1,647,634	27,190	1,674,824	1,647,634	34,825	1,682,459
	Capital DEL	169,973	161,343	0	161,343	143,834	0	143,834	143,834	0	143,834
	Total DEL	1,800,174	1,788,933	20,590	1,809,523	1,791,468	27,190	1,818,658	1,791,468	34,825	1,826,293
	Revenue AME	-115,649	-132,021	32,128	-99,893	-150,601	42,146	-108,455	-150,601	24,627	-125,974
	Capital AME	240,951	254,333	-3,915	250,418	262,610	7,130	269,740	262,610	16,674	279,284
	Total AME	125,302	122,312	28,213	150,525	112,009	49,276	161,285	112,009	41,301	153,310
	Total Education and Skills	1,925,476	1,911,245	48,803	1,960,048	1,903,477	76,466	1,979,943	1,903,477	76,126	1,979,603

EDUCATION & SKILLS MEG
REVENUE BUDGET - DEL

Budget Expenditure Line (BEL)	2011-12	2012-13	2012-13	2012-13	2013-14	2013-14	2013-14	2014-15	2014-15	2014-15
	Supp Budget £000	Indicative Supp Budget Plans £000	Changes £000	Draft Budget New Plans £000	Indicative Supp Budget Plans £000	Changes £000	Draft Budget New Plans £000	Indicative Supp Budget Plans £000	Changes £000	Draft Budget New Plans £000
Basic Skills- Literacy & Numeracy	9,353	11,353	-5,841	5,512	13,353	-5,841	7,512	13,353	-5,841	7,512
Literacy & Numeracy	9,353	11,353	-5,841	5,512	13,353	-5,841	7,512	13,353	-5,841	7,512
14-19 Learning in Wales	20,620	20,620	-3,368	17,252	20,620	-4,611	16,009	20,620	-4,611	16,009
Foundation Phase	91,151	97,151	0	97,151	101,051	0	101,051	101,051	0	101,051
Curriculum & Assessment	3,576	3,576	5,367	8,943	3,576	5,367	8,943	3,576	5,367	8,943
Support for Improving Standards	6,215	6,215	-6,215	0	6,215	-6,215	0	6,215	-6,215	0
Curriculum	121,562	127,562	-4,216	123,346	131,462	-5,459	126,003	131,462	-5,459	126,003
General Teaching Council	6,501	6,273	-6,273	0	5,972	-5,972	0	5,972	-5,972	0
Teacher Train & Recruit Qualified	10,155	9,713	-9,713	0	9,281	-9,281	0	9,281	-9,281	0
Teacher Development and Support	3,185	3,185	16,863	20,048	3,185	16,730	19,915	3,185	16,930	20,115
DYSG	377	377	-377	0	377	-377	0	377	-377	0
Teaching & Leadership	20,218	19,548	500	20,048	18,815	1,100	19,915	18,815	1,300	20,115
Qualifications inc Welsh Bacc	15,304	15,304	-1,736	13,568	15,304	-1,736	13,568	15,304	-1,736	13,568
Qualifications	15,304	15,304	-1,736	13,568	15,304	-1,736	13,568	15,304	-1,736	13,568
Further Education Provision	316,372	573,901	-128,710	445,191	581,032	-130,000	451,032	581,032	-130,000	451,032
School Sixth Forms	115,874	0	0	0	0	0	0	0	0	0
Work Based Learning	126,810	0	128,710	128,710	0	130,000	130,000	0	130,000	130,000
Adult Community Learning	5,876	0	0	0	0	0	0	0	0	0
FE Policy Development	836	836	-100	736	836	-100	736	836	-100	736
Post-16 receipts	-23,392	-23,392	0	-23,392	-23,392	0	-23,392	-23,392	0	-23,392
Post-16 Education	542,376	551,345	-100	551,245	558,476	-100	558,376	558,476	-100	558,376
HEFCW-Running Costs	3,013	2,908	0	2,908	2,768	0	2,768	2,768	0	2,768
Higher Education Revenue	380,082	356,032	0	356,032	348,732	0	348,732	348,732	0	348,732
Higher Education Receipts	-2,798	-2,798	0	-2,798	-2,798	0	-2,798	-2,798	0	-2,798
For Our Future - Coleg Ffederal & UHOVI	14,100	24,200	0	24,200	31,500	0	31,500	31,500	0	31,500
HEFCW Depreciation	82	82	0	82	82	0	82	82	0	82
Higher Education	394,479	380,424	0	380,424	380,284	0	380,284	380,284	0	380,284
Transformation	3,943	3,943	0	3,943	3,943	0	3,943	3,943	0	3,943
Education Structures	3,943	3,943	0	3,943	3,943	0	3,943	3,943	0	3,943
School Governor Activities	702	702	-702	0	702	-702	0	702	-702	0
School Effectiveness Grant	18,849	21,549	16,024	37,573	25,749	21,667	47,416	25,749	26,067	51,816
Schools Performance Improvement	737	737	-737	0	737	-737	0	737	-737	0
Other Schools Inspections	10	10	-10	0	10	-10	0	10	-10	0
School Uniform Grant	770	770	-770	0	770	-770	0	770	-770	0
School Effectiveness Standards Support	1,532	1,532	747	2,279	1,532	747	2,279	1,532	747	2,279
Education Standards	22,600	25,300	14,552	39,852	29,500	20,195	49,695	29,500	24,595	54,095
Information Systems	2,094	2,094	-2,094	0	2,094	-2,094	0	2,094	-2,094	0
Education IT Strategy- ICT & IMS Programme	5,561	5,444	2,094	7,538	5,329	2,094	7,423	5,329	2,094	7,423
ICT & Information Management Systems	7,655	7,538	0	7,538	7,423	0	7,423	7,423	0	7,423
Education and Training Standards	1,137,490	1,142,317	3,159	1,145,476	1,158,560	8,159	1,166,719	1,158,560	12,759	1,171,319

Budget Expenditure Line (BEL)	2011-12	2012-13	2012-13	2012-13	2013-14	2013-14	2013-14	2014-15	2014-15	2014-15
	Supp Budget £000	Indicative Supp Budget Plans £000	Changes £000	Draft Budget New Plans £000	Indicative Supp Budget Plans £000	Changes £000	Draft Budget New Plans £000	Indicative Supp Budget Plans £000	Changes £000	Draft Budget New Plans £000
Skills Development and Workplace Learning	25,413	20,867	6,889	27,756	21,467	6,889	28,356	21,467	6,889	28,356
Strategic Investment - External Match Funding	539	539	-539	0	539	-539	0	539	-539	0
Skills in the Workplace	25,952	21,406	6,350	27,756	22,006	6,350	28,356	22,006	6,350	28,356
Employability	6,433	7,433	11,250	18,683	7,433	11,250	18,683	7,433	11,250	18,683
Employability	6,433	7,433	11,250	18,683	7,433	11,250	18,683	7,433	11,250	18,683
Careers Wales	38,000	36,000	0	36,000	35,000	-5,000	30,000	35,000	-5,000	30,000
Educational & Careers Choice	38,000	36,000	0	36,000	35,000	-5,000	30,000	35,000	-5,000	30,000
Skilled Workforce	70,385	64,839	17,600	82,439	64,439	12,600	77,039	64,439	12,600	77,039
Supporting Young People	7,229	7,253	-2,259	4,994	7,253	-2,259	4,994	7,253	-2,259	4,994
Access Opportunities	7,229	7,253	-2,259	4,994	7,253	-2,259	4,994	7,253	-2,259	4,994
Spec. Placements/Students with Learning Difficulties FEIs	12,294	12,294	0	12,294	12,294	0	12,294	12,294	0	12,294
School Based Counselling	4,500	4,750	0	4,750	5,000	0	5,000	5,000	0	5,000
Food & Drink in Schools	15,850	17,850	0	17,850	19,850	0	19,850	19,850	135	19,985
Additional Learning Needs	5,506	5,506	-2,210	3,296	5,506	-2,210	3,296	5,506	-2,210	3,296
Post 16 Inclusion & Supp for Learning SEN	22,440	22,440	2,000	24,440	22,440	2,000	24,440	22,440	2,000	24,440
Wellbeing of Children & Young People	60,590	62,840	-210	62,630	65,090	-210	64,880	65,090	-75	65,015
Assembly Learning Grant	195,236	196,323	0	196,323	198,232	0	198,232	198,232	0	198,232
SLC/HMRC Administration Costs	8,541	7,985	0	7,985	7,469	0	7,469	7,469	0	7,469
Maintenance Loans Res Budget Prov	97,918	92,918	4,300	97,218	92,918	10,900	103,818	92,918	13,800	106,718
Targeted Awards	9,354	9,354	100	9,454	9,354	100	9,454	9,354	100	9,454
Supp for Learning (Coleg Harlech Bursaries)	232	100	-100	0	100	-100	0	100	-100	0
Post-16 Learner Support	311,281	306,680	4,300	310,980	308,073	10,900	318,973	308,073	13,800	321,873
Tackling Disaffection	1,158	1,158	0	1,158	1,158	0	1,158	1,158	0	1,158
Grants for the education of travellers children	900	1,000	0	1,000	1,100	0	1,100	1,100	0	1,100
Minority Ethnic Achievement Grant	9,600	10,000	0	10,000	10,500	0	10,500	10,500	0	10,500
Pupil Engagement	11,658	12,158	0	12,158	12,758	0	12,758	12,758	0	12,758
Economic & Social Wellbeing & Reducing Inequality	390,758	388,931	1,831	390,762	393,174	8,431	401,605	393,174	11,466	404,640
Welsh Language Development Unit	12,377	12,377	0	12,377	12,377	0	12,377	12,377	0	12,377
Welsh Learning	12,377	12,377	0	12,377	12,377	0	12,377	12,377	0	12,377
Welsh Language Board	13,878	13,978	0	13,978	14,078	0	14,078	14,078	0	14,078
Welsh Language Board	13,878	13,978	0	13,978	14,078	0	14,078	14,078	0	14,078
Welsh Language	26,255	26,355	0	26,355	26,455	0	26,455	26,455	0	26,455
Strategic Communications	2,614	2,544	-1,000	1,544	2,483	-1,000	1,483	2,483	-1,000	1,483
International Education Initiatives	238	238	-238	0	238	-238	0	238	-238	0
Education Research & Services	2,461	2,366	-762	1,604	2,285	-762	1,523	2,285	-762	1,523
Delivery Support	5,313	5,148	-2,000	3,148	5,006	-2,000	3,006	5,006	-2,000	3,006
E&S Revenue (including non-cash) DEL	1,630,201	1,627,590	20,590	1,648,180	1,647,634	27,190	1,674,824	1,647,634	34,825	1,682,459

CAPITAL BUDGET - DEL

Budget Expenditure Line (BEL)	2011-12		2012-13		2013-14		2014-15		2014-15	
	Supp	Budget	Indicative Supp	Changes	Indicative Supp	Changes	Indicative Supp	Changes	Indicative Supp	Draft Budget
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
General Support	51,900		48,278	0	48,278	0	43,021	0	43,021	43,021
Strategic Investment	118,023		112,965	0	112,965	0	100,713	0	100,713	100,713
Estate & IT Provision	169,923		161,243	0	161,243	0	143,734	0	143,734	143,734
Education and Training Standards	169,923		161,243	0	161,243	0	143,734	0	143,734	143,734
Bilingual Wales Fund - Capital	50		100	0	100	0	100	0	100	100
Welsh Language	50		100	0	100	0	100	0	100	100
TOTAL E&S CAPITAL DEL	169,973		161,343	0	161,343	0	143,834	0	143,834	143,834

ANNUALLY MANAGED EXPENDITURE

Budget Expenditure Line (BEL)	2011-12		2012-13		2013-14		2014-15		2014-15	
	Supp	Budget	Indicative Supp	Changes	Indicative Supp	Changes	Indicative Supp	Changes	Indicative Supp	Draft Budget
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Cash Payments/Repayments Student AME - Capital	240,951		254,333	-3,915	250,418	7,130	269,740	16,674	262,610	279,284
Cash Payments/Repayments Student AME - Revenue	-115,649		-132,021	32,128	-99,893	42,146	-108,455	24,627	-150,601	-125,974
Post-16 Learner Support	125,302		122,312	28,213	150,525	49,276	161,285	41,301	112,009	153,310
TOTAL Support for Wellbeing AME	125,302		122,312	28,213	150,525	49,276	161,285	41,301	112,009	153,310
TOTAL E&S AME	125,302		122,312	28,213	150,525	49,276	161,285	41,301	112,009	153,310

CELLS MEG - SUMMARY

	2011-12		2012-13		2013-14		2014-15		2014-15	
	Supp	Budget	Indicative Supp	Changes	Indicative Supp	Changes	Indicative Supp	Changes	Indicative Supp	Draft Budget
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Revenue DEL	1,630,201		1,627,590	20,590	1,648,180	27,190	1,674,824	34,825	1,647,634	1,682,459
Capital DEL	169,973		161,343	0	161,343	0	143,834	0	143,834	143,834
Total DEL	1,800,174		1,788,933	20,590	1,809,523	27,190	1,818,658	34,825	1,791,468	1,826,293
Annually Managed Expenditure	125,302		122,312	28,213	150,525	49,276	161,285	41,301	112,009	153,310
Education & Skills	1,925,476		1,911,245	48,803	1,960,048	76,466	1,979,943	76,126	1,903,477	1,979,603

Memorandum on the Business, Enterprise, Technology and Science (BETS) Draft Budget Proposals for 2012/13

Enterprise and Business Committee - 12th October 2011

Introduction

This paper provides information on the BETS budget proposals as outlined in the draft budget announced on 4th October 2011. This paper does not cover detail relating to the Deputy Minister for Agriculture, Fisheries and European programmes. It also does not cover detailed items relating to Tourism and Major Events which are being scrutinised by the Communities, Equality and Local Government Committee on the 19th October.

Summary of Budget Changes

The total Main Expenditure Group (MEG) allocation has increased by £1m in 2012/13 and £1m in 2013/14, compared to indicative plans for 2012/13, published in the Final Budget 2011/12, (as restated based on the new structure in the First Supplementary Budget 2011/12), The indicative plan for 2014/15, is £263.8m (the same as in 2013/14).

The additional resource funding is associated with the National Science Academy with a transfer of £1m per annum. A revenue budget of £2.7m for innovation schemes has been realigned to the Encouraging Innovation SPA and £0.3m for strategic programme support has also been realigned to the Strategy and Corporate Programmes SPA

The draft budget for 2012/13 for BETS contains only minor changes in comparison to the Department's indicative budget allocations in the previous Welsh Government budget. These adjustments clarify the allocation of resources for delivery in specific areas.

The table below shows the overall effect on the DEL baseline budget.

	2011/12 Supplementary Budget £'000	Changes £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Revenue	184,095	(2,776)	181,319	182,877	182,877
Capital	94,588	(6,132)	88,456	79,370	79,370
Non Cash	1,551	0	1,551	1,551	1,551
AME	41,402	0	41,402	41,402	41,402
DEL	321,636	(8,908)	312,728	305,200	305,200

The £8.908m reduction is primarily from the following budget areas:

Revenue £2.776m

- A net reduction in funding of £2.722m in the Sectors & Business Group reflecting reductions in legacy Single Investment Fund (SIF) commitments, core funding for Finance Wales and transfers to Innovation and Corporate and Strategy Programmes;

- A reduction of £0.128m in Tourism, Marketing and Major Events activities;
- An additional £0.945m provided for ICT infrastructure;
- An increase of £0.203m for corporate services and programmes reflecting the transfer of funding for stakeholder engagement from Sectors to Strategy Programmes
- A reduction of £1.074m relates to rural affairs

Capital £6.132m

- Net reduction of £6.132m from efficiency savings and refocusing business support in line with profiled commitments for legacy SIF in order to release funds in support of ICT infrastructure and Sectors

Funding of Spending Programme Areas

The Minister for Finance and Leader of the House announced the Round IV projects under the Invest-to-Save fund in June 2011. It included Public Sector Broadband Aggregation (PSBA) projects for accelerating the benefits of broadband in North Wales and other schemes with £4m allocated in the supplementary budget for 2011/2 and £1m made available in 2012/13.

Sectors & Business

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Sectors and Business	Revenue	48,871	43,826	43,856	43,856
	Capital	69,129	59,992	43,711	43,711
	TOTAL	118,000	103,818	87,567	87,567

The total budget of £103.8m includes £89.4m for business support in 2012/13 to create an environment to help develop thriving companies. £14.4m will be allocated for entrepreneurship and business information

Six priority sectors were announced in 2010 with three additional sectors announced last month. Sector priorities will inform budget allocations, as previous commitments cease and funding is released for new priorities. We will continue to work closely with UK Trade & Investment (UKT&I) across international markets, to promote Wales as an inward investment location and to promote Welsh companies in international markets.

Funding of over £1.5m is available for trade activity for export activities which sectors can draw on.

£14.4m support for entrepreneurship and business information will include youth entrepreneurship, start-up support to encourage self employment and the creation of high potential starts and responsible business practices. This will also include ensuring that the mutual and co-operative sector has access to appropriate and robust business advice. Responsible Business practices will facilitate corporate social responsibility commitments for the Department.

The reduction of £14.182m from 2011/12 represents savings from re-profiled commitments on legacy SIF and efficiency savings redirected to meet other pressures within the DEL.

Finance Wales

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Finance Wales	Revenue	5,102	4,802	4,102	4,102
	Capital	1,500	1,500	1,500	1,500
	TOTAL	6,602	6,302	5,602	5,602

This includes core funding to Finance Wales to provide investments for businesses in Wales and provision of capital to support the JEREMIE fund. The reduction of £0.300m represents efficiency savings in the operating costs of Finance Wales and will not adversely impact the operational delivery to SMEs.

Encouraging Innovation

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Encouraging Innovation	Revenue	3,162	5,785	5,800	5,800
	Capital	433	357	300	300
	TOTAL	3,595	6,142	6,100	6,100

£6.1m has been allocated to encourage businesses to invest in Innovation and develop links with academia through the Business Innovation, A4B and Research, Development and Innovation programmes.

The net increase of £2.547m from 2011/12 reflects the transfer of £2.656m for Innovation based programmes from Sectors and Business. The funding for activities under the Academia for Business (A4B) programme is included within Sectors and Business activity, reflecting alignment of this programme to support sector and business activity. Efficiency savings of £0.109m are being achieved through rationalisation and focussing support.

The budget includes £1m funding for the National Science Academy (NSA) to encourage young people to engage with Science, Technology, Engineering and Mathematics subjects.

Regional Funding

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Regional Funding	Revenue	2,005	2,005	2,005	2,005
	Capital	995	995	995	995

	TOTAL	3,000	3,000	3,000	3,000
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£3m of Regional Funding will align with Programme for Government commitments. Proposals are being developed for Regional Funding and will be agreed for delivery during 2011/12.

Tourism and Marketing

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Tourism	Revenue	12,747	12,723	12,626	12,626
	Capital	2,790	2,595	2,313	2,313
	TOTAL	15,537	15,318	14,939	14,939

£18.1m funding for tourism (£15.318m) and marketing (£2.796m) actions will focus on increasing visitor demand and conversion, developing the visitor experience and facilitating relevant marketing campaigns. Administering the Tourism Investment Support Scheme and the UK harmonised grading schemes effectively will support improved product quality and higher levels of competitiveness in the tourism sector. The overall reduction of £0.219m represents efficiency savings in tourism actions.

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Marketing	Revenue	2,840	2,796	2,815	2,815
	TOTAL	2,840	2,796	2,815	2,815

Marketing supports key campaigns and activities to help communication and success of delivery of BETS programme and projects. Efficiency savings of £0.044m from 2011/12 will be realised through focussed campaigns and rationalisation of procurement and supporting activities.

Major Events

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Major Events	Revenue	3,930	3,870	3,897	3,897
	TOTAL	3,930	3,870	3,897	3,897

£3.9m funding for Major Events will support work with national, UK and international sports federations to ensure more major events are hosted in Wales in the future, ensuring that the whole of Wales reaps the benefits of this

ambition. The budget will also support work with Cardiff City Council to explore the feasibility of bidding to host the Commonwealth Games in 2026. The reduction of £0.060m from 2011/12 represents efficiency savings.

Infrastructure

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Infrastructure	Revenue*	20,161	21,106	22,262	22,262
	Capital	6,291	10,031	18,456	18,456
	TOTAL	26,452	31,137	40,718	40,718

* excludes non fiscal resource DEL of £1,309k

£31.1m (excluding non fiscal resource DEL) support for Property Related Infrastructure, ICT Infrastructure and the Next Generation Broadband for Wales project (NGBW). In respect of Property Related Infrastructure, the current property policy area covers management of the existing property portfolio, land reclamation programme and property offers to business.

A breakdown of the allocation within the budget for the NGBW cannot be ascertained until final bids are received from the bidders involved in the ongoing competitive process. A blend of Welsh Government, European Union and UK Government funding will be used to leverage private sector investment to support the project.

Rural Affairs

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
Rural Affairs	Revenue*	79,078	78,004	79,074	79,074
	Capital	13,001	12,569	11,723	11,723
	TOTAL	92,089	90,573	90,797	90,797

* excludes non fiscal resource DEL of £242k

£90.6m support for rural businesses and communities will promote the sustainability of the farming, fisheries and agri-food industries and their associated supply chains in a way that enhances the socio economic, environmental and cultural cohesion of rural Wales. Making progress toward these outcomes involves working with key partner organisations as well as with other devolved administrations in the UK and EU. All aspects of Fisheries policy and strategy, legislation, fisheries management, enforcement and administration of the European Fisheries Fund will be supported as well as developing and marketing the Welsh food and drink industry.

Strategy & Corporate Programmes

Action	Expenditure Category	2011/12 Supplementary Budget	2012/13 Proposed Budget	2013/14 Indicative Plans	2014/15 Indicative Plans
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		£'000	£'000	£'000	£'000
Strategy & Corporate Programmes	Revenue	4,677	4,880	4,918	4,918
	Capital	449	417	372	372
	TOTAL	5,126	5,297	5,290	5,290

£5.3m supports the Health Challenge Programme, National Loans Fund repayments, and strategy support activity. This budget line also supports the economic analysis which underpins many spending decisions. The net additional £0.171m from 2011/12 reflects a transfer of funding from sectors to strategy programmes relating to stakeholder engagement

Welsh European Funding Office (WEFO)

Action	Expenditure Category	2011/12 Supplementary Budget £'000	2012/13 Proposed Budget £'000	2013/14 Indicative Plans £'000	2014/15 Indicative Plans £'000
WEFO	Manage Delivery of Structural Fund Programmes in Wales	1,522	1,522	1,522	1,522
	TOTAL	1,522	1,522	1,522	1,522

WEFO will continue to manage, monitor and report on the implementation of the EU Structural Fund programmes in Wales and ensure the alignment of EU Structural Fund programmes and projects with Welsh Government policies and EU policies and strategies.

Impact Assessments

An equality impact assessment process was undertaken when the indicative allocations were laid in the Final Budget of February 2011 and this remains relevant for the Draft Budget. We are currently focussing equality impact assessment at planning and implementation phase across the various areas of the department. This will include an action plan which will identify how the Department can assess impact across the span of its work.

In terms of sustainable development, we are working to encourage a low-carbon, low-waste and resource-efficient economy, working closely with businesses, collaborating with key partners and preparing sector strategies.

Enterprise and Business Committee

Date: 12th October 2011

Time: 10.00 to 11.00 am

Title: Evidence paper on the Draft Budget:
Regeneration aspects of the Minister for Housing,
Regeneration and Heritage's portfolio

Introduction

1. This paper provides background financial information to the Committee regarding the future spending plans for the Regeneration part of the Minister's portfolio, as outlined within the Draft Budget. Strategic, physical and legacy regeneration comes within the remit of this Committee. The other aspects of the Minister's portfolio, namely Housing and Heritage, come within the remit of the Communities, Equality and Local Government Committee.
2. Annex A gives a breakdown of the Draft Budget for the Regeneration lines by Action, and by BEL within each Action.

Budget Overview

3. The draft budget figures for Regeneration may be summarised as follows:

Spending Programme Area	Baseline 2011-12 £'000	Draft Budget 2012-13 £'000	Indicative Plans 2013-14 £'000	Indicative Plans 2014-15 £'000
Revenue	14,489	14,336	14,397	14,397
Capital	55,343	51,477	45,888	45,888
Total	69,832	65,813	60,285	60,285

4. The budget process for this year has been 'light touch'. A comprehensive budget planning round was undertaken last year, when it was necessary to make reductions to planned budgets. The reductions in the capital budgets in particular were significant.
5. There has been only one change from the 3 year plan set out in last year's budget planning round. In order to support existing commitments in respect of Cardiff Bay Harbour Authority, funding of £0.3m in 2012-13 and £0.1 in 2013-14 has been transferred from the *Implementation*

of Strategic Regeneration Areas Action to Manage Delivery of Legacy Regeneration Action. This budget has then been rolled forward flat into 2014-15.

Programme of Government

6. The Welsh Government's regeneration programme comprises an integrated series of actions and targeted investment which aims to reverse the decline of and deliver sustainable renewal in disadvantaged areas in Wales.
7. Our budget is broken down into the following lines:

Implementation of Strategic Areas

8. Our Regeneration Areas budgets support a series of focused, area-based interventions in parts of Wales where we believe we can work with local agencies to tackle acute needs, in particular multiple forms of deprivation. We work with partners across the public, private and voluntary sectors to develop and deliver co-ordinated and holistic action plans to address local needs and opportunities, using our funding to lever in additional investment. We currently have seven Regeneration Areas (Heads of the Valleys, Western Valleys, Mon a Menai, North Wales Coast, Aberystwyth, Swansea and Barry). Investment from our Regeneration Areas is used as match funding for European-funded projects; the largest of these projects is part of the Valleys Regional Park, a partnership which we host on behalf of over 40 organisations.

Manage Delivery of Legacy Regeneration Areas

9. We also provide funding in two other priority areas, namely:
 - Newport Unlimited - funding for the only Urban Regeneration Company (URC) in Wales, jointly owned by the Welsh Government and Newport City Council. The URC was created in 2003 to work with public and private sectors to deliver major physical change and strengthen the economy of Newport through regeneration projects to improve the landscape, create new jobs, attract investment and ensure a vibrant city for the future; and
 - Cardiff Harbour Authority - funding to Cardiff Council for the safe maintenance and operation of the area in Cardiff Bay controlled by the Harbour Authority, in accordance with its statutory obligations under the Cardiff Bay Barrage Act 1993.

10. The budget line for the Legacy Regeneration Areas reduces over the 3 year Plan period, from £8.2m to £8m (revenue), and from £3.4m in 2011/12 to £2m in 2014/15 (capital) as part of planned reductions in the funding for Cardiff Harbour Authority (revenue) and Newport Unlimited (capital). The programme for Newport Unlimited comes to an end in 2013/14 so the allocation in 2014/15 is a contingency figure at this stage.

Groundwork Wales and Coalfields Regeneration Trusts

11. We provide core funding to Groundwork Wales and Coalfields Regeneration Trusts. The functions of each are best explained by the organisations web pages - <http://www.wales.groundwork.org.uk/> & <http://www.coalfields-regen.org.uk/contactingus/wales/>. This amounts to £1.1m revenue, and £0.250m capital in 2011/12. The position for the Plan period is currently under review.

Local Authority General Capital Funding

12. Within the Regeneration budgets, there is a budget line for local authority general capital funding, amounting to £11.577m in 2012-13. This funding is unhypothecated, and as such, once it is distributed to the local authorities as part of the local government settlement, we are not able to direct its spend.

Looking forward

13. As our capital budget reduces, we are working closely with partners to ensure that we identify the strategic investments which will make a real difference, and that maximise other funding opportunities, in order to maintain the momentum of change in our Regeneration Areas.

HOUSING, REGENERATION AND HERITAGE MAIN EXPENDITURE GROUP (MEG) - REGENERATION BUDGET							
REVENUE BUDGET							
SPA	Actions	Budget expenditure Line (BEL)	BEL	2011-12 Final Budget	2012-13 Indicative Plans	2013-14 Indicative Plans	2014-15 Indicative Plans
Regeneration	Implementation of Strategic Regeneration areas	Implementation of Strategic Regeneration areas	4151	5,189	6,136	6,397	6,397
	Manage Delivery of Legacy Regeneration Areas	Manage Delivery of Legacy Regeneration Areas	4162	8,200	8,200	8,000	8,000
	Prepare Future Strategic Regeneration Areas	Prepare Future Strategic Regeneration Areas		0	0	0	0
	Groundwork & Coalfields Regeneration Trust	Groundwork & Coalfields Regeneration Trust	1400	1,100	0	0	0
Total Revenue - Regeneration				14,489	14,336	14,397	14,397

CAPITAL BUDGET							
SPA	Actions			2011-12 Final Budget	2012-13 Indicative Plans	2013-14 Indicative Plans	2013-14 Indicative Plans
Regeneration	Implementation of Strategic Regeneration areas	Implementation of Strategic Regeneration areas	4151	39,693	36,500	33,000	33,000
	Manage Delivery of Legacy Regeneration Areas	Manage Delivery of Legacy Regeneration Areas	4162	3,900	3,400	2,000	2,000
	Prepare Future Strategic Regeneration Areas	Prepare Future Strategic Regeneration Areas		0	0	0	0
	Local Authority Regeneration General Capital Funding	Local Authority Regeneration General Capital Funding	1380	11,500	11,577	10,888	10,888
	Groundwork & Coalfields Regeneration Trust	Groundwork & Coalfields Regeneration Trust	1400	250	0	0	0
Total Capital - Regeneration				55,343	51,477	45,888	45,888

Summary - Regeneration							
				2011-12 Final Budget	2012-13 Indicative Plans	2013-14 Indicative Plans	2013-14 Indicative Plans
	Revenue			14,489	14,336	14,397	14,397
	Capital			55,343	51,477	45,888	45,888
	Total Budget - Regeneration			69,832	65,813	60,285	60,285