

Mark Drakeford AS/MS

**Ysgrifennydd y Cabinet dros Gyllid a'r Gymraeg
Cabinet Secretary for Finance and Welsh Language**



**Llywodraeth Cymru
Welsh Government**

Peredur Owen Griffiths MS
Chair of Finance Committee
Senedd Cymru
Cardiff Bay
CF99 1SN

24 June 2025

Dear Peredur,

Please find attached, at Annex A, a detailed list of all Barnett consequentials resulting from the UK Spring Statement and Main Estimates for 2025-26. These consequentials comprise additional funding for Wales of £270.107m revenue, primarily relating to the impact of increased employers' National Insurance Contributions, and additional capital of £0.742m.

These consequentials form part of the Welsh Government's first supplementary budget published on 17 June.

I hope you find this information helpful and I look forward to attending the Committee's scrutiny of the first supplementary budget on 26 June.

Yours sincerely,

Mark Drakeford AS/MS

**Ysgrifennydd y Cabinet dros Gyllid a'r Gymraeg
Cabinet Secretary for Finance and Welsh Language**

Canolfan Cyswllt Cyntaf / First Point of Contact Centre:
0300 0604400

Bae Caerdydd • Cardiff Bay
Caerdydd • Cardiff
CF99 1SN

Correspondence.Mark.Drakeford@gov.wales
Gohebiaeth.Mark.Drakeford@llyw.cymru

Rydym yn croesawu derbyn gohebiaeth yn Gymraeg. Byddwn yn ateb gohebiaeth a dderbynnir yn Gymraeg yn Gymraeg ac ni fydd gohebu yn Gymraeg yn arwain at oedi.

We welcome receiving correspondence in Welsh. Any correspondence received in Welsh will be answered in Welsh and corresponding in Welsh will not lead to a delay in responding.

Annex A - Barnett formula consequentials 2025-26

	Revenue £m	Capital £m
Spring Statement 2025		
Local Government Finance Settlement Reserve Allocation	11.519	
Construction Skills Package	2.304	2.304
Main Estimates 2025-26		
<u>National Insurance Contributions</u>		
Health & Social Care	85.543	
Education	64.932	
Home Office	0.076	
Housing, Communities & Local Government	29.948	
HMRC	0.142	
DWP	0.021	
Energy, Security & Net Zero	0.241	
DEFRA	1.737	
Business & Trade	0.014	
Culture, Media & Sport	0.549	
Science, Innovation & Technology	0.144	
Transport	1.872	
Food Standards Agency	0.071	
Office for Standards in Education, Children's Services & Skills	0.118	
Office of Qualifications & Exam Regulation (OFQUAL)	0.018	
<i>NICs Sub-Total</i>	<i>185.426</i>	
Department for Education	70.841	
OFQUAL	0.043	
Small & Independent Bodies	-0.026	
Food Standards Agency		0.387
Housing, Communities & Local Government		-1.949
Total	270.107	0.742