

Our ref: PT/mm

Ask for: Marilyn Morgan

Your ref:

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Jocelyn Davies AM
Chair
Finance Committee
National Assembly for Wales
Cardiff Bay
Cardiff
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Dear Ms Davies

Second Supplementary Budget for 2011-12

As you are aware my Estimate paper for 2012-13 incorporated details of a Supplementary Estimate for the current financial year 2011-12. This covered the pension deficit arising out of the membership of the Local Government Pension Scheme by the former Commission for Local Administration in Wales. As a Committee, in your report on my Estimate's submission, you supported my seeking to obtain additional Annually Managed Expenditure (AME) to recognise this pension fund deficit liability.

Since the issuing of the report discussions have been ongoing with the finance officials of the Welsh Government to determine the amount of the provision that should be included in the current financial year and the appropriate treatment to enable the matter to be considered by the Treasury in line with the publication issued by the Treasury "Consolidated Budgetary Guidance from 2010-11.

I am able to confirm that the Welsh Government have been successful in securing this funding and the appropriate changes have been incorporated into the Second Supplementary Budget for 2011-12 that is due for consideration at the forthcoming Finance Committee. There is no impact on the overall cash requirement of my office from the Welsh Consolidated Fund in the 2011-12 financial year.

Yours sincerely



Peter Tyrndall
Ombudsman