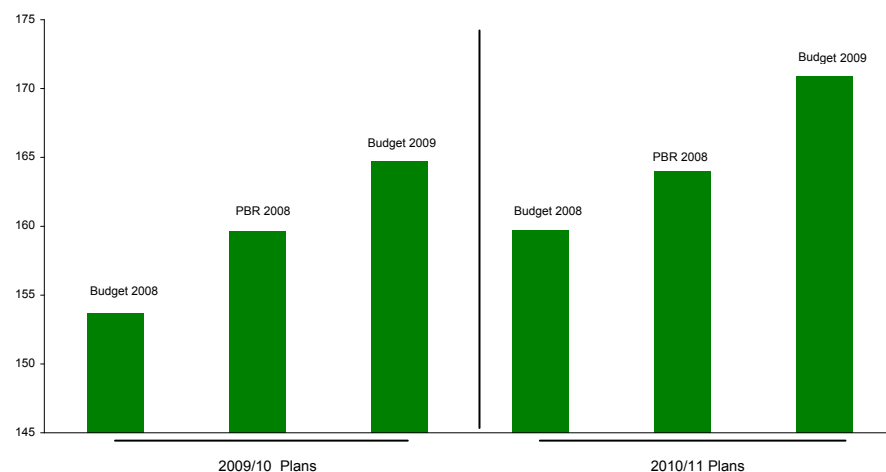


VI Effect of Budget 2009 on departmental expenditure

- The Chancellor of the Exchequer delivered the Budget on 22 April.
- The Budget set assumptions for spending growth for the period 2011/12 to 2013/14. The growth rate of current spending over that period will be 0.7% in real terms. At the time of the 2008 PBR the estimate was for growth of between 1.1% and 1.3%.
- The framework for public expenditure is divided between Departmental Expenditure Limit (DEL) spending, which is planned and controlled on a three year basis in Spending Reviews and Annually Managed Expenditure (AME), which is expenditure which cannot reasonably be subject to firm, multi-year limits in the same way as DEL such as social security benefits
- Social security payments are projected to be £165bn in 2009/10 and £171bn in 2010/11. These estimates are 7% higher than those published in Budget 2008.

Changes in projected social security benefits expenditure, £bn
(Resource AME)



Departmental Expenditure Limits - resource and capital budgets, £bn

	Outturn	Estimate	Plans	
	2007/08	2008/09	2009/10	2010/11
<i>Total Resource DEL</i>	309.9	324.3	342.1	352.3
Children, Schools and Families	44.9	46.8	49.2	51.3
Health	88.4	92.5	99.9	104
of which: NHS England	86.4	90.9	98.2	102.3
Innovation, Universities and Skills	15.5	16.7	17.2	17.9
CLG Local Government	22.8	24.6	25.6	26.3
Home Office	8.6	8.9	9.4	9.5
Justice	8.8	9.3	9.5	9.4
Defence	35.7	37.9	38.7	36.7
International Development	4.5	4.8	5.5	6.2
Work and Pensions	8.1	8.1	9.1	9.9
Scotland	23.8	24.6	25.4	26.1
Wales	12.3	13	13.6	14
Northern Ireland Executive	7.6	8.1	8.4	8.7
<i>Total Capital DEL</i>	44.1	48.3	57.7	51.6
Children, Schools and Families	5.2	5.6	7.2	6.8
Health	3.8	4.6	5.6	4.8
of which: NHS England	3.6	4.4	5.4	4.7
Innovation, Universities and Skills	2.1	2.1	2.6	1.8
CLG Local Government	0	0.1	0.1	0.1
Home Office	0.7	0.9	0.8	0.8
Justice	0.8	1	0.8	0.7
Defence	7.9	8.6	9.1	8.8
International Development	0.7	0.9	1.4	1.6
Work and Pensions	0.1	0.1	0.1	0.1
Scotland	3.6	3.3	3.7	3.2
Wales	1.5	1.6	1.7	1.7
Northern Ireland Executive	1.1	1.1	1.1	1.1
Total DEL (excluding depreciation)	343.2	360.7	387.3	390.5

Source: Table C11, Budget 2009 HMT, April 2009, HC 407