

**WRITTEN STATEMENT TO THE NORTHERN IRELAND ASSEMBLY**

**PUBLIC EXPENDITURE: 2025-26 FURTHER ALLOCATIONS**

**6 FEBRUARY 2026**

**JOHN O'DOWD MLA  
MINISTER OF FINANCE**

I wish to update Members on the Executive's agreement to further allocations in 2025-26.

Following December Monitoring, the January In-Year Technical Exercise was commissioned to allow departments to provide details of additional easements identified since December Monitoring and to process technical adjustments.

Departments were also asked to confirm whether they could utilise any further capital funding, in order to help reduce the risk of capital underspend exceeding the amount that can be carried forward to 2026-27 through the Budget Exchange Scheme.

### **Funding Available**

The funding being allocated is as a result of additional Barnett consequentials and reduced requirements from departments.

The Treasury has provided additional Barnett consequentials of £13.4 million Resource DEL and £15.6 million Capital DEL, along with a reduction of £3.4 million in Financial Transactions Capital (FTC).

Departments declared reduced requirements of £10.5 million Resource DEL and £16.8 million Capital DEL. Of these, £0.1million Resource DEL and £2.7 million Capital DEL relate to Treasury-earmarked funding and are therefore not available for reallocation.

Full details of the reduced requirements are provided in the tables accompanying this statement.

Taking account of Barnett consequentials, reduced requirements, a Treasury cash management rebate, and an increase in forecast regional rate income, the Executive had £25.2 million Resource DEL and £29.7 million Capital DEL available for allocation.

### **Further Allocations**

#### Resource DEL

At December Monitoring, I committed that if any further Barnett consequentials became available, I would move quickly to allocate these towards public sector pay pressures.

As an Executive we remain fully committed to supporting public sector pay. We have therefore agreed to allocate £25 million in additional resource funding towards meeting health service and teacher pay costs.

The Department of Health will receive £18.3 million for health service pay costs.

The Department of Education will receive £6.8 million for teachers' pay costs.

The NI Authority for Utility Regulation will receive £0.2 million to meet an IT assist charge pressure that cannot be funded from license fee income.

### Capital DEL

The Department for Infrastructure will receive a general allocation of £16.8 million to meet a range of pressures including Translink, water, and local transport safety measures. This includes vital funding towards fixing our road network.

The Department for Communities will receive £6.5 million for Disabled Adaptations. This funding will help people with disabilities adapt their homes ensuring their living spaces truly meet their needs and support greater independence.

Recognising the pressures facing education, the Department of Education will receive £6.4 million of funding for general capital pressures.

### Ring-fenced Resource DEL

The Treasury has also provided sufficient Ring-fenced Resource DEL to meet in full the bids submitted by departments in December Monitoring.

Details of all allocations are provided in the tables provided with this statement.

### **Technical Adjustments**

To support transparency, this statement is accompanied by tables setting out the adjustments to departmental budgets, including technical adjustments. Technical adjustments include budget cover transfers with Whitehall departments, Treasury earmarked funding for private schools VAT compensation, and Treasury funding for Student Loan impairments costs.

### **Conclusion**

While additional funding from Barnett consequentials is welcome it is nowhere on the scale required to meet the challenges facing departments. Our public finances remain extremely constrained this year and going into next year.

I remain committed to working in partnership with my Ministerial colleagues to find a way forward on the multi-year budget.

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**Table 1: Reduced Requirements**  
(£millions)

<b>Department</b>	<b>Description</b>	<b>Resource DEL</b>	<b>Capital DEL</b>
<b>DAERA</b>	NI Boundary Regulatory Inspection Capability <sup>1</sup>		<b>-2.7</b>
<b>DfE</b>	DNA Museum (NIE IFF)		<b>-1.1</b>
<b>DE</b>	Strule		<b>-6.4</b>
DoF	Delays in projects and recruitment	-2.5	
	Integr8 Project Delays	-1.5	
<b>Total DoF</b>		<b>4.0</b>	
<b>DoH</b>	Trusts - NI Protocol - Regional Pharmaceutical Procurement Service (RPhPS) <sup>1</sup>	<b>-0.1</b>	
<b>Dfi</b>	A4 Enniskillen Southern Bypass CFER	<b>-0.1</b>	<b>-6.6</b>
<b>TEO</b>	Earmarked Victims Pool	<b>-6.0</b>	
<b>FSA</b>	Meat Hygiene Inspection	<b>-0.2</b>	
<b>NIA</b>	Project Slippage	<b>-0.1</b>	
<b>NIAUR</b>	Dilapidations		<b>-0.1</b>
<b>Total Reduced Requirements</b>		<b>-10.5</b>	<b>-16.8</b>

Totals may not add due to rounding

<sup>1</sup> Treasury earmarked funding

**Table 2: Allocations**  
**(£millions)**

<b>Department</b>	<b>Description</b>	<b>Resource DEL</b>	<b>Capital DEL</b>
DfC	Disabled Adaptations		6.5
DE	Pay	6.8	
	General Capital pressures		6.4
DoH	Pay	18.3	
DfI	General Allocation		16.8
NIAUR	IT Assist pressure	0.2	
<b>Total Allocations</b>		<b>25.2</b>	<b>29.7</b>

Totals may not add due to rounding

**Table 3: Departmental Outcome – Resource DEL**  
(£millions)

<b>Department</b>	<b>December Monitoring Position</b>	<b>Reduced Requirements</b>	<b>Executive Allocations</b>	<b>Technical Adjustments</b>	<b>January Position</b>
DAERA	657.1				657.1
DfC	931.6			-1.5	930.2
DfE	842.7			-0.4	842.4
DE	3,360.8		6.8	1.6	3,369.2
DoF	235.7	-4.0		2.5	234.1
DoH	8,642.2	-0.1	18.3	52.6	8,713.0
Dfi	661.2	-0.1		0.1	661.2
DOJ	1,436.7				1,436.7
TEO	198.2	-6.0		-2.8	189.4
FSA	17.5	-0.2			17.3
NIA	57.5	-0.1			57.4
NIAO	10.8				10.8
NIAUR	0.1		0.2		0.3
NIPSO	5.1				5.1
PPS	43.8				43.8
<b>Total</b>	<b>17,101.1</b>	<b>-10.5</b>	<b>25.2</b>	<b>52.1</b>	<b>17,168.0</b>

Totals may not add due to rounding

**Table 4: Departmental Outcome – Capital DEL**  
(£millions)

<b>Department</b>	<b>December Monitoring Position</b>	<b>Reduced Requirements</b>	<b>Executive Allocations</b>	<b>Technical Adjustments</b>	<b>January Position</b>
DAERA	130.3	-2.7			127.6
DfC	275.2		6.5	-8.8	272.9
DfE	229.7	-1.1		5.4	234.0
DE	402.8	-6.4	6.4	-0.1	402.8
DoF	33.9				33.9
DoH	377.7				377.7
Dfi	841.8	-6.6	16.8	0.3	852.3
DOJ	101.5				101.5
TEO	14.9				14.9
FSA	0.2				0.2
NIA	2.6				2.6
NIAO	0.0				0.0
NIAUR	3.0	-0.1			2.9
PPS	0.8				0.8
<b>Total</b>	<b>2,414.5</b>	<b>-16.8</b>	<b>29.7</b>	<b>-3.1</b>	<b>2,424.2</b>

Totals may not add due to rounding

£0.0m represents amounts of less than £50k

**Table 5: Departmental Outcome – Ring-fenced Resource DEL including Student Loans impairment**

**(£millions)**

<b>Department</b>	<b>December Monitoring Position</b>	<b>Executive Allocations</b>	<b>Technical Adjustments</b>	<b>January Position</b>
DAERA	39.2	0.5	3.1	42.9
DfC	31.2	2.4		33.6
DfE	224.3	4.3	1,467.6	1,696.2
DE	3.0			3.0
DoF	49.0	2.2		51.2
DoH	255.2	10.0		265.2
DfI	164.9			164.9
DOJ	109.9	1.0	0.4	111.3
TEO	2.4	0.1		2.5
FSA	0.2	0.0		0.2
NIA	4.8	0.1		4.8
NIAO	0.2			0.2
NIAUR	0.3			0.3
NIPSO	0.1			0.1
PPS	3.5			3.5
<b>Total</b>	<b>888.2</b>	<b>20.6</b>	<b>1,471.1</b>	<b>2,379.9</b>

Totals may not add due to rounding

£0.0m represents amounts of less than £50k