# **Supplementary Supply and Budget Adjustments (FY 2021) Bill**

Bill No. 19/2021.

Read the first time on 26 July 2021.

## SUPPLEMENTARY SUPPLY AND BUDGET ADJUSTMENTS (FY 2021) ACT 2021

(No. of 2021)

#### ARRANGEMENT OF SECTIONS

## Section

- 1. Short title
- 2. Interpretation
- 3. Supplementary supply from Consolidated Fund
- 4. Budget adjustments for prior appropriations
- 5. Effect in relation to Supply Act 2021 The Schedule

## A BILL

## intituled

An Act to make supplementary provision out of the Consolidated Fund to meet additional expenditure for the financial year 1 April 2021 to 31 March 2022, and to reduce certain appropriations from the Consolidated Fund and Development Fund for that financial year due to exigencies.

Be it enacted by the President with the advice and consent of the Parliament of Singapore, as follows:

## Short title

**1.** This Act is the Supplementary Supply and Budget Adjustments (FY 2021) Act 2021.

## Interpretation

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**2.** In this Act, unless the context otherwise requires, "FY 2021" means the period starting 1 April 2021 and ending 31 March 2022.

## Supplementary supply from Consolidated Fund

- **3.**—(1) A further sum of not more than \$1,706,000,000, not otherwise provided for by the Supply Act 2021 (Act 7 of 2021)
  - (a) is appropriated for the Heads of Expenditure for the public services specified in Part 1 of the Schedule; and
  - (b) is subject to any reduction in appropriations for expenditure for the same public services that may be made in FY 2021.
- 15 (2) A further sum of not more than \$1,492,000,000 is authorised to be issued from the Consolidated Fund for FY 2021, after the reductions in section 4 relating to the Consolidated Fund totalling \$214,000,000 are applied as appropriations in aid of the Heads of Expenditure for the public services specified in Part 1 of the Schedule.
  - (3) The further sum authorised to be issued under subsection (2) is in addition to any other sums that have been so authorised by the Supply Act 2021.

## Budget adjustments for prior appropriations

4.—(1) The sums appropriated from the Consolidated Fund and the Development Fund for FY 2021 by the Supply Act 2021 for the Heads of Expenditure specified in Part 2 of the Schedule are reduced to the extent provided respectively in that Part.

(2) The reductions under subsection (1) relating to the Consolidated Fund totalling \$214,000,000 are to be applied, in the manner directed by the Minister, as appropriations in aid of the Heads of Expenditure for the public services specified in Part 1 of the Schedule.

## Effect in relation to Supply Act 2021

- **5.**—(1) This Act (except section 3 and Part 1 of the Schedule)
  - (a) is to be construed as if it formed part of the Supply Act 2021 relevant to the Heads of Expenditure concerned; and
  - (b) is to have effect as if it had commenced on 1 April 2021.
- (2) This Act is a Supply law for the purposes of sections 12(3) and 17A of the Financial Procedure Act (Cap. 109).

## THE SCHEDULE

## PART 1

Section 3 15

#### FURTHER APPROPRIATIONS FROM CONSOLIDATED FUND

| Head | Title  | Appropriation<br>from<br>Consolidated<br>Fund |  |
|------|--|---|--|
|      |  | \$  |  |
| L    | Ministry of Sustainability and the Environment | 46,000,000                                    |  |
| Z    | Financial Transfers                            | 1,660,000,000                                 |  |
|      | Total  | 1,706,000,000                                 |  |

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## THE SCHEDULE — continued PART 2

Sections 4 and 5

## REDUCED APPROPRIATIONS FOR HEADS OF EXPENDITURE

| 5  | Head | Title  | Reduction in<br>appropriation from<br>Consolidated Fund<br>and appropriated in<br>aid of Part 1 | Reduction in<br>appropriation from<br>Development Fund |
|----|------|--|---|--|
| 10 |      |  | \$  | \$   |
|    | K    | Ministry of Education                          | 83,000,000  | 70,000,000   |
|    | L    | Ministry of Sustainability and the Environment |   | 74,000,000   |
|    | O    | Ministry of Health                             |   | 190,000,000  |
| 15 | R    | Ministry of Law                                |   | 19,000,000   |
|    | T    | Ministry of National<br>Development            |   | 155,000,000  |
|    | W    | Ministry of Transport                          | 131,000,000   | 527,000,000  |
| 20 | X    | Ministry of Culture,<br>Community and Youth    |   | 56,000,000   |
|    |      | Total reduction                                | 214,000,000   | 1,091,000,000  |

## **EXPLANATORY STATEMENT**

In accordance with Article 148(2) of the Constitution of the Republic of Singapore, this Bill seeks to make additional provision for the financial year 1 April 2021 to 31 March 2022 (called FY 2021) to meet expenditure in excess of the sums authorised by the Supply Act 2021 (Act 7 of 2021).

The Bill also provides for a downward adjustment in the maximum sums earlier appropriated from the Consolidated Fund and the Development Fund by the Supply Act 2021 for various public services and development purposes.

Supplementary estimates for the additional provisions, and showing the reduction in sums earlier appropriated by the Supply Act 2021, have been laid before Parliament.

Clause 1 relates to the short title.

Clause 2 defines "FY 2021".

Clause 3 authorises a further sum of not more than \$1,492,000,000 to be issued from the Consolidated Fund for FY 2021. This is the balance after the reduction in appropriations from the Consolidated Fund (totalling \$214,000,000) for the Heads of Expenditure specified in Part 2 of the Schedule as provided in clause 4 are set off against the maximum gross increase of \$1,706,000,000.

No part of the further sum will be drawing on the reserves which were not accumulated by the Government during its current term of office.

Clause 4 provides that certain sums appropriated by the Supply Act 2021 from the Consolidated Fund and the Development Fund for the Heads of Expenditure specified in Part 2 of the Schedule are reduced to the extent provided in that Part.

The downward adjustment in the provisioning for these Heads of Expenditure relates to appropriations from the Consolidated Fund and the Development Fund and affects main and development expenditure of the various public sector agencies falling under the respective Heads of Expenditure specified in Part 2 of the Schedule.

The reductions in clause 4 relating to the Consolidated Fund total \$214,000,000, and are appropriated in aid of the Heads of Expenditure for the public services specified in Part 1 of the Schedule. The Finance Minister will direct how the appropriations in aid are to be distributed among the Heads of Expenditure specified in Part 1 of the Schedule. The authority to issue those moneys from the Consolidated Fund is not changed.

The reductions in clause 4 relating to the Development Fund total \$1,091,000,000. The authority to issue moneys from the Development Fund is not otherwise changed.

Clause 5 describes the effect of the reduction of appropriations in relation to the Supply Act 2021 and the Financial Procedure Act (Cap. 109).

## EXPENDITURE OF PUBLIC MONEY

This Bill will involve the Government in extra financial expenditure which will amount in gross total to a sum not exceeding \$1,706,000,000 which is to be issued from the Consolidated Fund but in net total a sum of \$401,000,000 after accounting for the total reduction of \$214,000,000 for appropriations from the Consolidated Fund and \$1,091,000,000 for appropriations from the Development Fund.