
**Please find attached the report in respect of Item 7 on
the agenda for the above meeting**

7.	Budget update on the Local Government Finance Settlement (Pages 3 - 28) Consider report by Chief Financial Officer. (Copy attached.)	10 mins
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REVENUE BUDGET PLANNING ASSUMPTIONS 2019/20

Report by the Chief Financial Officer

Scottish Borders Council

20 December 2018

1 PURPOSE AND SUMMARY

- 1.1 This report provides Council with an initial assessment of the planning assumptions that should now be followed in constructing the revenue plans for 2019/20 and in subsequent financial years following the publication of the Local Government Finance Settlement for 2019/20 on the 17th December 2018. Now the Settlement has been received, this report updates the financial challenge facing the Council and sets out a recommended approach to be followed to balance the budget.**
- 1.2 Reductions in the level of government grant being provided to the Council total 2.3% next year. This will see the resources available to the Council reduced by £4.604m when compared to resources available in 2018/19. The comparable figure for Local Government in Scotland is a cash reduction of 2.4%.
- 1.3 Officers in planning for the settlement had been assuming a reduction in government grant of 1% in 2019/20 which was in line with average assumptions across Scotland. The actual cash reduction of 2.3% is significantly higher than estimated and presents significant challenges to the organisation.
- 1.4 The settlement also contains a number of new statutory burdens which authorities are expected to deliver in 2019/20. This includes a requirement to increase the funding available to the Integration Joint Board (IJB) by £2.496m when compared to the 2018/19 recurrent delegated budgets.
- 1.5 Coupled with, the reduction in Government grant, the Council will have to fund significant cost pressures next year that will require increases in the Council Tax, increases in fees & charges and a significant programme of cost reductions in order to balance the budget and protect core services. The settlement permits the Council to increase the council tax by up to 3% to fund local services and offset the impact of grant reductions.

- 1.5 The Settlement notes that £120m has been made available nationally and will be transferred from the health budget to local government in year for further investment in integration, including delivery of the living wage and uprating of free personal care. This funding is in addition to the £7.347m of delegated budget from the Integration Joint Board (IJB) in 2018/19. This funding is baselined and will continue.
- 1.6 Members will recall that 2019/20 will be the second year of the 5 year financial plan which commenced in 2018/19. This longer term corporate approach to the budget will, by the end of 2018/19 have delivered over £60m of cost reduction savings thereby ensuring the Council has balanced its budget and delivered a small underspend in each year since the 5 year planning approach was first adopted in 2013/14. A corporate approach is again being taken to the development of the budget in 2019/20 focussed on transforming Council services, investment in new technology to reduce costs, greater operational efficiency, new ways of working and the prioritisation of core Council services.

2 RECOMMENDATIONS

- 2.1 **It is recommended that Scottish Borders Council notes the outcome of the local government settlement and the planning assumptions being made for the revenue budget for 2019/20.**

3 BACKGROUND

- 3.1 2019/20 will be the second year of the second 5 year financial plan first approved in February 2018. The longer term approach taken by the Council is advocated by Audit Scotland as good practice. The budget is updated annually on a corporate basis following publication of the local government finance settlement. Indicative financial plans for the following four years are also prepared each year reflecting the time taken to plan and deliver effective change programmes. The longer term corporate approach to the budget adopted will by the end of the current financial year 2018/19 have delivered over £60m of cost reduction savings. The majority of these measures have been delivered on a recurrent basis and the significant savings made have ensured the Council has not only balanced its budget each year but it has also delivered a small underspend in each year since 5 year planning was first adopted in 2013/14. This achievement has been delivered despite a continuing backdrop of austerity in public finances.
- 3.2 The forthcoming budget round has once again proved very challenging for the Council. The government has previously signaled the intention to protect police budgets and to provide a budget settlement for the NHS which protects the level of resources available to health in real terms i.e. resources for the NHS will increase at or above the level of inflation. It is understood that the budget available to NHS frontline boards, including the national waiting times centre, Scottish Ambulance Service, State Hospital and NHS 24 will increase by 4.2% next year. Resources provided to NHS Borders will it is understood increase by 2.6% in 2019/20. The resources available to Local Government, have in contrast diminished. The headline reduction in the revenue support to be provided to Local Government in Scotland is a £237m reduction in funding provided through the settlement. This equates to a reduction of equating to 2.4% nationally.

4 BUDGET PLANNING

4.1 Updated Gap

The challenge now facing the Council has been updated following publication of the Settlement. Since February 2018 a range of additional pressures have also been identified which have led to a revised gap and increased the challenge facing the organisation. The updated gap position highlights the assumptions being made around the current budget position and includes:

- Scottish Government funding levels detailed in the settlement
- Manpower assumptions – relating to pay awards and increments
- Updated cost projections and new pressures

4.2 Local Government Finance Settlement

The draft local government finance settlement was published on the 17 December 2018. The one year Settlement for 2019/20 indicates that the Council will receive £207.926m in revenue support from Scottish Government which includes £9.330m of ring-fenced specific grants (Gaelic £1k, Pupil Equity Fund £1.754m, Criminal Justice Social Work £1.177m and Early Learning and Childcare Expansion £6.398m.) The settlement reduces the general funding available to the Council by 2.3% or £4.604m when compared to the resources available in 2018/19. Revenue grant

support provides over 80% of the Council's total net revenue budget and further significant cost reductions and the generation of additional income from fees and charges and the Council tax are required in order to bridge the gap.

4.3 The initial planning assumption for 2019/20 when the 5 year plan was agreed by Members in February 2018 anticipated a further projected 2% reduction in government grant in 2019/20. This assumption was amended when the financial planning process for 2019/20 commenced following discussion at the CIPFA Directors of Finance Section. Analysis of assumed grant reductions across Scotland demonstrated that an average reduction in grant of around 1% was a reasonable planning assumption. The grant figures published on the 17 December increased the financial challenge facing the Council by £2.529m over and above the £2m funding reduction previously assumed for planning purposes for 2019/20.

4.4 **Health and Social Care Fund**

The £367m made available by Government since 2016/17 via the Health budget to fund the introduction of the Living Wage in the care sector and funding pressures associated with the provision of care is baselined as recurrent funding of £7.347m.

4.5 In 2018/19 a further £66m was made available nationally and £1.537m was provided to the Council via the local government settlement and again this transfer has been baselined within the social care budget for 2019/20.

4.6 In 2019/20 the settlement includes a further £108m to be transferred in year from health to local government to fund the ongoing costs of the living wage in the care sector. The Borders share of this funding is £2.496m. A further £12m is also to be distributed for school counsellors to provide additional mental health support in secondary schools. This funding is held back within the settlement. This is noted in table 4.11 below.

4.7 It is also understood that £30m is held back within the settlement to fund the introduction of Franks Law providing free personal care for those aged under 65 requiring this support. This is noted in table 4.11 below.

4.8 **Pupil Equity Fund**

Pupil Equity Funding continues in 2019/20 with a reduction of £0.087m to £1.754m from the 2018/19 level of £1.841m.

4.9 **Council tax**

The settlement letter has confirmed that council tax increases should again be capped at a maximum increase of 3%.

4.10 **Non Domestic Rates**

The Council's distribution from the non-domestic rates pool has increased significantly by £3.834m to £36.624m in 2019/20 compared to £32.790m in 2018/19. This increase has however been more than offset by reductions in Revenue Support Grant.

- 4.11 There are a number of funding streams excluded from the current settlement and held back by Scottish Government for future distribution. At present only national figures are available. The main sums held back are shown in the table below.

Funding Stream	National Total (£m)
Teachers Induction Scheme	£37.600
Discretionary Housing payments	£63.200
Free Personal Care Under 65s	£30.000
School Counselling	£12.000
Scottish Assessors –Barclay Review	£3.300
Gaelic	£0.128
Customer First Top Up	£1.540
Free Sanitary Products - schools	tbc
1+2 languages	£3.000

4.11 **Manpower**

The currently assumed impact of manpower movement is reflected in the updated gap position. Pay awards are assumed at 3% in 2019/20 and 2% for the subsequent 4 years. It is understood however that COSLA Leaders approved a revised pay offer to SJC staff on the 14 December of 3.5% in 2018/19, 3% in 2019/20 and 3% in 2020/21. This equates to a cumulative 9.8% offer over the 3 year period 2018/19 – 20/21. It is understood that teaching staff will be offered a 3% increase in each of the three years beginning 18/19 (with a flat rate of £1,600 for those above £80k in year 1 only). The offer will confirm the already agreed restructuring of the main grade teacher's scale (as set out in the August COSLA Leaders paper) and an extension to that policy intervention giving 2% to promoted posts. It is anticipated that additional funding will be provided by Scottish Government to implement the revised offer to teachers.

4.12 **Updated and new Revenue Pressures**

All known inflation and pressures have been updated. These pressures include national policy decisions with financial implications for the Council such as Health & Social Care Funding, Carers Act Extension and Early Learning and Childcare expansion. There is also provision built in to support the inflation in Education PPP contract, the CGI contract and other council budgets that are expected to be subject to inflation.

4.13 **Changes to 2019/20 Assumptions**

In addition to changes in the level of grant funding from Government, the Corporate Management Team has also reassessed the assumptions made in forming the indicative 2019/20 financial plan in February 2018. A number of these assumptions have proved to be too optimistic and have required reassessment. Continuing the robust corporate approach to the budget focussed on modernising Council services through the transformation programme, investment in new technology to reduce costs, greater operational efficiency, new ways of working e.g. sharing services, additional income raised through fees and changes and council tax and the prioritisation of core Council services will all be required to deliver a balanced budget in 2019/20.

4.14 **Approach to closing the gap**

Following the publication of the Local Government Finance Settlement the resultant revenue planning gap in 2019/20 totals £11.1m. Proposals are being worked up to bridge this gap including:

- a management review of all areas of the budget to ascertain where further savings opportunities exist;
- a review of all existing and proposed budget pressures in order to minimise and absorb pressures within existing budgets wherever possible;
- a review of all existing savings proposals to ascertain whether there are opportunities to increase savings and / or accelerate the savings already anticipated in future years' plan;
- a review of income streams and an increase in Fees & Charges by at least 3% across all areas to generate additional income.
- an increase in the Council tax

A paper showing the effect of the 3% Council Tax increase is contained elsewhere on the Council agenda.

5 IMPLICATIONS

5.1 **Financial**

There are no further costs associated with the content of this paper its content relating to the preparation of the revenue budget for 2019/20 onwards

5.2 **Risk and Mitigations**

The revenue budget expresses the recommended approach the Council should take to ensure that services are delivered within a prudent and sustainable financial plan. This paper highlights the major planning assumptions to be made in constructing the revenue budget and provides information made available via the draft 2019/20 Local Government Finance Settlement. Figures will only finally be confirmed following acceptance of the Settlement by individual local authorities and parliamentary approval of the Local Government Finance (Scotland) Order in February 2019.

5.3 It is assumed That Scottish Gov't will provide additional funding to support increases in the teacher's pay award and anything above current pay policy i.e. 3% up to £35,500, 2% to £80k and £1,600 flat rate above this level will be funded through additional grant.

5.4 It should also be noted that the government actuaries department has now reduced the discount rate for teachers pensions. This will have the effect of increasing the costs of the scheme in future. It is understood the HM Treasury view responsibility for funding this increase as lying with the devolved administrations and it is assumed that funding to meet the increased liability will be provided by Scottish Government. Provisional figures for SBC highlight the financial implication of the change in the discount rate will be £2.5m based on current pay award assumptions.

5.5 **Equalities**

A full equalities impact assessment will be undertaken and published as part of the budget preparation exercise. There are no adverse impacts due to race, disability, gender, age, sexual orientation or religion/belief arising from the contents of this report.

5.6 **Acting Sustainably**

There are no significant effects on the economy, community or environment.

5.7 **Carbon Management**

No effects on carbon emissions are anticipated.

5.8 **Rural Proofing**

It is anticipated there will be no adverse impact on the rural area.

5.9 **Changes to Scheme of Administration or Scheme of Delegation**

No changes to either the Scheme of Administration or the Scheme of Delegation are required.

6 CONSULTATION

- 5.1 Corporate Management Team is fully engaged in the preparation of the revenue plans for the forthcoming financial year. Due to the late availability of the Local Government Settlement this paper has been issued out-with the normal consultation timescales. Consequently any comments received from the Chief Legal Office or the Chief Officer Audit and Risk will be reported verbally to Council.

Approved by

David Robertson
Chief Financial Officer

Signature

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Background Papers:

Previous Minute Reference:

Note – You can get this document on tape, in Braille, large print and various computer formats by contacting the Author. Information on other language translations as well as additional copies can also be provided.

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Local Government Finance Circular No. 8/2018

Chief Executives and Directors of Finance of
Scottish Local Authorities

Chief Executive, Convention of Scottish Local
Authorities (COSLA)

Our ref: A22667339
17 December 2018

Dear Chief Executive/Director of Finance

1. LOCAL GOVERNMENT FINANCE SETTLEMENT 2019-20 2. NON-DOMESTIC RATES

1. This Local Government Finance Circular provides details of the provisional total revenue and capital funding allocations for 2019-20, as well as the latest information on current known redeterminations for 2018-19. This Circular also provides details on a range of Non-Domestic Rates measures, including the 2019-20 poundage and proposed changes to certain reliefs.

2. The provisional total funding allocations form the basis for the annual consultation between the Scottish Government and COSLA ahead of the Local Government Finance (Scotland) Order 2019 being presented to the Scottish Parliament, which is currently scheduled for the end of February 2019.

3. We expect local authorities to inform COSLA, and for COSLA in turn to inform the Scottish Government by no later than **Friday 18 January 2019**, if they think there are any discrepancies or changes required to these provisional allocations. Any redistribution to address any agreed discrepancies or changes will be undertaken within the total settlement allocations set out in this Circular and not through the provision of any additional resources by the Scottish Government. The allocations are therefore only provisional at this stage and local authorities should not set their final budgets on the basis of these until the final allocations are confirmed following the end of the consultation period and the publication of the Local Government Finance Circular which will follow the approval of the Local Government Finance (Scotland) Order 2019.

4. The Cabinet Secretary for Finance, Economy and Fair Work wrote to the COSLA President, copied to all Council Leaders on 12 December 2018, confirming the package of measures that make up the settlement to be provided to local government in return for the provisional funding allocations set out in this Circular. This Circular should be read in conjunction with that letter. The terms of this settlement have been negotiated through COSLA on behalf of all 32 of its member councils.

5. The Scottish Government will work in partnership with local government to implement the budget and the joint priorities in return for the full funding package worth £11.1 billion which includes;

- Baseline from 2019-20 of the full £170 million additional revenue investment announced earlier this year at Stage 1 of the Budget Bill for 2018-19;
- An additional £210 million revenue and £25 million capital to support the expansion in funded Early Learning and Childcare (ELC) entitlement to 1,140 hours by August 2020;
- For 2019-20 local authorities will continue to have the flexibility to increase Council Tax by up to a maximum of 3%, which could potentially generate around £80 million to support services;
- In addition to the £66 million baselined provision from 2018-19, a further £40 million is included to extend Free Personal and Nursing Care for under 65s, as set out in the Programme for Government, and continued implementation of the Carers (Scotland) Act 2016;
- £120 million to be transferred from the health portfolio to Local Authorities in-year for investment in integration, this includes £12 million for school counselling services;
- Taken together, the total additional funding of £160 million allocated to Health and Social Care and Mental Health is to be additional to each Council's 2018-19 recurrent spending on social care and not substitutive. It means that Local Authority social care budgets for allocation to Integration Authorities (plus those retained for non-delegated social care functions) and funding for school counselling services must be £160 million greater than 2018-19 recurrent budgets;
- Continue to commit an overall funding package of £88 million in the local government finance settlement to support both maintaining the pupil teacher ratio at a national level and ensuring that places are provided for all probationers who require one under the teacher induction scheme. It is recognised that discussions on teachers' pay are on-going through the tri-partite Scottish Negotiating Committee for Teachers and any additional allocation to fund a negotiated agreement will require to be agreed;
- An indicative allocation of £3.3 million for Barclay implementation costs;
- Repayment in full of the reprofiled £150 million capital funding; and
- A new £50 million Town Centre Fund to enable local authorities to stimulate and support place-based economic improvements and inclusive growth through a wide range of investments which contribute to the regeneration and sustainability of town centres.

6. In addition to the funding set out in this Circular it should be noted that there are a number of further funding streams out-with the local government finance settlement for particular policy initiatives which benefit local government services. Table 6.15 in the Scottish Government's "Budget Document: 2019-20", which was published on 12 December, provides further details of these funding streams.

7. The allocations have been arrived at using the standard agreed needs-based distribution methodology and updated indicators. We have already shared a separate note providing a full reconciliation of the changes between the 2018-19 and 2019-20 Budgets and between the 2018-19 Budget and the figures in this Circular. We have also provided the full details of all the general revenue allocations.

8. The various parts and annexes to this Circular, listed below, provide more of the detail behind the calculations.

- Part A:- Local Government Finance Settlement – Revenue: 2019-20 and changes in 2018-19;
- Part B:- Local Government Finance Settlement – Capital: 2019-20 and changes in 2018-19;
- Part C:- Non-Domestic Rates for 2019-20.

The various Annexes included in this Circular are as follows:

- Annex A: All Scotland Aggregated Funding Totals 2018-20;
- Annex B: Individual Revenue Allocations for 2019-20;
- Annex C: Revised Individual Revenue Allocations for 2018-19;
- Annex D: Explanatory Notes on the Revenue Distribution;
- Annex E: Estimates of Ring-Fenced Grant Revenue Funding for 2019-20;
- Annex F: Floor calculation for 2019-20;
- Annex G: Redeterminations of Individual Revenue funding for 2018-19;
- Annex H: 2008-20 Changes Column;
- Annex I: General Capital Grant and Specific Capital Grants 2019-20, including re-profiled allocations;
- Annex J: General Capital Grant – Flood Allocations Per Local Authority 2019-20;
- Annex K: Final Total Capital Funding for 2018-19; and
- Annex L: Total Local Government Funding Settlement 2019-20.

Part A: Local Government Finance Settlement - Revenue: 2019-20 and changes in 2018-19

9. This Finance Circular sets out the provisional distribution of revenue funding allocations for 2019-20. **Annex A** of this Circular sets out the all-Scotland aggregate totals for 2018-20.

10. **Annexes B and C** set out the distribution of the total revenue funding allocation between councils and the allocation of the different elements (General Revenue Funding, Non-Domestic Rate Income and Ring-Fenced Revenue Grants) for each council for 2019-20 and 2018-19. The basis behind the grant distribution methodology is as recommended in the report from the Settlement and Distribution Group (SDG) and as agreed by COSLA Leaders and Scottish Ministers. The explanatory notes contained in **Annex D** explain the basis behind the calculation of the individual council grant allocations.

11. **Annex E** gives a breakdown of the provisional individual council shares of all the Ring-Fenced revenue grant allocations for 2019-20.

12. The calculation and effects of the main floor adjustment for 2019-20, which provided councils with a maximum decrease in funding of 2.52%, is set out in **Annex F** of this Circular. The setting of the floor is in line with the revised arrangements agreed following the SDG review of the floor methodology.

13. This Circular confirms that the calculation behind the **85% funding floor** applied in 2018-19 has been retained for 2019-20. The methodology compares total revenue funding plus local authorities estimated council tax income and any council whose total support under this method falls below 85% will be topped up to ensure that all councils receive 85% of the Scottish average total revenue support per head.

14. This Local Government Finance Circular provides details of current known 2018-19 redeterminations at **Annex G** for the General Revenue Grant. The final redetermination allocations for 2018-19 will be included in the Local Government Finance (Scotland) Order 2019.

15. **Annex H** summarises the column within the settlement titled 2008-2020 Changes Column.

Part B: Local Government Finance Settlement – Capital Grants 2019-20 and changes to Capital Grant in 2018-19

16. In 2019-20 the Local Government Settlement provides capital grants totalling £934.2 million. This is made up of General Capital Grant totalling £581.0 million and Specific Grants totalling £353.1 million.

17. In addition the Scottish Government will repay £150 million as a one-off sum of re-profiled capital from 2016-17 in 2019-20, split £122.8 for General Capital Grant and £27.2 million for specific grant. This brings the total support for capital to £1,084.2 million.

18. In addition to the capital settlement local government will also receive capital grant funding of £287.3 million as set out in Table 6.15 of the Scottish Budget. For 2019-20 the capital share allocation takes into account, at least in part, the additional funding streams out-with the settlement. The value of the capital funding made available to local government exceeds the percentage share commitment made.

19. **Annex I** sets out the provisional distribution of the Settlement for capital per local authority for 2019-20. Capital grants which remain undistributed are identified as such. The methodologies used to calculate these provisional allocations, which include payment of the reprofiled sums, have been agreed with COSLA.

20. The provisional distribution for the General Capital Grant includes allocations for flood schemes. The allocations for these schemes is set out in **Annex J**. Where schemes have slipped and the grant paid in a prior year exceeds the grant due the scheme will show a negative value which will reduce the total General Capital Grant payable to that Council.

21. There are no changes to the total capital grant figures for 2018-19 although the previously undistributed £150 million in respect of Early Learning and Childcare allocations are now provided. These revised allocations for 2018-19 are set out in **Annex K**.

22. **Annex L** summarises the Local Government Finance Settlement for 2019-20.

Part C: Non-Domestic Rates for 2019-20

23. The Distributable Amount of Non-Domestic Rates Income for 2019-20 has been provisionally set at £2,853 million. This figure uses the latest forecast of net income from non-domestic rates in 2019-20 and also draws on council estimates of the amounts they will contribute to the Pool from non-domestic rates in 2018-19. The figure incorporates the Scottish Fiscal Commission's estimate of the contributable amount and includes a calculation of gross income; expected losses from appeals; estimated expenditure on mandatory and other reliefs; write-offs and provision of bad debt together; and estimated changes due to prior year adjustments. The distribution of Non-Domestic Rates Income for 2019-20 has been based on the amount each Council estimates it will collect (based on the 2018-19 mid-year estimates provided by councils). General Revenue Grant provides the guaranteed balance of funding. This method of allocation provides a clear presentation of the Non-Domestic Rates Income per council and transparency in the make-up of council funding.

24. The 2019-20 Non-Domestic Rate poundage rate is provisionally set at 49.0p. This is a lower-than-inflation uplift in the poundage of 2.1% compared to 2018-19 (48.0p).

25. The Large Business Supplement for 2019-20 is provisionally set at 2.6p for properties with rateable value over £51,000. This is the same as 2018-19.

26. Transitional relief is proposed to continue in 2019-20 and through to 2021-22 for hospitality properties (with a rateable value up to £1.5 million in 2019-20) and offices in Aberdeen City and

Aberdeenshire. The level of the cap on annual bill increases will continue to be 12.5% real terms for eligible properties. This is equivalent to 14.84% in cash terms in 2019-20, calculated using the same 2.1% uplift in the poundage. Eligibility is subject to compatibility with EU State aid rules.

27. The Small Business Bonus Scheme threshold for 100% relief remains at £15,000, so that the overall scheme is applicable as per the table below. This relief does not constitute de minimis aid under EU State aid rules.

Combined rateable value (RV) of all properties	2019-20 relief
Up to £15,000	100%
£15,001 to £18,000	25%
£18,001 to £35,000	25% on individual property each with rateable value up to £18,000 *

** A ratepayer with multiple properties with a cumulative RV between £15,001 and £35,000 can be eligible for 25% relief for individual properties each with RV up to £18,000.*

28. The “Business Growth Accelerator” introduced on 1 April 2018 suspends the Non-Domestic Rates liability for new build properties until 12 months after they are first occupied and ensures that improved properties will not see increases in their Non-Domestic Rates bill resulting from the improvements until 12 months after completion of the works.

29. Following development work on the Growth Accelerator through the Barclay Implementation Advisory Group, all new build property will be entered on the roll by the Assessor at the point of existence. There will now be no delayed entry to the Roll as part of the Growth Accelerator as previously intended.

30. A new relief is proposed for all new fibre lit on or after 1 April 2019 for a ten-year period, up to 31 March 2029. This relief will be awarded on the basis of a certificate awarded by the Assessor upon request. It will be awarded under de minimis rules.

31. Following the publication of the Barclay Review of Non-Domestic Rates on 22 August 2017, the Scottish Government published an implementation plan, and a consultation, which closed on 17 September 2018. Responses to the consultation have been published where permission was given to do so and are available here: https://consult.gov.scot/local-government-and-communities/non-domestic-rates/consultation/published_select_respondent. An analysis of the consultation responses will be published in due course.

32. The Scottish Budget confirmed that, in response to stakeholder feedback, the Government no longer intends to take forward the proposed power for councils to levy a Non-Domestic Rates supplement as outlined in recommendation 5 of the Barclay Review.

33. The Government will bring forward a Non-Domestic Rates (Scotland) Bill in 2019 to implement the recommendations of the Barclay Review that require legislative change, in time for the relevant provisions to commence on 1 April 2020, subject to parliamentary approval.

34. No other NDR changes are proposed for 2019-20 at this time.

35. Details of the Business Rates Incentivisation Scheme (BRIS) outcome for 2017-18, and revised targets for 2018-19 and provisional targets for 2019-20 will be confirmed shortly.

Enquiries relating to this Circular

36. It should be noted that a few of the figures in this Circular may be marginally different because of the roundings. Local authorities should note that if they have any substantive specific enquiries relating to this Circular these should, in the first instance, be addressed through COSLA. We have given an undertaking to respond to these queries as quickly as possible. Contact details for COSLA are:

Lauren Bruce
0131 474 9232 Lauren@cosla.gov.uk

Any other queries should be addressed to the following:

Local Government Revenue Settlement and BRIS.
Bill Stitt 0131 244 7044 Bill.Stitt@gov.scot

Local Government Finance Settlement (Capital)
Craig Inglis 0131 244 2949 Craig.Inglis@gov.scot

Non-Domestic Rates
Ian Storrie 0131 244 5328 Ian.Storrie@gov.scot

37. This Circular, along with the supporting tables will be made available through the Local Government section of the Scottish Government website at:
<https://www.gov.scot/publications/local-government-finance-circulars-index/>

Yours faithfully



Brenda Campbell
Deputy Director, Local Government & Analytical Services Division

	2018-19 £ million	2019-20 £ million
Revenue Funding		
General Resource Grant	6,884.865	6,626.430
Non Domestic Rate Income	2,636.000	2,853.000
Specific Revenue Grants	273.650	507.732
Total Revenue	9,794.515	9,987.162
<i>less</i> Teachers' Induction Scheme	37.600	37.600
<i>less</i> Discretionary Housing Payments	10.000	63.200
<i>less</i> 1+2 Languages	0.000	3.000
<i>less</i> Free Personal Care under 65	0.000	30.000
<i>less</i> Mental Health	0.000	12.000
<i>less</i> Gaelic	0.110	0.128
<i>less</i> Scottish Assessors - Barclay Review	0.000	3.300
<i>less</i> Customer First Top-up	0.400	1.540
<i>less</i> Early Years Expansion	6.000	0.000
Distributable Revenue Funding	9,740.405	9,836.394
Capital Funding		
General Capital Grant	598.282	703.969
Specific Capital Grants	259.049	357.110
Distributed to SPT	19.033	23.131
Total Capital	876.364	1,084.210
Total Funding	10,670.879	11,071.372

2018-19 RECONCILIATION FROM FINANCE CIRCULAR 4/2018

General Resource Grant	6,870.250
Access to Sanitary Products - Schools	1.850
Access to Sanitary Products - Public Bodies	1.232
Free Child Burials	0.233
Glasgow School of Art Fire	0.062
Whole System Approach	0.800
Dundee PSO	0.938
RRTP Homelessness	2.000
Dundee Growth Accelerator	1.500
School Clothing Grant	6.000
Revised General Resource Grant	6,884.865

INDIVIDUAL REVENUE ALLOCATIONS FOR 2019-20

ANNEX B

£million	Expenditure					Funding						
	1	2	3	4	5	6	7	8	9	10	11	12
	Updated Service Provision	2008-20 Changes	Loan Charges/ PPP/ LPFS	Main Floor	Total Estimated Expenditure	Assumed Council Tax contribution	Total Ring-fenced Grants	Non Domestic Rates	General Revenue Funding	Total	85% floor	Revised Total
£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
Aberdeen City	397.990	6.220	20.089	3.128	427.427	91.492	20.337	258.560	57.038	335.935	0.000	335.935
Aberdeenshire	508.317	8.563	20.746	-4.797	532.829	110.410	20.697	123.812	277.910	422.419	0.000	422.419
Angus	234.670	3.870	12.137	-2.287	248.390	43.468	8.899	27.468	168.555	204.922	0.000	204.922
Argyll & Bute	206.839	3.199	9.865	15.336	235.239	39.261	7.389	35.634	152.955	195.978	0.000	195.978
Clackmannanshire	108.575	1.641	5.051	-0.392	114.875	19.208	5.161	17.315	73.191	95.667	0.000	95.667
Dumfries & Galloway	326.082	5.270	16.707	-3.211	344.848	59.032	11.305	51.150	223.361	285.816	0.000	285.816
Dundee City	329.697	4.924	14.921	-3.285	346.257	47.372	17.188	64.307	217.390	298.885	0.000	298.885
East Ayrshire	261.188	4.036	10.883	-2.600	273.507	42.122	12.690	27.360	191.335	231.385	0.000	231.385
East Dunbartonshire	228.009	3.688	7.198	-2.080	236.815	50.133	8.113	22.669	155.900	186.682	0.000	186.682
East Lothian	209.360	3.383	4.071	2.385	219.199	44.452	9.006	25.550	140.191	174.747	0.000	174.747
East Renfrewshire	208.323	3.517	9.452	-0.849	220.443	42.634	5.366	15.377	157.066	177.809	0.000	177.809
Edinburgh, City of	895.969	13.849	24.934	13.269	948.021	218.026	40.225	365.250	324.520	729.995	1.700	731.695
Eilean Siar	79.208	1.359	7.565	16.717	104.849	9.450	3.128	8.482	83.789	95.399	0.000	95.399
Falkirk	319.017	5.116	20.470	-3.061	341.542	58.642	15.996	69.739	197.165	282.900	0.000	282.900
Fife	749.163	12.131	33.461	-7.332	787.423	138.011	34.395	165.717	449.300	649.412	0.000	649.412
Glasgow City	1,340.777	19.617	104.578	-1.491	1,463.481	213.202	67.255	356.234	826.790	1,250.279	0.000	1,250.279
Highland	510.304	8.319	33.550	-5.113	547.060	96.443	21.328	143.240	286.049	450.617	0.000	450.617
Inverclyde	179.377	2.667	11.091	0.404	193.539	27.532	8.334	19.834	137.839	166.007	0.000	166.007
Midlothian	187.094	2.937	9.916	-1.760	198.187	35.457	10.372	31.615	120.743	162.730	0.000	162.730
Moray	184.493	3.037	9.064	-1.729	194.865	33.870	8.063	43.563	109.369	160.995	0.000	160.995
North Ayrshire	310.257	4.720	13.881	-3.088	325.770	49.411	14.719	41.124	220.516	276.359	0.000	276.359
North Lanarkshire	715.348	11.219	10.883	-1.894	735.556	115.606	33.501	107.252	479.197	619.950	0.000	619.950
Orkney Islands	75.925	1.254	6.261	-0.823	82.617	8.025	7.156	10.459	56.977	74.592	0.000	74.592
Perth & Kinross	300.502	4.875	13.034	-2.802	315.609	64.690	10.531	56.590	183.798	250.919	0.000	250.919
Renfrewshire	373.693	5.787	8.528	-3.493	384.515	69.028	18.398	104.417	192.672	315.487	0.000	315.487
Scottish Borders	239.950	3.916	13.874	-2.357	255.383	47.457	9.330	36.624	161.972	207.926	0.000	207.926
Shetland Islands	81.072	1.414	8.240	3.139	93.865	8.162	7.107	25.925	52.671	85.703	0.000	85.703
South Ayrshire	236.986	3.719	9.788	-0.903	249.590	47.547	8.868	42.462	150.713	202.043	0.000	202.043
South Lanarkshire	661.113	10.602	10.976	4.423	687.114	122.370	28.144	341.166	195.434	564.744	0.000	564.744
Stirling	195.521	3.119	11.748	-1.879	208.509	38.628	8.990	44.042	116.849	169.881	0.000	169.881
West Dunbartonshire	212.934	3.101	3.976	2.063	222.074	33.297	9.976	84.736	94.065	188.777	0.000	188.777
West Lothian	367.558	6.027	13.532	-3.638	383.479	63.745	15.637	85.327	218.770	319.734	0.000	319.734
Scotland	11,235.311	177.096	510.470	0.000	11,922.877	2,088.183	507.604	2,853.000	6,474.090	9,834.694	1.700	9,836.394

REVISED INDIVIDUAL REVENUE ALLOCATIONS FOR 2018-19

ANNEX C

£million	Expenditure					Funding						
	1	2	3	4	5	6	7	8	9	10	11	12
	Updated Service Provision	2008-18 Changes	Loan Charges/ PPP/ LPFS	Main Floor	Total Estimated Expenditure	Assumed Council Tax contribution	Total Ring-fenced Grants	Non Domestic Rates	General Revenue Funding	Total	85% floor	Revised Total
£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
Aberdeen City	388.410	7.068	20.821	-3.765	412.534	91.893	8.385	227.801	84.455	320.641	8.700	329.341
Aberdeenshire	500.756	9.779	21.382	-6.039	525.878	109.944	7.441	110.710	297.783	415.934	0.000	415.934
Angus	230.105	4.386	12.410	-2.853	244.048	43.132	4.477	25.101	171.338	200.916	0.000	200.916
Argyll & Bute	204.132	3.641	10.141	16.304	234.218	39.092	3.317	33.035	158.774	195.126	0.000	195.126
Clackmannanshire	108.836	1.895	5.203	-1.291	114.643	19.139	3.151	15.326	77.027	95.504	0.000	95.504
Dumfries & Galloway	323.997	6.019	18.504	-4.032	344.488	58.854	6.650	44.229	234.755	285.634	0.000	285.634
Dundee City	327.993	5.607	17.834	-4.055	347.379	47.467	10.468	55.553	233.891	299.912	0.000	299.912
East Ayrshire	255.494	4.550	11.274	-2.098	269.220	41.782	7.079	26.073	194.286	227.438	0.000	227.438
East Dunbartonshire	222.949	4.174	8.308	-2.190	233.241	49.617	2.989	21.791	158.844	183.624	0.000	183.624
East Lothian	203.567	3.817	6.497	1.199	215.080	43.590	3.402	23.744	144.344	171.490	0.000	171.490
East Renfrewshire	205.512	3.976	11.368	-1.077	219.779	42.288	2.560	14.318	160.613	177.491	0.000	177.491
Edinburgh, City of	877.958	15.652	25.524	18.575	937.709	216.243	19.340	340.474	361.652	721.466	0.000	721.466
Eilean Siar	77.645	1.527	10.279	15.827	105.278	9.483	1.820	7.702	86.273	95.795	0.000	95.795
Falkirk	314.109	5.859	20.914	-3.849	337.033	58.170	7.356	65.958	205.549	278.863	0.000	278.863
Fife	735.125	13.756	34.399	-8.714	774.566	136.675	19.375	154.138	464.378	637.891	0.000	637.891
Glasgow City	1,324.200	22.282	108.166	6.969	1,461.617	211.640	42.587	340.778	866.612	1,249.977	0.000	1,249.977
Highland	501.950	9.488	34.649	-5.256	540.831	95.827	9.815	126.537	308.652	445.004	0.000	445.004
Inverclyde	177.155	3.055	11.457	0.668	192.335	27.541	4.540	18.363	141.891	164.794	0.000	164.794
Midlothian	181.472	3.321	10.173	-2.173	192.793	34.721	4.189	28.115	125.768	158.072	0.000	158.072
Moray	181.189	3.475	9.354	-2.300	191.718	33.511	3.116	40.151	114.940	158.207	0.000	158.207
North Ayrshire	308.169	5.401	14.381	-3.778	324.173	49.372	8.904	39.471	226.426	274.801	0.000	274.801
North Lanarkshire	709.500	12.852	11.226	-2.619	730.959	114.374	18.205	104.339	494.041	616.585	0.000	616.585
Orkney Islands	75.791	1.431	6.480	-1.077	82.625	7.925	6.188	9.376	59.136	74.700	0.000	74.700
Perth & Kinross	292.912	5.496	13.428	-0.649	311.187	64.139	4.441	51.953	190.654	247.048	0.000	247.048
Renfrewshire	367.741	6.606	8.803	-4.258	378.892	68.169	8.953	120.105	181.665	310.723	0.000	310.723
Scottish Borders	236.602	4.479	14.363	-2.945	252.499	47.338	3.804	32.790	168.567	205.161	0.000	205.161
Shetland Islands	80.488	1.603	8.753	3.443	94.287	8.140	5.752	23.852	56.543	86.147	0.000	86.147
South Ayrshire	235.287	4.249	10.083	-1.034	248.585	47.401	5.047	38.299	157.838	201.184	0.000	201.184
South Lanarkshire	647.408	11.984	11.322	9.914	680.628	120.940	14.756	295.500	249.432	559.688	0.000	559.688
Stirling	191.798	3.557	12.066	-2.132	205.289	38.389	3.773	42.273	120.854	166.900	0.000	166.900
West Dunbartonshire	212.507	3.557	6.246	-0.178	222.132	33.139	6.148	78.812	104.033	188.993	0.000	188.993
West Lothian	362.678	6.812	13.910	-4.537	378.863	62.867	9.512	79.333	227.151	315.996	0.000	315.996
Scotland	11,063.435	201.354	539.718	0.000	11,804.507	2,072.802	267.540	2,636.000	6,828.165	9,731.705	8.700	9,740.405

The explanation of each of the columns within the tables at Annex B is as follows:

Column 1 – represents the updated on-going service provision and includes the following combined information: (i) the updated Grant Aided Expenditure (GAE) assessments; (ii) the revised Special Islands Needs Allowance (SINA); (iii) each council's individual share of the on-going revenue grants which have been rolled up into the core local government finance settlement; (iv) each council's share of all the baselined redeterminations since Spending Review 2007; and the previous loan charge adjustment.

Column 2 – is the new combined total, non-ring-fenced, changes in general provision resulting from Spending Reviews 2007, 2010, 2011, 2013, 2015 and budget revisions for 2016 - 2020 allocated pro-rata to each council's share of GAE plus SINA.

Column 3 – represents the updated share of the loan charges support for outstanding debt and the same level of on-going PPP level playing field support. The methodology for calculating Loan Charge Support (LCS) and support for Public Private Partnership (PPP) projects (level playing field projects only (LPFS) is set out on Annex H of Finance Circular 2/2011.

Column 4 – is the main floor adjustment which has been calculated using the revised methodology agreed following the 2018 review.

Column 5 – this is the net revenue expenditure recognised by the Scottish Government and represents the sum of columns 1 to 4.

Column 6 – is the assumption of the amount of Total Estimated Expenditure to be funded from the council tax. Any changes are as a result of buoyancy or projected numbers of properties, as well as the estimated additional council tax income to be collected and retained by each local authority as a result of the changes to bands E to H.

Column 7 – is each council's share of the on-going Ring-Fenced Grants for Gaelic, Pupil Equity Fund, Criminal Justice Social Work, Early Learning and Childcare and Support for Ferries.

Column 8 – is each council's share of the estimated non-domestic rate income which has been distributed proportionately on the basis of council's 2018-19 mid-year income.

Column 9 – is the balance of funding provided by means of general revenue funding and is calculated by deducting columns 6, 7 and 8 from the Total Estimated Expenditure in column 5.

Column 10 – represents the total revenue funding available to each council in 2019-20.

Column 11 – is the 85% floor adjustment which has been calculated to meet the Scottish Government's commitment to ensure that no Local Authority receives less than 85% of the Scottish average per head in terms of revenue support.

Columns 12 - is the revised total funding including all the changes and the 85% funding floor adjustments.

ESTIMATES OF RING-FENCED GRANT REVENUE FUNDING FOR 2019-20 ANNEX E

Not part of the Settlement

Local Authority	Gaelic	Pupil Equity Fund	Criminal Justice Social Work	Early Learning and Childcare	18-19 Stage 1 Budget Bill Support for Ferries	Top Up Criminal Justice Social Work
	£m	£m	£m	£m	£m	£m
Aberdeen City	0.114	2.784	4.123	13.316	0.000	0.652
Aberdeenshire	0.010	2.841	2.659	15.187	0.000	0.420
Angus	0.029	2.078	1.538	5.254	0.000	0.243
Argyll & Bute	0.365	1.321	0.917	4.786	0.000	0.145
Clackmannanshire	0.005	1.549	1.110	2.497	0.000	0.175
Dumfries & Galloway	0.000	2.814	2.449	6.042	0.000	0.387
Dundee City	0.000	4.999	3.647	8.542	0.000	0.576
East Ayrshire	0.150	3.453	2.271	6.816	0.000	0.359
East Dunbartonshire	0.066	1.621	0.721	5.705	0.000	0.114
East Lothian	0.008	1.502	1.089	6.407	0.000	0.172
East Renfrewshire	0.014	1.386	0.561	3.405	0.000	0.089
Edinburgh, City of	0.305	7.185	8.307	24.428	0.000	1.313
Eilean Siar	0.965	0.289	0.323	1.551	0.000	0.051
Falkirk	0.014	3.536	2.694	9.752	0.000	0.426
Fife	0.011	9.901	6.069	18.414	0.000	0.959
Glasgow City	0.520	21.945	15.161	29.629	0.000	2.397
Highland	0.935	3.910	3.039	13.444	0.000	0.480
Inverclyde	0.074	2.349	1.338	4.573	0.000	0.212
Midlothian	0.008	2.204	1.232	6.928	0.000	0.195
Moray	0.000	1.372	1.184	5.507	0.000	0.187
North Ayrshire	0.062	4.455	2.923	7.279	0.000	0.462
North Lanarkshire	0.265	8.621	5.489	19.126	0.000	0.868
Orkney Islands	0.000	0.207	0.249	1.200	5.500	0.039
Perth & Kinross	0.110	1.621	1.809	6.991	0.000	0.286
Renfrewshire	0.020	4.273	2.568	11.537	0.000	0.406
Scottish Borders	0.001	1.754	1.177	6.398	0.000	0.186
Shetland Islands	0.000	0.214	0.283	1.610	5.000	0.045
South Ayrshire	0.012	2.283	1.705	4.868	0.000	0.270
South Lanarkshire	0.145	7.580	4.190	16.229	0.000	0.662
Stirling	0.123	1.437	1.351	6.079	0.000	0.214
West Dunbartonshire	0.015	3.366	1.742	4.853	0.000	0.275
West Lothian	0.008	5.150	2.532	7.947	0.000	0.400
Scotland	4.354	120.000	86.450	286.300	10.500	13.665

Note: These figures are provisional and represent the current best estimates.

The actual allocation of this specific revenue grant will be notified to the relevant local authorities in due course by the policy team.

Local Authority	Grant Without Floor	Change Without Floor	Floor Change	Grant With Floor	Change With Floor
	£m	%	£m	£m	%
West Lothian	286.935	-0.03%	-3.638	283.297	-1.30%
Fife	578.350	-0.13%	-7.332	571.018	-1.40%
Angus	180.425	-0.18%	-2.287	178.138	-1.45%
East Ayrshire	205.051	-0.24%	-2.600	202.451	-1.50%
Midlothian	138.797	-0.39%	-1.760	137.037	-1.66%
Dundee City	259.095	-0.40%	-3.285	255.810	-1.66%
North Ayrshire	243.589	-0.88%	-3.088	240.501	-2.14%
Orkney	64.896	-0.91%	-0.823	64.073	-2.16%
Dumfries & Galloway	253.273	-0.93%	-3.211	250.062	-2.19%
Stirling	148.247	-1.06%	-1.879	146.367	-2.31%
Perth & Kinross	221.046	-1.06%	-2.802	218.244	-2.32%
East Dunbartonshire	164.086	-1.09%	-2.080	162.006	-2.34%
Renfrewshire	275.529	-1.10%	-3.493	272.036	-2.35%
Highland	403.294	-1.12%	-5.113	398.181	-2.37%
Scottish Borders	185.898	-1.12%	-2.357	183.541	-2.38%
Aberdeenshire	382.749	-1.28%	-4.797	377.952	-2.52%
Falkirk	242.203	-1.27%	-3.061	239.142	-2.52%
North Lanarkshire	538.457	-2.18%	-1.894	536.562	-2.52%
Moray	143.833	-1.33%	-1.729	142.104	-2.52%
Glasgow City	1,091.505	-2.39%	-1.491	1,090.014	-2.52%
South Ayrshire	177.967	-2.02%	-0.903	177.064	-2.52%
East Renfrewshire	156.634	-1.99%	-0.849	155.785	-2.52%
Clackmannanshire	82.243	-2.05%	-0.392	81.851	-2.52%
Inverclyde	142.342	-2.80%	0.404	142.746	-2.52%
West Dunbartonshire	157.722	-3.78%	2.063	159.785	-2.52%
East Lothian	151.128	-4.03%	2.385	153.513	-2.52%
Aberdeen City	290.307	-3.56%	3.128	293.435	-2.52%
Shetland	73.637	-6.51%	3.139	76.776	-2.52%
South Lanarkshire	487.008	-3.40%	4.423	491.431	-2.52%
Edinburgh, City of	612.853	-4.59%	13.269	626.122	-2.52%
Argyll & Bute	153.393	-11.38%	15.336	168.729	-2.52%
Eilean Siar	70.759	-21.15%	16.717	87.476	-2.52%
Scotland	8563.251	-2.27%	0.000	8563.251	-2.27%

RECONCILIATION OF REDETERMINATIONS OF INDIVIDUAL REVENUE FUNDING FOR 2018-19

ANNEX G

Local Authority	Access to Sanitary Products - Schools	Access to Sanitary Products - Public Bodies	Free Child Burials	Glasgow School of Art Fire	Whole System Approach	Customer First	Dundee PSO	R RTP Homelessness	Dundee Growth Accelerator	School Clothing Grant
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
Aberdeen City	0.056	0.047	0.009	0.000	0.025	0.000	0.000	0.077	0.000	0.179
Aberdeenshire	0.094	0.042	0.012	0.000	0.025	0.000	0.000	0.062	0.000	0.153
Angus	0.043	0.025	0.005	0.000	0.025	0.000	0.000	0.042	0.000	0.099
Argyll & Bute	0.028	0.014	0.003	0.000	0.025	0.000	0.000	0.030	0.000	0.047
Clackmannanshire	0.017	0.015	0.002	0.000	0.025	0.000	0.000	0.030	0.000	0.088
Dumfries & Galloway	0.053	0.026	0.006	0.000	0.025	0.000	0.000	0.034	0.000	0.162
Dundee City	0.047	0.044	0.006	0.000	0.025	0.000	0.938	0.068	1.500	0.255
East Ayrshire	0.043	0.035	0.006	0.000	0.025	0.000	0.000	0.030	0.000	0.179
East Dunbartonshire	0.047	0.020	0.005	0.000	0.025	0.000	0.000	0.030	0.000	0.036
East Lothian	0.037	0.027	0.005	0.000	0.025	0.000	0.000	0.040	0.000	0.098
East Renfrewshire	0.051	0.015	0.005	0.000	0.025	0.000	0.000	0.030	0.000	0.029
Edinburgh, City of	0.120	0.100	0.020	0.000	0.025	0.000	0.000	0.229	0.000	0.336
Eilean Siar	0.010	0.006	0.001	0.000	0.025	0.000	0.000	0.030	0.000	0.007
Falkirk	0.057	0.035	0.007	0.000	0.025	0.000	0.000	0.057	0.000	0.201
Fife	0.130	0.092	0.016	0.000	0.025	0.000	0.000	0.124	0.000	0.457
Glasgow City	0.170	0.170	0.025	0.062	0.025	0.000	0.000	0.301	0.000	1.032
Highland	0.087	0.054	0.010	0.000	0.025	0.000	0.000	0.061	0.000	0.195
Inverclyde	0.028	0.026	0.003	0.000	0.025	0.000	0.000	0.030	0.000	0.112
Midlothian	0.033	0.023	0.004	0.000	0.025	0.000	0.000	0.032	0.000	0.121
Moray	0.032	0.017	0.004	0.000	0.025	0.000	0.000	0.030	0.000	0.070
North Ayrshire	0.050	0.039	0.006	0.000	0.025	0.000	0.000	0.044	0.000	0.289
North Lanarkshire	0.135	0.081	0.016	0.000	0.025	1.540	0.000	0.096	0.000	0.512
Orkney	0.008	0.006	0.001	0.000	0.025	0.000	0.000	0.030	0.000	0.010
Perth & Kinross	0.048	0.024	0.006	0.000	0.025	0.000	0.000	0.046	0.000	0.073
Renfrewshire	0.067	0.040	0.008	0.000	0.025	0.000	0.000	0.043	0.000	0.219
Scottish Borders	0.042	0.019	0.005	0.000	0.025	0.000	0.000	0.035	0.000	0.091
Shetland	0.009	0.006	0.001	0.000	0.025	0.000	0.000	0.030	0.000	0.015
South Ayrshire	0.040	0.024	0.005	0.000	0.025	0.000	0.000	0.040	0.000	0.113
South Lanarkshire	0.124	0.078	0.014	0.000	0.025	0.000	0.000	0.105	0.000	0.358
Stirling	0.038	0.021	0.004	0.000	0.025	0.000	0.000	0.030	0.000	0.065
West Dunbartonshire	0.034	0.024	0.004	0.000	0.025	0.000	0.000	0.063	0.000	0.189
West Lothian	0.072	0.037	0.009	0.000	0.025	0.000	0.000	0.071	0.000	0.210
Scotland	1.850	1.232	0.233	0.062	0.800	1.540	0.938	2.000	1.500	6.000

£million	2019-20 GAE plus SINA	Percentage Shares	2008-20 Changes	2008-19 Changes	Movement in Changes
Aberdeen City	278.191	3.51	6.220	7.068	-0.848
Aberdeenshire	382.979	4.84	8.563	9.779	-1.216
Angus	173.075	2.19	3.870	4.386	-0.516
Argyll & Bute	143.052	1.81	3.199	3.641	-0.442
Clackmannanshire	73.392	0.93	1.641	1.895	-0.254
Dumfries & Galloway	235.696	2.98	5.270	6.019	-0.749
Dundee City	220.234	2.78	4.924	5.607	-0.683
East Ayrshire	180.516	2.28	4.036	4.550	-0.514
East Dunbartonshire	164.955	2.08	3.688	4.174	-0.486
East Lothian	151.321	1.91	3.383	3.817	-0.434
East Renfrewshire	157.279	1.99	3.517	3.976	-0.459
Edinburgh, City of	619.374	7.82	13.849	15.652	-1.803
Eilean Siar	60.782	0.77	1.359	1.527	-0.168
Falkirk	228.796	2.89	5.116	5.859	-0.743
Fife	542.567	6.85	12.131	13.756	-1.625
Glasgow City	877.341	11.08	19.617	22.282	-2.665
Highland	372.059	4.70	8.319	9.488	-1.169
Inverclyde	119.290	1.51	2.667	3.055	-0.388
Midlothian	131.358	1.66	2.937	3.321	-0.384
Moray	135.811	1.71	3.037	3.475	-0.438
North Ayrshire	211.074	2.66	4.720	5.401	-0.681
North Lanarkshire	501.775	6.34	11.219	12.852	-1.633
Orkney	56.069	0.71	1.254	1.431	-0.177
Perth & Kinross	218.015	2.75	4.875	5.496	-0.621
Renfrewshire	258.805	3.27	5.787	6.606	-0.819
Scottish Borders	175.140	2.21	3.916	4.479	-0.563
Shetland	63.233	0.80	1.414	1.603	-0.189
South Ayrshire	166.338	2.10	3.719	4.249	-0.530
South Lanarkshire	474.174	5.99	10.602	11.984	-1.382
Stirling	139.515	1.76	3.119	3.557	-0.438
West Dunbartonshire	138.673	1.75	3.101	3.557	-0.456
West Lothian	269.541	3.40	6.027	6.812	-0.785
Scotland	7920.420	100.000	177.096	201.354	-24.258

Note: A number of funding allocations which were distributed in 2018-19 have not yet been distributed in 2019-20. A full reconciliation of the Changes column will be provided once these full details are available.

2019-20	Capital Settlement 2019-20			Specific grants to be paid in 2019-20						
£m	General Capital Grant	Specific Grants	Total Capital Grants	Strathclyde Partnership	Vacant and Derelict Land	TMDF	Cycling Walking & Safer Streets	Early Years Expansion	Town Centre Fund	Total
Aberdeen City	27.671	8.974	36.645	0.000	0.000	0.000	0.374	8.600	0.000	8.974
Aberdeenshire	37.536	10.428	47.964	0.000	0.000	0.000	0.428	10.000	0.000	10.428
Angus	16.740	3.391	20.131	0.000	0.000	0.000	0.191	3.200	0.000	3.391
Argyll & Bute	19.235	2.643	21.878	0.000	0.000	0.000	0.143	2.500	0.000	2.643
Clackmannanshire	6.184	1.884	8.068	0.000	0.000	0.000	0.084	1.800	0.000	1.884
Dumfries & Galloway	24.359	3.444	27.803	0.000	0.000	0.000	0.244	3.200	0.000	3.444
Dundee City	23.218	4.143	27.361	0.000	0.000	0.000	0.243	3.900	0.000	4.143
East Ayrshire	14.598	8.299	22.897	0.000	0.000	0.000	0.199	8.100	0.000	8.299
East Dunbartonshire	10.973	2.877	13.850	0.000	0.000	0.000	0.177	2.700	0.000	2.877
East Lothian	10.053	5.771	15.824	0.000	0.000	0.000	0.171	5.600	0.000	5.771
East Renfrewshire	8.229	4.755	12.984	0.000	0.000	0.000	0.155	4.600	0.000	4.755
Edinburgh, City of	58.675	49.211	107.886	0.000	0.000	33.877	0.834	14.500	0.000	49.211
Eilean Siar	9.139	1.245	10.384	0.000	0.000	0.000	0.045	1.200	0.000	1.245
Falkirk	16.041	6.061	22.102	0.000	0.000	0.000	0.261	5.800	0.000	6.061
Fife	38.226	12.579	50.805	0.000	1.772	0.000	0.607	10.200	0.000	12.579
Glasgow City	80.367	98.467	178.834	0.000	3.528	77.928	1.011	16.000	0.000	98.467
Highland	37.681	12.484	50.165	0.000	0.000	0.000	0.384	12.100	0.000	12.484
Inverclyde	9.390	2.329	11.719	0.000	0.000	0.000	0.129	2.200	0.000	2.329
Midlothian	10.554	6.446	17.000	0.000	0.000	0.000	0.146	6.300	0.000	6.446
Moray	12.398	2.957	15.355	0.000	0.000	0.000	0.157	2.800	0.000	2.957
North Ayrshire	18.142	6.563	24.705	0.000	2.141	0.000	0.222	4.200	0.000	6.563
North Lanarkshire	35.921	11.142	47.063	0.000	2.886	0.000	0.556	7.700	0.000	11.142
Orkney Islands	7.447	0.836	8.283	0.000	0.000	0.000	0.036	0.800	0.000	0.836
Perth & Kinross	28.441	5.847	34.288	0.000	0.000	0.000	0.247	5.600	0.000	5.847
Renfrewshire	18.283	5.389	23.672	0.000	0.000	0.000	0.289	5.100	0.000	5.389
Scottish Borders	20.969	2.988	23.957	0.000	0.000	0.000	0.188	2.800	0.000	2.988
Shetland Islands	7.689	1.337	9.026	0.000	0.000	0.000	0.037	1.300	0.000	1.337
South Ayrshire	12.879	5.984	18.863	0.000	0.000	0.000	0.184	5.800	0.000	5.984
South Lanarkshire	32.942	8.540	41.482	0.000	1.120	0.000	0.520	6.900	0.000	8.540
Stirling	12.170	2.753	14.923	0.000	0.000	0.000	0.153	2.600	0.000	2.753
West Dunbartonshire	11.114	2.247	13.361	0.000	0.000	0.000	0.147	2.100	0.000	2.247
West Lothian	17.615	5.096	22.711	0.000	0.000	0.000	0.296	4.800	0.000	5.096
Undistributed	9.090	50.000	59.090	0.000	0.000	0.000	0.000	0.000	50.000	50.000
Councils Total	703.969	357.110	1,061.079	0.000	11.447	111.805	8.858	175.000	50.000	357.110
Strathclyde Partnership for Transport		23.131	23.131	23.131	0.000	0.000	0.000	0.000	0.000	23.131
Grand Total	703.969	380.241	1,084.210	23.131	11.447	111.805	8.858	175.000	50.000	380.241

Council	Flood Scheme	Total 2019-20
		£m
Aberdeenshire Council	Stonehaven	3.843
Aberdeenshire Council	Huntly	-0.174
Angus Council	Arbroath	1.726
Argyll & Bute Council	Campbeltown	4.184
Comhairle nan Eilean Siar	South Fords	0.044
Dumfries & Galloway Council	Dumfries/ River Nith/ Whitesands FPS	0.800
Dumfries & Galloway Council	Stranraer work item 4 &6	0.288
Dumfries & Galloway Council	Langholm	0.000
Dumfries & Galloway Council	Newton Stewart/ River Cree	0.280
Dundee City Council	Broughty Ferry	2.342
Dundee City Council	Dundee	0.000
East Ayrshire Council	New Cumnock	1.000
East Dunbartonshire Council	Park Burn	0.000
East Lothian Council	Musselburgh	-1.910
East Lothian Council	Haddington	0.032
Falkirk Council	Grangemouth FPS	0.425
Fife Council	Kinness Burn	-0.192
Glasgow City Council	White Cart Water Phase 3	2.025
Glasgow City Council	Camlachie Burn	0.024
Highland Council	Smithton and Culloden	-2.217
Highland Council	Caol and Lochyside	2.498
Highland Council	Drumnadrochit	0.485
Inverclyde Council	Inverclyde FPS - Glenmosston Burn	0.000
Inverclyde Council	Inverclyde FPS - Coves Burn	0.000
Inverclyde Council	Inverclyde FPS - Bouverie Burn	0.000
Inverclyde Council	Quarrier's Village	0.000
Moray Council	Newmill	0.000
North Ayrshire Council	Millport Coastal	0.160
North Ayrshire Council	Upper Garnock FPS	2.537
North Ayrshire Council	Mill Burn Millport	0.320
Orkney Islands Council	Kirkwall	0.000
Perth & Kinross Council	Comrie	9.224
Perth & Kinross Council	Milnathort	0.090
Perth & Kinross Council	South Kinross	0.126
Perth & Kinross Council	Scone	0.075
Scottish Borders Council	Hawick	4.204
Stirling Council	Bridge of Allan	0.316
Stirling Council	Stirling	0.067
Stirling Council	Callander	0.178
West Dunbartonshire Council	Gruggies Burn	0.800
	Total	33.600

2018-19	Capital Settlement 2018-19			Specific grants to be paid in 2018-19					
£m	General Capital Grant	Specific Grants	Total Capital Grants	Strathclyde Partnership	Vacant and Derelict Land	TMDF	Cycling Walking & Safer Streets	Early Years Expansion	Total
Aberdeen City	23.677	7.713	31.390	0.000	0.000	0.000	0.313	7.400	7.713
Aberdeenshire	37.135	8.857	45.992	0.000	0.000	0.000	0.357	8.500	8.857
Angus	12.601	2.859	15.460	0.000	0.000	0.000	0.159	2.700	2.859
Argyll & Bute	12.938	2.219	15.157	0.000	0.000	0.000	0.119	2.100	2.219
Clackmannanshire	5.425	1.670	7.095	0.000	0.000	0.000	0.070	1.600	1.670
Dumfries & Galloway	21.667	3.004	24.671	0.000	0.000	0.000	0.204	2.800	3.004
Dundee City	20.158	3.502	23.660	0.000	0.000	0.000	0.202	3.300	3.502
East Ayrshire	12.689	7.066	19.755	0.000	0.000	0.000	0.166	6.900	7.066
East Dunbartonshire	9.567	2.446	12.013	0.000	0.000	0.000	0.146	2.300	2.446
East Lothian	12.057	4.942	16.999	0.000	0.000	0.000	0.142	4.800	4.942
East Renfrewshire	7.166	4.028	11.194	0.000	0.000	0.000	0.128	3.900	4.028
Edinburgh, City of	49.405	41.041	90.446	0.000	0.000	27.950	0.691	12.400	41.041
Eilean Siar	8.069	1.037	9.106	0.000	0.000	0.000	0.037	1.000	1.037
Falkirk	14.559	5.217	19.776	0.000	0.000	0.000	0.217	5.000	5.217
Fife	32.675	10.790	43.465	0.000	1.486	0.000	0.504	8.800	10.790
Glasgow City	68.017	81.784	149.801	0.000	2.952	64.295	0.837	13.700	81.784
Highland	40.985	10.720	51.705	0.000	0.000	0.000	0.320	10.400	10.720
Inverclyde	8.282	2.008	10.290	0.000	0.000	0.000	0.108	1.900	2.008
Midlothian	9.777	5.521	15.298	0.000	0.000	0.000	0.121	5.400	5.521
Moray	10.833	2.531	13.364	0.000	0.000	0.000	0.131	2.400	2.531
North Ayrshire	0.000	5.494	5.494	0.000	1.709	0.000	0.185	3.600	5.494
North Lanarkshire	29.763	9.458	39.221	0.000	2.396	0.000	0.462	6.600	9.458
Orkney Islands	6.389	0.730	7.119	0.000	0.000	0.000	0.030	0.700	0.730
Perth & Kinross	16.831	5.005	21.836	0.000	0.000	0.000	0.205	4.800	5.005
Renfrewshire	16.094	4.639	20.733	0.000	0.000	0.000	0.239	4.400	4.639
Scottish Borders	26.135	2.556	28.691	0.000	0.000	0.000	0.156	2.400	2.556
Shetland Islands	6.612	1.131	7.743	0.000	0.000	0.000	0.031	1.100	1.131
South Ayrshire	11.064	5.153	16.217	0.000	0.000	0.000	0.153	5.000	5.153
South Lanarkshire	27.607	7.233	34.840	0.000	0.901	0.000	0.432	5.900	7.233
Stirling	10.601	2.428	13.029	0.000	0.000	0.000	0.128	2.300	2.428
West Dunbartonshire	14.478	1.922	16.400	0.000	0.000	0.000	0.122	1.800	1.922
West Lothian	15.026	4.345	19.371	0.000	0.000	0.000	0.245	4.100	4.345
Councils Total	598.282	259.049	857.331	0.000	9.444	92.245	7.360	150.000	259.049
Strathclyde Partnership for Transport		19.033	19.033	19.033	0.000	0.000	0.000	0.000	19.033
Grand Total	598.282	278.082	876.364	19.033	9.444	92.245	7.360	150.000	278.082

TOTAL LOCAL GOVERNMENT FUNDING SETTLEMENT 2019-20

ANNEX L

Local Authority	Ring-Fenced Grants	Non Domestic Rates	General Revenue Funding	Total 2019-20 Revenue	General Capital Grant	Specific Grant	Total 2019-20 Capital	2019-20 Local Government Finance Settlement
	£m	£m	£m	£m	£m	£m	£m	£m
Aberdeen City	20.337	258.560	57.038	335.935	27.671	8.974	36.645	372.580
Aberdeenshire	20.697	123.812	277.910	422.419	37.536	10.428	47.964	470.383
Angus	8.899	27.468	168.555	204.922	16.740	3.391	20.131	225.053
Argyll & Bute	7.389	35.634	152.955	195.978	19.235	2.643	21.878	217.856
Clackmannanshire	5.161	17.315	73.191	95.667	6.184	1.884	8.068	103.735
Dumfries & Galloway	11.305	51.150	223.361	285.816	24.359	3.444	27.803	313.619
Dundee City	17.188	64.307	217.390	298.885	23.218	4.143	27.361	326.246
East Ayrshire	12.690	27.360	191.335	231.385	14.598	8.299	22.897	254.282
East Dunbartonshire	8.113	22.669	155.900	186.682	10.973	2.877	13.850	200.532
East Lothian	9.006	25.550	140.191	174.747	10.053	5.771	15.824	190.571
East Renfrewshire	5.366	15.377	157.066	177.809	8.229	4.755	12.984	190.793
Edinburgh, City of	40.225	365.250	326.220	731.695	58.675	49.211	107.886	839.581
Eilean Siar	3.128	8.482	83.789	95.399	9.139	1.245	10.384	105.783
Falkirk	15.996	69.739	197.165	282.900	16.041	6.061	22.102	305.002
Fife	34.395	165.717	449.300	649.412	38.226	12.579	50.805	700.217
Glasgow City	67.255	356.234	826.790	1,250.279	80.367	98.467	178.834	1,429.113
Highland	21.328	143.240	286.049	450.617	37.681	12.484	50.165	500.782
Inverclyde	8.334	19.834	137.839	166.007	9.390	2.329	11.719	177.726
Midlothian	10.372	31.615	120.743	162.730	10.554	6.446	17.000	179.730
Moray	8.063	43.563	109.369	160.995	12.398	2.957	15.355	176.350
North Ayrshire	14.719	41.124	220.516	276.359	18.142	6.563	24.705	301.064
North Lanarkshire	33.501	107.252	479.197	619.950	35.921	11.142	47.063	667.013
Orkney	7.156	10.459	56.977	74.592	7.447	0.836	8.283	82.875
Perth & Kinross	10.531	56.590	183.798	250.919	28.441	5.847	34.288	285.207
Renfrewshire	18.398	104.417	192.672	315.487	18.283	5.389	23.672	339.159
Scottish Borders	9.330	36.624	161.972	207.926	20.969	2.988	23.957	231.883
Shetland	7.107	25.925	52.671	85.703	7.689	1.337	9.026	94.729
South Ayrshire	8.868	42.462	150.713	202.043	12.879	5.984	18.863	220.906
South Lanarkshire	28.144	341.166	195.434	564.744	32.942	8.540	41.482	606.226
Stirling	8.990	44.042	116.849	169.881	12.170	2.753	14.923	184.804
West Dunbartonshire	9.976	84.736	94.065	188.777	11.114	2.247	13.361	202.138
West Lothian	15.637	85.327	218.770	319.734	17.615	5.096	22.711	342.445
Undistributed	0.128	0.000	150.640	150.768	9.090	50.000	59.090	209.858
Strathclyde Passenger Transport	0.000	0.000	0.000	0.000	0.000	23.131	23.131	23.131
Scotland	507.732	2,853.000	6,626.430	9,987.162	703.969	380.241	1,084.210	11,071.372