

## **Finance Circular No. 9/2010**

### **By e-mail**

Chief Executives and Directors of Finance of Scottish Local Authorities  
Chief Executive, Convention of Scottish Local Authorities (COSLA)

Our ref: B3807294  
14 April 2010

Dear Chief Executive/Director of Finance

- 1. LOCAL GOVERNMENT FINANCE SETTLEMENT: 2010-11 - AMENDMENT ORDER 2010**
- 2. CHANGES TO CAPITAL FUNDING SUPPORT FOR 2009-11**

1. The Scottish Parliament today debated and approved the Local Government Finance (Scotland) Amendment Order 2010. This Order provides the statutory authority to pay the amended General Revenue Funding (GRF or Revenue Support Grant) for 2010-11. The amended GRF includes the previously undistributed additional £70 million, as a result of local authorities freezing their 2010-11 council tax rates at 2007-08 levels, as mentioned in paragraph 4 of Finance Circular 1/2010. I can confirm that the £70 million has also been added to the local government baseline that will be used in the determination of future local government finance settlements. This Circular provides a summary of the figures contained in the Amendment Order, together with details of up to date capital funding support for 2009-10 and 2010-11.

2. The annexes to this Circular are as follows:

- Annex A:** All Scotland Aggregate Funding Totals 2009-11;
- Annex B:** Individual shares of the additional £70 million;
- Annex C:** Individual Revenue Allocations for 2010-11;
- Annex D:** Individual Capital Allocations for 2009-10;
- Annex E:** Individual Capital Allocations for 2010-11;
- Annex F:** Changes to Capital Funding Support for 2009-10; and
- Annex G:** Changes to Capital Funding Support for 2010-11.

### **Changes to Capital Funding Support for 2009-10 and 2010-11**

3. The changes to the Capital Funding Support for 2009-10 and 2010-11 are as a result of:  
(i) an increase of £25,000 and a redistribution of the 2009-10 Gypsy & Traveller Site Grant; and  
(ii) the distribution of this same grant for 2010-11, which has now been rolled up into the General Capital Grant.

## **Enquiries relating to this Circular**

4. It should be noted that a few of the figures may be marginally different because of roundings but, as agreed with COSLA, any substantive specific enquiries relating to this Circular should be addressed through COSLA, in the first instance. We have given an undertaking to COSLA to respond to any queries as quickly as possible. The contact details for COSLA are:

Brenda Campbell  
0131 474 9229  
brenda@cosla.gov.uk

5. The Circular is being sent electronically to the Chief Executive of COSLA and Chief Executives and Directors of Finance of each local authority. It will also be made available through the Local Government section of the Scottish Government website at:

[www.scotland.gov.uk/Topics/Government/local-government/17999/FC9-2010](http://www.scotland.gov.uk/Topics/Government/local-government/17999/FC9-2010)

6. Any other queries should be addressed to the following:

**Local Government Finance Settlement (Revenue)**  
Bill Stitt 0131 244 7044  
bill.stitt@scotland.gsi.gov.uk

**Local Government Finance Settlement (Capital)**  
Simon Stone 0131 244 7950  
simon.stone@scotland.gsi.gov.uk

Yours faithfully



**David Henderson**  
Deputy Director, Local Government Division

	2009-10 £ million	2010-11 £ million
<b>Total Revenue Funding</b>	<b>10,828.214</b>	<b>11,140.987</b>
Total Capital Funding <i>Finance Circular 1/2010</i>	<b>1,046.202</b>	<b>843.199</b>
Changes since Finance Circular 1/2010		
Increase in Gypsy and Travellers Sites Grant	0.025	0.000
<b>Revised Capital Funding</b>	<b>1046.227</b>	<b>843.199</b>
<b>Revised Total Funding</b>	<b>11,874.441</b>	<b>11,984.186</b>
<i>year-on-year increase</i>	<i>6.3%</i>	<i>0.9%</i>
<b>Total Revenue Funding</b>	<b>10,828.214</b>	<b>11,140.987</b>
<i>year-on-year increase</i>	<i>5.9%</i>	<i>2.9%</i>
<i>less top slice for police numbers</i>	31.000	39.500
<i>less top slice for police pensions bulge</i>	13.355	17.362
<i>less top slice for police pension commutations</i>	17.700	9.800
<i>less top slice for fire pension commutations</i>	n/a	3.700
<i>less top slice for fire pensions bulge</i>	n/a	8.638
<i>less transfer of police pensions</i>	n/a	190.184
<i>less transfer of fire pensions</i>	n/a	43.838
<i>less Revenue Funding to be distributed later</i>		
Teachers Induction Scheme	0.000	37.547
Criminal Justice Social Work	86.450	86.450
Adult Support and Protection		15.600
<b>Distributable Revenue Funding</b>	<b>10,679.709</b>	<b>10,688.368</b>
General Revenue Funding	7756.689	8,087.090
Non-Domestic Rate Income	2165.100	2,068.200
Ring-Fenced Revenue Grants	757.920	533.078
<b>Capital</b>	<b>1,046.227</b>	<b>843.199</b>
<i>year-on-year increase</i>	<i>11.0%</i>	<i>-19.4%</i>
<i>less Capital Funding to be distributed later or directly to SPT and Fire Boards</i>	54.600	49.600
General Capital Grant	462.640	333.053
Ring-Fenced Capital Grant	223.831	155.390
Supported Borrowing	305.156	305.156

<b>Local Authority</b>	<b>2010-11 Share of £70 Million</b>
Aberdeen City	3.300
Aberdeenshire	3.533
Angus	1.391
Argyll & Bute	1.414
Clackmannanshire	0.648
Dumfries & Galloway	1.866
Dundee City	1.762
East Ayrshire	1.471
East Dunbartonshire	1.651
East Lothian	1.363
East Renfrewshire	1.388
Edinburgh (City of)	6.898
Eilean Siar	0.294
Falkirk	1.831
Fife	4.690
Glasgow City	7.783
Highland	3.235
Inverclyde	1.040
Midlothian	1.107
Moray	1.142
North Ayrshire	1.733
North Lanarkshire	3.672
Orkney Islands	0.231
Perth & Kinross	2.154
Renfrewshire	2.366
Scottish Borders	1.524
Shetland Islands	0.256
South Ayrshire	1.664
South Lanarkshire	3.922
Stirling	1.373
West Dunbartonshire	1.208
West Lothian	2.090
<b>Scotland</b>	<b>70.000</b>

**INDIVIDUAL REVENUE ALLOCATIONS FOR 2010-11**

**ANNEX C**

£million	EXPENDITURE								FUNDING				
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
Local Authority	Updated Service Provision	SR07 Extra Funding	Changes since 4/2008	Changes since 12/2009	Changes since 1/2010	Loan Charges/ PPP/LPFS	Floor	Total Estimated Expenditure	Assumed Council Tax contribution	Ring-fenced Grants	Non-Domestic Rates	General Revenue Funding	Total
Aberdeen City	375.220	42.458	-4.291	1.151	3.300	30.233	-1.325	446.746	79.542	24.777	84.193	258.234	367.204
Aberdeenshire	446.642	50.232	-1.939	0.626	3.533	30.468	-1.596	527.966	92.695	18.797	96.621	319.853	435.271
Angus	219.639	24.206	-3.036	0.628	1.391	16.581	-0.791	258.618	39.062	9.688	44.141	165.727	219.556
Argyll & Bute	209.504	23.031	-0.329	1.149	1.414	33.301	-0.800	267.270	35.782	9.921	36.214	185.353	231.488
Clackmannanshire	100.844	10.754	-0.984	0.220	0.648	7.512	-0.354	118.640	17.369	4.159	20.200	76.912	101.271
Dumfries & Galloway	318.670	34.175	-3.617	0.781	1.866	26.620	-1.153	377.342	54.315	15.417	59.455	248.155	323.027
Dundee City	309.641	33.128	-6.049	0.899	1.762	25.917	-1.135	364.163	43.649	18.260	57.010	245.244	320.514
East Ayrshire	240.549	26.147	-2.222	0.310	1.471	16.906	-0.877	282.284	37.859	10.709	47.987	185.729	244.425
East Dunbartonshire	199.557	21.867	-1.162	0.207	1.651	13.166	0.056	235.342	42.784	7.571	41.904	143.083	192.558
East Lothian	179.637	21.147	-2.005	0.140	1.363	16.268	-0.644	215.906	37.578	7.772	38.455	132.101	178.328
East Renfrewshire	180.693	19.769	0.921	0.146	1.388	17.467	-0.637	219.747	36.896	5.585	35.702	141.564	182.851
Edinburgh (City of)	826.783	92.664	-13.637	5.403	6.898	76.600	7.082	1,001.793	185.505	51.546	188.733	576.009	816.288
Eilean Siar	81.537	8.490	-0.849	1.222	0.294	19.513	14.326	124.533	8.638	3.489	10.484	101.922	115.895
Falkirk	288.359	31.754	-0.954	0.445	1.831	26.927	-1.036	347.326	52.168	14.150	60.652	220.356	295.158
Fife	696.251	76.872	-9.998	0.783	4.690	50.033	-2.521	816.110	125.481	33.255	144.812	512.562	690.629
Glasgow City	1,382.669	146.367	-49.296	2.306	7.783	157.282	-4.152	1,642.959	199.673	90.805	233.786	1,118.695	1,443.286
Highland	478.313	53.066	-0.976	1.706	3.235	51.632	-1.812	585.164	83.735	23.418	87.794	390.217	501.429
Inverclyde	178.170	18.871	-4.280	0.412	1.040	16.892	-0.656	210.449	26.018	8.969	32.325	143.137	184.431
Midlothian	160.786	17.953	-2.648	0.232	1.107	13.238	-0.579	190.089	27.743	7.511	32.237	122.598	162.346
Moray	171.650	18.812	-2.407	0.506	1.142	13.602	-0.634	202.671	29.645	8.708	35.122	129.196	173.026
North Ayrshire	284.097	30.577	-2.805	0.475	1.733	21.683	-1.021	334.739	46.192	12.434	54.389	221.724	288.547
North Lanarkshire	663.961	71.233	-10.594	1.025	3.672	46.280	-2.401	773.176	104.673	29.256	130.258	508.989	668.503
Orkney Islands	65.100	6.727	0.165	0.438	0.231	9.350	-0.273	81.738	6.953	1.704	7.959	65.122	74.785
Perth & Kinross	272.613	30.669	-2.351	0.728	2.154	19.149	-0.957	322.005	56.915	12.322	57.694	195.074	265.090
Renfrewshire	347.891	37.729	-3.085	0.639	2.366	13.781	9.734	409.055	61.548	17.099	67.946	262.462	347.507
Scottish Borders	228.722	25.525	-3.206	0.522	1.524	21.251	-0.851	273.487	42.357	11.402	44.989	174.739	231.130
Shetland Islands	82.817	8.454	-1.771	0.378	0.256	15.290	0.513	105.937	7.246	3.351	8.795	86.545	98.691
South Ayrshire	221.642	24.458	-2.832	0.410	1.664	14.851	-0.776	259.417	43.435	9.484	44.685	161.813	215.982
South Lanarkshire	606.335	66.167	-9.605	1.607	3.922	43.285	-2.176	709.535	108.648	26.032	124.084	450.771	600.887
Stirling	179.279	19.738	-0.196	0.458	1.373	16.711	-0.649	216.714	33.611	8.907	35.354	138.842	183.103
West Dunbartonshire	214.405	22.159	-4.172	0.191	1.208	15.054	-0.743	248.102	31.520	11.971	36.390	168.221	216.582
West Lothian	322.057	36.897	-4.360	0.541	2.090	19.882	-1.162	375.945	57.365	14.609	67.830	236.141	318.580
<b>Scotland</b>	<b>10,534.033</b>	<b>1,152.096</b>	<b>-154.570</b>	<b>26.684</b>	<b>70.000</b>	<b>916.725</b>	<b>0.000</b>	<b>12,544.968</b>	<b>1,856.600</b>	<b>533.078</b>	<b>2,068.200</b>	<b>8,087.090</b>	<b>10,688.368</b>

**INDIVIDUAL CAPITAL ALLOCATIONS FOR 2009-10**
**ANNEX D**

Local Authority: £ million	General Capital Grant	Supported Borrowing	Specific Capital Grants	Total Support for Capital
Aberdeen City	17.250	10.321	3.317	30.888
Aberdeenshire	20.416	17.335	1.743	39.494
Angus	9.002	7.476	1.247	17.725
Argyll & Bute	10.843	8.482	3.347	22.672
Clackmannanshire	3.724	3.310	0.644	7.678
Dumfries & Galloway	14.596	12.313	2.427	29.336
Dundee City	14.637	7.313	4.255	26.205
East Ayrshire	6.901	7.130	1.193	15.224
East Dunbartonshire	6.393	5.810	1.030	13.233
East Lothian	7.169	5.778	1.739	14.686
East Renfrewshire	4.448	5.120	0.759	10.327
Edinburgh, City of	46.565	21.274	44.091	111.930
Eilean Siar	5.622	4.302	3.200	13.124
Falkirk	10.850	8.073	1.357	20.280
Fife	28.774	18.268	2.413	49.455
Glasgow City	65.222	26.867	114.130	206.219
Highland	25.189	19.376	6.127	50.692
Inverclyde	5.787	4.669	1.324	11.780
Midlothian	6.701	4.965	0.671	12.337
Moray	24.374	6.438	1.402	32.214
North Ayrshire	8.328	7.652	1.465	17.445
North Lanarkshire	22.567	15.753	5.749	44.069
Orkney	3.888	3.218	1.106	8.212
Perth & Kinross	11.712	9.639	2.053	23.404
Renfrewshire	12.642	8.786	2.063	23.491
Scottish Borders	10.057	9.185	1.449	20.691
Shetland	4.152	3.316	0.966	8.434
South Ayrshire	7.887	6.844	1.475	16.206
South Lanarkshire	20.733	16.027	7.258	44.018
Stirling	7.210	6.107	1.337	14.654
West Dunbartonshire	7.183	5.070	0.972	13.225
West Lothian	11.818	8.939	1.522	22.279
<b>Total Distributed</b>	<b>462.640</b>	<b>305.156</b>	<b>223.831</b>	<b>991.627</b>
Fire Boards	0.000	0.000	24.600	24.600
Strathclyde RTP	0.000	0.000	30.000	30.000
Undistributed	0.000	0.000	0.000	0.000
<b>SCOTLAND</b>	<b>462.640</b>	<b>305.156</b>	<b>278.431</b>	<b>1,046.227</b>

**INDIVIDUAL CAPITAL ALLOCATIONS FOR 2010-11**

**ANNEX E**

Local Authority: £ million	General Capital Grant	Supported Borrowing	Specific Capital Grants	Total Support for Capital
Aberdeen City	13.328	10.321	0.365	24.014
Aberdeenshire	11.085	17.335	0.412	28.832
Angus	6.114	7.476	0.191	13.781
Argyll & Bute	7.865	8.482	0.163	16.510
Clackmannanshire	2.770	3.310	0.086	6.166
Dumfries & Galloway	9.197	12.313	0.262	21.772
Dundee City	12.471	7.313	1.999	21.783
East Ayrshire	4.186	7.130	0.212	11.528
East Dunbartonshire	4.229	5.810	0.191	10.230
East Lothian	5.489	5.778	0.170	11.437
East Renfrewshire	2.354	5.120	0.165	7.639
Edinburgh, City of	35.110	21.274	36.918	93.302
Eilean Siar	5.991	4.302	0.045	10.338
Falkirk	7.554	8.073	0.267	15.894
Fife	16.816	18.268	0.639	35.723
Glasgow City	54.125	26.867	103.521	184.513
Highland	15.699	19.376	1.874	36.949
Inverclyde	4.493	4.669	0.146	9.308
Midlothian	4.598	4.965	0.149	9.712
Moray	18.494	6.438	0.154	25.086
North Ayrshire	5.579	7.652	0.241	13.472
North Lanarkshire	15.162	15.753	3.129	34.044
Orkney	3.907	3.218	0.034	7.159
Perth & Kinross	8.004	9.639	0.247	17.890
Renfrewshire	9.819	8.786	0.304	18.909
Scottish Borders	6.415	9.185	0.196	15.796
Shetland	3.798	3.316	0.040	7.154
South Ayrshire	5.343	6.844	0.199	12.386
South Lanarkshire	14.163	16.027	2.444	32.634
Stirling	5.153	6.107	0.160	11.420
West Dunbartonshire	6.005	5.070	0.164	11.239
West Lothian	7.737	8.939	0.303	16.979
<b>Total Distributed</b>	<b>333.053</b>	<b>305.156</b>	<b>155.390</b>	<b>793.599</b>
Fire Boards	0.000	0.000	24.600	24.600
Strathclyde RTP	0.000	0.000	25.000	25.000
Undistributed	0.000	0.000	0.000	0.000
<b>SCOTLAND</b>	<b>333.053</b>	<b>305.156</b>	<b>204.990</b>	<b>843.199</b>

**CHANGES TO CAPITAL FUNDING SUPPORT FOR 2009-10**

**ANNEX F**

Local Authority: £ million	Circular 1/2010	Gypsy & Traveller Site Grant	Revised Capital Support
Aberdeen City	30.724	0.164	30.888
Aberdeenshire	39.494	0.000	39.494
Angus	17.725	0.000	17.725
Argyll & Bute	22.672	0.000	22.672
Clackmannanshire	7.678	0.000	7.678
Dumfries & Galloway	29.336	0.000	29.336
Dundee City	26.205	0.000	26.205
East Ayrshire	15.224	0.000	15.224
East Dunbartonshire	13.233	0.000	13.233
East Lothian	14.686	0.000	14.686
East Renfrewshire	10.327	0.000	10.327
Edinburgh, City of	111.930	0.000	111.930
Eilean Siar	13.124	0.000	13.124
Falkirk	20.280	0.000	20.280
Fife	49.292	0.163	49.455
Glasgow City	206.219	0.000	206.219
Highland	50.855	-0.163	50.692
Inverclyde	11.780	0.000	11.780
Midlothian	12.337	0.000	12.337
Moray	32.214	0.000	32.214
North Ayrshire	17.445	0.000	17.445
North Lanarkshire	44.069	0.000	44.069
Orkney	8.212	0.000	8.212
Perth & Kinross	23.404	0.000	23.404
Renfrewshire	23.491	0.000	23.491
Scottish Borders	20.691	0.000	20.691
Shetland	8.434	0.000	8.434
South Ayrshire	16.207	-0.001	16.206
South Lanarkshire	44.018	0.000	44.018
Stirling	14.654	0.000	14.654
West Dunbartonshire	13.225	0.000	13.225
West Lothian	22.353	-0.074	22.279
<b>Total Distributed</b>	<b>991.627</b>	<b>0.089</b>	<b>991.627</b>
Fire Boards	24.600	0.000	24.600
Strathclyde RTP	30.000	0.000	30.000
Undistributed	0.064	-0.064	0.000
<b>SCOTLAND</b>	<b>1,046.202</b>	<b>0.025</b>	<b>1,046.227</b>



**CHANGES TO CAPITAL FUNDING SUPPORT FOR 2010-11**

**ANNEX G**

<b>Local Authority: £ million</b>	<b>Circular 1/2010</b>	<b>Gypsy &amp; Traveller Sites</b>	<b>Revised Capital Support</b>
Aberdeen City	23.972	0.042	24.014
Aberdeenshire	28.797	0.035	28.832
Angus	13.758	0.023	13.781
Argyll & Bute	16.449	0.061	16.510
Clackmannanshire	6.147	0.019	6.166
Dumfries & Galloway	21.710	0.062	21.772
Dundee City	21.754	0.029	21.783
East Ayrshire	11.520	0.008	11.528
East Dunbartonshire	10.212	0.018	10.230
East Lothian	11.412	0.025	11.437
East Renfrewshire	7.639	0.000	7.639
Edinburgh, City of	93.271	0.031	93.302
Eilean Siar	10.338	0.000	10.338
Falkirk	15.852	0.042	15.894
Fife	35.601	0.12	35.723
Glasgow City	184.498	0.015	184.513
Highland	36.836	0.113	36.949
Inverclyde	9.303	0.005	9.308
Midlothian	9.712	0.000	9.712
Moray	25.072	0.014	25.086
North Ayrshire	13.446	0.026	13.472
North Lanarkshire	34.035	0.009	34.044
Orkney	7.159	0.000	7.159
Perth & Kinross	17.834	0.056	17.890
Renfrewshire	18.904	0.005	18.909
Scottish Borders	15.776	0.020	15.796
Shetland	7.154	0.000	7.154
South Ayrshire	12.357	0.029	12.386
South Lanarkshire	32.538	0.096	32.634
Stirling	11.397	0.023	11.420
West Dunbartonshire	11.203	0.036	11.239
West Lothian	16.943	0.036	16.979
<b>Total Distributed</b>	<b>792.599</b>	<b>1.000</b>	<b>793.599</b>
Fire Boards	24.600	0.000	24.600
Strathclyde RTP	25.000	0.000	25.000
Undistributed	1.000	-1.000	0.000
<b>SCOTLAND</b>	<b>843.199</b>	<b>0.000</b>	<b>843.199</b>