



SCOTTISH EXECUTIVE

Finance and Central Services Department
Local Government Finance Division

Victoria Quay
Edinburgh EH6 6QQ

Finance Circular No. 1/2007

by e-mail

Chief Executives and Directors of Finance
of Scottish Local Authorities

Chief Executive, Convention of Scottish Local Authorities
(COSLA)

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Your ref:

Our ref: B1047428

7 February 2007

Dear Chief Executive

- PART A: LOCAL GOVERNMENT FINANCE SETTLEMENT FOR 2007-08**
PART B: REDETERMINATIONS OF REVENUE SUPPORT GRANT FOR 2005-06 AND 2006-07
PART C: ADDITIONAL CAPITAL FUNDING FOR 2007-08

1. The Scottish Parliament today debated and approved the Local Government Finance (Scotland) Order 2007 which provides the statutory authority for the payment of Revenue Support Grant (RSG) to local authorities in 2007-08 and confirms the changes since the last Order to the amounts payable to each authority for both 2005-06 and 2006-07. This Circular provides authorities with a summary of the figures contained in that Order and with details of Aggregate External Finance (AEF) allocations. This Circular also provides details of the distribution of the additional £61 million in capital grant announced on 13 December 2006 and confirmed in my letter of 2 February 2007.
2. The annexes to this Circular are as follows:

Annex A: All Scotland Aggregate Totals for 2007-08 (replaces Annex A of Circular 6/2006);

Annex B: AEF allocations for 2007-08 (replaces Annex C of Circular 6/2006);

Annex C: Estimated payments to local authorities from Specific Grants for 2007-08 (no change from Annex E of Circular 6/2006);

Annex D: Reconciliation between Circulars 6/2006 and 1/2007;

Annex E: Revised allocations which have been redetermined in 2005-06 and included in the Local Government Finance (Scotland) Order 2007;

Annex F: Revised allocations which have been redetermined in 2006-07 and included in the Local Government Finance (Scotland) Order 2007; and,

Annex G: Distribution of additional Capital funding of £61 million for 2007-08.



PART A: LOCAL GOVERNMENT FINANCE SETTLEMENT FOR 2007-08

3. Circular 6/2006 issued on 13 December 2006 set out the provisional distribution of AEF for 2007-08. Since then, the additional funding for the Electoral Administration Bill, as detailed at paragraph 11 of Annex B of Circular 6/2006, has been added (see **Annexes A, B and C** of this circular for further details).
4. From 1 April 2007, funding for police forensic science will be provided by the Scottish Executive through Grant-In-Aid to the Scottish Police Services Authority (SPSA). The final details of this transfer are in the process of being agreed with ACPOS and COSLA and further advice will be issued by the Justice Department in due course. Once final agreement has been reached, a figure – likely to be £21.030 million - will be deducted from Police GAE, apportioned between the police authorities. The consequential amount of the reduction in police specific grant due to each police authority will be transferred to the SPSA. Similarly, the balance which would have been met by constituent local authorities will also become the responsibility of the SPSA. This transfer will be actioned by a downward redetermination in the 2008 Order.
5. Revenue Support Grant allocations in respect of baselined support for Education PPP Projects and Capital to Revenue Transfers are now shown at columns 13 and 14 of Annex B to this circular to accurately report the detail of the 2007 Order.
6. Local authorities have indicated that it is helpful to have a reconciliation from one circular to the next. In recognition of this, a reconciliation from Circular 6/2006 and this Circular of ESE, AEF and RSG is included at **Annex D**.

PART B: REDETERMINATION OF REVENUE SUPPORT GRANT FOR 2005-06 AND 2006-07

7. Some revisions to the 2005-06 and 2006-07 allocations have also been approved by Parliament. A reconciliation to the new Order 2007 from the previous Order 2006, taking account of these revisions, is available at **Annexes E and F**.

PART C: ADDITIONAL CAPITAL FUNDING FOR 2007-08

8. The Minister for Finance and Public Service Reform announced on 13 December 2006, that an additional £61 million in capital grant would be made available to local authorities in 2007-08, subject to certain conditions. The President of COSLA, in his letter to the Minister of 13 December 2006, accepted those conditions on behalf of local government. As explained in my letter of 2 February 2007, this capital grant will be distributed to local authorities on the basis of the single formula distribution method used in the current settlement to determine allocation of loan charge support for new in-year supported borrowing. Further details on this and a breakdown at the local authority level is provided at **Annex G**.



Enquiries relating to this Circular

9. As agreed with COSLA, specific enquiries relating to the figures contained in this Circular should be addressed through COSLA, in the first instance. The Executive has given an undertaking to COSLA to make every effort to respond to these enquiries as quickly as possible. The contact details for COSLA are:

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

10. General enquiries relating to this Circular should be addressed to the following:

Revenue Expenditure

Bill Stitt 0131 244 7044
bill.stitt@scotland.gsi.gov.uk

Non-Domestic Rates

Laura Sexton 0131 244 7047
laura.sexton@scotland.gsi.gov.uk

Capital Expenditure

Sara Lightbody 0131 244 7950
sara.lightbody@scotland.gsi.gov.uk

11. A copy of this Circular is available electronically through the Local Government Finance section of the Scottish Executive website at:

www.scotland.gov.uk/Topics/Government/local-government/17999/11203

Yours faithfully



David Henderson
Head of Local Government Finance Division

	£ million 2007-08
Total Aggregate External Finance	8,705.590
percentage increase over previous year	4.7%
<i>plus</i> Police Loan Charge Specific Grant	12.121
Distributable Aggregate External Finance	8,717.711
percentage increase over previous year	4.8%
<u>Breakdown of Specific Grants</u>	
Police	559.770
Police Loan Charge Specific Grant (not part of total AEF)	12.121
Supported Employment	4.891
Gaelic	4.414
Mental Illness	14.000
Social Work Training	5.500
National Priorities Action Fund	260.631
Total Specific Grants	861.327
Distributable Specific Grant	861.327
Loan Charge Support, PPP and LPFS	978.000

AEF ALLOCATIONS FOR 2007-08

ANNEX B

	EXPENDITURE						FUNDING								
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	Estimated Service Expenditure	Quality of Life	Loan Charge Support 2007-08	PPP LPFS	Floor Adjustment 2007-08	Total Estimated Expenditure (Cols. 1 to 5)	Band D Properties forecast	Deduction for TEE not supported by AEF	Total Aggregate External Finance (Col 6 - 8)	Specific Grants	Non-Domestic Rate Income	Revenue Support Grant (Col 9 - 10 - 11)	Capital to Revenue Transfers	Education PPP Projects	Revised Revenue Support Grant
£M	£M	£M	£M	£M	£M		£M	£M	£M	£M	£M	£M	£M	£M	£M
Aberdeen City	348.325	1.848	31.694	0.000	-1.033	380.834	85,618	77.203	303.631	35.570	73.870	194.191	0.000	0.000	194.191
Aberdeenshire	415.829	2.191	28.284	1.400	-1.213	446.491	95,104	85.757	360.734	32.178	85.941	242.615	0.000	3.400	246.015
Angus	203.002	1.070	12.516	3.400	-0.604	219.384	41,075	37.038	182.346	16.578	39.850	125.918	0.000	0.000	125.918
Argyll & Bute	183.412	0.973	31.739	1.371	-0.617	216.878	38,201	34.447	182.431	16.112	33.170	133.149	0.600	2.828	136.577
Clackmannanshire	86.843	0.458	7.403	0.000	-0.264	94.440	18,049	16.275	78.165	7.140	17.751	53.274	0.000	0.000	53.274
Dumfries & Galloway	287.198	1.515	25.313	1.270	-0.883	314.413	57,522	51.868	262.545	24.462	54.148	183.935	0.000	0.000	183.935
Dundee City	275.896	1.463	24.501	2.319	2.370	306.549	47,672	42.986	263.562	27.961	51.896	183.706	0.000	0.000	183.706
East Ayrshire	220.890	1.169	16.617	0.099	-0.685	238.090	40,008	36.076	202.014	19.321	43.584	139.109	0.000	0.000	139.109
East Dunbartonshire	185.113	0.981	14.646	0.064	0.254	201.058	46,619	42.037	159.021	14.310	38.678	106.033	0.000	0.000	106.033
East Lothian	161.215	0.855	15.403	0.000	-0.483	176.990	38,755	34.946	142.044	13.545	33.509	94.990	0.000	2.950	97.940
East Renfrewshire	163.344	0.865	11.792	5.032	-0.472	180.561	40,216	36.264	144.296	11.541	32.706	100.050	0.000	3.950	104.000
Edinburgh, City of	734.521	3.900	94.201	6.620	-2.221	837.021	197,886	178.437	658.584	76.799	167.119	414.666	0.000	0.000	414.666
Eilean Siar	79.381	0.415	21.680	0.000	7.176	108.652	9,281	8.369	100.283	6.079	9.626	84.578	0.000	0.000	84.578
Falkirk	258.928	1.368	18.432	8.640	-0.775	286.593	54,289	48.954	237.639	22.070	54.443	161.126	0.000	0.000	161.126
Fife	635.996	3.366	43.322	3.680	-1.906	684.458	131,717	118.771	565.687	54.277	130.219	381.191	0.000	2.894	384.085
Glasgow City	1,181.179	6.239	159.529	15.531	12.712	1,375.190	212,075	191.232	1,183.958	133.832	211.273	838.853	0.000	0.000	838.853
Highland	434.774	2.292	48.455	2.950	-1.376	487.095	85,991	77.540	409.555	37.965	77.966	293.624	0.000	0.000	293.624
Inverclyde	160.638	0.850	17.302	0.088	-0.517	178.361	28,781	25.952	152.409	15.237	29.979	107.193	0.000	0.000	107.193
Midlothian	146.803	0.776	10.686	3.116	-0.443	160.938	29,924	26.983	133.955	12.769	28.906	92.280	0.000	0.000	92.280
Moray	159.144	0.840	13.574	0.000	-0.491	173.067	30,984	27.939	145.128	13.395	32.166	99.567	0.000	0.000	99.567
North Ayrshire	254.872	1.350	21.948	0.106	-0.791	277.485	49,207	44.371	233.114	21.635	49.581	161.898	0.000	0.000	161.898
North Lanarkshire	589.768	3.116	46.159	0.265	-1.825	637.483	109,046	98.329	539.154	52.420	118.056	368.678	0.000	6.014	374.692
Orkney	57.808	0.300	9.686	0.000	-0.204	67.590	7,211	6.503	61.087	3.547	7.151	50.389	0.000	0.000	50.389
Perth & Kinross	250.583	1.323	18.019	1.405	-0.730	270.600	59,117	53.307	217.293	19.877	50.519	146.897	0.000	0.000	146.897
Renfrewshire	313.423	1.659	31.490	0.153	-0.970	345.755	66,470	59.937	285.818	28.875	62.054	194.889	0.000	4.750	199.639
Scottish Borders	210.036	1.109	20.506	0.000	-0.648	231.003	43,793	39.489	191.514	18.498	40.054	132.962	0.000	0.000	132.962
Shetland	72.593	0.379	17.140	0.000	-0.208	89.904	7,767	7.004	82.900	4.405	8.031	70.464	0.000	0.000	70.464
South Ayrshire	204.106	1.085	14.049	0.079	-0.601	218.718	46,717	42.125	176.593	17.275	40.802	118.516	0.000	0.000	118.516
South Lanarkshire	546.661	2.895	41.869	0.223	-1.657	589.991	112,702	101.626	488.365	45.473	111.800	331.092	0.000	0.000	331.092
Stirling	161.319	0.850	15.279	1.590	-0.488	178.550	36,128	32.577	145.973	13.864	31.732	100.377	0.000	0.000	100.377
West Dunbartonshire	184.704	0.977	15.102	0.113	0.455	201.351	33,817	30.493	170.858	19.740	33.363	117.755	0.000	0.000	117.755
West Lothian	288.985	1.524	18.236	1.916	-0.862	309.799	58,490	52.741	257.058	24.576	59.784	172.698	1.168	0.000	173.866
Scotland	9,457.288	50.000	916.571	61.429	0.000	10,485.288	1,960,233	1,767.577	8,717.711	861.327	1,859.727	5,996.657	1.768	26.786	6,025.211

ESTIMATED PAYMENTS TO LOCAL AUTHORITIES FROM SPECIFIC GRANTS FOR 2007-08

ANNEX C

2007-08	Police	Supported Employment	Gaelic	Mental Illness	Social Work Training	National Priorities Action Fund
£000						
Aberdeen City	25,231	398	148	708	225	8,860
Aberdeenshire	18,880	163	0	578	168	12,389
Angus	10,530	0	47	321	116	5,564
Argyll & Bute	10,531	5	387	312	116	4,761
Clackmannanshire	4,330	58	13	111	61	2,567
Dumfries & Galloway	16,049	216	0	374	116	7,707
Dundee City	19,594	600	0	342	168	7,257
East Ayrshire	12,237	19	153	321	116	6,475
East Dunbartonshire	7,962	0	66	164	61	6,057
East Lothian	8,626	96	0	223	116	4,484
East Renfrewshire	6,102	10	37	57	61	5,274
Edinburgh, City of	57,254	413	195	1,345	500	17,092
Eilean Siar	2,695	38	956	164	61	2,165
Falkirk	14,168	216	4	367	168	7,147
Fife	34,602	912	0	893	332	17,538
Glasgow City	99,922	562	530	2,775	940	29,103
Highland	23,463	451	1,009	598	225	12,219
Inverclyde	10,228	29	105	193	116	4,566
Midlothian	8,027	58	0	266	61	4,357
Moray	8,541	120	0	160	61	4,513
North Ayrshire	13,714	24	69	197	168	7,463
North Lanarkshire	32,677	201	280	563	332	18,367
Orkney	1,775	29	0	133	61	1,549
Perth & Kinross	13,034	0	66	272	116	6,389
Renfrewshire	18,926	19	31	375	168	9,356
Scottish Borders	12,419	125	5	311	116	5,522
Shetland	2,271	0	0	165	61	1,908
South Ayrshire	11,128	38	0	301	116	5,692
South Lanarkshire	28,130	0	155	750	281	16,157
Stirling	8,907	29	139	207	61	4,521
West Dunbartonshire	13,936	19	20	251	116	5,398
West Lothian	16,001	43	0	204	116	8,212
Scotland	571,891	4,891	4,414	14,000	5,500	260,631

RECONCILIATION BETWEEN CIRCULARS 6/2006 AND 1/2007

ANNEX D

2007-08	£m	Funding of		Funding of		diff	
		6/2006 ESE	Elections in Scotland	1/2007 ESE	6/2006 TEE		Elections in Scotland
Aberdeen City	348.229	0.096	348.325	380.738	0.096	380.834	0.096
Aberdeenshire	415.728	0.101	415.829	446.390	0.101	446.491	0.101
Angus	202.953	0.049	203.002	219.335	0.049	219.384	0.049
Argyll & Bute	183.370	0.042	183.412	216.836	0.042	216.878	0.042
Clackmannanshire	86.822	0.021	86.843	94.419	0.021	94.440	0.021
Dumfries & Galloway	287.132	0.066	287.198	314.347	0.066	314.413	0.066
Dundee City	275.830	0.066	275.896	306.483	0.066	306.549	0.066
East Ayrshire	220.837	0.053	220.890	238.037	0.053	238.090	0.053
East Dunbartonshire	185.067	0.046	185.113	201.012	0.046	201.058	0.046
East Lothian	161.175	0.040	161.215	176.950	0.040	176.990	0.040
East Renfrewshire	163.305	0.039	163.344	180.522	0.039	180.561	0.039
Edinburgh, City of	734.316	0.205	734.521	836.816	0.205	837.021	0.205
Eilean Siar	79.359	0.022	79.381	108.630	0.022	108.652	0.022
Falkirk	258.863	0.065	258.928	286.528	0.065	286.593	0.065
Fife	635.839	0.157	635.996	684.301	0.157	684.458	0.157
Glasgow City	1,180.912	0.267	1,181.179	1,374.923	0.267	1,375.190	0.267
Highland	434.678	0.096	434.774	486.999	0.096	487.095	0.096
Inverclyde	160.600	0.038	160.638	178.323	0.038	178.361	0.038
Midlothian	146.768	0.035	146.803	160.903	0.035	160.938	0.035
Moray	159.105	0.039	159.144	173.028	0.039	173.067	0.039
North Ayrshire	254.811	0.061	254.872	277.424	0.061	277.485	0.061
North Lanarkshire	589.627	0.141	589.768	637.342	0.141	637.483	0.141
Orkney	57.792	0.016	57.808	67.574	0.016	67.590	0.016
Perth & Kinross	250.521	0.062	250.583	270.538	0.062	270.600	0.062
Renfrewshire	313.346	0.077	313.423	345.678	0.077	345.755	0.077
Scottish Borders	209.987	0.049	210.036	230.954	0.049	231.003	0.049
Shetland	72.575	0.018	72.593	89.886	0.018	89.904	0.018
South Ayrshire	204.056	0.050	204.106	218.668	0.050	218.718	0.050
South Lanarkshire	546.527	0.134	546.661	589.857	0.134	589.991	0.134
Stirling	161.281	0.038	161.319	178.512	0.038	178.550	0.038
West Dunbartonshire	184.662	0.042	184.704	201.309	0.042	201.351	0.042
West Lothian	288.915	0.070	288.985	309.729	0.070	309.799	0.070
Scotland	9,454.987	2.301	9,457.288	10,482.987	2.301	10,485.288	2.301

RECONCILIATION BETWEEN CIRCULARS 6/2006 AND 1/2007

ANNEX D

2007-08	£m	Funding of Elections				Funding of Elections			
		6/2006 AEF	in Scotland	1/2007 AEF	diff	6/2006 RSG	in Scotland	1/2007 RSG	diff
Aberdeen City		303.535	0.096	303.631	0.096	194.095	0.096	194.191	0.096
Aberdeenshire		360.633	0.101	360.734	0.101	242.514	0.101	242.615	0.101
Angus		182.297	0.049	182.346	0.049	125.869	0.049	125.918	0.049
Argyll & Bute		182.389	0.042	182.431	0.042	133.107	0.042	133.149	0.042
Clackmannanshire		78.144	0.021	78.165	0.021	53.253	0.021	53.274	0.021
Dumfries & Galloway		262.479	0.066	262.545	0.066	183.869	0.066	183.935	0.066
Dundee City		263.497	0.066	263.562	0.065	183.640	0.066	183.706	0.066
East Ayrshire		201.961	0.053	202.014	0.053	139.056	0.053	139.109	0.053
East Dunbartonshire		158.975	0.046	159.021	0.046	105.987	0.046	106.033	0.046
East Lothian		142.004	0.040	142.044	0.040	94.950	0.040	94.990	0.040
East Renfrewshire		144.258	0.039	144.296	0.038	100.011	0.039	100.050	0.039
Edinburgh, City of		658.379	0.205	658.584	0.205	414.461	0.205	414.666	0.205
Eilean Siar		100.261	0.022	100.283	0.022	84.556	0.022	84.578	0.022
Falkirk		237.574	0.065	237.639	0.065	161.061	0.065	161.126	0.065
Fife		565.530	0.157	565.687	0.157	381.034	0.157	381.191	0.157
Glasgow City		1,183.691	0.267	1,183.958	0.267	838.586	0.267	838.853	0.267
Highland		409.459	0.096	409.555	0.096	293.528	0.096	293.624	0.096
Inverclyde		152.371	0.038	152.409	0.038	107.155	0.038	107.193	0.038
Midlothian		133.920	0.035	133.955	0.035	92.245	0.035	92.280	0.035
Moray		145.089	0.039	145.128	0.039	99.528	0.039	99.567	0.039
North Ayrshire		233.053	0.061	233.114	0.061	161.837	0.061	161.898	0.061
North Lanarkshire		539.013	0.141	539.154	0.141	368.537	0.141	368.678	0.141
Orkney		61.071	0.016	61.087	0.016	50.373	0.016	50.389	0.016
Perth & Kinross		217.231	0.062	217.293	0.062	146.835	0.062	146.897	0.062
Renfrewshire		285.741	0.077	285.818	0.077	194.812	0.077	194.889	0.077
Scottish Borders		191.465	0.049	191.514	0.049	132.913	0.049	132.962	0.049
Shetland		82.882	0.018	82.900	0.018	70.446	0.018	70.464	0.018
South Ayrshire		176.543	0.050	176.593	0.050	118.466	0.050	118.516	0.050
South Lanarkshire		488.231	0.134	488.365	0.134	330.958	0.134	331.092	0.134
Stirling		145.935	0.038	145.973	0.038	100.339	0.038	100.377	0.038
West Dunbartonshire		170.816	0.042	170.858	0.042	117.713	0.042	117.755	0.042
West Lothian		256.988	0.070	257.058	0.070	172.628	0.070	172.698	0.070
Scotland		8,715.410	2.301	8,717.711	2.301	5,994.356	2.301	5,996.657	2.301

REVISED ALLOCATIONS WHICH HAVE BEEN REDETERMINED IN 2005-06 AND INCLUDED IN THE LOCAL GOVERNMENT FINANCE (SCOTLAND) ORDER 2007

ANNEX E

2005-06	Order 2006 RSG	Capital to Revenue	Development Funding	Education PPP	Order 2007 RSG
Aberdeen City	183.309	0.000	0.000	0.000	183.309
Aberdeenshire	218.070	-1.700	0.000	0.000	216.370
Angus	112.907	0.000	0.000	0.000	112.907
Argyll & Bute	122.924	0.000	0.000	0.000	122.924
Clackmannanshire	49.562	0.000	0.000	0.000	49.562
Dumfries & Galloway	171.632	0.000	0.000	0.000	171.632
Dundee City	176.592	0.000	0.000	0.000	176.592
East Ayrshire	128.332	0.000	0.000	0.000	128.332
East Dunbartonshire	98.973	0.000	0.000	0.000	98.973
East Lothian	88.754	-2.920	0.000	2.920	88.754
East Renfrewshire	89.058	-0.330	0.000	0.000	88.728
Edinburgh, City of	392.917	0.000	0.000	0.000	392.917
Eilean Siar	80.404	0.000	0.000	0.000	80.404
Falkirk	147.510	0.000	0.000	0.000	147.510
Fife	349.152	0.000	0.000	0.000	349.152
Glasgow City	798.902	0.000	0.918	0.000	799.820
Highland	266.680	0.000	0.000	0.000	266.680
Inverclyde	100.940	0.000	0.000	0.000	100.940
Midlothian	85.830	0.000	0.000	0.000	85.830
Moray	90.913	0.000	0.000	0.000	90.913
North Ayrshire	150.094	0.000	0.000	0.000	150.094
North Lanarkshire	337.948	-0.070	0.000	0.070	337.948
Orkney	45.422	0.000	0.000	0.000	45.422
Perth & Kinross	131.128	0.000	0.000	0.000	131.128
Renfrewshire	183.121	0.000	0.000	0.000	183.121
Scottish Borders	119.618	0.000	0.000	0.000	119.618
Shetland	66.720	0.000	0.000	0.000	66.720
South Ayrshire	109.482	0.000	0.000	0.000	109.482
South Lanarkshire	307.476	0.000	0.000	-0.070	307.406
Stirling	93.483	0.000	0.000	0.000	93.483
West Dunbartonshire	112.686	0.000	0.000	0.000	112.686
West Lothian	157.364	0.000	0.000	0.000	157.364
Scotland	5,567.902	-5.020	0.918	2.920	5,566.720

REVISED ALLOCATIONS WHICH HAVE BEEN REDETERMINED IN 2006-07 AND INCLUDED IN THE LOCAL GOVERNMENT FINANCE (SCOTLAND) ORDER 2007

ANNEX F

2006-07		Animal Feedstuffs Regulations (FSA)	Changes to Gaelic Specific Grant	Choose Life	Eilean Siar Ferry Concessions	Enhanced Services for Children and Young People	Funding of Elections in Scotland	Highlands and Islands Fire GAE adjustment	National Priorities Action Fund	Pre-School Education : Advisory Floor	Order 2007 AEF
£m	Order 2006 AEF										
Aberdeen City	291.033	0.001	0.005	0.114	0.000	0.411	0.096	0.000	0.788	0.126	292.575
Aberdeenshire	342.668	0.061	-0.005	0.117	0.000	0.309	0.101	0.000	1.063	0.190	344.505
Angus	173.361	0.011	0.007	0.087	0.000	0.217	0.049	0.000	0.498	0.073	174.303
Argyll & Bute	175.107	0.018	0.050	0.083	0.000	0.162	0.042	0.000	0.515	0.059	176.036
Clackmannanshire	74.085	0.002	0.003	0.072	0.000	0.142	0.021	0.000	0.249	0.031	74.606
Dumfries & Galloway	251.025	0.036	0.000	0.097	0.000	0.269	0.066	0.000	0.662	0.101	252.256
Dundee City	253.072	0.001	0.000	0.097	0.000	0.474	0.066	0.000	0.650	0.088	254.448
East Ayrshire	193.039	0.008	0.005	0.090	0.000	0.328	0.053	0.000	0.696	0.075	194.294
East Dunbartonshire	152.338	0.001	0.018	0.087	0.000	0.149	0.046	0.000	0.508	0.062	153.210
East Lothian	134.791	0.003	-0.011	0.083	0.000	0.184	0.040	0.000	0.439	0.061	135.590
East Renfrewshire	137.384	0.001	0.001	0.083	0.000	0.133	0.039	0.000	0.493	0.058	138.193
Edinburgh, City of	629.886	0.002	0.026	0.173	0.000	0.959	0.205	0.000	1.532	0.259	633.042
Eilean Siar	96.738	0.012	-0.030	0.067	-0.090	0.038	0.022	0.311	0.228	0.020	97.316
Falkirk	225.706	0.002	-0.001	0.097	0.000	0.356	0.065	0.000	0.685	0.094	227.004
Fife	536.744	0.011	0.000	0.148	0.000	0.844	0.157	0.000	1.567	0.228	539.699
Glasgow City	1,137.561	0.001	0.130	0.206	0.000	2.517	0.267	0.000	2.627	0.364	1,143.673
Highland	390.058	0.046	0.081	0.213	0.000	0.424	0.096	-0.857	1.063	0.161	391.285
Inverclyde	145.889	0.001	0.012	0.081	0.000	0.272	0.038	0.000	0.387	0.051	146.731
Midlothian	127.536	0.002	0.000	0.080	0.000	0.201	0.035	0.000	0.425	0.051	128.329
Moray	137.875	0.011	0.000	0.082	0.000	0.133	0.039	0.000	0.403	0.060	138.603
North Ayrshire	222.300	0.004	0.037	0.094	0.000	0.440	0.061	0.000	0.678	0.088	223.701
North Lanarkshire	513.147	0.003	0.015	0.141	0.000	1.011	0.141	0.000	1.533	0.220	516.211
Orkney	58.510	0.012	0.000	0.065	0.000	0.022	0.016	0.186	0.164	0.015	58.990
Perth & Kinross	206.198	0.016	0.024	0.094	0.000	0.226	0.062	0.000	0.551	0.099	207.270
Renfrewshire	272.644	0.002	0.006	0.104	0.000	0.475	0.077	0.000	0.797	0.105	274.210
Scottish Borders	181.825	0.022	-0.001	0.087	0.000	0.167	0.049	0.000	0.558	0.089	182.797
Shetland	79.562	0.006	0.000	0.066	0.000	0.032	0.018	0.360	0.210	0.021	80.274
South Ayrshire	168.429	0.007	0.000	0.088	0.000	0.236	0.050	0.000	0.472	0.062	169.344
South Lanarkshire	466.130	0.011	-0.004	0.136	0.000	0.767	0.134	0.000	1.323	0.188	468.685
Stirling	138.696	0.006	0.027	0.082	0.000	0.165	0.038	0.000	0.400	0.061	139.475
West Dunbartonshire	163.864	0.001	0.005	0.084	0.000	0.328	0.042	0.000	0.483	0.055	164.861
West Lothian	244.915	0.004	0.000	0.100	0.000	0.434	0.070	0.000	0.757	0.117	246.398
Scotland	8,322.115	0.325	0.400	3.298	-0.090	12.825	2.301	0.000	23.406	3.333	8,367.914

REVISED ALLOCATIONS WHICH HAVE BEEN REDETERMINED IN 2006-07 AND INCLUDED IN THE LOCAL GOVERNMENT FINANCE (SCOTLAND) ORDER 2007

ANNEX F

2006-07	Order	Changes	National	Order	Order			Capital to	CT and 2nd	
£m	2006	to Gaelic	Priorities	2007	2006	Antisocial	Economic	Revenue	Homes:	Development
	SG	Specific	Action	SG	RSG	Behaviour	Development	Transfers	Software	Funding
		Grant	Fund						Development	
Aberdeen City	31.877	0.005	0.788	32.670	183.689	1.765	0.000	0.000	0.000	0.000
Aberdeenshire	28.478	-0.005	1.063	29.536	227.817	0.320	0.000	0.000	0.000	0.000
Angus	15.119	0.007	0.498	15.624	117.973	0.480	0.000	0.000	0.000	0.000
Argyll & Bute	14.737	0.050	0.515	15.302	126.544	0.247	0.000	0.000	0.000	0.000
Clackmannanshire	6.361	0.003	0.249	6.613	49.830	0.480	0.000	0.000	0.000	0.000
Dumfries & Galloway	22.354	0.000	0.662	23.016	173.798	0.836	0.000	0.000	0.000	0.000
Dundee City	25.687	0.000	0.650	26.337	174.760	2.210	0.000	0.000	0.000	0.000
East Ayrshire	17.565	0.005	0.696	18.266	131.065	1.068	0.000	0.000	0.000	0.000
East Dunbartonshire	12.974	0.018	0.508	13.500	99.841	0.480	0.000	0.000	0.000	0.000
East Lothian	12.305	-0.011	0.439	12.733	88.515	0.320	0.000	1.310	0.000	0.000
East Renfrewshire	10.373	0.001	0.493	10.867	93.771	0.480	0.000	0.000	0.000	0.000
Edinburgh, City of	70.659	0.026	1.532	72.217	390.944	2.210	0.000	0.000	0.000	0.000
Eilean Siar	5.451	-0.030	0.228	5.649	81.546	0.225	0.265	0.000	0.000	0.000
Falkirk	19.825	-0.001	0.685	20.509	151.183	0.836	0.000	0.000	0.000	0.000
Fife	48.000	0.000	1.567	49.567	357.210	1.150	0.000	0.000	0.006	0.000
Glasgow City	124.022	0.130	2.627	126.779	799.259	3.238	0.000	0.000	0.000	0.953
Highland	34.089	0.081	1.063	35.233	277.575	0.480	0.000	0.000	0.000	0.000
Inverclyde	13.996	0.012	0.387	14.395	101.317	1.765	0.000	0.000	0.000	0.000
Midlothian	11.564	0.000	0.425	11.989	86.442	0.480	0.000	0.300	0.000	0.000
Moray	11.878	0.000	0.403	12.281	93.458	0.320	0.000	0.000	0.000	0.000
North Ayrshire	19.747	0.037	0.678	20.462	152.098	1.150	0.000	0.000	0.000	0.000
North Lanarkshire	47.885	0.015	1.533	49.433	345.527	2.210	0.000	0.000	0.000	0.000
Orkney	3.125	0.000	0.164	3.289	48.152	0.225	0.000	0.000	0.000	0.000
Perth & Kinross	18.207	0.024	0.551	18.782	136.980	0.480	0.000	0.000	0.000	0.000
Renfrewshire	26.561	0.006	0.797	27.364	182.797	1.765	0.000	0.000	0.000	0.000
Scottish Borders	16.803	-0.001	0.558	17.360	124.490	0.320	0.000	0.000	0.000	0.000
Shetland	3.868	0.000	0.210	4.078	67.556	0.225	0.000	0.000	0.000	0.000
South Ayrshire	15.924	0.000	0.472	16.396	111.016	0.836	0.000	0.000	0.000	0.000
South Lanarkshire	41.693	-0.004	1.323	43.012	311.149	1.150	0.000	0.000	0.006	0.000
Stirling	12.416	0.027	0.400	12.843	94.242	0.480	0.000	0.000	0.000	0.000
West Dunbartonshire	18.231	0.005	0.483	18.719	111.518	1.765	0.000	0.000	0.000	0.000
West Lothian	22.284	0.000	0.757	23.041	162.227	0.836	0.000	0.000	0.000	0.000
Scotland	784.057	0.400	23.406	807.863	5,654.289	30.830	0.265	1.610	0.011	0.953

REVISED ALLOCATIONS WHICH HAVE BEEN REDETERMINED IN 2006-07 AND INCLUDED IN THE LOCAL GOVERNMENT FINANCE (SCOTLAND) ORDER 2007

ANNEX F

2006-07	Education PPP Projects	Efficiency and Reform Funding	Rural Services Priority Areas	Sheltered Housing-type Accommodation	Strategic Waste Fund	Working for Families	Youth Justice	Additions to AEF excluding those funded through SGs	Capital to Revenue Transfers and Education PPP sums baselined	Order 2007 RSG
£m										
Aberdeen City	0.000	0.031	0.000	0.000	0.000	0.450	0.641	0.748	0.000	187.325
Aberdeenshire	0.000	0.000	0.000	0.014	0.000	0.350	0.483	0.778	3.400	233.163
Angus	0.000	0.000	0.100	0.000	0.000	0.350	0.344	0.437	0.000	119.684
Argyll & Bute	0.638	0.000	0.200	0.000	1.653	0.000	0.264	0.364	0.600	130.510
Clackmannanshire	0.000	0.350	0.000	0.000	0.000	0.350	0.233	0.268	0.000	51.512
Dumfries & Galloway	0.000	0.000	0.500	0.069	3.191	0.600	0.429	0.569	0.000	179.991
Dundee City	0.000	0.247	0.000	0.019	0.000	1.000	0.741	0.726	0.000	179.703
East Ayrshire	0.000	0.056	0.300	0.000	0.000	0.600	0.516	0.554	0.000	134.160
East Dunbartonshire	0.000	0.000	0.000	0.000	0.000	0.000	0.244	0.345	0.000	100.910
East Lothian	0.030	0.000	0.000	0.000	0.000	0.000	0.293	0.371	2.920	93.760
East Renfrewshire	1.900	0.000	0.000	0.022	0.000	0.000	0.216	0.314	1.210	97.914
Edinburgh, City of	0.000	0.761	0.000	0.000	0.000	0.750	1.464	1.598	0.000	397.727
Eilean Siar	0.000	0.000	0.500	0.000	0.000	0.000	0.086	0.380	0.000	83.003
Falkirk	0.000	0.000	0.000	0.000	0.000	0.450	0.551	0.614	0.000	153.633
Fife	0.831	0.013	0.000	0.000	0.000	0.750	1.292	1.388	0.000	362.640
Glasgow City	0.000	0.798	0.000	2.290	0.000	2.500	3.840	3.355	0.000	816.234
Highland	0.000	0.000	0.300	0.000	0.000	0.600	0.656	0.083	0.000	279.695
Inverclyde	0.000	0.000	0.000	0.020	0.000	0.600	0.431	0.443	0.000	104.576
Midlothian	0.000	0.000	0.000	0.018	0.000	0.350	0.319	0.369	0.000	88.277
Moray	0.000	0.000	0.000	0.005	0.000	0.000	0.219	0.325	0.000	94.327
North Ayrshire	0.000	0.000	0.000	0.002	0.000	1.000	0.689	0.687	0.000	155.626
North Lanarkshire	3.135	0.000	0.000	0.000	0.000	1.500	1.536	1.516	0.360	355.783
Orkney	0.000	0.091	0.100	0.000	0.000	0.000	0.073	0.316	0.000	48.956
Perth & Kinross	0.000	0.000	0.000	0.053	0.000	0.000	0.357	0.497	0.000	138.367
Renfrewshire	3.170	0.100	0.000	0.082	0.000	1.000	0.736	0.763	0.000	190.413
Scottish Borders	0.000	0.000	0.000	0.000	0.000	0.000	0.269	0.414	0.000	125.493
Shetland	0.000	0.125	0.000	0.000	0.000	0.000	0.080	0.503	0.000	68.488
South Ayrshire	0.000	0.000	0.200	0.000	0.000	0.000	0.374	0.443	0.000	112.868
South Lanarkshire	0.000	0.506	0.000	0.155	0.000	0.750	1.176	1.236	0.000	316.127
Stirling	0.000	0.000	0.000	0.000	0.000	0.000	0.267	0.352	0.000	95.341
West Dunbartonshire	0.000	0.017	0.000	0.000	0.000	0.600	0.517	0.510	0.000	114.926
West Lothian	0.000	0.000	0.000	0.000	0.000	0.450	0.664	0.725	1.168	166.070
Scotland	9.703	3.096	2.200	2.750	4.844	15.000	20.000	21.992	9.658	5,777.202

DISTRIBUTION OF ADDITIONAL CAPITAL FUNDING OF £61 MILLION FOR 2007-08

ANNEX G

1. An extra, one-off, £61 million of capital grant will be provided to local authorities for the financial year 2007-08. This additional support will be tied to an increase in the Efficient Government target on the basis that, at least, an equal amount of efficiency savings are delivered in return and that councils take steps to improve their asset management planning.

2. The breakdown below shows the allocations of the capital grant at a local authority level. Allocations have been calculated based on the existing distribution method used for the current settlement period for supported borrowing (as outlined at point 3).

	2007-08 £m
Aberdeen City	1.841
Aberdeenshire	2.033
Angus	1.201
Argyll & Bute	2.370
Clackmannanshire	0.663
Dumfries & Galloway	1.984
Dundee City	1.617
East Ayrshire	1.212
East Dunbartonshire	1.100
East Lothian	1.053
East Renfrewshire	0.989
Edinburgh, City of	4.199
Eilean Siar	2.220
Falkirk	1.477
Fife	3.247
Glasgow	6.831
Highland	3.978
Inverclyde	1.435
Midlothian	0.873
Moray	1.019
North Ayrshire	1.792
North Lanarkshire	2.977
Orkney Islands	0.849
Perth & Kinross	1.741
Renfrewshire	1.867
Scottish Borders	1.611
Shetland Islands	1.141
South Ayrshire	1.108
South Lanarkshire	3.042
Stirling	1.101
West Dunbartonshire	1.011
West Lothian	1.419
Total	61.000

3. Method of Distribution

The current distribution method for new in-year supported borrowing for the period 2005-08 distributes funding to all local authorities based on the Single Allocation Formula, except in the case of Shetland who receive a fixed percentage of the overall total.

Single Allocation Formula (SAF)

The single allocation formula uses broad indicators that represent the relative need to spend.

Under the SAF, each authority would receive support on a notional fixed allocation of £1 million with the remainder distributed as below. However, this element has been removed for the purposes of distributing the additional capital grant as it is not deemed relevant in this instance.

Shetland receive 1.87 per cent of the total (£1.141 million) leaving £59.859 million for allocation to the other authorities via the single allocation formula.

The remaining £59.859 million, is distributed to the other 31 councils based on the following four elements:

- Roads and Transport (37.75 per cent) – has special allowances for rural areas but brings into account road lengths, bridges, ferry services and forest roads;
- Education (17.47 per cent) – using data based on class sizes and accommodation requirements;
- Non-HRA Housing (26.34 per cent) – private sector housing data; and,
- Population (18.44 per cent) – uses data collected from GRO to reflect population levels in Scotland.

The figures used for these elements were those from the 2004 Spending Review.