

**REPORT TO:** East Lothian Council

**MEETING DATE:** 31 October 2023

**BY:** Executive Director for Council Resources

**SUBJECT:** Finance Update

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## **1 PURPOSE**

- 1.1 To provide an update on the financial position facing this Council. This includes an update on the in-year financial position at the end of August 2023, agreed mitigations and capital programme review, as well as future financial outlook.

## **2 RECOMMENDATIONS**

- 2.1 The Council is recommended to:
- Note the outcome of the Period 5 review of financial performance against approved budgets and the significant underlying financial pressures faced by the Council.
  - Note the impact on the Council reserves if the projected revenue overspend materialises.
  - Note the severity of the financial risks set out in the report that may impact on the position.
  - Note the update on mitigation measures approved by Council in August 2023.
  - Agree to pass on a share of any new additional Scottish Government funding for pay to the IJB.
  - Agree the variations to the revised capital programme.
  - Agree to delegate authority to the Executive Director for Council Resources (Chief Financial Officer) in discussion with Group Leaders, to agree revised final variations to the capital budget.

- Note that a further review of the capital programme will be required to offset the increased costs of the education capital projects and this will be brought to Council at a later date.

### **3 BACKGROUND**

- 3.1 The Council is continuing to operate within the most extreme and challenging financial environment that it has ever faced, with significant challenges in 2023/24 and an estimated recurring financial gap in excess of £70 million over the next five years, which is equivalent to a quarter of the Council's annual running costs.
- 3.2 The Period 3 report to Council noted a 2023/24 pressure of £26.5 million, and after the application of planned reserves the unplanned overspend was forecast to be £14.6 million.
- 3.3 Given the severity of the in-year financial position along with the risks to future financial sustainability, the Council approved a series of further mitigation measures in an attempt to manage the in-year financial pressures. This report provides Council with an update on the current year financial position at the end of period 5. A further update, setting out the position at the end of period 6 will be presented to Council in December, as well as the future budgetary implications.

#### **General Services Revenue Summary – Period 5**

- 3.4 At Period 5, before applying planned use of reserves there is a forecast overspend for the year of £22.171 million, which represents an improvement of £4.3 million since the Period 3 report.
- 3.5 The main reasons for the movement since Period 3 are:
- Reduction of £1.5 million in the IJB overspend following a review of unused care commitments and staffing vacancies. This was highlighted as a potential mitigation in the Period 3 report.
  - Reduction in RAAC cost projections at Preston Lodge of £2.35 million reflecting the impact of the agreed solution. This was also highlighted as a potential mitigation in the Period 3 report.
  - The balance of the improved position is due to increased staff underspend forecasts with increased senior management scrutiny of requests to fill vacant posts.
- 3.6 The planned use of reserves for 2023/24 is £11.8 million, as set out below:
- Transformational Fund and other ring-fenced funds - £1.6 million.
  - Health & Social Care (IJB delegated services), £568,000 – this figure has been agreed with the IJB Chief Financial Officer.

- Capital Funding for Pay Award relating to 2022/23 - £2.3 million (this becomes recurring revenue funding from 2024/25).
- General Fund reserve – £7.378 million.

3.7 The unplanned overspend, after applying planned use of reserves is currently forecast to be £10.3 million at the end of the year. While this represents an improvement of £4.3 million since the period 3 report, an overspend of this level cannot be accommodated within unallocated balances on the general fund reserve and will not only remove in full the minimum level of reserve but will also result in a reduction in previously earmarked funds which remains aligned to supporting critical transformational activities with a view to deliver recurring savings. This, alongside the current high level of planned reserves for this year, presents a significant risk to financial sustainability as well as to the delivery of outcomes aligned to the Council Plan.

3.8 The above forecast also reflects an estimated pay award from 1 April 2023 for non-teaching staff of 5.5% as reflected in the 2023/24 budget. Within this, 3% was to be funded by Local Government and the remainder from Scottish Government. Members should be aware that national pay negotiations remain ongoing, with the current funding envelope including a further package of non-recurring 'funding flexibilities' details of which are still being clarified. In addition, the current offer assumes that Local Government will be asked to fund an additional recurring pressure of £10 million which is estimated to be £0.18 million for this Council, and as such has been reflected in the financial forecast. Given discussions are still ongoing there remains a risk that further recurring pressures could arise from this. Each additional 1% increase for the non-teaching workforce will cost in excess of £1 million.

3.9 An analysis of the financial position as at Period 5 across service groups is set out in **Appendix 1**. The main reasons for the pressure are:

- **IJB Delegated Services - projected overspend, £3.9 million** – while this position has improved by £1.5 million there remains a significant overspend mainly due to pressures on commissioned care services, specifically external care homes and support services. The IJB is progressing a number of workstreams to mitigate the extent of this overspend, including, ongoing review of care packages and recruitment to support an enhanced internal care at home service which is aimed at ensuring that clients are able to stay safely in their own homes. The service is also actively attempting to identify a further £1.8 million of savings. Whilst noting the national pay negotiations remain ongoing, it is recommended that Council approves that the IJB receives a proportionate share of any new and additional Scottish Government funding for the Local Government pay award. This currently amounts to £0.400m. If approved, any pay pressure over and above this contribution would need to be met by the IJB.

The IJB has delegated authority over most of the Health and Social Care budget along with a small number of other budgets within Community Housing, the Housing Revenue Account and Housing Capital. The management of these resources remains in line with the scheme of integration and wider overall IJB resources.

- Children's Services overspend, £1.8 million – mainly relating to external residential packages and the establishment of a complex internal care package. There are also further pressures arising from a number of Unaccompanied Asylum-Seeking Children arriving in East Lothian aligned to the national settlement schemes.
- Trading Account deficit, £1.4 million – as noted at Period 3, this largely relates to the schedule of rates in the Property Maintenance Trading Account which have been increasing at a lower rate than pay and other inflation. A report is due to be taken to the HRA Programme Board to recommend an increase for 2023/24 taking account of Best Value considerations and it is anticipated this will reduce this pressure by around £1 million.
- Preston Lodge RAAC issues, £650,000 – while this position has improved by £2.35 million, the Council will still incur additional unbudgeted costs in 2023/24 to pay for alternative venues for teaching and PE as well as additional teachers to facilitate the revised timetable. The additional cost implications arising from RAAC remains subject to national discussions.
- Homelessness B&B Accommodation, £550,000 – this reflects increasing demand for service and the forecast spend is over £2.3 million.
- Utilities, £400,000 – position remains aligned to Period 3.
- Council Tax banding reviews in Dunbar, £280,000 – as previously reported at Period 3.
- Savings assessed as unachievable in 2023/24, £875,000 – **Appendix 2** provides more information on progress in delivering savings and the position remains aligned to Period 3.
- Council Contribution to Pay Funding Negotiations, £180,000 (estimated share of £10 million) – as set out in paragraph 3.8 above the most recent pay offer to Trade Unions included an element of £10m to be funded by Scottish Council's, East Lothians estimated share of this is £180,000.
- Unaccompanied Asylum Seekers, £87,000 – there has been an increase in the number of Unaccompanied Asylum including children presenting in East Lothian. This pressure reflects the cost of Bed and Breakfast accommodation, food costs and clothing. This is an emerging pressure since Period 3.

- Scottish Government funding: Appendix 3 sets out additional funding totalling £1.3 million across a number of policy areas. Because this funding has been provided to specific policy objectives, it will not help alleviate the wider budget pressures.

3.10 At this stage it is likely that many of these pressures will be recurring beyond 2023/24.

#### Update on Mitigation Measures

3.11 Given the severity of the financial position facing the Council, a number of mitigating actions have been in place since November 2022. Further additional mitigation measures were approved by Council in August 2023 in response to the significant forecast budget overspend, along with the escalating significance of risks to financial resilience over the short to medium term.

- An update on the mitigation measures and impact on service delivery is set out below, and this position continues to be monitored closely.
- The enhanced controls around recruitment and vacancies have resulted in only essential posts being advertised. This has seen a modest reduction in the number of posts advertised since the measures were introduced and will continue to remain a critical area of focus. As highlighted previously, management of staffing in this way has resulted in the temporary reduction in opening hours and / or closure of a number of facilities and service delivery impact resulting in further service business continuity plans being invoked.
- Work is ongoing with partners, including the IJB, to ensure appropriate recovery action, as referenced earlier in the report.
- Officers have continued to progress a review of operational assets, with a number of buildings temporary mothballed, and some declared surplus for sale in line with the wider asset review. Any disposal of assets will be used support the approved budget targets, and it is anticipated the target of £2 million will be achieved for 2023/24.
- The capital programme remains under review, with the immediate priority focussed on emerging pressures in a number of planned education capital projects. More details are provided further in this report.
- In addition to the above measures, work to review the schedule of rates for trading accounts in line with national guidance is ongoing.

3.12 Officers will continue to implement and monitor progress against these actions, and members will continue to be updated during the course of this year. It is, however, recognised that in implementing these mitigation actions, they are placing Council services in a very difficult position, requiring often short-notice changes to service provision, impacting both on our staff and communities we service. As highlighted in previous

Council reports, these mitigations actions are not sustainable in isolation of necessary decisions aimed at reducing the recurring cost base on this Council. Nevertheless, they continue to remain a critical and necessary intervention given the severity of the Council's current financial position.

#### Scottish Welfare Fund

- 3.13 As noted in the previous report to Council, significant demands on the Scottish Welfare Fund (SWF) in the first five months of the year meant that it was necessary for the council to move to 'highest and most compelling' assessment criteria for community care grants from 1 September.
- 3.14 Scottish Government and the Scottish Public Services Ombudsman have both been notified of these changes, and officers are continuing to work with stakeholders in the local area to increase awareness of the changes. In addition, as highlighted in the previous Council report, the Council Leader has also written separately to the Scottish Government highlighting concern around this position.
- 3.15 As at 30 September 2023 SWF grants expenditure totalled £0.494 million which represents 85% of the Council's available budget for the year. This compares with total expenditure of £0.471 million at the end of August, 81% of the annual budget. The intervention has seen a significant reduction in success rates for community care grants in September as a result of the change in priority rating.

#### **General Services Capital Summary – Period 5**

- 3.16 The approved budget for 2023/24 was updated in the period 3 report to Council to reflect carry forward flexibility of £9 million from the closing position at the end of 2022/23, the outcome of which remains subject to the conclusion of the statutory audit. The carry forward is funded by £4 million external income and £5 million borrowing requirement.
- 3.17 **Appendix 4** shows the approved and updated 2023/24 budgets and expenditure to 31 August 2023, showing spend of £15.838 million relative to the updated gross expenditure budget of £108.101 million.
- 3.18 Latest projections indicate expenditure of around £63 million by the end of the financial year. This forecast reflects the decision by Council on 29 August to pause or delay uncommitted capital expenditure where possible to do so.
- 3.19 A review of the capital programme for 2023/24 to 2024/25 has also been undertaken in light of these changes, as well as a number of emerging pressures to existing planned projects within the education capital programme. The proposed changes to the agreed 5-year capital budgets are reflected within an updated capital programme at **Appendix 5** and summarised below:

- **Aberlady Primary School** – the forecast spend for 2023/24 has reduced due to project delays. The pre-tender estimate remains in excess of the current approved budget.
  - Recommendation: It is recommended that this project should progress given current and forecast school rolls, and the ongoing revenue costs aligned to the provision of existing temporary units.
  - This will result in both an increase to approved budgets and reprofile of spend. An indicative budget increase of £0.94 million has been reflected noting the actual cost remains subject to formal tender process.
  
- **Blindwells and Craighall Primary Schools** – the forecast spend for 2023/24 has reduced as a result of the delay caused by ongoing discussions around affordability and timing of construction for these projects relating to both capital and revenue budgets.
  - Recommendation: Within the context of the existing 5-year plan, current estimates indicate that the gross expenditure and borrowing requirements will need to increase by £5.85 million to deliver these projects and it is recommended that both schools should progress.
  - Members should be aware that some of the approved developers' contributions will be received beyond the 5-year approved budget and as such have not been reflected in the updated Appendix. Nevertheless, collectively there remains a significant projected funding gap in excess of £7.8 million relating to both schools, arising largely as a result of increased cost of construction outstripping the indexation basis for developers' contributions. The requirement for both schools is directly aligned to national housing land supply allocations. Given the significance of the estimated funding gap officers are pursuing further discussions with developers on this matter.
  - Work remains ongoing to determine the optimum timeframe for the construction of these schools. This will take into context the projected pupil roll numbers, current external market conditions including the potential of market slowdown, and the current financial position of the Council, particularly given the significant financial challenge that this will present to the revenue and capital budgets. Based on current school roll projections, it is anticipated that both schools will be required to be operational by August 2026 at the latest.
  - The construction of both schools remains directly aligned with the Council's approved Local Development Plan and national housing land allocations. Whilst recognising this,

progressing with the construction of both schools presents significant additional financial challenges for both capital and revenue, in terms of meeting the costs of construction, and servicing the additional recurring operational costs which are not currently reflected through national funding settlements. The financial implications arising directly from a growing population has been the subject of ongoing discussion, including most recently with the Deputy First Minister. It is recommended that in considering whether to progress with these projects, the Council should again write to the Scottish Government seeking assurance that the full costs of supporting these obligations, including the recurring revenue costs will met through increased national funding.

- Updated budgets remain indicative and subject to variation pending final tender approval.
- **Whitecraig Primary School** – tenders are currently being reviewed but remain in excess of approved budgets for project.
  - Recommendation: Current tender estimates indicate that the gross expenditure requirement to progress this project would require an increase to the budget in excess of £4 million.
  - The Council has received a contribution from the national Learning Estate Improvement Funding to support the construction of Whitecraig Primary School, noting that this does not cover the full cost of construction.
  - As per above, further Developers Contributions are anticipated beyond year 5.
  - It is recommended that this project progresses, noting the significant cost increase.

#### Approved Capital Mitigation Measures

- **East Linton Primary** – as highlighted to Council in August, this project remains on pause pending the outcome of LEIP funding bid, which was expected to be announced late 2022.
- **Community Intervention Fund** – this scheme has now been paused for new applications with no further applications or commitments being considered beyond those already approved before the financial controls took effect following Council decision 29 August 2023.
- **Court Accommodation** – essential roof upgrade work only is being progressed.



- **Vehicles** – review undertaken and procurement of a number of vehicles will not be progressed this financial year.
- **Roads** – review undertaken resulting in reduction in spend and realignment of work programmes. This review includes a current pause on progressing with projects identified through Area Partnership influenced roads spending.
- **Flood schemes** – work remains ongoing to progress both schemes, but Members will be aware that national funding discussions remains ongoing on the affordability of the current national Flood Prevention programme. Given both schemes are being progressed on the assumption of 80% national funding contribution, any changes and requirements may present a risk to current projects being progressed.

- 3.20 The updated capital budgets remain indicative estimates which may be subject to further variation pending tender returns. Subject to Council approval to progress with these project increases, it is recommended that delegated authority is given to the Executive Director for Council Resources (Chief Financial Officer) in discussion with political group leaders to agree final variations to the budget for these projects before contract award.
- 3.21 There remain significant challenges in ensuring the ongoing affordability of the Council's capital programme, and in accepting these increased costs pressures, these cannot be accommodated within existing approved capital limits and will need to be managed against reductions elsewhere in the capital programme. Officers continue to review and explore all areas where capital commitments can be 'paused' or reprofiled in line with approved mitigation measures.
- 3.22 In addition, a wider review of the existing programme for 2024/25 onwards will be required in order to offset these cost pressures and ensure capital infrastructure obligations can be delivered within affordable prudential limits. This will require a much wider review of existing planned projects, and priorities and will also need to take account of these pressures alongside new pressures which are not currently reflected within the existing capital programme including the Loch Centre which members are aware has been partially closed due to issues around the pool and wider asset condition and will require significant resource investment not currently reflected within the existing capital plans. An options appraisal has been undertaken for the Loch Centre details of which has been lodged in Members' Library Service, with estimated additional capital expenditure of circa £4.5 million to address the issues. Any investment to support this will need to be considered as part of the wider capital programme review, alongside wider investment priorities and affordability. This review will conclude as early as possible and will be considered formally through the Council budgetary process.

- 3.23 Members should be aware that there continues to remain a wide range of growing external pressures all of which are placing very significant pressure on wider affordability limits including:
- External market conditions, including labour, material, and fuel costs all of which are affecting tender prices. In addition, contracts already in place are subject to further risk exposure and this remains challenging.
  - The applications of developer contributions, grant funding and other funding sources are directly linked to the timing of planned projects they support. Developers' contributions are significant in scale and are critical to supporting the delivery of planned infrastructure within the approved programme. There continues to remain a risk around the timing and realisation of planned developer contributions may result in additional strain on borrowing requirements. This position will continue to be closely monitored.
- 3.24 Work will continue to explore all options to review planned expenditure within the existing capital programme and these will continue to be subject to Member consideration. The current forecast has resulted in a reduction in gross expenditure of £26.980 million from previous reported position, (£44.619 million compared to the updated budget).
- 3.25 This has reduced the net borrowing by £18.745 million from previous reported position (£40.402 million compared to the updated budget). This reduction will give rise to a revenue saving on interest costs in the current financial year which has been reflected in current forecasts, and also a saving in 2024/25 as a result of reducing the in-year borrowing requirement.

### **Housing Revenue Account Summary – Period 5**

- 3.26 The HRA is expected to breakeven at this stage. However, voids remain high, and work is ongoing to remedy this. In addition, high interest rates continue to place pressure on budgets due to the increased costs of debt financing. Taking these factors into account, at this stage the HRA strategy remains viable. **Appendix 6** sets out the revenue spend for the year.
- 3.27 Capital spend at Period 5 was around £13 million with £43 million of spend forecast for the year. This position reflects the acceleration of a number of new build, council house sites, the timing of which the Council is not always in control of as developers determine the pace of house building. The additional capital expenditure forecast in the current year has been reprofiled from the later years of the programme and is offset by Scottish Government grants and earlier than anticipated rental income for the properties. Further detail is set out in **Appendix 7**.

- 3.28 There remain challenges in delivering the programme due to a shortage of labour, uncertainty in the housing market due to the current economic situation and challenges in awarding and mobilisation of contracts.

### **Pressures, Risks and Impact on Future Years Budgets**

#### Pay Award

- 3.29 As highlighted earlier in this report, whilst a Teachers Pay agreement is in place for 2023/24, negotiations are ongoing for other staff groups. It is expected that as a minimum an additional national recurring £10 million will be required to support the national pay negotiations, which is estimated to be £180,000 for East Lothian. Any settlement above this level not receiving additional funding from the Scottish Government would be a recurring pressure.

#### Utility Inflation

- 3.30 An overspend of £400,000 is forecast for 2023/24. While this is lower than the pressure in 2022/23, there was a significant increase applied to utilities budgets for 2023/24 and this remains an area of considerable risk and pressure. Work is ongoing to identify 2024/25 budget increase requirements.
- 3.31 This remains a key risk and enhanced monitoring processes remain in place.

#### General Inflation

- 3.32 Despite a recent unexpected fall in the rate, general inflation remains high and continues to have an impact on the prices paid by the Council for goods and services as a number of commissioned services and contract prices are linked to inflation. The UK Government target is to half inflation in 2023.

#### Interest Rates

- 3.33 Interest rates are continuing to increase with expectations this will continue until the UK Government meets its inflation targets. Officers are continuing to update modelling to reflect changes in borrowing rates and to review the impact of this on revenue budgets and the affordability of the capital programme whilst developing options to mitigate the impact. The five-year budget from 2023/24 is reflective of these increased debt charges. This area remains under review.

#### Increased Demand for Services

- 3.34 With population growth and turbulence in the economy among other factors, demand for council services continues to increase and this will potentially put budgets under further pressure. The Period 5 position has highlighted increased demand for Homeless B&B accommodation, which

may be exacerbated by the eviction ban ending, increasing demand for social care services and an increase in unaccompanied asylum-seeking children and wider increases aligned to service growth and increased demand.

#### 2022/23 Audit

- 3.35 Members are reminded that whilst the focus remains on managing the very severe financial position and future financial outlook, the audit for 2022/23 has still not been concluded and therefore the financial results and indeed reserves being held by the Council remain subject to change. These delays have been reported to Audit & Governance and are principally due to internal resource pressures within Audit Scotland making it impossible for them to conclude the audit in an earlier timeframe. Officers are working pragmatically with Audit Scotland to conclude this as early as possible, but it is not anticipated that the audit work will conclude until mid-December 2023.
- 3.36 Members will be informed of any changes arising during the course of the audit but given the severity of the financial challenges being faced by the Council, this delay presents a further risk in forward planning.

#### Financial Sustainability

- 3.37 The severity of the financial position is now at the highest level that this Council has ever faced, and there continues to remain a very real risk that this Council will not be able to deliver its ongoing obligations in the short term.
- 3.38 This has been further highlighted by the recent announcement by the Scottish Government to freeze Council Tax rates, taking away one of the most critical levers and available to a Council in meeting its legal obligation to set a balanced and competent budget.
- 3.39 Officers are continuing to do all that they can to ensure resources are allocated and prioritised in line with Council commitments and priorities, seeking all permissible flexibilities, maximising resources, and ensuring best value at all times.
- 3.40 The enhanced severity of this has now been escalated to all levels of government, at both officer and political level, and without significant additional funding it is becoming very difficult and perhaps inevitable that this Council will not be able to sustain existing service provision in the short to medium term given the scale of the risks and challenges now being faced.
- 3.41 The impending Scottish Government budget and Local Government funding allocation is expected to be announced in mid-December, and this will remain critical to see whether additional resources have been allocated to support this Council and the delivery of both local and national priorities, and what if any flexibility is derived through the recently approved Verity House Agreement between local and national government.

## **Conclusion**

- 3.42 The financial implications facing this Council are now at the most severe level we have ever experienced. In year, there is an overspend of £22 million in General Services revenue before applying mitigations, with around £18 million of that overspend estimated to be a recurring pressure. In addition, there remain significant concerns around the ongoing affordability of the capital programme given the wider cost of construction and associated cost of borrowing.
- 3.43 The severity of the financial outlook is further enhanced due to the recent announcement by the First Minister to freeze Council Tax.
- 3.44 It is critical that budget mitigation measures remain in place in an attempt to manage and minimise the current financial risk, but this is not a sustainable solution. The Council must do all that it can to support its ongoing sustainability and align service delivery commitments within available resource envelopes. As such, it remains critical that urgent permanent policy decisions which refocus service priorities and consequential service reductions in resource and asset outlays are taken by Elected Members in setting the future budgets.

## **4 POLICY IMPLICATIONS**

- 4.1 There are no direct policy implications associated with this report, although, ongoing monitoring and reporting of the Council's financial performance is a key part of the approved Financial Strategy. However, in light of the acute financial challenges which the Council is now facing, without significant additional funding it is unlikely that it will be possible for the Council to deliver on all of the policy commitments within the Council Plan.

## **5 INTEGRATED IMPACT ASSESSMENT**

- 5.1 The subject of this report has been considered and given there is no change in policy direction, there is no requirement to undertake any further impact assessment.

## **6 RESOURCE IMPLICATIONS**

- 6.1 Financial – as described above and in the supporting appendices.
- 6.2 Personnel - none
- 6.3 Other – none

## 7 BACKGROUND PAPERS

- 7.1 Council – 13 December 2022 – Item 4 – Financial & Capital Strategy
- 7.2 Council – 28 February 2023 – Item 3 – Budget Development & 2023/24 Council Tax and Rent Levels
- 7.3 Council – 28 February 2023 – Item 4 – Rent Proposals 2023/24 to 2027/28
- 7.4 Council – 28 February 2023 – Item 5a – Budget Proposals on General Services (General Services Capital)
- 7.5 Council – 28 February 2023 – Item 5b – Budget Proposals on General Services (General Services Revenue)
- 7.6 Council – 28 February 2023 – Item 5c – General Fund Budget Projections 2023/24 to 2027/28
- 7.7 Council – 28 February 2023 – Item 6 – Treasury Management Strategy 2023/24 to 2027/28
- 7.8 Council – 29 August 2023 – Item 3 – Finance Update

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Appendix 1  
 East Lothian Council  
 Budget Monitoring 2023/24 - Period 5

Service	Head of Service	Business Unit	2023/24 Budget	Year to Date			2023/24 Budget Variance to Date	Financial Risk Assessment
				2023/24 Actual to Date	2023/24 Budget to Date	2023/24 Budget Variance to Date		
			£'000	£'000	£'000	£'000	%	
Education & Children's	Children's	Performance & Service Delivery	1,367	569	554	15	2.71%	
Education & Children's	Children's	Management	4,332	2,145	1,352	793	58.65%	
Education & Children's	Children's	Assessment HUB and Early Interventions	2,831	1,107	1,158	-51	-4.40%	
Education & Children's	Children's	Long Term Social Work Supervisory Groups	2,473	949	941	8	0.85%	
Education & Children's	Children's	TAC, Disability & Resources	7,548	3,289	3,272	17	0.52%	
Education & Children's	Children's	Disability Short Breaks	689	399	427	-28	-6.56%	
<b>EDUCATION &amp; CHILDREN'S</b>	<b>CHILDREN'S TOTAL</b>		<b>19,240</b>	<b>8,458</b>	<b>7,704</b>	<b>754</b>	<b>9.79%</b>	
Education & Children's	Education	Inclusion & Wellbeing	12,583	8,145	8,087	58	0.72%	
Education & Children's	Education	Pre-School Education	16,678	12,180	12,330	-150	-1.22%	
Education & Children's	Education	Primary Schools	53,354	11,646	11,937	-291	-2.44%	
Education & Children's	Education	Secondary Schools	56,343	18,141	17,914	227	1.27%	
Education & Children's	Education	Schools' Support	4,216	2,205	2,132	73	3.42%	
Education & Children's	Education	East Lothian Works	1,713	343	362	-19	-5.25%	
<b>EDUCATION &amp; CHILDREN'S</b>	<b>EDUCATION TOTAL</b>		<b>144,887</b>	<b>52,660</b>	<b>52,762</b>	<b>-102</b>	<b>-0.19%</b>	
<b>EDUCATION &amp; CHILDREN'S TOTAL</b>			<b>164,127</b>	<b>61,118</b>	<b>60,466</b>	<b>652</b>	<b>1.08%</b>	
Council Resources	Finance	Financial Services	4,032	676	887	-211	-23.79%	
Council Resources	Finance	Revenues & Financial Support	4,787	1,052	1,185	-133	-11.22%	
Council Resources	Finance	Procurement	392	39	48	-9	-18.75%	
<b>COUNCIL RESOURCES</b>	<b>FINANCE TOTAL</b>		<b>9,211</b>	<b>1,767</b>	<b>2,120</b>	<b>-353</b>	<b>-16.65%</b>	
Council Resources	Corporate	IT Services	3,376	1,099	1,018	81	7.96%	
Council Resources	Corporate	People & Council Support	3,960	2,242	2,242	0	0.00%	
Council Resources	Corporate	Governance	2,371	659	674	-15	-2.23%	
Council Resources	Corporate	Communications	455	201	204	-3	-1.47%	
<b>COUNCIL RESOURCES</b>	<b>CORPORATE TOTAL</b>		<b>10,162</b>	<b>4,201</b>	<b>4,138</b>	<b>63</b>	<b>1.52%</b>	
<b>COUNCIL RESOURCES TOTAL</b>			<b>19,373</b>	<b>5,968</b>	<b>6,258</b>	<b>-290</b>	<b>-4.63%</b>	
Health & Social Care Partnership	Head of Operations	Adult Social Work	28,044	10,514	9,940	574	5.77%	
Health & Social Care Partnership	Head of Operations	Acute & Ongoing Care	11,619	3,669	3,889	-220	-5.66%	
Health & Social Care Partnership	Head of Operations	Rehabilitation	2,211	915	911	4	0.44%	
Health & Social Care Partnership	Head of Operations	Learning Disability & MH Community Services	17,809	6,021	5,430	591	10.88%	
Health & Social Care Partnership	Head of Operations	Head of Operations	3,302	1,442	677	765	113.00%	
Health & Social Care Partnership	Head of Operations	Business & Performance IJB	4,968	1,898	1,958	-60	-3.06%	
<b>HEALTH &amp; SOCIAL CARE PARTNERSHIP</b>	<b>IJB TOTAL</b>		<b>67,953</b>	<b>24,459</b>	<b>22,805</b>	<b>1,654</b>	<b>7.25%</b>	
Health & Social Care Partnership	Head of Operations	Non-IJB	540	357	217	140	64.52%	
<b>HEALTH &amp; SOCIAL CARE PARTNERSHIP</b>	<b>Non-IJB TOTAL</b>		<b>540</b>	<b>357</b>	<b>217</b>	<b>140</b>	<b>64.52%</b>	
<b>HEALTH &amp; SOCIAL CARE PARTNERSHIP TOTAL</b>			<b>68,493</b>	<b>24,816</b>	<b>23,022</b>	<b>1,794</b>	<b>7.79%</b>	
Place	Development	Planning & Environmental Services	1,170	24	131	-107	-81.68%	
Place	Development	Economic Development	878	543	548	-5	-0.91%	
<b>PLACE</b>	<b>DEVELOPMENT TOTAL</b>		<b>2,048</b>	<b>567</b>	<b>679</b>	<b>-112</b>	<b>-16.49%</b>	
Place	Housing	Housing, Strategy & Development	243	254	297	-43	-14.48%	
Place	Housing	Property Maintenance Trading Account	-987	2,823	2,272	551	24.25%	
Place	Housing	Community Housing Group	2,764	-473	-636	163	-25.63%	
<b>PLACE</b>	<b>HOUSING TOTAL</b>		<b>2,020</b>	<b>2,604</b>	<b>1,933</b>	<b>671</b>	<b>34.71%</b>	
Place	Infrastructure	Asset Maintenance & Engineering Services	2,290	1,838	1,765	73	4.14%	
Place	Infrastructure	Strategic Asset & Capital Plan Management	-214	407	483	-76	-15.73%	
Place	Infrastructure	Facility Trading Activity	-328	826	801	25	3.12%	
Place	Infrastructure	Facility Support Services	4,569	906	892	14	1.57%	
Place	Infrastructure	Landscape & Countryside Management	6,172	2,964	2,953	11	0.37%	
Place	Infrastructure	Active Business Unit	4,052	1,449	1,472	-23	-1.56%	
Place	Infrastructure	Roads Network	4,827	1,538	1,507	31	2.06%	
Place	Infrastructure	Roads Trading Activity	-666	18	3	15	500.00%	
Place	Infrastructure	Transportation	1,990	668	777	-109	-14.03%	
Place	Infrastructure	Waste Services	10,361	3,414	3,464	-50	-1.44%	
<b>PLACE</b>	<b>INFRASTRUCTURE TOTAL</b>		<b>33,053</b>	<b>14,028</b>	<b>14,117</b>	<b>-89</b>	<b>-0.63%</b>	
Place	Communities & Partnerships	Corporate Policy & Improvement	1,157	523	540	-17	-3.15%	
Place	Communities & Partnerships	Connected Communities	6,827	2,950	3,048	-98	-3.22%	
Place	Communities & Partnerships	Protective Services	2,078	556	627	-71	-11.32%	
Place	Communities & Partnerships	Customer Services Group	4,798	1,276	1,400	-124	-8.86%	
<b>PLACE</b>	<b>COMMUNITIES &amp; PARTNERSHIPS TOTAL</b>		<b>14,860</b>	<b>5,305</b>	<b>5,615</b>	<b>-310</b>	<b>-5.52%</b>	
<b>PLACE TOTAL</b>			<b>51,981</b>	<b>22,504</b>	<b>22,344</b>	<b>160</b>	<b>0.72%</b>	
<b>SERVICE TOTAL</b>			<b>303,974</b>	<b>114,406</b>	<b>112,090</b>	<b>2,316</b>	<b>2.07%</b>	
<b>Funding &amp; Non Service Expenditure Total</b>			<b>-303,974</b>	<b>-174,971</b>	<b>-176,979</b>	<b>2,008</b>	<b>1.13%</b>	
<b>TOTAL</b>			<b>0</b>	<b>-60,565</b>	<b>-64,889</b>	<b>4,324</b>	<b>6.66%</b>	

Appendix 2  
 East Lothian Council  
 2023/24 Budget Efficiencies - Period 5

Service	2023/24			
	Achieved	Amber	Unachievable	
	£'000	£'000	£'000	
Education	189	810	0	
Finance	107	0	0	
Corporate Services	28	67	0	
H&SCP	0	250	0	
Development	30	250	0	
Housing	28	50	0	
Communities	148	97	0	
Infrastructure	0	583	175	
Corporate Management	0	890	700	
<b>Total</b>	<b>530</b>	<b>2,997</b>	<b>875</b>	<b>4,402</b>
	12.04%	68.08%	19.88%	

Savings Currently Unachievable - Red

Service	Proposal	Value	Comments
Infrastructure	Increased Rental Charges (Day Centres)	175	Unlikely to be achieved in 2023/24
Corporate	Review of Council Assets	400	Full Randall House Saving won't be cashed until 2024/25 as the building will incur costs to October 2023.
Corporate	Reduce Public Holidays by 2 days	300	No agreement expected with Trade Unions in 2023/24.
<b>Total</b>		<b>875</b>	



### Appendix 3

East Lothian Council

Budget Monitoring 2023/24 - Additional Funding from the Scottish Government

	£million
<b>2022/23 GRG (per Budget Amendment)</b>	<b>213.951</b>
<hr/>	
<b>Additional Funding - GRG</b>	
SDS Funding	0.055
Non Teaching Pay	0.006
Additional GRG for Pay	0.936
Targeted Holiday Provision for School Age Children Summer 2023	0.065
Employability Staffing Resource and Child Poverty Co-ordinators	0.250
<b>Total Additional Funding</b>	<b>1.312</b>
<hr/>	
<b>Revised GRG</b>	<b>215.263</b>

**Appendix 4**  
**East Lothian Council**  
**Budget Monitoring 2023/24 - General Services Capital Period 5**

	RAG	Annual (In-Year)							
		Approved Budget 2023/24	Updated Budget 2023/24	Actual 2023/24	Updated Budget-Actual Variance 2023/24	Projected Outturn 2023/24	Updated Budget - Projection Variance 2023/24	Previously reported Outturn to Council (P3/Q1)	Outturn Variance
Expenditure		£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
<b>Community Projects</b>									
Community Intervention	G	375	375	(4)	(379)	118	(257)	335	(217)
Community Intervention Fund - Pump Tracks	G	475	500	-	(500)	75	(425)	500	(425)
Bleachingfield Centre Remodelling Works	G	90	90	1	(89)	90	-	90	-
Dunbar Conservation Area Regeneration Scheme (CARS)	G	327	405	-	(405)	405	-	405	-
East Saltoun Community Hall	G	400	400	-	(400)	-	(400)	400	(400)
North Berwick Skatepark	G	-	-	75	75	160	160	160	-
Support for Business	A	-	229	168	(61)	323	94	313	10
CCTV	G	128	247	8	(239)	247	0	247	0
Town Centre Regeneration	G	500	1,345	198	(1,147)	1,469	124	1,345	124
<b>Total Community Projects</b>		<b>2,295</b>	<b>3,591</b>	<b>445</b>	<b>(3,146)</b>	<b>2,886</b>	<b>(704)</b>	<b>3,795</b>	<b>(908)</b>
Town Centre Regeneration Grant		(500)	(1,520)	-	1,520	(1,345)	175	(1,345)	-
Other Funding Sources		(616)	(694)	-	694	(777)	(83)	(814)	36
<b>Total Income: Community Projects</b>		<b>(1,116)</b>	<b>(2,214)</b>	<b>-</b>	<b>2,214</b>	<b>(2,122)</b>	<b>92</b>	<b>(2,159)</b>	<b>36</b>
<b>Community Projects - General Capital Grant/Borrowing Requirement</b>		<b>1,179</b>	<b>1,377</b>	<b>445</b>	<b>(932)</b>	<b>764</b>	<b>(613)</b>	<b>1,636</b>	<b>(872)</b>
<b>ICT</b>									
IT Programme & Digital Opportunities	G	2,200	2,200	559	(1,641)	2,200	-	2,200	-
<b>Total ICT</b>		<b>2,200</b>	<b>2,200</b>	<b>559</b>	<b>(1,641)</b>	<b>2,200</b>	<b>-</b>	<b>2,200</b>	<b>-</b>
Other Funding Sources		-	-	-	-	-	-	-	-
<b>Total Income: ICT</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>ICT - General Capital Grant/Borrowing Requirement</b>		<b>2,200</b>	<b>2,200</b>	<b>559</b>	<b>(1,641)</b>	<b>2,200</b>	<b>0</b>	<b>2,200</b>	<b>0</b>
<b>Fleet</b>									
Amenities - Machinery & Equipment - replacement	G	200	246	219	(27)	246	-	246	-
Vehicles	G	4,509	4,299	1,161	(3,137)	3,143	(1,156)	4,299	(1,156)
<b>Total Fleet</b>		<b>4,709</b>	<b>4,545</b>	<b>1,380</b>	<b>(3,164)</b>	<b>3,388</b>	<b>(1,156)</b>	<b>4,545</b>	<b>(1,156)</b>
Other Funding Sources		-	-	-	-	-	-	-	-
<b>Total Income: Fleet</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fleet - General Capital Grant/Borrowing Requirement</b>		<b>4,709</b>	<b>4,545</b>	<b>1,380</b>	<b>(3,164)</b>	<b>3,388</b>	<b>(1,156)</b>	<b>4,545</b>	<b>(1,156)</b>
<b>Open Space</b>									
Synthetic Pitch Replacement Programme	G	571	571	15	(556)	355	(216)	851	(496)
Cemeteries (Burial Grounds)	G	818	1,077	29	(1,048)	850	(227)	1,077	(227)
River Tyne / Haddington Flood Protection scheme	G	400	425	7	(418)	50	(375)	200	(150)
Coastal / Flood Protection schemes - Musselburgh	G	2,883	2,978	349	(2,629)	2,730	(248)	2,730	-
Coastal Car Park Toilets	G	-	64	3	(61)	35	(29)	64	(29)
Core Path Plan	G	50	50	-	(50)	50	-	50	-
Mains Farm Town Park & Pavilion	G	-	4	4	(0)	4	(0)	4	-
Nature Restoration	G	24	125	75	(51)	331	205	108	223
Replacement Play Equipment	G	218	317	115	(202)	317	-	317	-
Polson Park	G	20	20	-	(20)	-	(20)	20	(20)
Sports and Recreation LDP	G	2,613	3,068	371	(2,697)	1,135	(1,934)	2,829	(1,695)
Waste - New Bins	G	160	160	50	(110)	160	-	160	-
Waste - Machinery & Equipment - replacement	G	40	40	13	(27)	40	-	40	-
<b>Total Open Space</b>		<b>7,797</b>	<b>8,899</b>	<b>1,031</b>	<b>(7,868)</b>	<b>6,057</b>	<b>(2,843)</b>	<b>8,450</b>	<b>(2,393)</b>
Developer Contribution		(1,445)	(1,746)	-	1,746	(710)	1,036	(1,502)	792
Other Funding Sources		(1,172)	(1,450)	-	1,450	(1,061)	389	(1,432)	371
<b>Total Income: Open Space</b>		<b>(2,617)</b>	<b>(3,196)</b>	<b>-</b>	<b>3,196</b>	<b>(1,771)</b>	<b>1,425</b>	<b>(2,934)</b>	<b>1,163</b>
<b>Open Space - General Capital Grant/Borrowing Requirement</b>		<b>5,180</b>	<b>5,703</b>	<b>1,031</b>	<b>(4,672)</b>	<b>4,286</b>	<b>(1,417)</b>	<b>5,516</b>	<b>(1,230)</b>
<b>Roads, Lighting and related assets</b>									
Cycling Walking Safer Streets	G	478	582	240	(341)	1,046	464	1,046	-
East Linton Rail Stop / Infrastructure	G	1,500	27	0	(26)	0	(26)	27	(26)
Parking Improvements	G	252	274	58	(217)	274	-	274	-
Roads	G	6,735	6,865	1,891	(4,975)	6,335	(530)	7,069	(734)
Roads - externally funded projects	G	4,251	4,251	133	(4,118)	4,455	204	4,251	204
<b>Total Roads, Lighting and related assets</b>		<b>13,216</b>	<b>11,999</b>	<b>2,322</b>	<b>(9,677)</b>	<b>12,110</b>	<b>111</b>	<b>12,667</b>	<b>(556)</b>
Developer Contribution		(47)	(47)	-	47	(47)	-	(47)	-
Other Funding Sources		(4,682)	(4,786)	-	4,786	(5,453)	(668)	(5,453)	-
<b>Total Income: Roads, Lighting and related assets</b>		<b>(4,729)</b>	<b>(4,833)</b>	<b>-</b>	<b>4,833</b>	<b>(5,500)</b>	<b>(668)</b>	<b>(5,500)</b>	<b>-</b>
<b>Roads etc. - General Capital Grant/Borrowing Requirement</b>		<b>8,487</b>	<b>7,166</b>	<b>2,322</b>	<b>(4,844)</b>	<b>6,610</b>	<b>(556)</b>	<b>7,166</b>	<b>(556)</b>
<b>Property - Education</b>									
Aberlady Primary - extension	A	2,817	2,868	1	(2,868)	350	(2,518)	1,500	(1,150)
Blindwells Primary - new school	A	13,611	13,650	67	(13,583)	1,000	(12,650)	5,000	(4,000)
Craighall Primary - New School	A	13,411	13,451	69	(13,382)	1,000	(12,451)	5,000	(4,000)
East Linton Primary - new school	A	600	674	-	(674)	-	(674)	674	(674)
Free School Meals Expansion to P6-7	A	1,544	1,544	-	(1,544)	-	(1,544)	-	-
Gullane Primary - extension including Early Learning and 1140	G	-	-	(390)	(390)	-	-	-	-
Law Primary - extension including Early Learning and 1140	A	360	581	507	(73)	876	295	876	-
Letham Primary - New School	G	-	112	16	(96)	40	(72)	112	(72)
North Berwick High School - Extension	G	-	1,331	492	(838)	1,331	-	1,331	-
Ormiston Primary - extension	G	-	34	3	(31)	34	-	34	-
Pinkie St Peter's Primary - sports hall extension	G	774	846	332	(514)	846	-	846	-
Pinkie St Peter's Primary - extension including Early Learning and 1140	G	939	1,115	838	(278)	1,115	-	1,115	-
Preston Lodge High School - extension (phase 1)	G	1,153	1,200	-	(1,200)	1,200	-	1,200	-
Prestonpans Primary - upgrades	G	243	245	-	(245)	-	(245)	245	(245)
Ross High School - extension	G	172	219	296	77	296	77	219	77

**Appendix 4**  
**East Lothian Council**  
**Budget Monitoring 2023/24 - General Services Capital Period 5**

	RAG	Annual (In-Year)							Outturn Variance
		Approved Budget 2023/24	Updated Budget 2023/24	Actual 2023/24	Updated Budget-Actual Variance 2023/24	Projected Outturn 2023/24	Updated Budget - Projection Variance 2023/24	Previously reported Outturn to Council (P3/Q1)	
		£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
<b>Expenditure</b>									
School Estate - Curriculum Upgrades	G	1,083	1,083	-	(1,083)	50	(1,033)	50	-
St Gabriel's Primary - extension including Early Learning and 1140	G	-	122	-	(122)	50	(72)	122	(72)
Wallyford Primary - New School	G	59	108	-	(108)	-	(108)	108	(108)
Wallyford Learning Campus	G	8,130	9,371	3,911	(5,460)	9,371	-	9,371	-
West Barns Primary - extension including Early Learning and 1140	G	234	633	477	(156)	633	-	633	-
Whitecraig Primary - new school including Early Learning and 1140	A	8,436	8,436	30	(8,405)	1,500	(6,936)	8,436	(6,936)
Windygoul Primary - Early learning and 1140 extension	G	1,930	1,991	4	(1,987)	500	(1,491)	1,991	(1,491)
<b>Total Property - Education</b>		<b>55,497</b>	<b>59,613</b>	<b>6,652</b>	<b>(52,961)</b>	<b>20,191</b>	<b>(39,422)</b>	<b>38,862</b>	<b>(18,671)</b>
Developer Contribution		(9,475)	(11,484)	-	11,484	(6,845)	4,639	(11,484)	4,639
Developer Contribution (Post completion)		(427)	(427)	-	427	(427)	-	(427)	-
1140 Grant Income		(2,708)	(2,907)	-	2,907	(1,841)	1,066	(3,117)	1,276
Other Funding Sources		-	-	-	-	-	-	-	-
<b>Total Income: Property - Education</b>		<b>(12,609)</b>	<b>(14,818)</b>	<b>-</b>	<b>14,818</b>	<b>(9,112)</b>	<b>5,706</b>	<b>(15,028)</b>	<b>5,916</b>
<b>Property Education - General Capital Grant/Borrowing Requirement</b>		<b>42,888</b>	<b>44,795</b>	<b>6,652</b>	<b>(38,143)</b>	<b>11,079</b>	<b>(33,717)</b>	<b>23,834</b>	<b>(12,756)</b>
<b>Property - Other</b>									
Accelerating Growth		3,281	6,614	2,013	(4,601)	8,609	1,996	10,379	(1,770)
- Cockenzie	G	126	612	581	(31)	593	(19)	610	(18)
- Levelling Up Project Cockenzie	G	-	-	-	-	3,767	3,767	3,767	-
- Blindwells	G	40	153	2	(152)	65	(88)	153	(88)
- Innovation Hub	G	2,115	2,748	150	(2,598)	1,084	(1,664)	2,748	(1,664)
- A1/QMU Junction	G	1,000	3,101	1,280	(1,821)	3,101	-	3,101	-
Brunton Hall - Improved Community Access	G	-	23	-	(23)	23	-	23	-
Court Accommodation - incl. SPOC	A	1,506	1,506	4	(1,502)	800	(706)	800	-
New ways of working Programme	G	1,335	1,637	493	(1,144)	1,637	-	1,637	-
Prestongrange Museum	G	1,496	1,840	111	(1,729)	340	(1,500)	1,840	(1,500)
Property Renewals	G	2,000	2,000	769	(1,231)	2,000	-	2,000	-
Replacement Childrens House	G	867	867	-	(867)	-	(867)	-	-
Sports Centres	G	240	240	57	(183)	240	-	240	-
Whitecraig Community Centre	G	-	49	-	(49)	49	-	49	-
<b>Total Property - Other</b>		<b>10,724</b>	<b>14,775</b>	<b>3,448</b>	<b>(11,328)</b>	<b>13,698</b>	<b>(1,077)</b>	<b>16,969</b>	<b>(3,271)</b>
Developer Contribution		(1,909)	(1,909)	-	1,909	(1,909)	-	(1,909)	-
Developer Contribution (Post completion)		(31)	(31)	-	938	(938)	(908)	(31)	(908)
Capital receipts		(2,047)	(2,283)	-	2,283	(4,317)	(2,034)	(4,908)	591
Other Funding Sources		-	-	-	-	-	-	-	-
<b>Total Income: Property - Other</b>		<b>(3,987)</b>	<b>(4,223)</b>	<b>-</b>	<b>5,131</b>	<b>(7,165)</b>	<b>(2,942)</b>	<b>(6,848)</b>	<b>(317)</b>
<b>Property Other - General Capital Grant/Borrowing Requirement</b>		<b>6,737</b>	<b>10,553</b>	<b>3,448</b>	<b>(6,197)</b>	<b>6,533</b>	<b>(4,020)</b>	<b>10,121</b>	<b>(3,588)</b>
<b>Total Property Spend - Education and Other</b>		<b>66,221</b>	<b>74,389</b>	<b>10,100</b>	<b>(64,289)</b>	<b>33,889</b>	<b>(40,500)</b>	<b>55,831</b>	<b>(21,942)</b>
<b>Total Income: Property - Education and Other</b>		<b>(16,597)</b>	<b>(19,041)</b>	<b>-</b>	<b>19,948</b>	<b>(16,277)</b>	<b>2,763</b>	<b>(21,876)</b>	<b>5,598</b>
<b>Property-Education and Other - General Capital Grant/Borrowing Requirement</b>		<b>49,624</b>	<b>55,348</b>	<b>10,100</b>	<b>(44,340)</b>	<b>17,612</b>	<b>(37,737)</b>	<b>33,955</b>	<b>(16,343)</b>
Capital Plan Fees	G	2,479	2,479	-	(2,479)	2,479	-	2,479	-
PPP Projects	G	-	-	-	-	497	497	497	-
<b>Total Gross Expenditure</b>		<b>98,916</b>	<b>108,101</b>	<b>15,838</b>	<b>(92,263)</b>	<b>63,507</b>	<b>(44,594)</b>	<b>90,462</b>	<b>(26,955)</b>
Other Funding Sources		-	-	-	-	(497)	(497)	(497)	-
<b>Total Income:PPP Projects</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(497)</b>	<b>(497)</b>	<b>(497)</b>	<b>-</b>
<b>Income</b>									
Developer Contribution	G	(10,967)	(13,277)	-	(13,277)	(7,602)	5,675	(13,033)	5,431
Developer Contribution (Post completion)	G	(2,336)	(2,336)	-	2,336	(2,336)	-	(2,336)	-
1140 Grant Income	G	(2,708)	(2,907)	-	(2,907)	(1,841)	1,066	(3,117)	1,276
Town Centre Regeneration Grant	G	(500)	(1,520)	-	(1,520)	(1,345)	175	(1,345)	-
Capital receipts	G	(2,031)	(2,031)	-	(2,031)	(2,938)	(908)	(2,366)	(573)
Other Funding Sources	G	(8,517)	(9,212)	-	(9,212)	(12,106)	(2,894)	(13,104)	998
Scottish Government General Capital Grant		(5,626)	(5,626)	-	(5,626)	(4,524)	1,102	(5,626)	1,102
<b>Total Income</b>		<b>(32,685)</b>	<b>(36,909)</b>	<b>-</b>	<b>(32,237)</b>	<b>(32,692)</b>	<b>4,217</b>	<b>(40,927)</b>	<b>8,235</b>
<b>Borrowing Requirement</b>		<b>66,232</b>	<b>71,192</b>	<b>15,838</b>	<b>(124,500)</b>	<b>30,815</b>	<b>(40,377)</b>	<b>49,535</b>	<b>(18,720)</b>

## Appendix 5

### East Lothian Council

#### Budget Monitoring 2023/24 - Updated Capital Pressures - Education

<b>P5 projection including re-profile assumption</b>	
Aberlady Primary - extension	
Blindwells Primary - new school	
Craighall Primary - New School	
Whitecraig Primary - new school including Early Learning and 1140	
<b>Total</b>	

<b>Income</b>	
Developer contributions	
Developer contributions (post completion)	
1140 grant income	
<b>Total</b>	

<b>Net Borrowing Requirement</b>
----------------------------------

<b>Approved budget 23-24</b>	
Aberlady Primary - extension	
Blindwells Primary - new school	
Craighall Primary - New School	
Whitecraig Primary - new school including Early Learning and 1140	
<b>Total</b>	

<b>Income</b>	
Developer contributions	
Developer contributions (post completion)	
1140 grant income	
<b>Total</b>	

<b>Net Borrowing Requirement</b>
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Variation - Expenditure

Variation - Income

**Variation - Net Borrowing Requirement**

P5 Outturn 2023/24 £000	Year 2 2024/25 £000	Year 3 2025/26 £000	Year 4 2026/27 £000	Year 5 2027/28 £000	5 Year Total £000	External Funding £000	GCG funding/ Borrowing Requirement £000
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300	3,500	-	-	-	3,800	(964)	2,836
1,000	15,209	7,604	-	-	23,813	(10,552)	13,261
1,000	15,220	7,610	-	-	23,830	(8,169)	15,661
1,500	15,500	2,000	-	-	19,000	(3,081)	15,919
<b>3,800</b>	<b>49,429</b>	<b>17,214</b>	<b>-</b>	<b>-</b>	<b>70,443</b>	<b>(22,766)</b>	<b>47,677</b>

(2,385)	(9,319)	(3,619)	-	-	(15,323)		
-	-	-	(3,782)	(3,104)	(6,886)		
(541)	(17)	-	-	-	(558)		
<b>(2,926)</b>	<b>(9,336)</b>	<b>(3,619)</b>	<b>(3,782)</b>	<b>(3,104)</b>	<b>(22,766)</b>		

<b>874</b>	<b>40,093</b>	<b>13,595</b>	<b>(3,782)</b>	<b>(3,104)</b>	<b>47,677</b>		
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Year 1 2023/24 £000	Year 2 2024/25 £000	Year 3 2025/26 £000	Year 4 2026/27 £000	Year 5 2027/28 £000	5 Year Total £000	External Funding £000	GCG funding/ Borrowing Requirement £000
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2,817	41	-	-	-	2,858	(893)	1,965
13,611	7,245	285	-	-	21,141	(9,535)	11,606
13,411	7,155	285	-	-	20,851	(9,386)	11,465
8,436	5,131	192	-	-	13,759	(4,275)	9,484
<b>38,275</b>	<b>19,572</b>	<b>762</b>	<b>-</b>	<b>-</b>	<b>58,609</b>	<b>(24,089)</b>	<b>34,520</b>

(6,782)	(4,898)	(762)	-	-	(12,443)		
-	-	(1,303)	(7,479)	(2,323)	(11,105)		
(541)	-	-	-	-	(541)		
<b>(7,323)</b>	<b>(4,898)</b>	<b>(2,066)</b>	<b>(7,479)</b>	<b>(2,323)</b>	<b>(24,089)</b>		

<b>30,952</b>	<b>14,674</b>	<b>(1,304)</b>	<b>(7,479)</b>	<b>(2,323)</b>	<b>34,520</b>		
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(34,475) 29,857 16,452 - - 11,834 1,323 13,157

4,398 (4,438) (1,554) 3,697 (781) 1,323

**(30,077) 25,419 14,899 3,697 (781) 13,157**

**Appendix 6**  
**East Lothian Council**  
**Budget Monitoring HRA 2023/24 - Period 5**

	<b>2023/24 Budget</b>	<b>2023/24 Actual to Date</b>	<b>2023/24 Budget to Date</b>	<b>2023/24 Budget Variance to Date</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Total Income	-37,482	-15,518	-15,618	100
Total Expenditure	36,233	6,717	6,180	537
<b>(Surplus) / Deficit for Year</b>	<b>-1,249</b>	<b>-8,801</b>	<b>-9,438</b>	<b>637</b>

	<b>2023/24 Budget £'000</b>
<b>Management of Balances</b>	
Opening (Surplus) / Deficit	-1,486
CFCR	1,200
<b>(Surplus) / Deficit for Year</b>	<b>-1,249</b>
<b>Closing (Surplus) / Deficit</b>	<b>-1,535</b>

**Appendix 7**

**East Lothian Council**

**Budget Monitoring HRA Capital 2023/24 - Period 5**

	<b>2023/24 Budget</b>	<b>2023/24 Actual to Date</b>	<b>2023/24 Budget to Date</b>	<b>2023/24 Budget Variance to Date</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Modernisation	10,709	2,537	4,462	-1,925
Energy Efficiency Fund	2,500	288	1,042	-754
New Council Housing	19,037	11,920	7,932	3,988
Fees	1,438	0	0	0
Mortgage to Rent	280	230	0	230
<b>TOTAL</b>	<b>33,964</b>	<b>14,975</b>	<b>13,436</b>	<b>1,539</b>

Funded By:

	<b>2023/24 Budget</b>	<b>2023/24 Actual to Date</b>	<b>2023/24 Budget to Date</b>	<b>2023/24 Budget Variance to Date</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Grants	-6,500	-7,042	-2,167	-4,875
Grants MTR	-196	-166	0	-166
CFCR	-1,200	-1,200	-1,200	0
Borrowing	-26,068	-6,567	-10,069	3,502
<b>TOTAL</b>	<b>-33,964</b>	<b>-14,975</b>	<b>-13,436</b>	<b>-1,539</b>