

**REPORT TO:** East Lothian Council

**MEETING DATE:** 27 August 2024

**BY:** Executive Director for Council Resources

**SUBJECT:** Quarter 1 Financial Review 2024/25

---

## **1 PURPOSE**

- 1.1 To provide an update on the in-year financial position at the end of June 2024.

## **2 RECOMMENDATIONS**

2.1 The Council is recommended to:

- Note the outcome of the Quarter 1 financial performance against approved budgets and the underlying financial pressures faced by the council.
- Note the additional funding received from the Scottish Government to meet specific policy initiatives.
- Note the range of ongoing intervention measures approved by Council.
- Note that financial review reports will continue to be reported to Council for scrutiny until the financial position improves.
- Note the update on the wider financial environment and current risks.
- Note the update on the Capital budget and Prudential and Treasury Indicators.

## **3 BACKGROUND**

- 3.1 Council approved the 2024/25 Financial Strategy and associated financial plans on and prior to 20 February 2024. The approved plans included the

requirement to use just under £3 million of reserves to balance the 2024/25 General Services budget.

- 3.2 The Council continues to operate in the most difficult financial climate with increasing demand and cost pressures which are resulting in significant financial pressures. The most significant of these relate to pressures in Health & Social Care Services delegated to the IJB, Children's Services, Homelessness, and the ability to deliver the scale of planned financial savings.
- 3.3 The Council continues to face a high number of significant financial and other risks, which may materialise over the remainder of the financial year, such as ongoing pay negotiations, and these risk areas will continue to be closely monitored.
- 3.4 The significance of these pressures continues to be reflected in the Corporate Risk Register where 'Managing the Financial Environment' remains the highest ever score risk being managed by the Council and continues to represent the key corporate priority risk.
- 3.5 Within this context, the Finance Service will continue to work with colleagues across services to manage expenditure commitments in 2024/25 and the future implications going forward.

### **General Services Revenue Summary – Quarter 1**

- 3.6 The approved General Services revenue budget for 2024/25 included the following:
  - Planned expenditure commitments of £330 million to support service delivery.
  - A planned drawdown of £2.935 million from General Reserves.
  - Planned recurring service efficiencies of £7.925 million and the continued delivery of £2 million relating to the management of staffing budgets.
- 3.7 An analysis of the financial position across service groups is set out in **Appendix 1** with further details in the paragraphs below.
- 3.8 At Quarter 1, before applying planned use of reserves and significant one-off mitigations, there is a forecast overspend of £8.8 million (£994,000 to the end of Quarter 1).
- 3.9 The reported financial position for Quarter 1 includes the following:
  - The Council's approved budget reflected an increase of 3% in staffing budgets from 1 April 2024. Current projections reflect this position. Pay negotiations remain ongoing and any increase above this level will result in an additional unfunded recurring pressure with each additional 1% costing around £2 million.

- Additional funding of £7.080 million has been provided by the Scottish Government to fund national priorities.
- 3.10 Within the agreed budget for 2024/25, the Council has planned use of general fund reserves of £2.135 million, and planned use of earmarked reserves totalling £1.308 million.
- 3.11 The planned use of earmarked reserves for one-off funding totals £1.308 million split as follows:
- Planned use of Transformation Fund and other ring-fenced funds, £1.263 million
  - Planned use of Health & Social Care (IJB delegated services), £45,000 – this figure has been agreed with the IJB Chief Financial Officer.
- 3.12 The Council has received a VAT rebate of £1.4 million in relation to sports and leisure non-business going back several years. This claim was lodged in 2011 and was dependent on the completion of several court cases before being confirmed. This is a one-off benefit which will reduce the in-year budget pressure on a non-recurring basis.
- 3.13 Taking the planned use of reserves into account, the unplanned use of reserves is £4 million.
- 3.14 The main pressures are:
- IJB Projected overspend, £3.2 million – mainly due to pressures in commissioned care services, specifically external care homes and support services, as well as delays to delivering some of the planned savings within the timescales reflected in the budget. Active consideration of measures to mitigate these pressures are underway. The forecast overspend includes the elements relating to IJB budgets which it may be necessary for the Council to meet through additional contributions, if the overspend cannot be mitigated. This remains subject to ongoing discussion in the context of extremely limited reserve balances sitting within the IJB accounts.
  - Children's Services projected overspend, £1.8 million – mainly relating to external residential pressures. Work is ongoing to identify options in East Lothian for clients in external settings who could be brought back safely to the area.
  - Community Housing, £200,000 – this reflects increasing demand for services. The forecast spend on B&B accommodation is £2.755 million. Homeless presentations may come under further pressure when the current pause on evictions ends.
  - Savings assessed as unachievable in 2024/25, £2.1 million – see further information on progress on delivering efficiencies.
- 3.15 These pressures have been partially offset by:

- The VAT rebate, £1.4 million, noted in Section 3.12, above.
- Council Tax income, £700,000 higher than forecast – this is due to an increasing in dwellings.
- Staffing underspends, £1.4 million – this is the net position after adjusting for the £2 million staff turnover savings and is due to vacancies.

3.16 A large proportion of these pressures will be recurring beyond this financial year.

### Risks

3.17 There are several risks that may impact the financial position:

- No pay agreement has been reached with Trade Unions for 2024/25 and negotiations are ongoing. As noted in Section 3.9, the approved budget assumed a pay award of 3%. Every additional 1% will increase cost pressures to the Council by around £2 million if additional funding is not provided to meet these costs.
- There are risks to some existing revenue and capital funding streams, linked to ongoing negotiations around pay which may require these to be redirected, as well as current uncertainty around policy changes made by UK Government.
- Population growth and demographic change in East Lothian continue to pose significant ongoing challenges which are likely to remain and increase over the longer term based on current projections.
- The forecast assumes £4.5 million of teacher funding that has not yet been confirmed by the Scottish Government. This consists of £2.9 million specific grant which is linked to maintaining teacher numbers. At this stage there has been no agreement between COSLA and the Scottish Government on the conditions relating to the grant being paid. There is also £1.6 million of funding for teachers' pensions in the GRG assumptions that has not yet been confirmed.
- There remains a high risk that further children will need to be placed in external residential settings, and should these materialise the pressure in Children's Services will increase.
- There remains an increasing demand for homeless services and use of B&B accommodation. If this continues to grow then the pressure in Homelessness will increase.
- The forecast overspend assumes some slippage in the delivery of agreed savings; however, there is a residual risk to the delivery of the remaining savings, with further information set out in Section 3.20.
- The 2023/24 accounts remain subject to audit, and any material changes to the outturn position could impact on the availability of reserves to support financial resilience.

- Severe weather over autumn and winter could increase costs for the Council particularly in Infrastructure Services.

#### Approved Mitigations

3.18 At the 25 June 2024 Council meeting, the Council approved the following control measures which the Corporate Management Team is responsible for applying, they are:

- Recruitment – posts will only be filled if there would be an obvious detrimental impact on the three agreed short-term Council Plan priorities from not doing so and sign-off has been given by CMT and EMT. This may result in ongoing disruptions to service delivery and closure of Council facilities; bi-weekly recruitment will continue.
- All Council managers must operate within approved budget levels, preserving underspends where possible.
- Where a service is overspent or at risk of overspending, urgent financial recovery actions will be required to bring spending in line with approved budget levels.
- Use of agency staff should be kept to a minimum and should be kept under close review.
- Council officers will continue to work with partner bodies including the IJB to explore all options to try and mitigate overspends and ensure spending remains aligned to approved budgets.
- In-year financial review papers will continue to be reported to Council rather than Cabinet.

3.19 These control measures will remain under review throughout the financial year.

#### 2024/25 Efficiencies

3.20 At this stage, £3.645 million of the approved efficiencies have been achieved; £2.2 million are assessed as achievable, but further work is required to realise the saving; £1.3 million are assessed as achievable but not in the current year; and £775,000 are assessed as unachievable. This means that around £2.1 million of savings won't be delivered in 2024/25. **Appendix 2** sets out the position in more detail. The unachievable efficiencies are set out below:

- Review of Adaptations, £275,000 – this saving cannot be delivered. A service review of Private Sector Housing Grant is being undertaken to identify options to deliver the savings from 2025/26.
- Income generation, £500,000 – it is not anticipated that this will be achieved during 2024/25; however, work is progressing to develop proposals, and should they be implemented then income will be generated in future years.

The savings that are achievable in time but won't deliver savings this year are:

- Charging for Garden Waste Collection, £132,000 – due to the timing of the introduction of the service, July 2024, a full year of income won't be achieved in 2024/25. Based on uptake, the full income target will be met in 2025/26.
- Review of Management of Sports Facilities, £187,000 – work is ongoing to deliver this saving, but the timing means it will only be fully delivered in 2024/25.
- Asset Review, £1 million – work is ongoing and in time savings that meet the target are expected to be delivered.

3.21 In addition to the above, there is an ongoing pressure of £300,000 linked to the non-delivery of a saving planned for 2023/24, to review public holidays. This remains under review.

#### Council Tax

3.22 At this stage, there is a forecast surplus in the Council Tax budget of £700,000. This is mainly due to an increase in the number of dwellings at the start of the financial year.

3.23 The forecast also assumes a number of dwellings will be completed during the financial year and any changes to that will have an impact on the position.

#### Additional Scottish Government Funding

3.24 Since Council approved the 2024/25 budget in February 2023, there has been additional funding of £7.080 million from the Scottish Government. This is set out in more detail in **Appendix 3**.

3.25 Of the additional funding received, approximately £5m will be transferred to the IJB to fund the delivery of policy commitments within Health and Social Care. These funding streams are to support existing commitments or specific national policy objectives so they cannot help alleviate wider pressures on the Council's financial position.

#### Integrated Joint Board

3.26 The IJB has delegated authority over the majority 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.

3.27 At this stage, there is a £3.2 million pressure forecast for the IJB. The main reason for the pressure is forecast overspend on Adult Social Work & Learning Disability commissioned services, as well as delays to the delivery of agreed savings. These are demand led areas of service.

- 3.28 The IJB Chief Officer has established a group to review progress with the service recovery plan and consider options to mitigate these pressures and reduce costs across the wider IJB operations. The Finance Service is involved in supporting this work.
- 3.29 The funding of the £3.2 million forecast overspend has yet to be determined by the IJB partners and represents a risk to the Council if the IJB is unable to offset these pressures from its own resources.

#### Financial Sustainability

- 3.30 The scale of the financial challenges facing the Council are unprecedented and present a significant threat to the Council being able to protect vital services and ensuring ongoing financial sustainability. The scale of the external pressures are now at a level that without significant additional funding the Council will not be able to continue to meet all existing commitments within available resources.
- 3.31 If the forecast overspend does materialise as projected, this will reduce the unallocated balance on general reserves below the minimum agreed level and require earmarked reserves to be repurposed in order to replenish this. This presents a risk to the Council's capacity to enable change and reshape service delivery in order to deliver planned savings.
- 3.32 The national settlement remains aligned to the delivery of wider national policy commitments and settlement conditions which means there is limited options available to redirect funding streams without an impact on the specific policy delivery.
- 3.33 Alongside these national commitments, East Lothian remains one of the fastest growing councils in Scotland with population growth continuing to increase year on year. The ongoing costs and demands of supporting this growth alongside wider challenges remain significant. Without changes in how the Council delivers services and prioritises investment, the financial position will become unsustainable.

#### **General Services Capital Summary – Quarter 1**

- 3.34 The approved budget for 2024/25 has been updated to reflect carry forward flexibility of £1 million from the closing position at the end of 2023/24, the outcome of which remains subject to the conclusion of the statutory audit. The carry forward is a mix of accelerated spend in 2023/24 and reprofiling of budgets into 2024/25. As a result of this, the external income updated budget is reduced by £3 million with a corresponding increase in borrowing of £2.5 million.
- 3.35 **Appendix 4** shows the approved and updated 2024/25 budgets and expenditure to 30 June 2024, showing spend of £18.5 million relative to the updated gross expenditure budget of £118 million.
- 3.36 Latest projections indicate expenditure of around £112 million by the end of the financial year. This forecast reflects a range of assumptions that are subject to change and may therefore have an impact on the actual position achieved at the end of the financial year. Whilst recognising the

significance of the capital programme, there remains a wide range of external pressures which place significant pressure on wider affordability limits.

- 3.37 The reduction in the projection is due to savings in projected outturns (notably for Law Primary nursery and Pinkie St Peters school) and some delays in projects. Some changes have been made to the format of **Appendix 4** to clarify the status of capital budget lines. In addition to the RAG flags, a P flag is now included within the appendix to identify projects where the variance is due to a change in spend profile, related to project progress.
- 3.38 Notable increases in projections relate to:
- Nature Restoration – increased following confirmation of Scottish Government Funding.
  - Cycling Walking Safer Streets – increased following confirmation of the 2024/25 grant. This budget line includes Cycling Scotland funded projects.
  - Ross High School – landscaping and ground condition works required post-extension completion.
  - Cockenzie – inclusion of projection for Link Road construction starting in 2024/25, as agreed by Council in June 2024.
- 3.39 The capital plan remains under close monitoring and review in conjunction with relevant managers.
- 3.40 Aligned to the Council decision in June, there is a commitment to fund expenditure of up to £750,000 in total to support Analogue to Digital implementation. This will be added to the capital programme when the anticipated expenditure profile is known.
- 3.41 The projection for developer contributions, early learning 1140 grant and other funding sources are directly linked to the projections of the projects they support. The town centre regeneration grant is expected to be confirmed at much lower than the indicative multi-year allocation under the Place Based Investment Programme, reflected in the RAG rating. There continues to be ongoing risks around the timing and realisation of planned developer contributions that may put additional strain on borrowing requirements and this position will continue to be closely monitored. Council also agreed as part of the 2023/24 budget that £20 million of capital receipts would be raised through the disposal of surplus assets to fund future capital investment and offset the borrowing requirement. While this ambition is considered to remain achievable, there are some risks to the timing of when these receipts will be realised, given that this is dependent on progressing the asset review.
- 3.42 The reduction in projected expenditure has reduced the in-year borrowing requirement projection by £7 million.



## Treasury Update

- 3.43 In accordance with the updated Prudential and Treasury Codes of Practice, in addition to the mid-year and year end reporting on Treasury activity and reporting of Prudential and Treasury indicators to Audit and Governance Committee, quarterly reporting on Treasury activity is required.
- 3.44 During the first quarter of the year, no external borrowing has been undertaken. In addition, no borrowing was repaid during this timeframe.
- 3.45 It is important to note that the borrowing requirement as reported in the GS and HRA capital monitoring is borrowing from the loans fund. The capital-financing requirement (CFR) shown in **Appendix 5** under items 1.2 and 1.3 is the financing still required after relevant grants and receipts have been applied, to fund the capital programme. This is known as the borrowing requirement. Loans Fund borrowing is then funded by external borrowing and the use of working capital. As this utilises the cash balances held by the Council, cash flow monitoring is an important part of the Treasury function and is a factor in determining the timing of external borrowing. Actual external debt is shown in item 2.3 and the Loans Fund debt is shown in item 3.
- 3.46 The Prudential, Treasury Management and Loans Fund indicators are set out in **Appendix 5**. For context, the 2023/24 Actual and 2024/25 Budget as per the approved Treasury Strategy as well as the projections for 2024/25 based on the Q1 position for General Services and HRA capital are shown.
- 3.47 Key points to note from the figures in the Appendix:
- The budget figures for 2024/25 were set based on in-year 2023/24 capital projections. The actual outturn was lower meaning the starting point for 2024/25 was also lower. General Services capital spend projection is lower than budget as is the Capital Financing Requirement (CFR). HRA is higher, however due to increased external grants the CFR projection is slightly lower.
  - The CFR will only start to fall when loans fund principal repayments are greater than the in-year borrowing requirement.
  - The Loans Fund follows the same pattern as the CFR. Due to the projected capital expenditure, loans fund advances are increasing above the principal repayment of loans fund debt.
- 3.48 Cash balances were healthy in the first quarter of the financial year. As investment rates have been higher than the interest rate on the Council's bank account balance, several short-term investments were placed. In summary:
- Ten short-term investments placed.
  - Maturity range, one day to three months

- Five investments with HM Treasury
  - Two investments with Lloyds Bank (one to mature in the second quarter)
  - One sustainable investment (to mature in the second quarter)
  - Two investments with local authorities (one to mature in the second quarter)
- 3.49 Cash flow continues to be closely monitored to ensure the Council has sufficient cash resources to meet ongoing requirements.

### **Housing Revenue Account Summary – Quarter 1**

- 3.50 The HRA is expected to breakeven at this stage. Voids remain high and work is ongoing to remedy this. Ongoing efforts to improve this position including enhanced contract management, investment in overtime to clear backlogs, measures to overcome challenges in relation to utilities and development of a performance management framework to monitor have resulted in a reduction in the overall volume of voids.
- 3.51 The budget is coming under pressure from reduced Scottish Government grants for new build council housing and work is ongoing to ensure the HRA strategy remains viable. **Appendix 6** sets out the revenue spend for the year.
- 3.52 Looking ahead, in order to meet the two key tests in the financial strategy, a £1 million minimum HRA balance and a debt-to-income ratio below 40%, adhering to the 5% rent strategy as a minimum is essential in order to maintain the proposed capital investment in modernising properties and building new Council houses. The 10-year model is under regular review, and the longer-term strategy continues to be an area of focus.
- 3.53 Capital spend at Quarter 1 was around £5 million with £31 million of spend forecast for the year. Further detail is set out in **Appendix 7**.
- 3.54 There remain significant challenges in delivering the programme due to a number of factors, including the removal of subsidy, shortage of labour resources, 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

- 3.55 As noted earlier in the report, Trade Unions have rejected the level of pay increase that can be met from the current 202/25 budget provision which is 3%. Any settlement above this level is unfunded in 2024/25 and would be a recurring pressure in future years without additional funding from the Scottish Government.

### General Inflation

- 3.56 General inflation has been around 2% in recent months, and this is factored into the current budget modelling. Any increase in inflation will have an impact on Council budgets.

### Interest Rates

- 3.57 Interest rates have stopped increasing and have recently fallen by a quarter of a percentage point. 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.

### Increased Demand for Services

- 3.58 With population growth and increasing need among other factors, demand for Council services continues to increase and this will potentially put budgets under further pressure, and this continues to be a significant area of risk for the Council.

### **Conclusion**

- 3.59 The Council continues to operate in a challenging, complex and ever changing financial environment. There is an overspend of £8 million in General Services revenue before applying mitigations much of it recurring. The affordability of the capital programme is also uncertain as material and contract costs increase and the cost of borrowing remains high. To help manage the financial position, it is critical to maintain any areas of underspend, enhanced vacancy management continues and further flexibilities and mitigations are identified.

## **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.

## **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 – 12 December 2023 – Item 3 – Financial & Capital Strategies 2024-29

7.2 Council – 20 February 2024 – Item 2 – Budget Development including the setting of Council Tax and Council Housing Rent for 2024/25

7.3 Council – 20 February 2024 – Item 2a – Rent Proposals 2024/25 to 2028/29

7.4 Council – 20 February 2024 – Item 2b(i) – Budget Proposals on General Services Capital

7.5 Council – 20 February 2024 – Item 2b (ii) – Budget Proposals on General Services Revenue

7.6 Council – 20 February 2024 – Item 2b (iii) – General Fund Budget Projections

7.7 Council – 20 February 2024 – Item 3 – Treasury Management Strategy

<b>AUTHOR'S NAME</b>	Ellie Dunnet David Henderson Ann-Marie Glancy
<b>DESIGNATION</b>	Head of Finance Service Manager – Service Accounting Service Manager - Corporate Accounting
<b>CONTACT INFO</b>	<a href="mailto:edunnet@eastlothian.gov.uk">edunnet@eastlothian.gov.uk</a> <a href="mailto:dhenderson2@eastlothian.gov.uk">dhenderson2@eastlothian.gov.uk</a> <a href="mailto:aglancy@eastlothian.gov.uk">aglancy@eastlothian.gov.uk</a>
<b>DATE</b>	9 August 2024

Appendix 1  
 East Lothian Council  
 Budget Monitoring 2024/25 - Quarter 1

Service	Head of Service	Business Unit	2024/25 Budget	Year to Date			2024/25 Budget Variance to Date	Financial Risk Assessment
				2024/25 Actual to Date	2024/25 Budget to Date	2024/25 Budget Variance to Date		
				£'000	£'000	£'000		
Education & Children's	Children's	Performance & Service Delivery	1,304	327	349	-22	-6.30%	
Education & Children's	Children's	Management	4,667	1,180	697	483	69.30%	
Education & Children's	Children's	Assessment HUB and Early Interventions	2,347	536	574	-38	-6.62%	
Education & Children's	Children's	Long Term Social Work Supervisory Groups	3,290	800	824	-24	-2.91%	
Education & Children's	Children's	TAC, Disability & Resources	8,207	1,663	1,695	-32	-1.89%	
Education & Children's	Children's	Disability Short Breaks	758	206	131	75	57.25%	
<b>EDUCATION &amp; CHILDREN'S</b>	<b>CHILDREN'S TOTAL</b>		<b>20,573</b>	<b>4,712</b>	<b>4,270</b>	<b>442</b>	<b>10.35%</b>	
Education & Children's	Education	Inclusion & Wellbeing	13,409	8,447	8,337	110	1.32%	
Education & Children's	Education	Pre-School Education	16,627	11,508	11,531	-23	-0.20%	
Education & Children's	Education	Primary Schools	57,261	2,539	2,877	-338	-11.75%	
Education & Children's	Education	Secondary Schools	59,831	10,102	10,137	-35	-0.35%	
Education & Children's	Education	Schools' Support	3,790	1,302	1,317	-15	-1.14%	
Education & Children's	Education	East Lothian Works	1,306	-245	-245	0	0.00%	
<b>EDUCATION &amp; CHILDREN'S</b>	<b>EDUCATION TOTAL</b>		<b>152,224</b>	<b>33,653</b>	<b>33,954</b>	<b>-301</b>	<b>-0.89%</b>	
<b>EDUCATION &amp; CHILDREN'S TOTAL</b>			<b>172,797</b>	<b>38,365</b>	<b>38,224</b>	<b>141</b>	<b>0.37%</b>	
Council Resources	Finance	Financial Services	3,817	153	198	-45	-22.73%	
Council Resources	Finance	Revenues & Financial Support	4,523	875	807	68	8.43%	
Council Resources	Finance	Procurement	1,235	236	263	-27	-10.27%	
<b>COUNCIL RESOURCES</b>	<b>FINANCE TOTAL</b>		<b>9,575</b>	<b>1,264</b>	<b>1,268</b>	<b>-4</b>	<b>-0.32%</b>	
Council Resources	Corporate	IT Services	3,547	592	576	16	2.78%	
Council Resources	Corporate	People & Council Support	3,982	1,631	1,717	-86	-5.01%	
Council Resources	Corporate	Governance	2,379	-40	-2	-38	1900.00%	
Council Resources	Corporate	Communications	446	90	98	-8	-8.16%	
<b>COUNCIL RESOURCES</b>	<b>CORPORATE TOTAL</b>		<b>10,354</b>	<b>2,273</b>	<b>2,389</b>	<b>-116</b>	<b>-4.86%</b>	
<b>COUNCIL RESOURCES TOTAL</b>			<b>19,929</b>	<b>3,537</b>	<b>3,657</b>	<b>-120</b>	<b>-3.28%</b>	
Health & Social Care Partnership	Head of Operations	Adult Social Work	31,610	5,916	5,601	315	5.62%	
Health & Social Care Partnership	Head of Operations	Acute & Ongoing Care	10,561	2,594	2,477	117	4.72%	
Health & Social Care Partnership	Head of Operations	Rehabilitation	2,150	450	449	1	0.22%	
Health & Social Care Partnership	Head of Operations	Learning Disability & MH Community Services	19,264	3,220	2,830	390	13.78%	
Health & Social Care Partnership	Head of Operations	Head of Operations	5,120	684	691	-7	-1.01%	
Health & Social Care Partnership	Head of Operations	Business & Performance IJB	4,837	343	367	-24	-6.54%	
<b>HEALTH &amp; SOCIAL CARE PARTNERSHIP</b>	<b>IJB TOTAL</b>		<b>73,542</b>	<b>13,207</b>	<b>12,415</b>	<b>792</b>	<b>6.38%</b>	
Health & Social Care Partnership	Head of Operations	Non-IJB	540	194	95	99	104.21%	
<b>HEALTH &amp; SOCIAL CARE PARTNERSHIP</b>	<b>Non-IJB TOTAL</b>		<b>540</b>	<b>194</b>	<b>95</b>	<b>99</b>	<b>104.21%</b>	
<b>HEALTH &amp; SOCIAL CARE PARTNERSHIP TOTAL</b>			<b>74,082</b>	<b>13,401</b>	<b>12,510</b>	<b>891</b>	<b>7.12%</b>	
Place	Development	Planning & Environmental Services	1,103	111	118	-7	-5.93%	
Place	Development	Economic Development	854	-585	-582	-3	0.52%	
<b>PLACE</b>	<b>DEVELOPMENT TOTAL</b>		<b>1,957</b>	<b>-474</b>	<b>-464</b>	<b>-10</b>	<b>2.16%</b>	
Place	Housing	Housing, Strategy & Development	284	134	186	-52	-27.96%	
Place	Housing	Property Maintenance Trading Account	-1,035	1,876	1,877	-1	-0.05%	
Place	Housing	Community Housing Group	2,761	-187	-308	121	39.29%	
<b>PLACE</b>	<b>HOUSING TOTAL</b>		<b>2,010</b>	<b>1,823</b>	<b>1,755</b>	<b>68</b>	<b>3.87%</b>	
Place	Infrastructure	Asset Maintenance & Engineering Services	3,541	1,040	1,043	-3	-0.29%	
Place	Infrastructure	Strategic Asset & Capital Plan Management	-1,206	140	263	-123	-46.77%	
Place	Infrastructure	Facility Trading Activity	-376	-309	-370	61	-16.49%	
Place	Infrastructure	Facility Support Services	4,227	598	621	-23	-3.70%	
Place	Infrastructure	Landscape & Countryside Management	6,288	1,815	1,825	-10	-0.55%	
Place	Infrastructure	Active Business Unit	3,799	187	136	51	37.50%	
Place	Infrastructure	Roads Network	4,418	1,233	1,090	143	13.12%	
Place	Infrastructure	Roads Trading Activity	-670	-99	-140	41	-29.29%	
Place	Infrastructure	Transportation	2,210	373	463	-90	-19.44%	
Place	Infrastructure	Waste Services	9,609	882	908	-26	-2.86%	
<b>PLACE</b>	<b>INFRASTRUCTURE TOTAL</b>		<b>31,840</b>	<b>5,860</b>	<b>5,839</b>	<b>21</b>	<b>0.36%</b>	
Place	Communities & Partnerships	Connected Communities	6,307	2,161	2,222	-61	-2.75%	
Place	Communities & Partnerships	Protective Services	2,083	212	239	-27	-11.30%	
Place	Communities & Partnerships	Customer Services Group	4,486	692	713	-21	-2.95%	
<b>PLACE</b>	<b>COMMUNITIES &amp; PARTNERSHIPS TOTAL</b>		<b>12,876</b>	<b>3,065</b>	<b>3,174</b>	<b>-109</b>	<b>-3.43%</b>	
<b>PLACE TOTAL</b>			<b>48,683</b>	<b>10,274</b>	<b>10,304</b>	<b>-30</b>	<b>-0.29%</b>	
<b>SERVICE TOTAL</b>			<b>315,491</b>	<b>65,577</b>	<b>64,695</b>	<b>882</b>	<b>1.36%</b>	
<b>Non-Service Expenditure Sub-Total</b>			<b>14,049</b>	<b>313</b>	<b>218</b>	<b>95</b>	<b>43.58%</b>	
<b>Total Expenditure</b>			<b>329,540</b>	<b>65,890</b>	<b>64,913</b>	<b>977</b>	<b>1.51%</b>	
<b>Funded By Sub-Total</b>			<b>-326,605</b>	<b>-135,232</b>	<b>-135,049</b>	<b>-183</b>	<b>-0.14%</b>	
<b>Net Expenditure</b>			<b>2,935</b>	<b>-69,342</b>	<b>-70,136</b>	<b>794</b>	<b>1.13%</b>	
<b>Reserves Funding Sub-Total</b>			<b>-2,935</b>	<b>0</b>	<b>-200</b>	<b>200</b>	<b>100.00%</b>	
<b>TOTAL</b>			<b>0</b>	<b>-69,342</b>	<b>-70,336</b>	<b>994</b>	<b>1.41%</b>	

Appendix 2  
 East Lothian Council  
 2024/25 Budget Efficiencies - Quarter 1

Service	2024/25			
	Achieved	Amber	Unachievable	
	£'000	£'000	£'000	
Education	396	134	0	
Finance	630	0	0	
Corporate Services	11	27	0	
Development	120	0	0	
Housing	0	48	275	
Infrastructure	1,415	1,156	500	
Communities	1,063	50	0	
Non Service Expenditure	0	2,100	0	
<b>Total</b>	<b>3,635</b>	<b>3,515</b>	<b>775</b>	<b>7,925</b>
	45.87%	44.35%	9.78%	

Savings Currently Unachievable - Red

Service	Proposal	Value	Comments
Housing	Review of Adaptations (Care and Repair Grant)	275	Cannot be achieved. The service is undertaking a service review of Private Sector Housing Grant to identify savings to offset this saving in future years.
Infrastructure	Income Generation (Parking Charges)	500	The main issue with this saving is timing and proposals will be brought forward to introduce charging. The saving can only be delivered if the proposals are approved.
<b>Total</b>		<b>775</b>	

### Appendix 3

East Lothian Council

### Budget Monitoring 2024/25 - Additional Funding from the Scottish Government

	£million
<b>2024/25 GRG (per Budget Amendment)</b>	<b>238.012</b>
<hr/>	
<b>Additional Funding - GRG</b>	
Early Learning £12 per hour funding	0.350
Social Care £12 per hour funding	4.995
Other	0.045
Additional GRG for 2024/25 Settlement	1.217
Employability Child Poverty Co-ordinators	0.066
Council Tax Freeze (£3.4m built into approved budget)	0.004
2023/24 Local Government Pay Offer	0.403
<b>Total Additional Funding</b>	<b>7.080</b>
<b>Revised GRG</b>	<b>245.092</b>

**Appendix 4**  
**East Lothian Council**  
**General Services Capital Budget Monitoring Summary 2024/25**  
**Quarter 1**

	RAG	Approved Budget 2024/25	Updated Budget 2024/25	Actual 2024/25	Updated Budget-Actual Variance 2024/25	Projected Outturn 2024/25	Updated Budget - Outturn Variance 2024/25
		£'000	£'000	£'000	£'000	£'000	£'000
<b>Expenditure</b>							
<b>Community Projects</b>							
Community Intervention	G	300	300	-	(300)	300	-
Community Intervention Fund - Pump Tracks	P	475	475	-	(475)	238	(238)
Community Public Art	G	160	160	4	(156)	160	-
Bleachingfield Centre Remodelling Works	G	100	100	-	(100)	100	-
Dunbar Conservation Area Regeneration Scheme (CARS)	G	355	760	-	(760)	760	-
East Saltoun Community Hall	-	-	-	-	-	-	-
North Berwick Skatepark	G	-	13	-	(13)	13	-
Support for Business	G	-	-	0	0	1	1
Fisherrow - spend to save project	G	225	250	250	-	250	-
CCTV	A	123	219	-	(219)	219	-
Town Centre Regeneration	A	514	937	181	(757)	937	-
<b>Total Community Projects</b>		<b>2,253</b>	<b>3,215</b>	<b>435</b>	<b>(2,780)</b>	<b>2,978</b>	<b>(237)</b>
Town Centre Regeneration (PBIP) Grant		(500)	(820)	(181)	639	(820)	(0)
Other Funding Sources		(805)	(1,276)	(4)	1,272	(1,151)	125
GCG REFCUS							
<b>Total Income: Community Projects</b>		<b>(1,305)</b>	<b>(2,096)</b>	<b>(185)</b>	<b>1,911</b>	<b>(1,971)</b>	<b>125</b>
<b>Community Projects - General Capital Grant/Borrowing Requirement</b>		<b>948</b>	<b>1,119</b>	<b>250</b>	<b>(869)</b>	<b>1,007</b>	<b>(112)</b>
<b>ICT</b>							
IT Programme & Digital Opportunities	G	2,200	2,400	166	(2,234)	2,400	-
Telecare System upgrade to Digital	-	-	-	-	-	-	-
<b>Total ICT</b>		<b>2,200</b>	<b>2,400</b>	<b>166</b>	<b>(2,234)</b>	<b>2,400</b>	<b>-</b>
Other Funding Sources		-	-	-	-	-	-
<b>Total Income: ICT</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>2,400</b>	<b>166</b>	<b>(2,234)</b>	<b>2,400</b>	<b>0</b>
<b>Fleet</b>							
Amenties - Machinery & Equipment - replacement	G	200	169	149	(20)	169	-
Vehicles	G	4,611	4,611	729	(3,882)	4,611	-
<b>Total Fleet</b>		<b>4,811</b>	<b>4,780</b>	<b>879</b>	<b>(3,901)</b>	<b>4,780</b>	<b>-</b>
Other Funding Sources		-	-	-	-	-	-
<b>Total Income: Fleet</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fleet - General Capital Grant/Borrowing Requirement</b>		<b>4,811</b>	<b>4,780</b>	<b>879</b>	<b>(3,901)</b>	<b>4,780</b>	<b>0</b>
<b>Open Space</b>							
Synthetic Pitch Replacement Programme	G	157	230	282	53	289	59
Cemeteries (Burial Grounds)	G	637	911	278	(633)	911	-
River Tyne / Haddington Flood Protection scheme	-	-	-	-	-	-	-
Coastal / Flood Protection schemes - Musselburgh	P	2,050	1,904	145	(1,759)	1,581	(323)
Coastal Change Management	G	85	85	-	(85)	85	-
Coastal Car Park Toilets	G	256	262	-	(262)	262	-
Core Path Plan	A	50	100	-	(100)	100	-
Harbour Walls	G	600	600	-	(600)	600	-
Mains Farm Town Park & Pavilion	-	-	-	-	-	-	-
Nature Restoration	G	-	59	-	(59)	168	109
Replacement Play Equipment	G	327	459	8	(451)	459	-
Polson Park	G	160	160	-	(160)	160	-
Sports and Recreation LDP	P	3,026	3,182	68	(3,113)	2,583	(599)
Street litter bin replacement	G	40	40	-	(40)	40	-
Waste - New Bins	G	160	160	63	(97)	160	-
Waste - Machinery & Equipment - replacement	G	40	40	13	(27)	40	-
<b>Total Open Space</b>		<b>7,588</b>	<b>8,191</b>	<b>858</b>	<b>(7,333)</b>	<b>7,437</b>	<b>(754)</b>
Developer Contribution		(2,457)	(2,656)	(40)	2,616	(2,057)	599
Capital Receipts		(350)	(350)	-	350	(345)	5
Other Funding Sources		(1,594)	(1,467)	(436)	1,031	(1,468)	(1)
<b>Total Income: Open Space</b>		<b>(4,401)</b>	<b>(4,474)</b>	<b>(476)</b>	<b>3,997</b>	<b>(3,870)</b>	<b>604</b>
<b>Open Space - General Capital Grant/Borrowing Requirement</b>		<b>3,187</b>	<b>3,718</b>	<b>382</b>	<b>(3,336)</b>	<b>3,568</b>	<b>(150)</b>
<b>Roads, Lighting and related assets</b>							
Cycling Walking Safer Streets	G	478	478	165	(313)	835	357
East Linton Rail Stop / Infrastructure	-	-	-	-	-	-	-
Parking Improvements	P	330	559	0	(558)	296	(263)
Roads	G	5,500	5,500	477	(5,023)	5,500	-
Roads - Externally Funded Projects	G	8,462	8,462	1,706	(6,757)	8,462	-
<b>Total Roads, Lighting and related assets</b>		<b>14,770</b>	<b>14,999</b>	<b>2,347</b>	<b>(12,651)</b>	<b>15,093</b>	<b>94</b>
Developer Contribution		-	-	-	-	-	-
Other Funding Sources		(8,940)	(8,940)	165	8,775	(9,297)	(357)



Appendix 4  
**East Lothian Council**  
**General Services Capital Budget Monitoring Summary 2024/25**  
**Quarter 1**

	RAG	Approved Budget 2024/25	Updated Budget 2024/25	Actual 2024/25	Updated Budget-Actual Variance 2024/25	Projected Outturn 2024/25	Updated Budget - Outturn Variance 2024/25
		£'000	£'000	£'000	£'000	£'000	£'000
<b>Expenditure</b>							
<b>Total Income: Roads, Lighting and related assets</b>		(8,940)	(8,940)	(165)	8,775	(9,297)	(357)
<b>Roads etc. - General Capital Grant/Borrowing Requirement</b>		5,830	6,059	2,183	(3,876)	5,796	(263)
<b>Property - Education</b>							
Aberlady Primary - extension	P	2,289	2,328	12	(2,316)	750	(1,578)
Blindwells Primary - new school	G	19,453	17,975	8,391	(9,584)	17,975	-
Craighall Primary - New School	G	19,217	17,107	54	(17,053)	17,107	-
East Linton Primary - new school	-	-	-	-	-	-	-
Free School Meals Expansion to P6-7	G	-	17	-	(17)	17	-
Gullane Primary - extension including Early Learning and 1140	G	-	-	(390)	(390)	-	-
Knox Academy Extension	P	50	50	-	(50)	-	(50)
Law Primary - extension including Early Learning and 1140	G	67	622	105	(517)	170	(452)
Letham Primary - New School	P	-	42	-	(42)	17	(25)
North Berwick High School - Extension	G	450	688	5	(683)	688	-
Ormiston Primary - extension	G	-	82	-	(82)	82	-
Pinkie St Peter's Primary - sports hall extension	G	505	556	-	(556)	-	(556)
Pinkie St Peter's Primary - extension including Early Learning and 1140	G	279	449	4	(445)	320	(129)
Preston Lodge High School - extension (phase 1)	A	-	-	-	-	-	-
Prestonpans Primary - upgrades	G	243	243	-	(243)	243	-
Ross High School - extension	A	-	-	-	-	25	25
School Estate - Curriculum Upgrades	G	1,045	1,083	-	(1,083)	1,083	-
St Gabriel's Primary - extension including Early Learning and 1140	G	-	-	-	-	-	-
Wallyford Primary - New School	P	108	108	-	(108)	12	(96)
Wallyford Learning Campus	G	1,001	1,101	24	(1,076)	1,101	-
West Barns Primary - extension including Early Learning and 1140	G	46	37	-	(37)	10	(27)
Whitecraig Primary - new school including Early Learning and 1140	G	16,058	15,755	1,260	(14,496)	15,755	-
Windygoul Primary - Early learning and 1140 extension	P	150	133	-	(133)	-	(133)
<b>Total Property - Education</b>		<b>60,962</b>	<b>58,376</b>	<b>9,467</b>	<b>(48,909)</b>	<b>55,354</b>	<b>(3,022)</b>
Developer Contribution		(12,184)	(8,869)	(8,457)	412	(8,616)	253
Developer Contribution (Post completion)		(14)	(14)	-	14	-	14
1140 Grant Income		(167)	(144)	-	144	(17)	127
Other Funding Sources		-	-	-	-	-	-
<b>Total Income: Property - Education</b>		<b>(12,365)</b>	<b>(9,028)</b>	<b>(8,457)</b>	<b>570</b>	<b>(8,633)</b>	<b>395</b>
<b>Property Education - General Capital Grant/Borrowing Requirement</b>		<b>48,597</b>	<b>49,348</b>	<b>1,009</b>	<b>(48,339)</b>	<b>46,722</b>	<b>(2,627)</b>
<b>Property - Other</b>							
Accelerating Growth		14,853	15,582	4,084	(11,498)	15,849	267
- Cockenzie	G	-	507	543	36	5,146	4,639
- Levelling Up Project Cockenzie	P	10,978	11,164	457	(10,706)	6,790	(4,374)
- Blindwells	G	-	35	21	(14)	35	-
- Innovation Hub	G	3,876	3,876	3,060	(816)	3,876	-
- A1/QMU Junction	G	-	-	2	2	2	2
Brunton Hall - Improved Community Access	-	-	-	-	-	-	-
Court Accommodation - incl. SPOC	G	820	952	-	(952)	952	-
Loch Centre Tranent - Major Refurbishment Works	G	721	721	-	(721)	721	-
New ways of working Programme	P	988	1,548	14	(1,534)	500	(1,048)
Prestongrange Museum	P	1,599	1,746	-	(1,746)	1,000	(746)
Property Renewals	G	2,000	2,000	275	(1,725)	2,000	-
Replacement Childrens House	P	867	867	-	(867)	200	(667)
Sports Centres	G	240	240	-	(240)	240	-
Whitecraig Community Centre	G	-	49	-	(49)	49	-
<b>Total Property - Other</b>		<b>22,088</b>	<b>23,704</b>	<b>4,372</b>	<b>(19,332)</b>	<b>21,510</b>	<b>(2,193)</b>
Developer Contribution		-	-	-	-	-	-
Developer Contribution (Post completion)		-	-	-	-	-	-
Capital receipts		(1,098)	(1,590)	(543)	1,047	(4,902)	(3,313)
TCR		(150)	(304)	-	304	(304)	-
Other Funding Sources		(10,228)	(10,613)	(481)	10,133	(7,402)	3,212
<b>Total Income: Property - Other</b>		<b>(11,476)</b>	<b>(12,507)</b>	<b>(1,024)</b>	<b>11,483</b>	<b>(12,608)</b>	<b>(101)</b>
<b>Property Other - General Capital Grant/Borrowing Requirement</b>		<b>10,612</b>	<b>11,197</b>	<b>3,348</b>	<b>(7,849)</b>	<b>8,903</b>	<b>(2,294)</b>
Total Property Spend - Education and Other		83,050	82,080	13,838	(68,241)	76,865	(5,215)
<b>Total Income: Property - Education and Other</b>		<b>(23,841)</b>	<b>(21,535)</b>	<b>9,481</b>	<b>12,053</b>	<b>(21,240)</b>	<b>294</b>
<b>Property-Education and Other - General Capital Grant/Borrowing Requirement</b>		<b>59,209</b>	<b>60,545</b>	<b>4,357</b>	<b>(56,188)</b>	<b>55,624</b>	<b>(4,921)</b>
Capital Plan Fees	G	2,524	2,524	-	(2,524)	2,524	-
PPP Projects	G	-	-	(14)	(14)	-	-
<b>Total Gross Expenditure</b>		<b>117,196</b>	<b>118,189</b>	<b>18,510</b>	<b>(99,679)</b>	<b>112,077</b>	<b>(6,112)</b>
Other Funding Sources		-	-	14	14	-	-
<b>Total Income:PPP Projects</b>		<b>-</b>	<b>-</b>	<b>14</b>	<b>14</b>	<b>-</b>	<b>-</b>
<b>Income</b>							

Appendix 4  
 East Lothian Council  
 General Services Capital Budget Monitoring Summary 2024/25  
 Quarter 1

	RAG	Approved Budget 2024/25	Updated Budget 2024/25	Actual 2024/25	Updated Budget-Actual Variance 2024/25	Projected Outturn 2024/25	Updated Budget - Outturn Variance 2024/25
		£'000	£'000	£'000	£'000	£'000	£'000
<b>Expenditure</b>							
Developer Contribution	G	(14,640)	(11,525)		11,525	(10,673)	852
Developer Contribution (Post completion)	G	(14)	(14)		14	-	14
1140 Grant Income	G	(167)	(144)		144	(17)	127
Town Centre Regeneration (PBIP) Grant	A	(650)	(1,124)		1,124	(1,124)	(0)
Capital receipts	G	(4,448)	(4,940)		4,940	(8,247)	(3,307)
Other Funding Sources	G	(21,567)	(22,297)		22,297	(19,318)	2,979
GCG REFCUS						-	
Scottish Government General Capital Grant	G	(24,877)	(24,877)		24,877	(26,486)	(1,609)
<b>Total Income</b>		<b>(66,364)</b>	<b>(64,921)</b>		<b>64,921</b>	<b>(65,864)</b>	<b>(943)</b>
<b>Borrowing Requirement</b>	<b>G</b>	<b>50,831</b>	<b>53,267</b>		<b>(34,758)</b>	<b>46,213</b>	<b>(7,054)</b>

**Appendix 5**  
**Prudential and Treasury Indicators 2024/25**  
**Quarter 1**

1 PRUDENTIAL INDICATORS	2023/24	2024/25	2024/25
	Actual £'000	Budget £'000	Q1 Projection £'000
<b>1.1 Capital Expenditure</b>			
General Services	52,087	117,196	112,611
HRA	42,849	31,579	31,645
TOTAL	94,936	148,775	144,256
<b>1.2 Capital Financing Requirement (CFR) – General Services</b>			
brought forward 1 April	295,377	321,667	313,376
carried forward 31 March	313,376	365,070	352,581
In year borrowing requirement	17,999	43,403	39,205
<b>1.3 Capital Financing Requirement (CFR) - HRA</b>			
brought forward 1 April	240,066	267,835	265,745
carried forward 31 March	265,745	291,180	288,375
In year borrowing requirement	25,679	23,345	22,630
<b>1.4 Total CFR excluding PPP and leases</b>			
General Services	313,376	365,070	352,581
HRA	265,745	291,180	288,375
TOTAL	579,121	656,250	640,956
<b>1.5 Annual Change in CFR</b>			
General Services	17,999	43,403	39,205
HRA	25,679	23,345	22,630
TOTAL	43,679	66,748	61,835
<b>1.6 Ratio of financing costs to net revenue stream</b>			
General Services	4.26%	5.57%	5.33%
HRA	33.13%	36.24%	36.02%
<b>1.7 Impact of Capital Investment Decisions</b>			
General Services – Debt per Band D equivalent	£5,118	£5,940	£5,737
HRA – Debt per dwelling	£28,389	£31,112	£30,558

2 TREASURY MANAGEMENT INDICATORS	2023-24	2024-25	2024-25
	Actual £'000	Budget £'000	Q1 Projection £'000
<b>2.1 Authorised Limit for External Debt -</b>			
Borrowing at 31 March	636,000	726,000	727,000
Other long term liabilities (PPP and Leases)	31,000	30,000	30,000
Total	667,000	756,000	757,000
<b>2.2 Operational Boundary for External Debt -</b>			
Borrowing at 31 March	594,352	656,249	657,260
Other long term liabilities (PPP and Leases)	30,688	29,104	29,105
Total	625,040	685,354	686,365
<b>2.3 Actual External Debt</b>			
Borrowing at 31 March	493,789	558,885	550,901
Other long term liabilities (PPP and Leases)	30,688	29,104	29,105
Total	524,477	587,989	580,006

3 LOANS FUND	2023-24	2024-25	2024-25
	Actual £'000	Budget £'000	Q1 Projection £'000
<b>3.1 General Services</b>			
Opening balance	295,377	321,667	313,376
Add advances	22,327	50,546	45,928
Less repayments	(4,328)	(7,143)	(6,723)
Closing balance	313,376	365,070	352,581
<b>3.2 HRA</b>			
Opening balance	240,066	267,835	265,745
Add advances	31,061	29,183	28,461
Less repayments	(5,382)	(5,838)	(5,831)
Closing balance	265,745	291,180	288,375
<b>3.3 Total</b>			
Opening balance	535,443	589,502	579,121
Add advances	53,389	79,729	74,389
Less repayments	(9,710)	(12,981)	(12,554)
Closing balance	579,121	656,250	640,956

Appendix 6  
 East Lothian Council  
 Budget Monitoring HRA 2024/25 - Quarter 1

	2024/25 Budget £'000	2024/25 Actual to Date £'000	2024/25 Budget to Date £'000	2024/25 Budget Variance to Date £'000
Total Income	-40,854	-10,159	-10,210	51
Total Expenditure	38,150	4,952	9,523	-4,571
<b>(Surplus) / Deficit for Year</b>	<b>-2,704</b>	<b>-5,207</b>	<b>-687</b>	<b>-4,520</b>

	2024/25 Budget £'000
<b>Management of Balances</b>	
Opening (Surplus) / Deficit	-1,535
CFCR	2,200
<b>(Surplus) / Deficit for Year</b>	<b>-2,704</b>
<b>Closing (Surplus) / Deficit</b>	<b>-2,039</b>

**Appendix 7****East Lothian Council****Budget Monitoring HRA Capital 2024/25 - Quarter 1**

	<b>2024/25 Budget</b>	<b>2024/25 Actual to Date</b>	<b>2024/25 Budget to Date</b>	<b>2024/25 Budget Variance to Date</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Modernisation	10,600	1,173	2,650	-1,477
Energy Efficiency Fund	2,500	159	625	-466
New Council Housing	16,732	3,443	4,183	-740
Fees	1,467	0	0	0
Mortgage to Rent	280	0	0	0
<b>TOTAL</b>	<b>31,579</b>	<b>4,775</b>	<b>7,458</b>	<b>-2,683</b>

## Funded By:

	<b>2024/25 Budget</b>	<b>2024/25 Actual to Date</b>	<b>2024/25 Budget to Date</b>	<b>2024/25 Budget Variance to Date</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Grants	-632	-789	-632	-157
Grants MTR	-196	0	0	0
CFCR	-2,200	0	0	0
Borrowing	-28,551	-3,986	-6,826	2,840
<b>TOTAL</b>	<b>-31,579</b>	<b>-4,775</b>	<b>-7,458</b>	<b>2,683</b>