











COUNCILS















Unlock our Potential



Councils are key to...



health and wellbeing



good quality affordable housing and preventing homelessness



the education of our young people



providing fair work employment opportunities



addressing poverty



leading local emergency responses



providing care and support to communities



supporting asylum seekers and refugees



tackling and preventing violence against women and girls



driving economic development



the just transition to Net Zero



ensuring democracy is closest to communities

Local Government is the largest public sector employer with 262,000 employees

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Councils support 97% of people to get out of hospital without a delay

Councils supported over 25,000 displaced people from Ukraine, as well as asylum applicants and refugees from across the world

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Business Gateway supports 50,000 unique business customers annually

Verity House Agreement

COSLA welcomes the Verity House Agreement, signed in June 2023, which is a commitment to a new, improved and more effective partnership with Scottish Government. This can open up numerous opportunities to help fund essential services:

Local by default, National by agreement

Default position of no ring-fenced or directed funding

Early budget engagement with "no surprises"

New Fiscal Framework

Incorporation of the European
Charter of Local Self Government



Local Government needs investment

Councils are facing **rising costs** and **increasing demand**, so it's crucial that the Local Government settlement reflects the **true cost of delivering and commissioning services**.

The UK Autumn statement presents Scottish Government with **tough choices** when setting its own budget. Every pound invested in Local Government has the potential to generate savings elsewhere across the public sector, for example in health and criminal justice.

Councils are key to preventing problems occurring – the settlement needs to reflect this.

2023/24 Revenue Settlement + Policy Commitments

£13,445m*

Inflation

is currently at 4.7%. This amounts to

£632m

The Council Tax Freeze

could cost as much as

£300m

Unless all the pieces of the puzzle are fully funded, there will be service cuts and job losses.

This means Local Government requires

£14,377m



Local Government has the potential to raise its own revenue. We should be empowered and trusted to get on with this **now**.

2023/24 Capital Settlement + Policy Commitments **£738m***

Inflation

in construction in the last two years has been 13.6%. This amounts to

£100.4m

£838m

to achieve buying power of 2021



This amounts to only £154 per person in Scotland



This is simply **not enough** to address current pressures and allow investment towards achieving net zero targets.



Local Government can reclaim VAT on building projects – we can be a key enabler for projects that provide integrated public services

*3/23 Local Government Finance Circular £829m – £120.6m capital for pay + £29.5m policy commitments

Without adequate and sustainable funding for Local Government, Scotland will:



not be able to tackle poverty (especially child poverty) **not** be able to support a just transition to net zero

not provide sustainable public services

Invest in and empower Local Government to enable people to live well locally

