



# Finance Report December 2022

Report review and authorisation: Approved By	Date
[REDACTED], Corporate Finance Lead	19/01/2023
[REDACTED], Head of Finance	19/01/2023
James Wallace, Deputy Director; Finance & Corporate Services	23/01/2023
David Wallace, Chief Executive	25/01/2023
Executive Advisory Body	
Audit and Assurance Committee	14/02/2023

Dignity,  
fairness,  
respect.

## 1. Financial Summary Overview – Operating Expenditure, Depreciation Charges and Capital Expenditure

2022/23 Spend to Date and Year End Forecast Position as at 31 December 2022									
	Year to Date - December 2022			Financial Year 2022-23			Change in Forecast		
	Actual	Budget	Over/ (Under) plan	Forecast	Revised Budget (post- Spring Budget Revision)	Over/ (Under) plan	November Forecast	October Forecast	Movement increase/ (decrease)
	£m	£m	£m	£m	£m	£m	£m	£m	£m
Staff Costs	124.1				172.1				
Other Operating Expenditure	19.5				28.5				
DWP Formal Agreements	49.8				61.7				
<b>TOTAL OPERATING EXPENDITURE</b>	<b>193.4</b>				<b>262.3</b>				
Depreciation Charges	1.5				5.4				
Capital Expenditure	4.7				7.3				

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

## 2. Financial Summary Overview – Benefit Expenditure

Summary of Benefit Expenditure									
Form of Assistance	Year To Date December 22			Full Year Forecast 22-23					
	Actual	Revised profiling*	(Under) / Over plan	Revised Budget (post Spring Budget Revision)	Revised Forecast	Variance from Budget	Prior month forecast movement	Forecast Range (Low estimate)	Forecast Range (High estimate)
	£m	£m	£m	£m	£m	£m	£m	£m	£m
Low Income and Carer Benefits	416.6			655.8					
Disability Benefits	2,513.7			3,381.1					
<b>Total</b>	<b>2,930.3</b>			<b>4,036.9</b>					

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

### 3. Financial results – Operating Expenditure

Operating expenditure year to date, at 31 December, is **£193.4 million**. [REDACTED]

[REDACTED]

#### 3.1 Staff costs

As at 31 December 2022, **£124.1 million** has been spent on Staff Costs. [REDACTED]

[REDACTED]

#### 3.2 Other Operating Costs including DWP Formal Agreements

Expenditure year to date is **£69.3 million**, [REDACTED]

### 4. Financial results – Capital Expenditure and Depreciation Charges

#### 4.1 Capital Expenditure

[REDACTED]

Table 1 – 2022-23 Capital Expenditure

	Year to Date - December 2022			2022-23			Change in Forecast		
	Actual	Budget	Over/ (Under) plan	Forecast	Budget (post Spring Budget Revision)	Over/ (Under) plan	December Forecast	November Forecast	Movement increase/ (decrease)
<b>Estates Implementation</b>									
Agnes Husband House Ground Floor	1.5				1.4				
Enterprise House	0.2				0.2				
	<b>1.7</b>				<b>1.6</b>				
<b>IT Capital Expenditure</b>	<b>3.0</b>				<b>4.5</b>				
SPM Core Licences	0.0				0.9				
SPM Assessment and Planning Licences	0.0				0.3				
<b>TOTAL CAPITAL EXPENDITURE</b>	<b>4.7</b>				<b>7.3</b>				

#### 4.2 Depreciation Charges

Depreciation costs of £1.5 million have been charged to date, [REDACTED]

## 5. Financial results – Benefit Expenditure

Benefit expenditure year to date, at 31 December 2022, is **£2,930.3 million** [REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

Table 2. Forecast Comparison (Scottish Fiscal Commission December 2022 revised)

Disability Benefits	Year To Date December 22			Full Year Forecast 22-23			Forecast movement	Forecast RAG	Forecast Range (Low estimate)	Forecast Range (High estimate)
	Actual	Revised profiling* SFC Dec 22	(Under) / Over plan	Revised Budget (post Spring Budget Revision)	Revised Forecast	Variance from 2022-23 Post SBR (anticipated) Budget				
	£ m	£ m	£ m	£ m	£ m	£ m	£ m	£ m	£ m	£ m
Attendance Allowance	410.6			540.0						
Disability Living Allowance	421.1			516.9						
Child Disability Payment	129.9			191.7						
Personal Independence Payment	1,466.0			1,960.3						
Adult Disability Payment	22.6			86.9						
Severe Disablement Allowance	4.6			6.0						
Industrial Injuries Disablement Scheme	58.9			79.3						
<b>Sub Total</b>	<b>2,513.7</b>			<b>3,381.1</b>						
<b>Low Income and Carer Benefits</b>	<b>Actual</b>	<b>Revised profiling* SFC Dec 22</b>	<b>(Under) / Over plan</b>	<b>Revised Budget (post Spring Budget Revision)</b>	<b>Revised Forecast</b>	<b>Variance from 2022-23 Post SBR (anticipated) Budget</b>	<b>Forecast movement</b>	<b>Forecast RAG</b>	<b>Forecast Range (Low estimate)</b>	<b>Forecast Range (High estimate)</b>
	£ m	£ m	£ m	£ m	£ m	£ m	£ m	£ m	£ m	£ m
Carer's Allowance	236.3			311.7						
Carer's Allowance Supplement	44.3			44.3						
Best Start Grant - Pregnancy & Baby	5.2			6.7						
Best Start Grant - Early Learning	3.6			8.1						
Best Start Grant - School Age	4.3			5.7						
<b>Best Start Grant Total</b>	<b>13.1</b>			<b>20.5</b>						
Best Start Foods	9.9			13.0						
Young Carer's Grant	0.6			0.9						
Job Start Payment	0.2			0.3						
Scottish Child Payment	100.1			226.3						
Child Winter Heating Assistance	5.5			5.6						
Funeral Support Payment	6.6			11.8						
Winter Heating Payment	0			21.4						
<b>Sub Total</b>	<b>416.6</b>			<b>655.8</b>						
<b>Total</b>	<b>2,930.3</b>			<b>4,036.9</b>						

Totals may be slightly out due to rounding

[REDACTED]

## 5.1 Key Highlights

**Personal Independence Payment and Adult Disability Payment** - Expenditure to 31 December 2022 is **£1,488.6 million** [REDACTED]

[REDACTED]

**Disability Living Allowance and Child Disability Payment** - Expenditure to 31 December 2022 is **£551.0 million** [REDACTED]

**Scottish Child Payment** - Expenditure to 31 December 2022 is **£100.1 million** [REDACTED]

**Best Start Grant** - Expenditure to 31 December 2022 is **£13.1 million** [REDACTED]

## 5.2 [REDACTED]

- [REDACTED]
- [REDACTED]
- [REDACTED]

## Annex A Social Security Scotland Expenditure Position at 31 December 2022

	Year to Date - December 2022			Financial Year 2022-23			Change in Forecast		
	Actual	Budget	Over/ (Under) plan	Forecast	Budget (including proposed SBR transfers)	Over/ (Under) plan	December Forecast	November Forecast	Movement increase/ (decrease)
	£m	£m	£m	£m	£m	£m	£m	£m	£m
<b>OPERATING EXPENDITURE</b>									
Staff costs (Permanent, Temporary and Contract Staff)	124.1				172.1				
Other staff related costs	1.4				1.8				
<b>Administration costs</b>									
Accommodation	1.7				3.5				
Travel & subsistence	0.4				0.4				
Office Costs	3.8				5.5				
Supplies & services	0.9				1.8				
Training	0.4				0.6				
IT Systems	4.8				6.4				
Unallocated	0.0				0.0				
	<b>12.0</b>				<b>18.2</b>				
Auditor's remuneration	0.5				0.7				
Scottish Government Shared Service recharges	5.6				7.8				
DWP Formal Agreements	49.8				61.7				
<b>TOTAL OPERATING EXPENDITURE</b>	<b>193.4</b>				<b>262.3</b>				
<b>NON-CASH ITEMS - Depreciation Costs</b>	<b>1.5</b>				<b>5.4</b>				
<b>CAPITAL EXPENDITURE</b>	<b>4.7</b>				<b>7.3</b>				
<b>TOTAL EXPENDITURE</b>	<b>199.6</b>				<b>275.0</b>				
<b>BENEFITS EXPENDITURE</b>									
Low income and Carer Benefits	416.6				655.8				
Disability Benefits	2,513.7				3,381.1				
<b>TOTAL BENEFITS EXPENDITURE</b>	<b>2,930.3</b>				<b>4,036.9</b>				

## Annex B Social Security Scotland 2022-23 Operating Expenditure position across divisions (Excluding Formal Agreements)

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]



## Annex C Social Security Scotland 2022-23 Benefit Expenditure Detail and Graphs (Disability Benefits)

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

## Annex C (continued) Social Security Scotland 2022-23 Benefit Expenditure Detail and Graphs

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

## Annex C (continued) Social Security Scotland 2022-23 Benefit Expenditure Detail and Graphs (Low Income and Carer Benefits)

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

## Annex C (continued) Social Security Scotland 2022-23 Benefit Expenditure Detail and Graphs

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

## Annex D Social Security Scotland 2022-23 Benefit Expenditure – Previous Reporting Format

[REDACTED]

[REDACTED]

[REDACTED]