
**GLASGOW CITY REGION – CITY DEAL CABINET JOINT
COMMITTEE**

**Audited Annual Accounts
for the Year ended 31 March 2025**

GLASGOW CITY REGION – CITY DEAL CABINET JOINT COMMITTEE

Audited Annual Accounts Year ended 31 March 2025

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❖ Management Commentary

History and Statutory Background

Glasgow City Region, one of the largest regions in the UK, is Scotland's economic powerhouse. With a combined population of 1.8 million (NRS Mid-2023 Population Estimates Scotland), it provides 34% of the nation's jobs (ONS Business Register and Employment Survey) and a base to almost 30% of Scotland's businesses (ONS UK Business Counts). Its economy produced an approximate £60 billion of Gross Value Added (GVA) in 2023, making it the largest city region economy in Scotland and the seventh largest in the UK (ONS Regional gross value added (balanced) by industry: city and enterprise regions).

Our ground-breaking £1.13 billion City Deal, the first in Scotland and one of the largest in the UK, is an agreement between the UK government, the Scottish government and the eight member authorities across Glasgow City Region.

The eight participating member authorities are East Dunbartonshire Council, East Renfrewshire Council, Glasgow City Council, Inverclyde Council, North Lanarkshire Council, Renfrewshire Council, South Lanarkshire Council and West Dunbartonshire Council.

The City Deal provides over £1 billion funding from the UK and Scottish governments to Glasgow City Region to be distributed to the member authorities and is set to transform the physical and social landscape – creating thousands of new jobs, homes, supporting business growth, improving transport connectivity and unlocking land in key sites for development.

In 2014 eight councils agreed to establish a Joint Committee to govern the City Deal and determine the strategic economic development priorities for Glasgow City Region.

Glasgow City Council is the Accountable Body.

An Assurance Framework sets out the operational structure of the Joint Committee, how its functions are governed and the role of the Accountable Body.

The Glasgow City Region has more recently expanded beyond City Deal taking in additional funding which will still contribute to and exceed our overall strategic aims across the region. The aims are being achieved through awards of Government funding for the Shared Prosperity Fund, Innovation Accelerator, 5G Innovation Region and creation of Investment Zones.

Structure

The Joint Committee, known as the Glasgow City Region Cabinet (the Cabinet), is made up of the Leaders of the participating member authorities. The Cabinet is responsible for decision making in

relation to the City Deal and for determining the strategic economic development priorities for Glasgow City Region. Meetings are held quarterly and are open to the public, with papers available through the Glasgow City Region website.

The Glasgow City Region Programme Management Office (GCR PMO) acts as the secretariat for the Cabinet and is the central point for appraisal and monitoring of all aspects of City Deal. The Cabinet is supported by a Chief Executives' Group (CEG), which oversees the management of the GCR PMO in its delivery of the operational functions of the Cabinet.

The CEG is also supported by a number of sub-groups, comprised of officers from the member authorities focused on driving wider economic growth. Consultation continues to take place with the Glasgow City Region and the UK and Scottish Governments through ongoing officer liaison and an Annual Conversation event in September each year. Governance arrangements align to the Assurance Framework and the Programme Business Case. The City Deal is also supported by a programme of internal and external audits.

Strategic Aims

Over its lifetime to 31 March 2035, it was originally estimated at programme commencement that the City Deal would:

- Deliver £2.2 billion in additional GVA per annum (a 4% uplift) across the City Region;
- Support an additional overall increase of around 29,000 jobs in the City Region;
- Create 15,000 construction jobs through the City Deal construction programme;
- Work with 19,000 unemployed residents and support over 5,500 back into sustained employment;
- Leverage in an estimated £3.3 billion of private sector investment to support the delivery of the projects within the infrastructure programme;
- Spread the benefits of economic growth across the Region, ensuring deprived areas benefit.

These Strategic Aims were originally stated in support of our grant application and are monitored and reported through our quarterly reporting cycle as well as more detailed reporting every 5 years for the Gateway review process. The Gateway review aims to confirm progress before releasing the following 5 years City Deal funding.

Whilst the funding received by the Glasgow City Region is increasing beyond just City Deal, with the addition of Shared Prosperity Fund; 5GIR; Innovation Accelerator etc, the Strategic Aims remain valid. We are, however, reporting against additional Govt. set targets as well as developing additional ones against which the different funding achievements can be measured.

Programme Performance

This report marks the tenth year since the creation of the Glasgow City Region Cabinet Joint Committee and our formal partnership and covers the period ending 31 March 2025.

Over the past year, Glasgow City Region (GCR) has continued to build momentum across an expanded portfolio, delivering significant progress in infrastructure, innovation, low carbon initiatives, and inclusive economic growth. This collaboration across the eight partner councils remains a cornerstone of the Region's success, enabling GCR to respond to emerging opportunities and challenges.

The Region has continued to make significant strides in **innovation** and investment. Over the last year, delivery has progressed on the Glasgow City Region [Innovation Action Plan](#), developed in partnership with Innovate UK and Scottish Enterprise.

At the beginning of 2025, a £30 million extension was confirmed for the pilot **Innovation Accelerator** programme across Greater Manchester, the West Midlands, and Glasgow City Region, which is transforming the innovation landscape and continuing to position the Region as a hub for innovation and economic growth. Since its inception, the programme has engaged with over 250 companies, secured £47 million in co-investment, created 260 new jobs, and retained over 370 existing jobs across the 11 projects.

In March 2025, the Region also secured additional funding to extend its Smart and Connected Social Places (SCSP) programme, part of the UK Government's **5G Innovation Regions** pilot. A key part of this programme is Scotland's largest study of mobile phone connectivity, launched in November 2024, which includes the creation of an interactive coverage checker map which is being made available to local residents.

Additionally, the SCSP programme ran its first **Innovation Fund**, an initiative which supported 11 local innovation projects to maximise the benefits of cutting-edge connectivity to enhance public services, drive economic growth, and address community needs.

The **£160 million Investment Zone** also saw further progress. In early 2024, the Open Call for project funding generated almost £2 billion worth of bid applications across 41 key projects. More recently the sector, geography and short-listed projects were approved by the GCR Cabinet and an announcement by the UK and Scottish Governments is expected in summer 2025. Progress will continue over the next year, with further scoping and the development of comprehensive business cases by the short-listed projects.

Over the past year, delivery has continued to advance on the Region's **UK Shared Prosperity Fund (UKSPF Investment Plan)**.

In October 2024, the UK Government announced a 12-month extension to the UKSPF programme as part of the Autumn Budget, which will remain focused on the three thematic priorities throughout the original funded programme: Communities and Place, People and Skills, and Supporting Local Business.

Part of the UKSPF delivery, the Regional marketing approach to the Multiply programme presented an opportunity over a one-year period to test the value and effectiveness of a collective approach to marketing a cross-Regional initiative. Evaluation of the exercise identified that it may be worth considering a similar approach for the marketing of programmes, projects or initiatives which are running across the whole Region for wider reach and penetration of a target audience, efficiencies of scale and consistency for end users – where there would be benefits in adopting consistent messaging/design and potentially a shared centralised information source and call to action for residents / businesses.

The **Clyde Mission** programme also continued to gain momentum, following the formal announcement in 2023 of its migration to Glasgow City Region.

As part of the evolving City Region governance and in response to changes introduced by the Planning (Scotland) Act 2019, the Clydeplan Joint Committee recommended transferring responsibility for oversight of the development of a Regional Spatial Strategy to the GCR Cabinet, with the Cabinet subsequently agreeing to establish a Regional Spatial Planning Sub-committee.

Clydeplan, originally formed following local government re-organisation in 1996, brought together the same eight Member Authorities and operated with a small team hosted by Renfrewshire Council. The Green Network team was similarly established in 2007 as a partnership of the eight councils and key stakeholders.

With the retirement of both the Strategic Development Plan Manager and the Green Network Programme Manager, the Member Authorities agreed to transfer the remaining staff from Clydeplan and the Green Network into the Region's newly formed Place team, hosted by Glasgow City Council. This staff transfer, carried out under TUPE (Transfer of Undertakings Protection of Employment) regulations, was completed in December 2024 following the appointment of a new Head of Place in March.

Additionally, work on the **Region's Economic Strategy** continued to move forward at pace in the last year.

In November 2024, the Region launched its campaign to **Make Glasgow City Region a Living Wage Place**, the first city region in Scotland to do so, with ambitious targets to grow both the number of accredited Living Wage employers, and employees being paid at least the real Living Wage.

The Region also secured funding of up to £3.5 million from Transport Scotland to support the acceleration of new **electric vehicle (EV) charge points**, which will see over 3,000 additional charge points installed over the coming years across the City Region.

The end of 2024 also saw the launch of a new set of online resources, the **CHIA toolkit**, which will help to maximise the health benefits of capital infrastructure. The resources, developed as part of the Health Foundation's **Economies for Healthier Lives programme**, guide project teams through a tailored Health Impact Assessment and will be used in the development and delivery of capital infrastructure projects across the Region. The CHIA is being piloted on the Clyde Metro project, Electric Vehicle Charging, the Investment Zone, and a number of local authority led projects.

Separately, the Region completed work to develop a new online website, the **Community Benefits Hub**, which enables communities to post up requests for goods or services to be met by suppliers. Since its launch in September 2024, the Hub has already seen 35 community requests picked up by suppliers, 20 of which have been fully delivered, with over 150 Community Groups registered and phase two due to go live in spring which will introduce Anchor organisations and provide a further stream of suppliers supporting our local communities.

Looking at our **£1.13 billion City Deal programme**, this remains one of the most ambitious in the UK, with continued delivery of transformative infrastructure projects.

In February 2025, the Glasgow City Region Cabinet approved a new £64.5 million City Deal project, the **Enabling Commercial Space Programme**, which will provide funding to all eight of the Region's councils to refurbish existing or create new commercial or industrial premises. The project aims to tackle a key problem identified within the Region's Economic Strategy, supported by findings from a research report commissioned by the Region. Each council has submitted a long-list of potential locations and in the next year, this will progress towards a final shortlist of projects backed by business cases which evidence the funding requirements.

We also celebrated a number of landmark infrastructure milestones in the last year, with the formal opening of the Govan to Partick Bridge in September 2024 and of the Renfrew bridge in May 2025, the first opening road bridge over the Clyde. In early 2025 we saw construction start on the former Exxon site in West Dunbartonshire, which will deliver key infrastructure and unlock the potential of the disused site, and in March work commenced on a £4 million road improvement project at Inverkip which will pave the way for 650 new homes and over 500 jobs.

As we approach the end of the current five-year Gateway review period, we remain focused on delivering our ambitious programme of work and look forward to confirmation of a successful Gateway Two review from Government. We anticipate continued progress across our key initiatives, while remaining vigilant to the risks and challenges posed by inflationary pressures and broader economic uncertainties.

Glasgow City Region's strong partnership, proven track record in delivery, and clear strategic vision position us well to capitalise on future opportunities. We will continue to explore avenues for Regional funding and additional powers to further our objectives.

The coming year promises to be one of continued growth, innovation, and collaboration as we work together to build a resilient and prosperous Region for all.

Financial Performance

The cost of running the Glasgow City Region – City Deal Cabinet Joint Committee is the main item of expenditure of the Cabinet. Salary costs and any administrative expenses incurred by the GCR PMO are re-imbursed in full by the participating member authorities.

The 2024/25 gross expenditure budget for the GCR PMO was set at £2.115 million (2023/24: £1.751 million). This, together with balances brought forward from previous years of £1.929 million (2023/24: £1.392 million) and additional 2024/25 funding of £4.856 million (2023/24: £1.144 million), provided total available resources of £8.900 million for the year (2023/24: £4.287 million).

Expenditure of £6.005 million was incurred in the year, this gave an unfavourable budget variance of £3.891 million. This, together with the favourable income variance resulting from additional funding and increased interest on grants held pending distribution to member authorities, resulted in an additional resource balance of £2.895 million (2023/24: £1.929 million) which has been carried forward into 2025/26 and future years and will be used to meet agreed priorities.

The accounts have been prepared on a going concern basis see Note 1 Statement of Accounting Policies.

Councillor Susan Aitken
Glasgow Council Leader and
Chair, Glasgow City Region
Cabinet

xx August 2025

Susanne Miller
Chief Executive
Glasgow City Council

xx August 2025

Robert Emmott
Executive Director of
Financial Services
Glasgow City Council

xx August 2025

❖ Annual Governance Statement 2024/25

Role and responsibilities

The Glasgow City Region Cabinet is a Joint Committee established under Section 57 of the Local Government (Scotland) Act 1973, by the eight member authorities.

The lead body of the Joint Committee is Glasgow City Region Cabinet which meets four times annually. The Cabinet comprises the Leaders of the participating authorities and is responsible for the strategic direction of the organisation and for approving the annual budget and business plan. The Cabinet is supported by a Chief Executives' Group, and the Programme Management Office acts as a secretariat.

The matters reserved to the member authorities for decision making which cannot be dealt with by the Cabinet are as follows:

- Any material financial decisions over and above what has been committed through the City Deal or other programme.
- Any amendment of the Joint Committee.
- Any requests for the addition of another local authority as member authority.
- Approval by a member authority to enter into a grant agreement in relation to a specific City Deal project.

Accountable Body

Glasgow City Council is the accountable body for the Glasgow City Region Cabinet. As accountable body, the Council holds and disburses the City Deal and Shared Prosperity grant funding; manages the budget for the Programme Management Office (PMO); signs grant offers with the Scottish and UK Governments; and makes disbursements to member authorities and other bodies as appropriate under the terms of the grant agreement.

Cabinet meetings

Regular meetings of the Glasgow City Region Cabinet are held on a quarterly basis. Occasional ad hoc meetings are also held as required. Cabinet meeting dates are listed in the Council Diary which is available at: <https://onlineservices.glasgow.gov.uk/councillorsandcommittees/calendar.asp>

Representation

The Glasgow City Region Cabinet is comprised of the Council Leaders (or their nominee) of each of the eight member authorities and is chaired by the Leader of Glasgow City Council as accountable body.

Chief Executives' Group

A management group has been established comprising the Chief Executive of each of the member authorities (or their nominee). The group has responsibility on a collective basis for the overall supervision and management and for the monitoring of the performance of the PMO in delivering the City Deal. The group is chaired by the Chief Executive of Glasgow City Council as accountable body.

Programme Management Office

The PMO undertakes the administrative role required to support the Cabinet, its sub-groups and portfolios. The PMO is delivered by Glasgow City Council as accountable body, and the role includes:

- Provision of administrative and technical support services
- Preparation and circulation of meeting minutes and agendas
- Publishing the Cabinet processes and outcomes
- Facilitating engagement by the stakeholders, and
- Managing Cabinet communications including the Glasgow City Region website.

Support Groups

A number of support groups have been created to support the delivery of the City Deal and share knowledge and information. The remit of these groups has been agreed by the Chief Executives and includes the following areas:

- Lead Officers Group
- Finance Strategy Group
- Communications and Marketing Group
- Audit

Scope of responsibility

As the accountable body for the Glasgow City Region Cabinet, Glasgow City Council is responsible for ensuring that its business, including that of the PMO, is conducted in accordance with the law and proper standards, and that public money is safeguarded and properly accounted for, and used economically, efficiently and effectively. The Council also has a statutory duty to make arrangements to secure best value under the Local Government in Scotland Act 2003.

In discharging this overall responsibility, the Cabinet is responsible for putting in place proper arrangements (known as the governance framework) for the governance of its affairs and facilitating the effective exercise of its functions, which includes arrangements for the management of risk. Key elements of the governance framework are noted below. The framework was in place throughout 2024/25.

The Council has approved and adopted a Local Code of Corporate Governance (the Code), which is consistent with the principles of the Chartered Institute of Public Finance and Accountancy (CIPFA) and the Society of Local Authority Chief Executives (SOLACE) Framework: Delivering Good Governance in Local Government. A copy of The Code is available on the council's website at:

<https://www.glasgow.gov.uk/article/1319/Local-Code-of-Corporate-Governance>

The work of the Cabinet is governed by the Code and by its Assurance Framework. This includes requirements for the preparation and production of a number of key policy documents including an Economic Strategy, a Procurement Strategy and a Risk Management Strategy. These documents set out the Cabinet's objectives together with the main risks facing the programme and the key controls in place to mitigate those risks. A Risk Register is maintained to facilitate detailed risk monitoring, and an Annual Implementation Plan is produced each year to support the Programme Business Case, which is the business case for overall delivery of the Programme. Scrutiny is provided by Internal Audit and by the Cabinet's External Auditor, Ernst & Young.

The Cabinet complies with the CIPFA Statement on "*The Role of the Chief Financial Officer in Local Government 2016*". The Glasgow City Council Executive Director of Finance has overall responsibility for the PMO's financial arrangements and is professionally qualified and suitably experienced to lead the finance function and to direct finance staff.

The Cabinet complies with the requirements of the CIPFA Statement on "The Role of the Head of Internal Audit in Public Organisations 2019". The appointed Chief Internal Auditor has responsibility for the internal audit function and is professionally qualified and suitably experienced to lead and direct internal audit staff. The Internal Audit service generally operates in accordance with the CIPFA "Public Sector Internal Audit Standards 2017".

The accountable body, Glasgow City Council has assessed its compliance with the CIPFA Financial Management Code (2019), which became mandatory from 2021/22 onwards. The assessment in August 2022 indicated the Council was compliant with each of the requisite financial management standards.

The accountable body, Glasgow City Council, has a publicised Whistleblowing Policy in place and effective counter fraud and anti-corruption arrangements are in place and are consistent with the main principles set out in the CIPFA Code of Practice on Managing the Risk of Fraud and Corruption (2014).

Review of effectiveness

The Council and Glasgow City Region Cabinet have systems of internal control designed to manage risk to a reasonable level. Internal controls cannot eliminate risk of failure to achieve policies, aims

and objectives and can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is an ongoing process designed to identify and prioritise the risks to the achievement of the Glasgow City Region Cabinet's policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised.

The Assurance Framework is subject to regular review to ensure that it provides an effective governance platform for the Cabinet.

Update on Significant Governance Issues Previously Reported

As part of the Internal Audit plan for Glasgow City Council for 2021/22, one unsatisfactory audit opinion was issued in relation to ICT. Whilst a number of higher risk areas are now mostly mitigated, there are other areas where remediation is still ongoing. The improvements required do not specifically relate to the Cabinet and are currently being progressed within Glasgow City Council.

Significant Governance Issues

Glasgow City Council's Head of Audit and Inspection has confirmed that there are no significant governance issues that require to be reported as a result of the work undertaken by Internal Audit in 2024/25 in relation to the remit of the Glasgow City Region Cabinet. Each member Local Authority Head of Internal Audit is required to submit an Assurance Statement for 2024/25 in relation to the control environment in their authority¹. From the perspective of the Glasgow City Region Cabinet, no new significant governance issues have been reported by the Internal Audit teams of the member authorities during the year, however the issue reported in previous years in relation to ICT arrangements within Glasgow City Council has not yet been fully resolved.

Internal Audit Opinion

Glasgow City Region Cabinet has a system of internal control designed to manage risk to a reasonable level. Internal controls cannot eliminate the risk of failure to achieve policies, aims and objectives and can therefore only provide reasonable and not absolute assurance of effectiveness.

Assurance work undertaken within the Glasgow City Region Cabinet in 2024/25 included:

- SPF Regional Project Compliance
- Financial Monitoring Phase 2²
- Gateway Readiness Review – Lessons Learned
- A review of the implementation of recommended actions arising from previous audit work.

¹ Four Assurance Statements have yet to be received but will be obtained prior to August 2025 Cabinet.

² This audit will be reported to Cabinet in August 2025.

Based on the audit work undertaken and the assurances provided by the member authorities, it is the Head of Audit & Inspection's opinion that reasonable assurance can be placed upon the adequacy and effectiveness of the governance and control environment which operated during 2024/25.

Certification

It is our opinion that reasonable assurance can be placed upon the adequacy and effectiveness of the systems of governance that operate in the Glasgow City Region Cabinet. We consider the governance and internal control environment operating during 2024/25 to provide reasonable and objective assurance that any significant risks impacting on the Glasgow City Region Cabinet's ability to achieve its objectives will be identified and actions taken to avoid or mitigate the impact.

Where areas for improvement have been identified and action plans agreed, we will ensure that they are treated as priority and progress towards implementation is reviewed by the Chief Executives' Group and the Cabinet.

Glasgow Council Leader and
Chair, Glasgow City Region Cabinet
(Susan Aitken)

Xx August 2025

Chief Executive
Glasgow City Council
(Susanne Miller)

Xx August 2025

Statement of Responsibilities

1. The accountable body's responsibilities

The accountable body is required:

- To make arrangements for the proper administration of the financial affairs of the Glasgow City Region – City Deal Cabinet Joint Committee and to ensure that one of its officers has the responsibility for the administration of those affairs. In Glasgow City Council, that officer is the Executive Director of Finance.
- To manage its affairs to secure economic, efficient and effective use of the resources and safeguard its assets.
- To ensure the Annual Accounts are prepared in accordance with legislation (the Local Authority Accounts (Scotland) Regulations 2014 and the Coronavirus (Scotland) Act 2020) and so far as is compatible with that legislation, in accordance with proper accounting practices (section 12 of the Local Government in Scotland Act 2003); and
- To approve the Annual Accounts for signature.

I certify that the Annual Accounts have been approved for signature by the Cabinet at its meeting on 19 August 2025

Councillor Susan Aitken
Glasgow Council Leader and Chair,
Glasgow City Region Cabinet

xx August 2025

2. Responsibilities of the Executive Director of Finance, Glasgow City Council

The Executive Director of Finance in Glasgow City Council is responsible for the preparation of the statement of accounts of the Glasgow City Region – City Deal Cabinet Joint Committee, in accordance with proper practices as required by legislation and as set out in the Code of Practice on Local Authority Accounting in the United Kingdom ('the Code').

In preparing the Annual Accounts, the Executive Director of Finance has:

- Selected suitable accounting policies and then applied them consistently;
- Made judgments and estimates that were reasonable and prudent;
- Complied with the legislation; and
- Complied with the Code (in so far as it is compatible with legislation).

The Executive Director of Finance has also:

- Kept proper accounting records which were up to date; and
- Taken reasonable steps for the prevention and detection of fraud and other irregularities.

I certify that the financial statements give a true and fair view of the financial position of Glasgow City Region – City Deal Cabinet Joint Committee as at 31 March 2025 and the transactions for the year then ended.

Robert Emmott BSc (Hons) CPFA
Executive Director of Financial Services
Glasgow City Council

Xx August 2025

Independent auditor's report to the members of Glasgow City Region - City Deal Joint Committee and the Accounts Commission

Reporting on the audit of the financial statements

Opinion on financial statements

We certify that We have audited the financial statements in the annual accounts of Glasgow City Region - City Deal Joint Committee (the Joint Committee) for the year ended 31 March 2025 under Part VII of the Local Government (Scotland) Act 1973. The financial statements comprise the Comprehensive Income and Expenditure Statement, Balance Sheet, Cash Flow Statement and notes to the financial statements, including material accounting policy information. The financial reporting framework that has been applied in their preparation is applicable law and UK adopted international accounting standards, as interpreted and adapted by the Code of Practice on Local Authority Accounting in the United Kingdom 2024/25 (the 2024/25 Code).

In our opinion the accompanying financial statements:

- give a true and fair view of the state of affairs of the Joint Committee as at 31 March 2025 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with UK adopted international accounting standards, as interpreted and adapted by the 2024/25 Code; and
- have been prepared in accordance with the requirements of the Local Government (Scotland) Act 1973, The Local Authority Accounts (Scotland) Regulations 2014, and the Local Government in Scotland Act 2003.

Basis for opinion

We conducted our audit in accordance with applicable law and International Standards on Auditing (UK) (ISAs (UK)), as required by the Code of Audit Practice approved by the

Accounts Commission for Scotland. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We were appointed by the Accounts Commission on 18/05/2022. Our period of appointment is five years, covering 2022/23 to 2026/27. We are independent of the Joint Committee in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Non-audit services prohibited by the Ethical Standard were not provided to the Joint Committee. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern basis of accounting

We have concluded that the use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Joint Committee's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from when the financial statements are authorised for issue.

These conclusions are not intended to, nor do they, provide assurance on the Joint Committee's current or future financial sustainability. However, we report on the Joint Committee's arrangements for financial sustainability

in a separate Annual Audit Report available from the [Audit Scotland website](#).

Risks of material misstatement

We report in our Annual Audit Report the most significant assessed risks of material misstatement that we identified and our judgements thereon.

Responsibilities of the Executive Director of Finance and the Joint Committee for the financial statements

As explained more fully in the Statement of Responsibilities, the Executive Director of Finance is responsible for the preparation of financial statements that give a true and fair view in accordance with the financial reporting framework, and for such internal control as the Executive Director of Finance determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Executive Director of Finance is responsible for assessing the Joint Committee's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless there is an intention to discontinue the Joint Committee's operations.

The Joint Committee is responsible for overseeing the financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error

and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities outlined above to detect material misstatements in respect of irregularities, including fraud. Procedures include:

- using our understanding of the local government sector to identify that the Local Government (Scotland) Act 1973, The Local Authority Accounts (Scotland) Regulations 2014, and the Local Government in Scotland Act 2003 are significant in the context of the Joint Committee;
- inquiring of the Executive Director of Finance as to other laws or regulations that may be expected to have a fundamental effect on the operations of the Joint Committee;
- inquiring of the Executive Director of Finance concerning the Joint Committee's policies and procedures regarding compliance with the applicable legal and regulatory framework;
- discussions among our audit team on the susceptibility of the financial statements to material misstatement, including how fraud might occur; and
- considering whether the audit team collectively has the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.

The extent to which our procedures are capable of detecting irregularities, including fraud, is affected by the inherent difficulty in detecting irregularities, the effectiveness of the Joint Committee's controls, and the nature, timing and extent of the audit procedures performed.

Irregularities that result from fraud are inherently more difficult to detect than irregularities that result from error as fraud may involve collusion, intentional omissions, misrepresentations, or the override of internal control. The capability of the audit to detect fraud and other irregularities depends on factors such as the skilfulness of the perpetrator, the frequency and extent of manipulation, the degree of collusion involved, the relative size of individual amounts manipulated, and the seniority of those individuals involved.

A further description of the auditor's responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Reporting on other requirements

Other information

The Executive Director of Finance is responsible for the other information in the annual accounts. The other information comprises the Management Commentary, Annual Governance Statement, Statement of Responsibilities and the unaudited part of the Remuneration Report.

Our responsibility is to read all the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Our opinion on the financial statements does not cover the other information and we do not express any form of

assurance conclusion thereon except on the Management Commentary and Annual Governance Statement to the extent explicitly stated in the following opinions prescribed by the Accounts Commission.

Opinions prescribed by the Accounts Commission on the Management Commentary and Annual Governance Statement

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Management Commentary for the financial year for which the financial statements are prepared is consistent with the financial statements and that report has been prepared in accordance with statutory guidance issued under the Local Government in Scotland Act 2003; and
- the information given in the Annual Governance Statement for the financial year for which the financial statements are prepared is consistent with the financial statements and that report has been prepared in accordance with the Delivering Good Governance in Local Government: Framework (2016).

Matters on which we are required to report by exception

We are required by the Accounts Commission to report to you if, in our opinion:

- adequate accounting records have not been kept; or
- the financial statements and the audited part of the Remuneration Report are not in agreement with the accounting records; or
- We have not received all the information and explanations We require for our audit.

We have nothing to report in respect of these matters.

Conclusions on wider scope responsibilities

In addition to our responsibilities for the annual accounts, our conclusions on the wider scope responsibilities specified in the Code of Audit Practice, including those in respect of Best Value, are set out in our Annual Audit Report.

Use of our report

This report is made solely to the parties to whom it is addressed in accordance with Part VII of the Local Government (Scotland) Act 1973 and for no other purpose. In accordance with paragraph 108 of the Code of Audit Practice, we do not undertake to have responsibilities to members or officers, in their individual capacities, or to third parties.

[Signature]

Rob Jones, (for and on behalf of Ernst & Young),

Ernst & Young LLP

G1 Building

5 George Square

Glasgow

G2 1DY

[Full date]

3. Comprehensive Income and Expenditure Statement for the year ended 31 March 2025

2023/24 £	Service	Note	2024/25 £
2,357,474	Gross expenditure	3	6,005,549
(1,471,139)	Gross income	3	(4,512,104)
886,335	Cost of Services		1,493,445
(886,335)	Interest and investment income	3	(1,493,445)
(886,335)	Financing and Investment Income and Expenditure		(1,493,445)
0	(Surplus) or Deficit on the Provision of Services		0
0	Other Comprehensive (Income) and Expenditure		0
0	Total Comprehensive (Income) and Expenditure		0

Comprehensive Income and Expenditure Statement – shows income and expenditure incurred in the year relating to the provision of services for the Glasgow City Region – City Deal Cabinet Joint Committee.

4. Balance Sheet as at 31 March 2025

31 March 2024 £		Note	31 March 2025 £
2,822,065	Short-term debtors	7	4,573,665
2,822,065	Current Assets		4,573,665
(2,822,065)	Short-term creditors	6	(4,573,665)
(2,822,065)	Current Liabilities		(4,573,665)
0	Net Assets / (Liabilities)		0
0	Usable Reserves		0
0	Unusable Reserves		0
0	Total Reserves		0

Balance Sheet – The balance sheet of the Glasgow City Region – City Deal Cabinet Joint Committee shows that there were no reserve balances as at 31 March 2025 (31 March 2024: £0).

The unaudited accounts were issued on 30 May 2025 and the audited accounts were authorized for issue on xx August 2025

Robert Emmott BSc (Hons) CPFA
Executive Director of Financial Services
Glasgow City Council

xx August 2025

5. Cash Flow Statement for the year ended 31 March 2025

2023/24 £	Revenue Activities	2024/25 £
0	Surplus or (Deficit) on the Provision of Services	0
	Adjustments for non-cash items:	
(1,152,794)	(Increase) / decrease in debtors	(1,751,600)
1,152,794	Increase / (decrease) in creditors	1,751,600
0	Net cash inflow / (outflow) from activities	0
0	Cash and cash equivalents at the beginning of the reporting period	0
0	Cash and cash equivalents at the end of the reporting period	0

Cash Flow Statement – provides an analysis of non-cash movements, reconciling the surplus or deficit on provision of services and details the changes in cash and cash equivalents of the Glasgow City Region – City Deal Cabinet Joint Committee. The Glasgow City Region – City Deal Cabinet Joint Committee do not hold any cash, this is held by the accountable body on their behalf.

❖ **Notes to the accounts**

The main objective of these notes is to provide further explanation for certain aspects of the core Financial Statements.

1. Statement of Accounting Policies

- 1.1** The financial statements for the year ended 31 March 2025 have been compiled on the basis of recommendations made by the Local Authority (Scotland) Accounts Advisory Committee (LASAAC) and have been prepared in accordance with the Code of Practice on Local Authority Accounting in the United Kingdom 2024/25 (the Code). The Code is based on International Financial Reporting Standards (IFRS), with interpretation appropriate to the public sector. The statements are designed to give a 'true and fair view' of the financial performance and position of the Glasgow City Region – City Deal Cabinet Joint Committee.
- 1.2** The accounting concepts of 'materiality', 'accruals', 'going concern' and 'primacy of legislative requirements' have been considered in the application of accounting policies. In this regard, the materiality concept means that information is included where the information is of such significance as to justify its inclusion. The accruals concept requires the non-cash effects of transactions to be included in the financial statement for the year in which they occur, not in the period in which the cash is paid or received. The going concern concept assumes that the Glasgow City Region – City Deal Cabinet Joint Committee will not significantly curtail the scale of its operation. Wherever accounting principles and legislative requirements are in conflict the latter shall apply.
- 1.3** These accounts are prepared on a going concern basis. In accordance with the CIPFA Code of Practice on Local Authority Accounting in the United Kingdom 2024/25, the Glasgow City Region – City Deal Cabinet Joint Committee is required to prepare its Financial Statements on a going concern basis unless informed by the relevant national body of the intention of dissolution without transfer of services or function to another entity. The Annual Accounts are prepared on the assumption that the Glasgow City Region – City Deal Cabinet Joint Committee will continue in operational existence for the foreseeable future.

Based on the Cabinet Agreement, the cost of running the Glasgow City Region – City Deal Cabinet Joint Committee is the main item of expenditure of the Cabinet. Salary costs and any administrative expenses incurred by the Glasgow City Region – City Deal Cabinet Joint Committee are re-imbursed in full by the member authorities. Funding is provided on an annual basis, and £2.808 million budget has been agreed with the member authorities for 2025/26. Together with balances of £2.895 million brought forward from previous years and additional 2025/26 funding, the Glasgow City Region – City Deal Cabinet Joint Committee holds total available fund resources of £5.703 million for the year end 31 March 2026 (31 March 2025: £4.044 million). On this basis the Glasgow City Region – City Deal Cabinet Joint Committee

considers the going concern basis to be appropriate for the period at least 12 months from the date of the approval of these financial statements, up until March 2027.

- 1.4 Suppliers' invoices received up to 31 March 2025 have been included in the accounts. In addition, expenditure has been accrued, in accordance with the Code, where the goods or services were received by 31 March 2025. Salaries and wages earned to 31 March 2025 are included in the accounts for 2024/25 irrespective of when the actual payments were made.
- 1.5 Income includes all sums due in respect of contributions from member authorities and interest accruing from the City Deal Infrastructure Fund Grant prior to distribution.
- 1.6 Grants and contributions relating to capital and revenue expenditure are accounted for on an accruals basis, and recognised immediately in the Comprehensive Income and Expenditure Statement as income except where the grant or contribution has a condition attached, it shall not be recognised until there is reasonable assurance that the Glasgow City Region – City Deal Cabinet Joint Committee will comply with the conditions attached to them, and the grants or contributions will be received.
- 1.7 There were no complex transactions or potential future uncertainties requiring critical judgements or estimations of uncertainty in preparing the 2024/25 accounts.
- 1.8 There is no Movement in Reserves Disclosure as reserves require a legislative background and GCR is not a separate legal organisation.
- 1.9 Events after the balance sheet date are those events, both favourable and unfavourable, that occur between the end of the reporting period and the date when the statement of accounts are authorised for issue. Two types of event may be identified and this firstly includes those events that provide evidence of conditions that existed at the end of the reporting period – the Financial Statements are adjusted to reflect such events. Secondly, it includes those events that are indicative of conditions that arose after the reporting period – the Financial Statements are not adjusted to reflect such events, but where this would have a material effect, the nature and estimated financial impact of such events is disclosed in the notes.

2. Accounting Standards Issued not Adopted

There are no accounting standards which have been issued, but not adopted, that would have a material effect on the 2024/25 Financial Statements of the Glasgow City Region – City Deal Cabinet Joint Committee.

3. Income and Expenditure

The table below provides a detailed breakdown of income and expenditure of the Glasgow City Region – City Deal Cabinet Joint Committee during 2024/25 with prior year comparatives.

	Note	2023/24 £	2024/25 £
Income			
Expenditure re-imburement from Member Authorities	4	(810,178)	(382,059)
Grants and contributions received		(660,961)	(4,130,045)
Interest		(886,335)	(1,493,445)
Total income		(2,357,474)	(6,005,549)
Expenditure			
Employee costs		1,526,091	2,700,610
Supplies and services		692,201	2,141,729
Third Party Payments		139,182	1,163,210
Total expenditure		2,357,474	6,005,549
(Surplus) or deficit for period		0	0
(Surplus) brought forward		0	0
Accumulated (surplus) or deficit		0	0

Both Income and Expenditure include £2,895,933 in respect of 5G Innovation Region UK Government funding which explains the bulk of the increase from 23/24. In addition, the Interest income is in respect of interest on grants held pending distribution to members.

4. PMO Budget and Funding

Based on the initial agreement signed by member authorities, parameters were set out to determine the method of funding for the Glasgow City Region – City Deal Cabinet Joint Committee. The Contribution Sum is to be calculated as a proportion of the Glasgow City Region – City Deal Cabinet Joint Committee budget, based on the population of each member authority's area and expressed as a percentage of the total population within the areas of the member authorities. In 2024/25 there were additional unbudgeted grant and contribution receipts, resulting in a changed share of the Glasgow City Region – City Deal Cabinet Joint Committee net cost to member authorities of £382,059.

A breakdown of each member's share of the net cost of running the Glasgow City Region – City Deal Cabinet Joint Committee is shown in the table below:

Member Authority	Net Cost 2023/24 £	Net Cost 2024/25 £
East Dunbartonshire Council	(47,719)	(22,503)
East Renfrewshire Council	(42,291)	(19,943)
Glasgow City Council	(278,296)	(131,237)
Inverclyde Council	(33,623)	(15,856)
North Lanarkshire Council	(149,559)	(70,528)
Renfrewshire Council	(78,831)	(37,175)
South Lanarkshire Council	(141,376)	(66,669)
West Dunbartonshire Council	(38,483)	(18,148)
Total	(810,178)	(382,059)

5. Employee Benefits

As at 31 March 2025 26 full time (2023/24: 18) and 7 part time (2023/24: 1) permanent members of staff of the Glasgow City Region – City Deal Cabinet Joint Committee were employed on a secondment basis by Glasgow City Council.

In accordance with International Accounting Standard 19 (IAS 19) – Employee Benefits, the employing councils are required to disclose certain information concerning assets, liabilities, income and expenditure, of the pension scheme. As the Cabinet does not directly employ staff, the staff pension costs of the Glasgow City Region – City Deal Cabinet Joint Committee will be reflected in the figures disclosed in the financial statements of Glasgow City Council.

The Code requires that employee benefits are recognised in the accounts when they are earned rather than when they are paid. As a result, there is a requirement to consider notional entitlements to annual leave earned but not taken as at 31 March 2025. Employees providing professional services to the Glasgow City Region – City Deal Cabinet Joint Committee are contracted to Glasgow City Council and therefore any notional liability will have been included within their accounts as they hold the contracts of employment.

6. Creditors

The creditors figure for 2024/25 of £4,573,665 (2023/24: £2,822,065), comprises the following:

Creditors	31 March 2024 £	31 March 2025 £
Short Term Creditors		
Bodies External to General Government	194,088	1,120,557
Central Government Bodies	690,918	101,274
Other Local Authorities	1,937,059	3,064,751
Glasgow Group of Companies	0	287,083
Total sundry creditors	2,822,065	4,573,665

7. Short-Term Debtors

The short-term Debtors figure for 2024/25 of £4,573,665 (2023/24: £2,822,065), comprises the following:

Short-term debtors	31 March 2024 £	31 March 2025 £
Balance held by Glasgow City Council on behalf of the Glasgow City Region – City Deal Cabinet Joint Committee	2,805,132	4,244,718
Glasgow City Council – prepayment	16,859	0
SiteGround Hosting – prepayment	74	0
Transport Scotland	0	230,817
Glasgow University	0	22,226
Scottish Government	0	75,904
Total sundry debtors	2,822,065	4,573,665

8. Remuneration

The Glasgow City Region – City Deal Cabinet Joint Committee does not directly employ any members of staff, with all services being provided by staff of the member authorities on a secondment basis. A remuneration disclosure in respect of elected members and chief officers of the Councils, including those with authority and responsibility for the Glasgow City Region – City Deal Cabinet Joint Committee are included in the Annual Accounts of each of the member authorities.

Details of the remuneration of key management personnel are also included in the similar Glasgow City Council disclosure as follows:

Total 2023-24 £	Senior Employee/Full Time Equivalent	Total 2024-25 £
122,984	Kevin Rush – Director of Regional Economic Growth (FTE 1)	127,356

The number of other employees receiving more than £50,000 remuneration for the year (including those staff in the above table) are also included in the similar Glasgow City Council disclosure as follows:

2023-24 Number of Employees	Remuneration band	2024-25 Number of Employees
4	£50,000 – £59,999	5
0	£60,000 – £69,999	0
4	£70,000 – £79,999	3
2	£80,000 – £89,999	2
0	£90,000 – £99,999	2
0	£100,000 – £109,999	0
0	£110,000 – £119,999	0
1	£120,000 – £129,999	1

9. Related Parties

Glasgow City Council is the Accountable body responsible for the Glasgow City Region – City Deal Cabinet Joint Committee. The Glasgow City Region – City Deal Cabinet Joint Committee uses the administering body’s financial and payroll systems and banking facilities. Glasgow City Council is also the employer of the permanent members of staff employed by the Glasgow City Region – City Deal Cabinet Joint Committee. Also refer to Note 5. Employment Benefits and Note 8. Remuneration.

Member authorities are considered to be related parties based on the influence that they may be able to exert and have been included in the table below.

2023/24 Expenditure £	2023/24 Income £	2023/24 Debtors £	2023/24 Credit Recharge (Note 6) £	Related Body	2024/25 Expenditure £	2024/25 Income £	2024/25 Debtors £	2024/25 Credit Recharge (Note 6) £
2,357,474	1,630,935	2,822,065	(658,570)	Glasgow City Council	6,005,549	5,358,629	4,573,665	(990,178)
	70,519		(113,732)	East Dunbartonshire Council		58,129		(170,593)
	64,265		(100,393)	East Renfrewshire Council		60,176		(150,785)
	55,396		(81,905)	Inverclyde Council		55,325		(121,969)
	189,779		(357,654)	North Lanarkshire Council		136,369		(535,862)
	106,374		(187,478)	Renfrewshire Council		120,077		(281,410)
	179,279		(336,271)	South Lanarkshire Council		163,701		(504,730)
	60,927		(93,415)	West Dunbartonshire Council		53,143		(139,270)
2,357,474	2,357,474	2,822,065	(1,929,418)	Totals	6,005,549	6,005,549	4,573,665	(2,894,797)

10. Auditor Remuneration

Audit Scotland had agreed with the Glasgow City Region – City Deal Cabinet Joint Committee that the audit fee would be £10,760 for the 2024/25 financial year (2023/24: £10,560). No fees were payable in respect of other services provided by the appointed auditor.

11. Events After the Balance Sheet Date

There were no material events between 31 March 2025 and the date of signing that require to be reflected in the Financial Statements.