

James Dornan MSP
Convener
Local Government and Communities Committee
The Scottish Parliament
Edinburgh
EH99 1SP

8 September 2020

Sent via email

Dear Convener,

The Scottish Fiscal Commission has now published its [Supplementary Costing: Scottish Child Payment](#). This publication sets out our forecasts of a new payment being launched by the Scottish Government, the Scottish Child Payment. Legislation to enact this payment has been introduced to the Scottish Parliament today, 8 September 2020.

We estimate that the Scottish Child Payment will cost £11 million in 2020-21, a £10 million reduction compared to our forecast earlier this year to accompany the Scottish Budget. The main reason for this reduction is that the start date has been delayed because of COVID-19.

In light of the impact of COVID-19, the Commission has changed its view of how many children may be eligible for support. We now expect 155,000 children under 6 to receive the Scottish Child Payment in the launch year (2020-21). Once it is fully rolled out to all children under 16, we expect between 325,000 and 360,000 children to receive the Scottish Child Payment. Our assessment that the impact of COVID-19 is likely to increase eligibility for the Scottish Child Payment also derives from our outlook for the Scottish economy, presented in our Fiscal Update publication last week.¹

We are committed to being independent, transparent and accessible. Alongside the main report, we have provided spreadsheets with data for all the report's tables and charts, including our eligibility and take-up assumptions.

We would be glad to answer any queries the Committee may have on our report.

Yours sincerely

A handwritten signature in black ink that reads "Susan".

Dame Susan Rice

¹ Scottish Fiscal Commission (2020) Fiscal Update – September 2020 ([link](#))