

This proposal represents an alternative 2021/22 Revenue Budget Proposal. The detail shows the differences compared to the Conservative proposals to aid effective debate.

2021/22 Revenue Budget Proposal

Green Party Recommendations to County Council

The County Council is recommended to plan its budget framework for 2021/22 on the following basis:

Section 1: Financial Direction of Travel

Delete paragraph 1.1 and replace as follows, renumbering the following paragraphs accordingly:

- 1.1 We plan our budgets over the medium term. This time last year we agreed a Medium Term Financial Strategy (MTFS) that achieved a balance of ambition and robustness. It was a financial strategy that could underpin the delivery of the outcomes and objectives in the Council Plan. However, today we are only agreeing a budget for one year. We will continue to work hard to avoid cuts to services in future years and figures for future years should be taken as indicative not final.
- 1.2 In contrast Central government continue to fail in their responsibility to offer a secure long-term basis for local government finances. They continue to pass on funding cuts to local authorities that they do not want to implement themselves. This damages the health, wellbeing, and environment of Warwickshire residents. We will always work to ameliorate this damage wherever we can, and we will strongly advocate publicly and privately for Central Government to provide a fair and consistent funding for services Warwickshire residents rely on.

Add the following bullet points to the current paragraph 1.8:

- 1.8 To ensure the finances of the Council are robust and sustainable we will:
 - Invest an additional £1.6 million over 4 years (£0.4 million a year) to implement our youth services strategy giving certainty of funding for the long term;

- Invest an additional £2.5 million over 5 years on addiction recovery programmes (£0.5 million a year) and support to make our communities safer;
- Provide £0.665 million over 4 years to create two new hubs for the Care leavers house project (£0.095 million per hub per year), to improve outcomes for care leavers and deliver additional savings of over £1 million over the course of the MTFS that can be reinvested; and
- Bring forward capital funding to increase the number of our small, modern children's homes by one a year over 4 years, as long as initial evaluation shows that they are working for children and realising expected savings. This should create additional savings in the region of £5 million over the course of the MTFS that can be used to offset other savings.

Delete the current paragraph 1.9 and replace as follows:

- 1.9 We will refine the Warwickshire Property and Development Company plans to increase the social value provided for our residents particularly in the area of cheap to run low carbon homes and affordability. We require a revised business plan to be brought forward to meet these objectives as the earliest opportunity and have retained sufficient resources within our plans to meet the operating costs to the Council in its initial years. We will ensure effective governance capacity is in place to manage the financial and commercial risks. By the end of the MTFS period we expect the Company to be delivering a surplus that can be used to offset other savings.

Delete the current paragraph 1.12 and replace as follows:

- 1.12 Our Investment Funds contain £15m revenue funding which will be topped up during the five-year period as our finances allow. We propose to increase the Funds by £5 million now and then review whether there is capacity to increase them further alongside the 2020/21 outturn, when we have greater clarity about the costs of our Covid-19 response. These allocations are deliberately flexible and may be varied as bids emerge and are prioritised, subject to Cabinet consideration and approval.

Delete the current paragraph 1.15 and replace as follows:

- 1.15 Our Investment Funds and the key projects that we expect to see come forward for approval are:
- Preventing Vulnerability Investment Fund
To pump prime up-front investment in demand management and early intervention initiatives prior to financial benefits accruing. As well as our community wellbeing fund, we expect proposals to be brought forward to support the next phase of SEND programme delivery, to promote positive mental

health, to provide targeted family/parental support, to mitigate the impact of the second Covid-19 lockdown through early help and youth provision, to continue our partnership working on tackling substance misuse and homelessness across Warwickshire and to create a challenge fund for schools in deprived areas to help them deliver extra-curricular activity that will stretch and develop learners.

In addition, we are making a £0.4 million allocation to provide counselling for those people working in the care sector especially care homes during the Pandemic.

- Climate Change Fund (£3 million additional funding)

Our aim is for Warwickshire Council to be carbon neutral by 2025. The pace of change needs to increase if we are to achieve this. We have increased this fund by £3 million to invest in coordinating and pump priming work across the revenue and capital budget to implement the priorities flowing from the Council Plan and Recovery Plan that protect our residents and the County's environment for future generations. Initial priorities will be the development of business cases for renewable energy schemes replacing gas boilers across our sites and locally maintained schools and implementing our biodiversity strategy.

In addition to the fund we have also made specific one-off allocations to:

- £0.1 million to develop a Natural Flood Management strategy for the county, which will drive applications to the Capital Investment Fund to 'slow the flow' of flood water reducing the need for very expensive localised schemes.
- £0.5m towards accelerating the pace on our tree planting ambitions and clearing the back log of tree maintenance work.

- Transport Transformation Fund (£2 million)

While there has been some progress in transport schemes, we still need a step change to provide safe and enjoyable routes for travel to school, work and leisure which reduce dangerous air pollution and CO2 emissions. This will require revenue funding to give extra support to areas like design services and to develop strategic cases. We expect to see cases advanced on Warwick University railway station, the Honeybourne line, the Nuneaton transport hub, neighbourhood zones and upgrading existing cycle routes to the government's gear change standard. As part of the emerging Local Transport Plan we will also review all major road schemes being developed to assess whether they are fit for purpose and prioritise work that does not see increasing vehicle capacity of roads as the primary solution.

- Place Shaping and Economic Growth Fund

To support strategic investment in Warwickshire's economy and improving quality of life for residents and communities. Further projects we expect to be brought forward for consideration include the development of an green economic recovery programme/plan for the county of Warwickshire, investment in 5G, an enhanced economic recovery programme focussed on skills and (re)-training to get back into work, particularly targeted at young people and small business support programmes.

Delete the current paragraphs 1.17 and 1.18 and replace as follows:

1.17 We will deliver £8.2 million of budget reductions in 2021/22, increasing to £47.8 million by 2026, through better procurement, improvements in efficiency, increased income and delivering reductions in demand. We all use the services the County Council provides. We also represent and will deliver value for money for the taxpayers of Warwickshire.

1.18 When central government calculate how much money we have to spend they assume we raise Council tax by the maximum amount. Therefore, we have little option but to raise Council tax, but we do this regretfully. We support greater financial independence for local authorities, but this should be balanced by an equivalent reduction in central taxation, especially for those least able to pay. We will therefore levy an additional 3% council tax, phased across two years, to provide additional ring-fenced resources to fund adult social care services. We will charge 1% of this additional levy in 2021/22 and propose to charge the balance of 2% in 2022/23. In addition, in line with what central government expects us to do, we will charge an increase of 1.99% on the council tax for all other services. In total, this means a 2.99% council tax increase for 2021/22, equivalent to an increase of 86p per week for a Band D dwelling.

Section 4

Delete Section 4 and replace as follows:

4. Revenue Allocations

4.1 To reflect the significant pressures on communities and the increasing demand for services we are responsible for, whilst ensuring we continue to develop so we can deliver the public services expected for the future, we are making allocations totalling £38.632 million.

- 4.2 We will provide £10.618 million for the estimated cost of pay and price inflation in 2021/22, allocated between Services as shown in **Appendix A**. In making this allocation it is acknowledged that the allocation to Services for inflation is an approximate cost, recognising that some costs will increase above the standard rate and some below. Once the overall allocation has been agreed, a Service will have the opportunity to allocate the funding provided to reflect where inflation will impact at a local level.
- 4.3 In addition to meeting the estimated cost of inflation we will also provide £28.014 million to meet additional spending need, of which £5.612 million is time limited. Details of the allocations and how we expect the funding to be used are also detailed in **Appendix A as amended by Annex A** for permanent allocations and **Appendix B as amended by Annex B** for time-limited allocations.
- 4.4 Allocations for future years, as listed in Appendices A and B, are indicative at this stage. They are detailed as part of ensuring that our budget proposals are robust and sustainable over the medium term. We require the need for, and level of, all these allocations to be reviewed as part of the 2022/23 Medium Term Financial Strategy refresh.
- 4.5 We expect Services to manage all other issues in 2021/22 from within existing financial resource levels and support the planned use of £3.719 million of earmarked reserves to provide capacity to invest in service change and to allow space to effectively implement service redesign/reprioritisation.

Section 5

Replace paragraph 5.4 as follows:

- 5.4 Our plan for budget reductions will generate savings of £8.175 million in 2021/22 and a further £39.614 million over the period of the Medium Term Financial Strategy. Approval is given to the plans for the delivery of these savings detailed in **Appendix D as amended by Annex D**. If during 2021/22 any of the budget reductions do not materialise to the degree shown, the Assistant Director in conjunction with their Strategic Director and Portfolio Holder should identify alternative proposals to ensure the required levels of reduced spend are delivered and report this as part of quarterly monitoring.

Replace paragraph 5.9 as follows:

- 5.9 We will use £8.092 million of reserves in 2021/22 to fund time-limited costs and budget allocations and to accommodate the differences in timing between spending need and the delivery of savings and/or growth in the business and council tax taxbases.

Section 6

Replace paragraph 6.7 as follows:

- 6.7 We recognise our MTFS means significant challenges for the organisation, including the changing way in which people want to access services. Our proposals recognise that this will take time and investment and a broad engagement with all those affected, both inside and outside the organisation. Our MTFS requires the use of £29.8 million of reserves, including £8.1 million in 2021/22, to fund time-limited costs and budget allocations and to accommodate the differences in timing between spending need and the delivery of savings and/or growth in the business and council tax taxbases. The availability of this level of reserves is consistent with our Reserves Strategy, attached at Appendix C.

Section 7 – Strategic Director for Resources Statement

Delete Risk 9 - Impact on the Medium Term Financial Strategy and replace as follows:

Risk 9 – Impact on the Medium Term Financial Strategy

The Medium Term Financial Strategy (MTFS) outlines the significant additional financial challenge to the authority in future years. The indicative future spending allocations and planned reductions deliver a balanced MTFS over the period of the Council Plan with a 1.99% annual increase in the council tax in future years plus the additional 2% adult social care levy in 2022/23. Without this level of increase in council tax, or if future spending needs exceeds the indicative levels, further budget reductions will need to be identified and delivered to ensure the budget remains sustainable. Over the longer term, and in an extremely uncertain environment, the reduction in the provision for future spending need will reduce the Authority's flexibility to manage any new spending pressures without increasing the level of budget reductions required beyond the current scale. If these cannot be delivered alternative savings will need to be identified. If this is not forthcoming, then spending proposals will need to be delayed. Given this challenge Members are advised it is important that decisions taken in agreeing the 2021/22 budget do not increase this financial risk. The commitment of

Members to meet the financial challenges ahead and take the decisions needed to ensure the finances of the authority remain robust into the future is welcomed.

Amend the final paragraph of the Strategic Director for Resources statement as follows:

I have also undertaken a risk analysis of the adequacy of financial reserves, taking account of the financial risks above. This highlighted the need to retain a minimum of £21.4 million in general reserves in 2021/22. This resolution makes provision for this level of reserves. This resolution does require an additional use of reserves to meet the operating costs of a revised Warwickshire Property and Development Company Business Plan. Whilst expected to be affordable, this figure remains unquantified, and increases the financial risk, given the uncertainty about our future funding base and the potential increases in future demand. However, I am of the view that, this budget does provide for an adequate level of reserves.”

Section 8

Delete Section 8 and replace as follows:

8. Summary of Service Estimates

8.1 Approval be given to the individual service net revenue estimates shown below, which will be finalised for the service estimates to be presented to Cabinet in March 2021 of:

	Base Budget £	Additional Investment £	Funding Sources £	Total £
Education Services	122,187,154	6,355,000	(44,000)	128,498,154
Environment Services	25,863,439	2,666,000	(352,000)	28,177,439
Fire and Rescue Service	21,851,946	436,000	(385,000)	21,902,946
Strategic Commissioning - Communities	21,184,330	1,773,000	(335,000)	22,622,330
Adult Social Care	153,127,335	8,181,000	(1,867,000)	159,441,335
Children and Families	60,760,274	9,139,000	(1,782,000)	68,117,274
Strategic Commissioning – People	33,356,498	2,143,000	(103,000)	35,396,498
Business and Customer Services	18,303,246	120,000	(524,000)	17,899,246
Commissioning Support Unit	6,042,401	120,000	(46,000)	6,124,401
Enabling Services	24,807,801	688,000	(1,118,000)	24,377,801
Finance	5,379,891	150,000	(16,000)	5,513,891
Governance and Policy	1,976,785	0	(358,000)	1,618,785
Other Services – spending	29,711,490	6,853,000	(1,245,000)	35,319,490
Other Services - schools and funding	(88,719,000)	0	(139,681,000)	(228,400,000)
	435,833,590	38,632,000	(147,856,000)	326,609,590
<u>Contributions to/(from) reserves:</u>				
- Earmarked Reserves	3,719,000	0	0	3,719,000
- General Reserves	0	0	(8,092,412)	(8,092,412)
Budget Requirement	439,552,590	38,632,000	(155,948,412)	322,236,178

All other sections/paragraphs remain unchanged.

Changes to the 2021-26 Permanent Investment Proposals

Figures in brackets represent a reduction in the budget allocation. Figures without brackets are an increased allocation.

Purpose of the Allocation by Service	Allocation 2021-22 £'000	Indicative Additional Future Allocation			
		2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000
Children and Families					
Homelessness support service for Care Leavers to age 25 - An allocation to expand the current provision and extend the House project further. Application of this funding is dependent on the positive evaluation of the current project, including whether there are additional cashable savings that can be built into the MTFS refresh in future years.	0	95	95	0	0
Youth Services - An allocation to build on the fixed term funding strategy to revitalise youth work in the county.	0	400	0	0	0
Strategic Commissioning for People					
Addiction strategies - An allocation to address long term addiction recovery, reduce acquisitive crime and support families affected.	500	0	0	0	0
Corporate Services					
Provision for Future Indicative Spending Pressures - A reduction in the provision for future, currently unknown and unquantified, spending need, including future pay costs in line with National Living Wage increases.	0	(750)	(750)	(750)	(750)
Annual Change in Permanent Allocations	500	(255)	(655)	(750)	(750)
Total Change in Permanent Allocations	500	245	(410)	(1,160)	(1,910)

Changes to the 2021-26 Time-limited Investment Proposals

Figures in brackets represent a reduction in the budget allocation. Figures without brackets are an increased allocation.

Purpose of the Allocation by Service	Allocation	Indicative Additional Future Allocation			
	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000
Environmental Services					
Flood management - A time-limited allocation to develop a Natural Flood Management strategy across the county.	50	50	0	0	0
Tree maintenance - A time-limited allocation to reduce the backlog in tree maintenance.	150	150	0	0	0
Household Reuse: A time limited allocation to invest in third sector project collecting large items for resale, reducing risk of fly tipping	100	50	0	0	0
Tree planting - A time-limited allocation to develop a strategy and then begin implementation of tree planting commitments, in conjunction with the Districts/Boroughs where possible.	100	100	0	0	0
Transforming Transport Fund - An allocation to set up a fund for five years to accelerate the change to sustainable transport	1,000	1,000	0	0	0
Climate Change Fund - An allocation to top-up the Climate Change Fund.	1,000	1,000	1,000	0	0
Strategic Commissioning for People					
Counselling - A two year allocation to provide counselling for carers, particularly those in care who have experienced traumatic events due to Covid.	200	200	0	0	0
Health - An allocation to accelerate the development of the strategic case for the Nuneaton Health and Wellbeing centre	100	0	0	0	0

Changes to the 2021-26 Time-limited Investment Proposals

Figures in brackets represent a reduction in the budget allocation. Figures without brackets are an increased allocation.

Purpose of the Allocation by Service	Allocation	Indicative Additional Future Allocation			
	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000
Corporate Services					
Warwickshire Property and Development Company - Remove the budget reduction from the delivery of the Warwickshire Property and Development Company business plan. We are supportive of the proposal to create a Property and Development Company but believe there should be a stronger emphasis on the delivery of social value. We recognise this may impact on the profit margin and therefore we require a revised business plan to be brought forward at the earliest opportunity that provides options for the trade-offs between social value and financial return, whilst still requiring the Company to remain commercially viable over the medium term.	(1,537)	(1,084)	0	0	0
Total Change in Time-Limited Allocations	1,163	1,466	1,000	0	0

Changes to the 2021-26 Proposed Budget Reductions

Figures in brackets represent an increase in the budget reduction. Figures without brackets are a reduction on the savings required.

Purpose of the Reduction by Service	Reduction	Indicative Additional Future Reduction			
	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000
Education Services					
Education change programme - A reduction in the savings required from process efficiencies in provision of Education Services coming out of the existing change programme	0	0	0	385	385
Education transport efficiency review - Ensuring the most efficient use of multi-occupancy vehicles, route optimisation processes, transport assistants and eligibility reviews.	0	(445)	(275)	(192)	(97)
Environment Services					
Management of highways maintenance costs - An increase in the budget reduction from a review of highways maintenance spend, road conditions survey work and capitalisation of contract overheads.	0	0	0	(150)	(150)
Review use of Household Waste Recycling Centres - Closure of smaller household waste recycling centres	0	(200)	(100)	(30)	0
Winter gritting service review - Increase the budget reduction from the review of winter gritting service with a view to reduced expenditure through more efficient services, including the use of thematic routes to optimise services.	0	0	0	(100)	0

Changes to the 2021-26 Proposed Budget Reductions

Figures in brackets represent an increase in the budget reduction. Figures without brackets are a reduction on the savings required.

Purpose of the Reduction by Service	Reduction	Indicative Additional Future Reduction			
	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000
Strategic Commissioning for Communities					
Countywide waste collection & disposal authority - Creation of a countywide body to benefit from coordination efficiencies	0	(1,000)	(800)	0	0
HS2 communications budget review - Review internal communication resource for HS2	0	(50)	0	0	0
Parking review - Review of the cost of residents, visitor and on-street parking charges and implementation of business parking permits	(200)	(105)	(342)	(400)	(400)
Rural agenda service review - Rationalise staffing resource covering rural agenda	(40)	0	0	0	0
Children and Families					
Management of cost of Children's Service provision - Only applying inflationary increases to allowances and payments to individuals supporting a child in need in two of the next five years, including to Special Guardianship allowances, Child Arrangement Order allowances, Adoption Order allowances and Foster Carer allowances.	(150)	0	(100)	0	(100)

Changes to the 2021-26 Proposed Budget Reductions

Figures in brackets represent an increase in the budget reduction. Figures without brackets are a reduction on the savings required.

Purpose of the Reduction by Service	Reduction	Indicative Additional Future Reduction			
	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000
Strategic Commissioning for People					
Health, Wellbeing and Self-Care - Remove the saving from rationalising the public health offer, preserving budgets for mandated public health functions, and rationalising the non-mandated public health offer including redesign, removal and rightsizing of current service offer.	115	115	130	0	0
Integrated and Targeted Support - Remove the saving from the review of expenditure on domestic abuse, smoking cessation and falls prevention targeted support.	69	100	0	0	0
Redesign Housing Related Support Offer - Remove the saving from replacing the housing related support service offer with appropriate care delivery consistent with standard council provision	0	0	0	500	500
Enabling Services					
HR and Organisational development activity review - Remove the saving from the reduction in core learning and development activity, including Apprenticeship scheme	0	0	0	0	234

Changes to the 2021-26 Proposed Budget Reductions

Figures in brackets represent an increase in the budget reduction. Figures without brackets are a reduction on the savings required.

Purpose of the Reduction by Service	Reduction	Indicative Additional Future Reduction			
	2021-22 £'000	2022-23 £'000	2023-24 £'000	2024-25 £'000	2025-26 £'000
Corporate Services					
Warwickshire Property and Development Company - Remove the budget reduction from the delivery of the Warwickshire Property and Development Company business plan. We are supportive of the proposal to create a Property and Development Company but believe there should be a stronger emphasis on the delivery of social value. We recognise this may impact on the profit margin and therefore we require a revised business plan to be brought forward at the earliest opportunity that provides options for the trade-offs between social value and financial return, whilst still requiring the Company to remain commercially viable over the medium term.	0	0	126	2,856	433
Total in-year change to budget reductions	(206)	(1,585)	(1,361)	2,869	805
Total cumulative change to budget reductions	(206)	(1,791)	(3,152)	(283)	522

This proposal represents an alternative 2021/22 Capital Budget Proposal. The detail shows the differences compared to the Conservative proposals to aid effective debate.

2021/22 Capital Budget Proposal

Green Party Recommendations to County Council

1 Financial Direction of Travel

Reword, add, and delete the following priority investment proposals to the schemes listed in paragraph 1.6:

Supporting people	<ul style="list-style-type: none"> • Help for residents to lead a healthy lifestyle, including assistive technology to support health, care and well-being and the development of our country parks. These proposals should clearly demonstrate that they are prioritising reducing health inequalities across the county. • Nuneaton Health and wellbeing centre. • Increasing the number of our small, modern children's homes by one a year (c. £1m capital investment each), predicated on initial evaluation showing that they are working for children and realising expected savings.
Shaping places	<ul style="list-style-type: none"> • Further developing our network of cycle and walking paths, including upgrading existing routes to Gear Change standards. • Railway, light rail expansion in key corridors, electric buses. • An approximately £8 million project for the second entrance at Nuneaton railway station. • Schemes that propose increasing road capacity for vehicles without first investing in significant other infrastructure (walking /cycling / buses) will not be prioritised • Neighbourhood zones • Ambitious schemes to shape Warwickshire and individual parts of it, progressing housing and area regeneration schemes, through our Warwickshire Property and Development Company. • Supporting business innovation, investment, and inward investment through the development of proposals for a

	Warwickshire Recovery and Investment Fund as part of our place shaping to help resident's prosperity. These should prioritise businesses which can actively demonstrate products and approaches contributing towards a low carbon future.
Climate Change	<ul style="list-style-type: none"> Defending Warwickshire against flooding, utilising as far as possible economic Natural Flood Management strategies. Investment to reduce the Council's carbon footprint, particularly increasing energy efficiency and replacing gas boilers with renewable systems including in LA maintained schools. Implement our biodiversity strategy.

Insert a new paragraph 1.6 and renumber the following paragraphs accordingly:

- 1.6 We require that infrastructure projects are consistent with our aims on Climate change, air pollution, safe walking and cycling and reducing Carbon emissions across the county to as close as possible to zero by 2030. With this in mind and as a priority, we will seek to renegotiate the design of the Stoneleigh junction project and require the Bermuda Bridge project to be for walking, cycling and public transport only. We have recognised that for the Bermuda Bridge project this may require the repayment of third party contributions but, although we have left the allocation to deliver the scheme in the capital programme unchanged at this time, we expect this £1.5 million repayment of grant to be recovered from reduced cost of the re-scoped scheme.

Delete the current paragraph 1.8 and replace as follows:

- 1.8 We have included a borrowing facility of £120.100 million over the next five years in our capital programme to support our ambitions for the Warwickshire Property and Development Company (WPDC). This allocation provides the investment capacity for refined WPDC plans to increase the social value provided for our residents particularly in the area of cheap to run low carbon homes and affordability.

2. 2021/22 Capital Programme

Delete Section 2 and replace as follows and updating Appendix C (the 2021/22 Capital Programme) accordingly:

- 2.1 Approval is given to a capital programme of £691.406 million. Of this £251.693 million is for 2021/22 and £439.713 million for future years. There is £98.958 million in the Capital Investment Fund that will be allocated to specific schemes, in line with

our priorities, as bids are created and considered over the five year of the 2021-26 Medium Term Financial Strategy.

- 2.2 Table 1 shows the breakdown of the programme across services, with the full detail of the capital programme attached at **Appendix C as amended by Annex A**.

Table 1: Capital Programme - Summary by Service						
Service	2021/22 £m	2022/23 £m	2023/24 £m	2024/25 £m	2025/26 £m	Total £m
Education Services	40.743	27.263	11.836	11.803	11.803	103.448
Environment Services	105.493	42.449	17.249	17.249	17.249	199.689
Fire and Rescue Service	4.231	0.120	0.120	0.120	0.120	4.711
Strategy - Communities	58.208	26.001	4.545	1.232	0.480	90.466
Adult Social Care	0.313	-	-	-	-	0.313
Children and Families	0.549	0.125	0.125	0.125	0.125	1.049
Strategy - People	0.313	-	-	-	-	0.313
Business and Customer Services	0.192	0.250	1.199	-	-	1.640
Enabling Services	20.239	14.512	10.776	10.581	10.581	66.688
Governance and Policy	2.606	0.356	0.356	0.356	0.356	4.030
Total Allocations	232.885	111.077	46.206	41.466	40.714	472.348
WPDC	-	13.716	27.216	41.153	38.015	120.100
Capital Investment Fund	18.808	16.030	21.221	17.985	24.914	98.958
Total Programme	251.693	140.823	94.643	100.604	103.643	691.406

Note: Table may not sum due to roundings.

3. Financing the Capital Programme

Delete paragraph 3.1 and replace as follows:

- 3.1 The capital programme will be financed by a mixture of capital grants, capital receipts, revenue, and self-financed and corporate borrowing. A deduction will be made from services' revenue budgets for self-financed projects funded from borrowing. Table 2 provides a breakdown of the financing of the capital programme between years.

Table 2: Financing the Capital Programme						
Service	2021/22 £m	2022/23 £m	2023/24 £m	2024/25 £m	2025/26 £m	Total £m
Capital grants	72.221	27.613	22.739	22.739	22.739	168.051
Third party contributions	49.690	17.337	0.275	-	-	67.302
Capital receipts	15.292	3.945	25.972	22.966	60.557	128.732
Revenue	1.133	-	-	-	-	1.133
Borrowing	113.357	91.928	45.657	54.899	20.347	326.188
Total Financing	251.693	140.823	94.643	100.604	103.643	691.406

Note: The borrowing figure is greater in 2021/22 as it includes the funding of capital spend financed by borrowing that was originally planned for in earlier years.

4. Prudential Guidelines and Limits

- 4.1 The Affordable Borrowing Limit and other Prudential Indicators consistent with the capital programme for 2021/22 form part of the Treasury Management and Investment Strategies elsewhere on today's agenda. The Strategic Director for Resources is authorised to update these strategies, as required, to reflect the capital programme approved as part of this amendment.

5. Strategic Director for Resources: Statement

- 5.1 The following statement from the Strategic Director for Resources is noted:

"As "Chief Finance Officer" the Local Government Act 2003 requires me to report on the robustness of the estimates made for the purposes of the budget calculations. The changes proposed in relation to the Stoneleigh Junction scheme increases the risk and uncertainty as to whether the scheme can be delivered within its current financial envelope and could also expose the Council to additional contractual liabilities. If this risk materialises the Capital Investment Fund will require an enhanced level of scrutiny and prioritisation as projects come forward for evaluation and approval. There is also an enhanced risk that the spend/borrowing profile to support WPDC may not align to the revised business plan and therefore no commitments against this borrowing facility should be made until this has been clarified. However, on balance I am of the view that this capital programme has been prepared based on realistic assumptions about risk and affordability and that it represents a robust and realistic programme."

All other paragraphs/sections remain unchanged.

Changes to the 2021/22 Capital Programme - by Outcome and Service

Add/amend the proposals below to those listed in Appendix C:

Service	Scheme Title	2020/21 £'000	2021/22 £'000	2022/23 £'000	2023/24 £'000	2024/25 £'000	Total £'000
Capital Investment Fund							
Corporate	Proposed programme	20,308	16,030	21,221	17,985	24,914	100,458
Corporate	Reduction in funding available as a result of replacing grant funding with borrowing for the restructured Bermuda Connectivity project	(1,500)	0	0	0	0	(1,500)
	Total for Capital Investment Fund	18,808	16,030	21,221	17,985	24,914	98,958
	Total Investment Programme	176,596	110,070	65,537	71,693	74,732	498,628
	Total Capital Programme	251,693	140,823	94,643	100,604	103,643	691,406