

APPENDIX D – INVESTMENT AND FINANCING STRATEGY

1.1 As shown in Appendix C, an initial net cashflow requirement of £1,433,000 is required in 2014/15 and a further £161,000 is required in 2015/16. Therefore an Investment and Financing Strategy for £1,594,000 is required before 2016/17. At this point (2016/17), the savings materialise in full and the Council is in a position of having a net surplus of £2,963,000 to put towards its budget gap.

1.2 It is recommended to finance the net cashflow requirement in accordance with the Investment and Financing Strategy below:

WDBC – To be financed by:-	Net cashflow requirement (£)
T18 Earmarked Reserve – Balance as per the Council’s Balance Sheet as at 31 st March 2014 (This Earmarked Reserve was set up when the original business case was approved on 31 October 2013)	935,000
Transformation Challenge Award funding (see 4.3 of the main report)	434,000
Strategic Issues Reserve (current balance of £306,000)	225,000
	1,594,000

1.3 For accounting purposes, it is recommended that the £225,000 from the Strategic Issues Reserve is transferred into the Earmarked Reserve for T18.