The purpose of the Financial Context Appendix is to require Business Case authors to provide additional financial case context and evidence, updated plans, strategies and documents and to provide answers to key questions.

To support better spending, investment decisions and better procurement, this Management Context Appendix should be written using guidance from the WMCA. In addition, it is a requirement that all bids for public funds submitted to WMCA are guided and based around the HM Treasury’s Green Book and supporting information which can be found [here.](https://www.gov.uk/government/publications/the-green-book-appraisal-and-evaluation-in-central-governent)

Guidance to support completion of this appendix is available from the Strategic Hub. It is intended that this guidance be followed when completing this appendix.

Please populate the standard tables provided and provide the following information as prompted:

**Contents**

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| --- | --- | --- |
| *Question* | *Appendix Name / Description* | *Reference* |
| 1 | Financial Assumptions | *Please insert correct page number once complete* |
| 2 | Project Budget Statement |  |
| 3 | Project Costs |  |
| 4 | VAT Statement |  |
| 5 | Funding Statement |  |
| 6 | Borrowing Summary |  |
| 7 | Cash Flow Statement |  |
| 8 | Project Slippage |  |
| 9 | Benefits Profiling |  |
| 10 | Affordability |  |
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| 1. **Financial Assumptions**
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| 1. **Project Budget Statement**
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| 1. **Project Costs**
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| 1. **VAT Statement**
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| 1. **Funding Statement**
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|  |  |  |
| --- | --- | --- |
|  | Status | £ |
| Gross Costs |  |  |
| Revenue |  | XX |
| Capital |  | XX |
| Total (A) |  | **XX** |
|  |  |  |
| Funded by: |  |  |
| *WMCA (Investment Programme)* | *Secured* | XX |
| *WMCA (Investment Programme)* | *In Progress* | XX |
| *Funder 2* | *Secured*  | XX |
| *Funder 3* | *Secured* | XX |
| *Funder 4* | *Not Secured* | XX |
| Total (B) |  | **XX** |
|  |  |  |
| Remaining Funding Gap (A) – (B) |  | **XX** |
|  |  |  |

The funding applied for within this business case submission and subject to considered by WMCA is for an additional£XX of grant funding from the WMCA Investment Programme. (*Amend as required)***Funding Commentary***Please provide commentary outlining:*1. *The funding sources*
2. *The status of the funding*
3. *The relevant risks, uncertainties and dependencies associated with each funding source and the plans to*

*mitigate/manage these risks.*The **WMCA funding** subject to this submission is summarised as follows:

|  |  |
| --- | --- |
|  |  |
| Funding Type | *Grant/Cash flow (Repayable)/Underwrite* |
|  |  |
| Total Amount of WMCA funding requested | *XX (C)* |
|  |  |
| Breakdown of WMCA funding requested: |  |
| Revenue Grant | *XX* |
| Capital Grant | *XX* |
| Total | *XX* |
|  |  |
| Funding Commencement Date*(forms the start point of the availability period**Period)* | *DD/MM/YYYY* |
| Funding Completion Date*(forms the end point of the availability period**Period)* | *DD/MM/YYYY* |
| Basis of Reimbursement | *Quarterly in arrears of expenditure incurred**(WMCA Standard)**(Subject to fixed price and agreed milestones)* |
| Conditions precedent | *E.g. Available for drawing once confirmation of* *DfT funding secured* |
| WMCA Funding to be drawn | 1st/2nd/3rd |
| Workstreams for which WMCA Funding isAvailable to be drawn against: |  |
| *Amend as appropriate* *E.g. All,* *Workstreams 1, 3 and 4, etc.* | XX |
| *Insert as required* |  |

**Further WMCA financial requests/exposure associated with this submission***Please state any further WMCA exposure.**E.g. WMCA to provide funding of £****XX*** *if funding from Source 1 is not secured.**WMCA to agree to underwrite any cost overruns beyond the gross project budget of £****XX*** *up to a maximum of**£****YY****.* |

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| 1. **Borrowing Summary**
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| *Please state if any element of the project costs is to be financed by borrowing. (Yes/No).**If applicable please complete the following table:*

|  |  |
| --- | --- |
| Borrowing |  |
| Principal expected to be Borrowed | £XX |
| Source of Finance | (PWLB, Private, LA to LA, etc) |
| Loan Type | (Annuity, Equality Instalment of Principal, Maturity,Other) |
| Interest Rate Assumed | X.X% |
| Loan Term | XX Years |
| Expected Loan Draw Down Date | DD/MM/YYYY |
| Repayment Source | (E.g. Future Customer Revenues) |
| Other costs Associated with Borrowing | £XX |

**Borrowing Commentary**Please provide an explanation of the borrowing required to support the project.A detailed borrowing model (if applicable) can also be included as a separate appendix – please reference if included. |

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| 1. **Cash Flow Statement**
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| 1. **Project Slippage**
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| 1. **Benefits Profiling**
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| 1. **Affordability**
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| 1. **Value for Money**
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