

**Labour & Co-Operative Group  
Amendments to Earmarked Reserves and General Balances Policy  
Statement 2025/26**

1. This paper sets out the Labour & Co-Operative Group changes to the Cabinet's Earmarked Reserves and General Balances Policy Statement 2025/26 at Cabinet Section 4.6.
2. No changes are proposed to policies underpinning the maintenance of a level of balances and general reserves or the level of general balances in 2025/26.
3. A change is proposed to the use of some of the funding held in the Transformation Reserve as set out in the following paragraph.

**Earmarked Reserves**

4. £0.6m of the £10.0m funding that will be added to the Transformation Reserve as part of the Cabinet's proposals is proposed to be used to support one – off budget investments. Since the reduction to the funding for transformation is relatively small it is not expected impair delivery of the wider Transformation Programme.