8b. <u>LOCAL GOVERNMENT REORGANISATION – STRATEGIC COMPARISON OF TWO VS</u> THREE UNITARY MODELS

This comparison considers the strategic, operational, financial, and representational implications to assess which position may be more beneficial for Godalming Town Council (GTC).

1. Strategic Vision and Governance Model

Two-Unitary Model

- Views the East–West division as a simplified, scalable, and streamlined governance approach.
- Emphasises clarity, reduced bureaucracy, and a stronger strategic voice in regional and national affairs.
- Supports future devolution through fewer but larger authorities.

Three-Unitary Model

- Advocates for more balanced local leadership across East, North, and West Surrey, maintaining clearer links with NHS footprints, housing markets and transport corridors.
- The response is rooted in spatial logic and functional geography, with strong backing from data in the final proposal.
- Emphasises that the three-unitary structure offers greater alignment with integrated care systems (e.g., Royal Surrey Trust) and a stronger base for strategic devolution via a Combined Authority.

Advantage: *Three-unitary model*, as it aligns with NHS and public service boundaries, enhancing cross-sector strategic coherence.

2. Operational Effectiveness and Service Integration

Two-Unitary Model

- Projects improved integration of county and district services, with simplified governance and economies of scale.
- Risks over-centralisation, particularly in large western or eastern blocks.

Three-Unitary Model

- Identifies specific operational efficiencies, including £22.5 million in savings per year by Year 4 and up to £46 million in transformation savings.
- Suggests nimbler and community-focused structures, with closer ties to residents and fewer layers of hierarchy.
- Highlights that a three-unitary system scored highest (28/30) on comparative evaluation of effectiveness.

Advantage: *Three-unitary model*, for being evidence-backed with tangible costings, operational depth, and a credible roadmap for service transformation.

3. Financial Sustainability

Two-Unitary Model

Anticipates cost savings from consolidation and service alignment.

• Less specific on how it would handle legacy financial issues, especially large liabilities (e.g. Woking).

Three-Unitary Model

- Explicitly flags stranded debt and legacy issues and proposes a sustainable, decentralised approach.
- Offers detailed financial modelling showing more manageable risk allocation and avoids centralised liability exposure.

Advantage: *Three-unitary model*, due to clearer financial planning and a proactive stance on long-term liabilities.

4. Local Identity and Accountability

Two-Unitary Model

- Aims to preserve identity by embedding localism through parish empowerment.
- However, risks homogenising diverse communities across a wider area.

Three-Unitary Model

- Stronger case made for preserving historic geographies and social cohesion.
- Backed by public consultation (63% support for three-unitary structure), showing resonance with residents.
- Proposes participatory budgeting, digital democracy, and local forums as tools to deepen engagement.

Advantage: *Three-unitary model*, offering better alignment with GTC's focus on preserving community identity and grassroots leadership.

5. Empowerment of Parish and Town Councils

Two-Unitary Model

• Expresses a desire to involve parish councils but lacks mechanisms or commitment structure.

Three-Unitary Model

- Proposes devolved service and asset transfers.
- Calls for formal parish involvement in transition planning and governance (e.g. a Transition Programme Board and Local Democracy Review Panel).
- Recognises the essential civic role of town councils like GTC.

Advantage: *Three-unitary model*, provides concrete measures to uplift first-tier governance and embed subsidiarity.

6. Political Realism and Alignment

Two-Unitary Model

- May align more closely with Surrey County Council's original LGR ambitions.
- Risks alienating borough and district partners, potentially becoming politically divisive.

Three-Unitary Model

- Developed and supported by a coalition of boroughs and districts.
- Builds broader local consensus and is rooted in extensive joint working.
- Demonstrates regional cohesion—aligns with sentiments across Waverley and Guildford areas.

Advantage: *Three-unitary model*, for uniting local partners and enhancing GTC's influence through alignment with prevailing views.

Conclusion and Recommendation

The three-unitary proposal presents a more beneficial and balanced position for Godalming Town Council across all key criteria:

- It offers **greater protection of local identity** and participatory governance.
- Demonstrates stronger financial resilience and operational feasibility.
- Provides a clearer structure for parish empowerment during and after transition.
- Enjoys greater public support and regional consensus, which enhances its political viability.

Recommended Position for GTC:

Godalming Town Council should adopt and endorse the **three-unitary model**. It not only safeguards the interests of Godalming and its residents but also reinforces GTC's commitment to practical, people-centred local governance rooted in tradition and community pride, while being future-facing.