Warwickshire's Child Poverty Strategy

Background to the Strategy:

The Child Poverty Act received Royal Assent at the end of March 2010 with the central **aim of eradicating child poverty by 2020**. The Act received all-party support and is contained within the Coalition's "Programme for Government" published in May.

In his **State of the Nation Report**, The Rt. Hon. Iain Duncan Smith stated, "In the UK today, millions of children, adults and pensioners are daily experiencing the crushing disadvantage that poverty brings. They are living at the margins of society, unable to achieve their aspirations and trapped in dependency. Such levels of poverty are unacceptable and today's statistics show that, despite huge expenditure, this has made little impact in helping the poorest. A new approach is needed which addresses the drivers behind poverty and actually improves the outcomes of the millions of adults and children trapped in poverty".

"It is right that we invest in addressing poverty, but we must focus our resources where they will be most effective. 'Work', for the vast majority of people, is the best route out of poverty''.

Introduction to Warwickshire's Strategy:

Implicit in the development and implementation of this strategy is the value of co-ordinated and collaborative working across the county. The strategy is not about spending more, but making better use of resources. By working together we can remove duplication, and focus collective resources and effort to achieve results.

The overarching ambition of the Warwickshire strategy is about enabling people into 'work' by helping to address the barriers which prevent people from entering or progressing into sustainable employment. This includes addressing the educational attainment and skill level deficits which are predominately entry-level requirements for many employers. Secondly, to support the family in preparing for work by helping to tackle debilitating issues such as debt, benefit dependency, poor housing, family breakdown and other factors which prevent families moving out of poverty.

Key to this is the need for economic revival and growth which will stimulate the employment, development and enterprise opportunities for sustainable employment in the future.

The development of the strategy and responsibility for overseeing its implementation will sit within the Environment & Economy Directorate, of Warwickshire County Council. However, the strategy clearly has implications and responsibilities for all directorates, and partner organisations. To ensure the development of this broader approach, the Leader of the County Council will oversee the development of the strategy.

The Definition of Child Poverty:

The most commonly used threshold of low income is a household income that is 60% or less of the average (median) British household income in that year. It uses disposable income rather than pre-tax income, as this is the money that the household has to live on*.

* Further information about what this means in real terms can be found in Appendix 2.

The Warwickshire Perspective:

Although Warwickshire has low overall levels of child poverty, small localised pockets with relatively high levels exist. These areas show up on a multitude of indicators linked to different aspects of child poverty.

Latest available figures show that 14,760 (13.2%) children are considered to be living in poverty in Warwickshire (2008 figures).

Areas with the very highest levels of child poverty in Warwickshire's urban areas tend to be surrounded by, or are located near to other areas with above average levels. This is particularly the case in Central and West Nuneaton which highlights the concentrated nature of the issue.

There are neighbourhoods in Nuneaton where over 50% of children are considered to be living in poverty.

Nearly a third of all children living in 'poverty' in Warwickshire live in only 10% of the Super Output Areas (SOAs) across the County.

More children in Warwickshire are likely to be living in poverty than the latest official statistics suggest as they do not reflect the impact of the economic downturn and recession. This is due to the lag in releasing relevant data sets.

In Warwickshire the distribution of child poverty is complicated. The largest concentrations are entrenched in the County's largest urban areas, particularly Nuneaton and to a lesser extent Rugby and Bedworth. However, these concentrations are combined with spatially dispersed pockets in the rural south and north.

Whilst the levels of poverty in rural areas are not as concentrated as those in Warwickshire's towns, when aggregated the total numbers are not insignificant. An added complication is that households experiencing child poverty issues in more rural areas may encounter further difficulty in accessing support services due to their more isolated locations.

The Context of the Strategy:

The purpose of the document is to set out the vision and strategy for reducing, and ultimately eradicating child poverty in Warwickshire. To use the collective knowledge and experience of practitioners in Warwickshire, but which also takes into consideration the national policy reviews on how best to address child poverty.

Child Poverty is a complex issue which transcends directorate boundaries and requires commitment from partner organisations, the Police, the health services, district and borough councils, as well as the voluntary and community sector in helping to eradicate child poverty. Upper-tier authorities have responsibility to eradicate child poverty, alongside partners who have a duty to co-operate.

The strategy aligns with other corporate strategies including the Health Inequalities Strategy, the Children and Young People's Plan, the Teenage Pregnancy Strategy, the Affordable Housing Strategy, and the Sustainable Communities Strategy.

The Local Enterprise Partnership (LEP) will play a vital role in helping to create the employment and training opportunities needed to help people into sustainable employment and move out of poverty.

The Local Strategic Partnerships will also be important for driving forward the objectives outlined in this strategy.

Area Children's Trusts will continue to prioritise the eradication of child poverty in keeping with the objectives outlined in this strategy.

A series of summits and consultation exercises have taken place during November and December 2010, working with Area Children's Trusts and other key stakeholders to identify the key objectives, priorities and principles that should underpin the strategy.

Vision: To reduce the number of children living in poverty in Warwickshire by 2020.

Overarching Objectives:

1. To create the conditions which will enable people to enter or progress into sustainable employment, by boosting the economy, and creating the employment and training opportunities for local people, and helping to remove the barriers to employment.

2. By providing children with the social and emotional support needed to help fulfil their potential and break the cycle of underachievement which can blight them in later life, including creating conditions within the family environment that are conducive and supportive of a learning environment.

Strategic Priorities:

<u>Priority One:</u> Creating Employment Opportunities to help move people out of poverty.

To boost the local economy through major infrastructure projects which will help attract inward investment, and create employment opportunities for local people.

By working with the commercial / private sector to ensure that developments will benefit local communities, particularly Super Output Areas. This includes local procurement opportunities, and through the provision of training opportunities, apprenticeship schemes, and employment opportunities which will encourage people into work.

By working with partner organisations to help support local people, particularly hard to reach groups, to benefit from local employment opportunities arising.

<u>**Priority Two:**</u> Early Intervention: in particular the role of Children's Centres in helping to break the cycle of poverty.

• Supporting Children's Centres to provide holistic family support. Encouraging positive parenting techniques to promote family stability, a culture of encouragement and aspiration, and provide a strong and stable foundation for learning.

- Referrals or sign-posting to partner organisations on a range of issues including financial support, improving skills, returning to work, housing, health.
- Effective engagement with pregnant mums, particularly from 'hard to reach' groups, to ensure effective ante-natal and post-natal care including emotional, mental and physical wellbeing.
- Supporting interventions which help reduce teenage conceptions, and therefore reducing the numbers of children born into poverty, by raising aspirations, improving educational attainment and addressing benefit dependency. Increasing the take up of family planning advice for those in poverty to help prevent a cycle of poverty amongst large families on low incomes.
- Developing community support structures, and building capacity within communities enabling people to help themselves e.g widening participation and engagement with parents. Encouraging volunteering opportunities, developing confidence, aspiration and positive role models.
- Promoting healthy lifestyles and improving outcomes for families.

<u>Priority Three</u>: Improving Financial Capability and Financial Awareness

Working collaboratively with the voluntary & community sector to provide advice, information and training on financial matters which may be preventing families from being economically active.

- debt management and prevention,
- welfare & benefits advice
- financial capability and budgeting (money management)
- financial awareness

Priority Four : Addressing Housing Needs

Quality and stability of housing is important. Poor quality housing and overcrowding can contribute significantly to negative outcomes for children and inhibit the learning environment, and affect the emotional, mental and physical wellbeing of the whole family.

- Increasing the amount of Affordable Housing across the Boroughs/Districts
- Supporting people who are at risk of becoming homeless, and homelessness prevention, helping to reduce the demand on housing.
- Bringing void properties back into occupation, as part of an Empty Properties strategy.
- Giving greater priority to families where there is overcrowding.

The Strategic Delivery Objectives

- Support the most vulnerable people in Warwickshire, particularly those who have a greater propensity to experience poverty.
- Connect those people in poverty, or greater propensity to poverty to vital support services who can help with advice, emotional support, and guidance on improving their life situation.
- Support emotional well being by helping to address underlying issues and concerns that contribute to being in poverty.
- Help maximise the income of families in poverty.
- Develop aspiration and confidence which can help people get out of the poverty trap.
- Encourage, and raise awareness of healthy lifestyles which can have a positive effect on poverty smoking cessation, reduced alcohol consumption, addressing substance misuse, healthy eating (including increased take-up of free school meals), exercise, mental health.
- Support families with children in 0-3 years of age particularly where early intervention, and positive parenting is key to their future life chances.

Guiding Principles :

- Intelligence-led services, knowing 'what works'.
- Focusing resources in priority areas.
- Working collaboratively with colleagues and organisational partners to maximise impact and resources.
- Recognising the value of early intervention, particularly families with very young children.
- Recognising the value of early intervention in terms of engagement and support.
- Ensuring that we are providing quality information and access to services, in terms of what we provide, and where we provide it.
- Undertaking an Equality Impact Assessment

Measuring progress:

The Frank Field Review argues that that a major limitation of the existing child poverty measures is that they have incentivised a policy response focused largely on income transfers which is financially unsustainable.

A more effective approach would be to use a set of measures that will incentivise a focus on improving children's life chances, and ultimately break the transmission of intergenerational disadvantage. For Warwickshire, proxy measures could include:

• Increasing the percentage of children's centre sessions that are accessed by any children 0-5 from households dependent on benefits

- Increasing the number of parents from target groups accessing sessions (teen, lone, workless, fathers, parents of disabled children)
- Increasing the percentage of infants attending the service who are being breastfed at 6-8 weeks
- Increasing the percentage of children from low income families attending children's centre sessions who achieve at least 78 points across the Early Years Foundation Stage (with minimum 6 points scored in each component)

Methods of Delivery:

A cross-Directorate Corporate group is in place to oversee the implementation of the new Child Poverty Duty, and to drive forward the objectives of the strategy.

The Strategic Director for Environment and Economy is the Lead Accountable Officer for the Child Poverty Strategy, on behalf of all directorates.

Programmes and actions within directorates, and partner organisations will deliver aspects of the strategy, and will feed into the annual reporting of progress on the eradication child poverty, via the Corporate Group.

By focusing resources on communities most in need, linking with the Customers, Workforce and Governance Directorate we can develop localised community action plans that can begin to address local needs, to build capacity and resilience within communities and raise aspirations that accords with the Big Society agenda.

Contributors to the Strategy

Sector Specialist for Child Poverty : Centre for Excellence and Outcomes (C4EO) WCC Children's Services HoS WCC Children's Trust **Commissioning Support Services** Young people/ Youth Parliament Early Years Team Borough & District Officers **Special Schools** Parent Support Advisors Respect Yourself Campaign Early Intervention Service Gypsy & Traveller Services CAF Team Youth Service North Warks & Hinckley College Family Nurse Partnership Area Offices **Safeguarding Services** Warwickshire Observatory Police Voluntary & Community Sector Credit Union Multi-agency Commissioning CAB School Improvement Officers **Extended Services** Connexions NHS Public Health Leaving Care Team

Integrated Disability Team

Key policy Recommendations:

1. To continue to resource Children's Centres who have a critical role in the Early Intervention Agenda; and helping to narrow the inequalities in children's educational outcomes.

2. To consider opportunities for major infrastructure projects that will boost the local economy, and create employment and training opportunities for local people;

3. Supporting programmes which help address financial barriers to work, such as benefit dependency, debt or money management, welfare advice.

5. To identify opportunities for affordable housing developments which will help support the demand for housing in Warwickshire, and provide a home environment that is conducive to a child's learning and development.

<u>Appendix 1</u>

Two key Reports which have informed the strategy are the **Independent Review on Early Intervention: Good Parents, Great Kids, Better Citizens by Graham Allen MP, and the Rt. Hon. Iain Duncan Smith MP.**

And "The Foundation Years : preventing poor children becoming poor adults", An Independent Review by Frank Field MP, Dec 2010.

The premise of the two reports is that good early intervention is the key determinant for tackling social disadvantages and inequalities later in life. Providing children with the social and emotional support needed to help fulfil their potential and break the cycles of underachievement which blights some of the poorest communities.

Specifically that children's life chances are most heavily predicated on their development in the first five years of life, and that family background, parental education, good parenting and the opportunities for learning and development in those crucial years matter more to children than money.

An independent review of best practice in early intervention is due to be published in January 2011.

The Marmot Review :

Giving every child the best start in life is crucial to reducing health inequalities across the life course. The foundations for virtually every aspect of human development – physical, intellectual and emotional – are laid in early childhood. What happens during these early years (starting in the womb) has lifelong effects on many aspects of health and well-being–from obesity, heart disease and mental health, to educational achievement and economic status.

Addressing health inequalities in Warwickshire and supporting families to choose healthier lifestyles will be a key determinant of future life outcomes, including educational attainment and employment opportunities which will help to break the cycle of poverty.

Appendix 2

The Definition of Child Poverty:

The most commonly used threshold of low income is a household income that is 60% or less of the average (median) British household income in that year. It uses disposable income rather than pre-tax income, as this is the money that the household has to live on.

Incomes are adjusted for household size and composition to put them on a comparable basis. Clearly, a lone adult does not require the same income as a family of four in order to have the same standard of living.

The latest year for which household income data is available is 2008/09. In that year, the 60% threshold was worth: £119 per week for single adult with no dependent children; £206 per week for a couple with no dependent children; £202 per week for a single adult with two dependent children under 14; and £288 per week for a couple with two dependent children under 14.

These sums of money are measured after income tax, council tax and housing costs have been deducted, where housing costs include rents, mortgage interest (but not the repayment of principal), buildings insurance and water charges. They therefore represent what the household has available to spend on everything else it needs, from food and heating to travel and entertainment.