

Appendix B

Statement of Earmarked Reserves

Title and Purpose of Earmarked Reserve	Actual Opening Balance (01.04.19)	Transfer from Reserve	Transfer to Reserve	Expected Closing Balance (31.03.20)
	£000	£000	£000	£000
Insurance Reserve Reserve held to protect the Authority from unexpected volatility from changes in legislation that could be retrospective, unknown exposures that may arise in the future, and to cover a possible shortfall in the eventual settlement in respect of MMI.	677	0	454	1,131
Early Retirements Reserve Reserve to cover future compensatory added years payments associated with an early retirement during 2002/2003. This ensures no ongoing revenue implications.	13	(4)	0	9
PFI Smoothing Reserve Reserve established to smooth the impact of the PFI scheme on the Authority's revenue budget over the 25 year life-span of the scheme. A recent review confirms this will be fully utilised.	8,126	0	162	8,288
Budget Carry Forward Reserve Reserve established to fund the slippage of specific items of revenue expenditure.	1,990	(697)	395	1,688
Transformation and Reform Reserve Reserve covers expected costs of all major organisational changes and transformation projects required for the Authority to operate more efficiently and effectively. This also includes temporary funding of the budget over the medium term whilst longer term IRMP changes are made by the Authority.	2,474	(6)	2,867	5,335
Capital Developments Reserve Reserve created to fund medium term and long term capital and revenue developments.	4,860	0	646	5,506

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	£000	£000	£000	£000
Medium Term Planning Reserve Reserve to plan for the impact of the government's new funding arrangements (safety net and rating appeals) / reductions	1,336	0	0	1,336
COVID-19 Reserve Reserve temporarily established to deal with the implications of the COVID-19 pandemic, with an expected life of twelve months to be fully reviewed in March 2021	0	0	1,515	1,515
Total Reserves that prevent an increase in revenue budgets	19,476	(707)	6,039	24,808
Resilience Reserve Reserve to enable appropriate contingency arrangements to be put in place to ensure continued service delivery.	3,500	0	0	3,500
New Dimensions Reserve Reserve to be used in future years to provide for any adverse effect of potential changes in grant arrangements and to provide resources to support delivery of the Urban Search and Rescue response.	782	(58)	43	767
Emergency Services Mobile Communications Reserve Emergency Services Mobile Communications Grant received from Home Office held in reserve to finance the new wide area communications system.	1,837	(413)	0	1,424
Total Reserves to support service delivery requirements	6,119	(471)	43	5,691
Total Reserves	25,595	(1,178)	6,082	30,499