

## Reserves

The Council's departmental reserves and the capacity building reserve are monitored throughout the year and feed into the budget setting process accordingly. The following table summarises the expected balance for all reserves for 2018/19 to 2021/22

Out of the total reserves balance only £14.9m is deemed available or uncommitted, due to restrictions placed on the remaining reserves.

| Summary of Reserves   | Balance Brought Forward 1.4.18 | Cont. from reserves | Cont. to reserves | Movement between reserves | Forecast Balance 31.03.19 | Forecast Balance 31.03.20 |
|---|--------------------------------|---------------------|-------------------|---------------------------|---------------------------|---------------------------|
|   | £000                           | £000                | £000              | £000                      | £000                      | £000                      |
| <b>General Fund Balance</b>   | 6,000                          | 0                   | 0                 | 0                         | 6,000                     | 6,000                     |
| <b>Change Programme Fund:</b>   |                                |                     |                   |                           |                           |                           |
| Capacity Building Reserve**   | 12,714                         | (9,565)             | 4,687             | 2,088                     | 9,924                     | 5,999                     |
| Grant Equalisation Reserve*   | 8,445                          | (4,231)             | 0                 | 0                         | 4,214                     | 1,130                     |
| Development Equalisation Reserve  | 1,233                          | (1,233)             | 0                 | 0                         | 0                         | 0                         |
| Departmental Reserves   | 5,197                          | (3,695)             | 0                 | (600)                     | 902                       | 902                       |
| <b>Subtotal</b>   | <b>27,589</b>                  | <b>(18,724)</b>     | <b>4,687</b>      | <b>1,488</b>              | <b>15,040</b>             | <b>8,031</b>              |
| <b>Ring-Fenced Reserves</b>   |                                |                     |                   |                           |                           |                           |
| Insurance Reserve***  | 4,937                          | 0                   | 0                 | (1,488)                   | 3,448                     | 3,448                     |
| Schools Capital Expenditure Reserve                                     | 1,208                          | (33)                | 0                 | 0                         | 1,176                     | 1,176                     |
| Parish Council Burial Ground Reserve                                    | 51                             | 0                   | 0                 | 0                         | 51                        | 51                        |
| Hackney Carriage Reserve  | 203                            | 0                   | 0                 | 0                         | 203                       | 203                       |
| School Leases Reserve   | 243                            | (122)               | 0                 | 0                         | 121                       | 79                        |
| Future Cities Reserve   | 240                            | (240)               | 0                 | 0                         | 0                         | 0                         |
| Public Health Reserve   | 428                            | (198)               | 0                 | 0                         | 230                       | 230                       |
| <b>Subtotal</b>   | <b>7,310</b>                   | <b>(593)</b>        | <b>0</b>          | <b>(1,488)</b>            | <b>5,229</b>              | <b>5,187</b>              |
|   |                                |                     |                   |                           |                           |                           |
| <b>Total Available, Ring-Fenced reserves &amp; General Fund Balance</b> | <b>40,899</b>                  | <b>(19,317)</b>     | <b>4,687</b>      | <b>0</b>                  | <b>26,269</b>             | <b>19,218</b>             |

\* £4.2m drawn down per approved 2018/19 MTFS

\*\* Capacity Building Reserve

- May be used to finance transformational costs associated with delivery of savings plans outlined in the 2019/20 – 2021/22 MTFS
- £4.4m of Capital receipts will be transferred to Capacity reserve during 2018/19.
- The forecast overspend in 2018/19 of £3.9m will be required to be funded from the Capacity reserve.

\*\*\* it should be noted that there has been a transfer of reserves from the Insurance reserve totalling £1.488m, following the actuarial review of the balances. This also includes an estimate for additional risk the council may be exposed to as a result of the Local Authority Trading Company (LATCo).