

Movement in Reserves Summary 2011/12

High Level Summary group	Balance as at 31/3/2011	Transfers to Reserves 11/12	Transfers from Reserves 11/12	Balance as at 31/03/2012
Trading Account & other statutory reserves	(228)	(3,136)	2,932	(432)
Education/schools Earmarked reserves	(8,947)	(4,686)	7,958	(5,675)
Commuted maintenance	(1,227)	(15)	267	(975)
Earmarked General Reserves	(20,046)	(4,843)	9,248	(15,641)
Other Ring fenced Reserves	(2,221)	(244)	1,157	(1,308)
Other Reserves	(489)	(196)	160	(525)
Working balance	(11,412)	0	113	(11,299)
	(44,570)	(13,120)	21,834	(35,856)

All figures in £000

Summary group	Balance as at 31/3/2011	Transfers to Reserves 11/12	Transfers from Reserves 11/12	Balance as at 31/03/2012	Purpose of Reserve
Trading Account & other statutory reserves					
Off Street Parking	0	(1,164)	1,064	(100)	Represents Accumulated trading position
On Street Parking	0	(1,703)	1,703	0	Represents Accumulated trading position
City Market	(1)	(174)	143	(32)	Represents Accumulated trading position
Taxis	(56)	(76)	0	(132)	Represents Accumulated trading position
Street Trading	(111)	0	22	(89)	Represents Accumulated trading position
Land Charges Development Fund	(60)	(19)	0	(79)	To fund improvements in the LLC service
Education/schools Earmarked reserves					
Education Carry Forwards	(1,939)	(2)	1,923	(18)	Schools ringfenced resources mainly from grants
School Budget Share	(5,540)	(4,449)	5,540	(4,449)	Previously shown as a separate reserve. Represents schools balances under delgated budgets
PFI reserves	(1,468)	(212)	495	(1,185)	PFI credits towards the schools PFI contract at Wood View are received in equal instalments over the course of the contract. This reserve enables the matching of the credits to actual expenditure incurred from year to year.
Beechwood Campus Drs Surgery Reserve	0	(23)	0	(23)	
Commuted Maintenance	(1,227)	(15)	267	(975)	Revenue contribution from developers /section 106 agreements to provide for future maintenance over a period of years
Earmarked General Reserves					
Accommodation Reserve	(1,812)	(116)	554	(1,374)	To meet costs of repairs to Office Accommodation. The fund will be used to support the wider acommodation strategy.
Planning LDF Reserve	0	(62)	0	(62)	The reserve relates to the reprofiling of the LDF timetable and specifically to the costs of the Derriford & Seaton Area Action Plan Public Examination, which is now scheduled to take place in 2012/13
Insurance and Risk Management Reserves	(951)	(269)	36	(1,184)	To meet any unforeseen/increased costs of insurance claims or works to minimise insurance risk. The fund is available to meet the costs of urgent health and safety works that cannot be contained within existing budgets.
Budget Carry Forwards	(1,269)	(239)	287	(1,221)	
JE contingency	(52)	0	0	(52)	Utilised in 2010/11 budget to fund successful appeals
Pensions Fund	(1,088)	0	0	(1,088)	Following the triennial pensions review the council's contribution rate has been held at current levels for the next three years. However, this is on the understanding that contributions into the fund remain at least at 10/11 levels. Any shortfall will require a one off lump sum payment in year 3. Given further outsourcing, transfer of schools to academies and the anticipated reduction in workforce, it is likely that a shortfall will be incurred.
Redundancies	(2,610)	(1,600)	1,585	(2,625)	To meet potential costs of redundancies, including strain payments to the pension fund
Urban Enterprise Fund	(523)	0	166	(357)	Match funding to ensure that Plymouth gains access to the European funding available to the region to support Urban Enterprise

CIP	(498)	0	450	(48)	Fund used to support the Councils Corporate Priorities. The commitments against this fund will be reviewed as part of the budget and performance monitoring process and any surplus balance will be transferred to the Invest to Save Reserve.
Capital Reserve	(975)	0	0	(975)	To be used to support the capital programme and potential shortfall in capital receipts
Job Evaluation/Equal Pay	(350)	(350)	0	(700)	The Council continues to progress towards settlements of potential equal pay claims following due diligence. An anticipated amount of £1.8million remains the Council's recommended reserve amount for potential liabilities. The transfer to reserves of £0.350m provides a total of £0.7m towards this sum within the council's reserves.
Strategy for Change	0	0	0	0	Reserve balance transferred to invest to save reserve following suspension of BSF programme by the Government
Invest to Save Reserve	(2,262)	(517)	1,479	(1,300)	Reserve set up using balances released from other reserves. To be used to support/pump prime invest to save initiatives to deliver budget savings over the medium term.
Recovery costs - Icelandic Banks	(380)	(204)	20	(564)	Allowance for investment losses of the money invested in the Icelandic banks. Reserve currently meeting the ongoing legal costs and borrowing costs from utilising the capitalisation direction in 09/10.
Grants carryforward	(3,071)	(1,192)	3,071	(1,192)	Under IFRS all grant income must be released to revenue unless there are pay back conditions attached. Previously unspent balances at year end would have been carried forward as a creditor accrual. This is no longer permitted and authorities are required to use their locally approved reserve mechanisms to carry balances forward. This reserve therefore reflects unspent balances on ringfenced grant income at the year end, where there are continuing commitments.
Waste Reserve	(2,400)	0	800	(1,600)	Reserve set up to proactively provide and manage the future budget shortfall due to increasing landfill tax liability pending the new energy from waste plant becoming operational.
Stock Transfer residual liabilities	(1,005)	0	0	(1,005)	Budget provision 2010/11 outturn for Americas Cup, schools demolitions and procurement contingency.
corp health adjs (budget c/f 2010/11)	(800)	0	800	0	Funds set aside for future life centre landlord maintenance required by Sport England Funding agreement
Life Centre Dowry	0	(150)	0	(150)	
Mortgage Rescue Scheme Reserve	0	(144)	0	(144)	
Other Ringfenced Reserves					
DRCP	(1,173)	(7)	939	(241)	Reserve set aside to meet future expenditure in Devonport, in lieu of grant funding in 2007/08, and fund DNM post
Tamar house - Commercial rents sinking fund	(58)	(237)	8	(287)	RDA rents sinking fund Tamar House
Plymouth CDC Legacy Reserve	(412)	0	166	(246)	Reserve set up to continue the activities previously provided by the Company including branding of the city as part of Positively Plymouth. The reserve includes funds provided by RDA and HCA.
A386 Park & Ride Leased Spaces	(578)	0	44	(534)	Upfront payment from PCT for leased spaces at George Park & Ride site. Released to revenue annually in lieu of rental income.
Other Reserves	(489)	(196)	160	(525)	All reserves have been reviewed and confirmed as required to meet specific policy commitments
Sub Total Earmarked Reserves	(33,158)	(13,121)	21,722	(24,557)	
Working Balance	(11,412)	0	113	(11,299)	General Balance available to meet unforeseen expenditure. This balance represents 6% of net revenue expenditure and is in line with Unitary Council averages
Total Reserves	(44,570)	(13,121)	21,835	(35,856)	