

Movement in Reserves Summary 2013/14
Appendix C

High Level Summary group	Balance as at 31/03/2013 £000	Transfers to Reserves 13/14 £000	Transfers from Reserves 13/14 £000	Balance as at 31/03/2014 £000	
Trading Account & other statutory reserves	(268)	(2,513)	2,345	(436)	
Education/schools Earmarked reserves	(6,428)	(8,098)	5,010	(9,516)	
Commuted maintenance	(350)	(2,678)	39	(2,989)	
Earmarked General Reserves	(15,598)	(7,150)	10,016	(12,732)	
Other Ring fenced Reserves	(1,008)	(234)	195	(1,047)	
Other Reserves	(619)	(53)	26	(646)	
Working balance	(10,797)	0	58	(10,739)	
Total	(35,068)	(20,726)	17,689	(38,105)	

All figures in £000

Summary group	Balance as at 31/03/2013 £000	Transfers to Reserves 13/14 £000	Transfers from Reserves 13/14 £000	Balance as at 31/03/2014 £000	Purpose of Reserve
Trading Account & other statutory reserves					
Off Street Parking	0	(963)	963	0	Represents Accumulated trading position
On Street Parking	0	(1,342)	1,342	0	Represents Accumulated trading position
City Market	0	(86)	40	(46)	Represents Accumulated trading position
Taxis	(230)	(99)	0	(329)	Represents Accumulated trading position
Street Trading	(9)	(1)	0	(10)	Represents Accumulated trading position
Land Charges Development Fund	(29)	(22)	0	(51)	To fund improvements in the LLC service
Education/schools Earmarked reserves					
Education Carry Forwards	(14)	0	0	(14)	Schools ring-fenced resources mainly from grants
School Budget Share	(5,010)	(8,086)	5,010	(8,086)	Previously shown as a separate reserve. Represents schools balances under delegated budgets

Summary group	Balance as at 31/03/2013 £000	Transfers to Reserves 13/14 £000	Transfers from Reserves 13/14 £000	Balance as at 31/03/2014 £000	Purpose of Reserve
PFI reserves	(1,377)	(8)	0	(1,385)	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	(27)	(4)	0	(31)	transfer from revenue account difference between rent rec'd and unsupported borrowing cost, this is needed to pay final year of rent (contract for 25 years but surgery only paying 24)
<u>Commuted Maintenance</u>	(350)	(2,678)	39	(2,989)	Revenue contribution from developers /section 106 agreements to provide for future maintenance over a period of years
Insurance and Risk Management Reserves	(1,617)	0	349	(1,268)	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	(696)	(589)	504	(781)	various agreed c/forwards in General Reserve code
JE contingency	(52)	0	52	0	Utilised in 2010/11 budget to fund successful appeals
Pensions Fund	(1,103)	(500)	1,036	(567)	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 13/14 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	(1,722)	(782)	2,204	(300)	To meet potential costs of redundancies, including strain payments to the pension fund
Urban Enterprise Fund	(702)	0	261	(441)	Match funding to ensure that Plymouth gains access to the European funding available to the region to support Urban Enterprise
Capital Reserve	(665)	0	647	(18)	To be used to support the capital programme and potential shortfall in capital receipts

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Job Evaluation/Equal Pay	(700)	(528)	328	(900)	To support the ongoing JE appeals process as well as potentially increased revenue costs if current claims are successful at tribunal. A sum of £0.350m has been set aside. In accordance with accounting regulations a provision for potential claims must be set up, but Capital Financing Regulations only require the Council to actually charge the revenue accounts when claims are actually paid. The provision is therefore offset by a negative reserve entry of £1.843m giving a net negative reserve of £1.493m.
Invest to Save Reserve	(135)	(17)	152	0	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	(400)	0	315	(85)	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 carry forward	(1,226)	(336)	815	(747)	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 ring-fenced grant income at the year end, where there are continuing commitments.
Waste Reserve	(800)	(892)	890	(802)	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)	Stock transfer remaining liabilities
Life Centre Dowry	(450)	0	0	(450)	Creation of Life Centre Dowry to release Sport England Grant Retention for capital scheme

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Mortgage Rescue Scheme Reserve	(79)	0	79	0	Part of the wider homelessness prevention strategies, this reserve holds government funding received in relation to the Preventing Repossessions Fund and the balance of funding for the Mortgage Rescue Fund
Plan for Jobs	(500)	0	100	(400)	Revenue support to Plan for Jobs scheme
Investment Fund	(1,340)	(500)	181	(1,659)	Revenue reserve relating to Investment Fund
CEDT reserve	(50)	0	8	(42)	Reserve to support developing a new Community Economic Development Trust in the City
Transformational Change Reserve	(250)	(1,450)	1,484	(216)	Reserve to fund the acceleration of the Corporate Transformation Programme
Plymouth Plan reserve	0	(168)	0	(168)	Unspent part of funding from contingency in 13/14
100th Year City Celebration Reserve	0	(400)	0	(400)	For celebration events during 2014
Skills Agenda	0	(100)	0	(100)	
City Deal for Young People	0	(100)	0	(100)	
Tamar Bridge & Torpoint Ferry	(1,495)	(763)	0	(2,258)	Plymouth's 50% share of the operations ring-fenced reserves
Other Ring-fenced Reserves					
DRCP	(153)	0	63	(90)	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	(276)	(235)	8	(503)	RDA rents sinking fund Tamar House - name changed to Commercial Property Client Account
A386 Park & Ride Leased Spaces	(490)	1	44	(445)	Upfront payment from PCT for leased spaces at George Park & Ride site. Released to revenue annually in lieu of rental income.
Other Reserves	(708)	(78)	106	(680)	All reserves have been reviewed and confirmed as required to meet specific policy commitments
Sub Total Earmarked Reserves	(24,271)	(20,726)	17,631	(27,366)	
Working Balance	(10,797)	0	58	(10,739)	General Balance available to meet unforeseen expenditure.
Total Reserves	(35,068)	(20,726)	17,689	(38,105)	