

BRIEFING PAPER RESERVES AND PROVISIONS



The table below sets out the forecast year end position regarding the Council's Reserves and Provisions.

	forecast closing balance at 31 March 2018	
	£'000	
<u>Trading Accounts</u>		
City Market	227	
Off Street Car Parking	0	
On street Car Parking	0	
Hackney Carriage	121	
Private Hire	224	
Land Charges	133	
<u>Commuted Maintenance</u>		
	2,644	£1.975m related to Devonport Market
<u>Earmarked General Balances</u>		
Life Centre Dowry	1,050	Lifecycle Maintenance in accordance with Sport England Funding agreement 11/02/10 (21 yrs)
Transformation change reserve	48	to finance 2017/18 overspend
Skills agenda	77	to finance 2017/18 overspend
Four Greens CEDT	140	Resources ring-fenced to Trust. Authority to use reserve to fund any net annual revenue spend on CC.5796. Secured at February 2017 F.G.C.T Board. This acts as an insurance for PCC against a longer term revenue liability.
Poole Farm	17	
Redundancy	350	Increase by £500k in 18/19
Youth offending service	64	
Plymouth Life Centre car parking strategy	18	to finance 2017/18 overspend or transfer to Redundancy Reserve
Job Evaluation	200	to finance 2017/18 overspend or transfer to Redundancy Reserve
Equal Pay reserve	137	to finance 2017/18 overspend or transfer to Redundancy Reserve
<u>Tamar Bridge and Torpoint ferry</u>		
A386 Park & ride leased spaces	311	Payment made in advance by PHNT for staff parking at the site. £40k drawn down annually into SP&I revenue account.

Commercial Property Client Account	741	Legal obligation from former asset transfer to ring fenced income. The agreement is worded as follows: "it shall invest all net income generated in the development regeneration of the average property or economic development or regeneration initiatives in the City." Income transferred back to Place budgets to fund one offs.
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<u>Other Reserves</u>		
Investment Property R&M Fund	72	For post 2016 acqns. Budgeted 17/18: (£5k) Bell Pk, (£5k) 34-36 New George St., (£30k) Friary Pk, (£7k) 10% of Kay Cl. (£3k) 10 New George St
Investment Property Voids	923	Post 2016 acquisitions - transfers based on agreed % of income as set out in business cases to CCIB - 17/18 budgeted at: (£36k) Bell Park, (£15k) 34-36 New George St. (£148k) Friary Pk (£27k) Cobourg Hs (£4k) 10 New George St., (£43k) Regional Mail Ctr plus £552k
Reserve Foreshore Renewal	221	Reserve for ad hoc works needed along foreshore. Street Services contribute sum each year.
Schools library service book Fund	247	Owned by the Schools' Library Service (SLS). The SLS is fully funded by Schools' buy back. At the end of the financial year any surplus or overspend is transferred to this reserve account. Going forward the fund is expected to decrease with the reduction in schools' buy back.
Weston Mill Improvement Reserve	489	This reserve is to fund improvements at Weston Mill. Part of each burial / cremation fee is set aside to cover this and the fund is used when required. The reserve also contains an amount of the 16/17 Bereavement surplus as agreed.
Working Balance	9,351	set at 5% of net revenue expenditure

<u>Insurance Provision</u>		
Motor Insurance	338	outstanding third party reserves were £90k as at 30.9.17
Employers liability	772	The legal liability, arising out of the Authority's negligence, to pay compensation for bodily injury or disease sustained or contracted by its' employees in the course of and arising out of their employment. Annual contribution of £700k from all services. (claims settled 2014/15 - £609k, 2015/16 - £183k, 2016/17 - £561k, 2017/18 to date - £352k)
Public Liability	2,332	Outstanding claims are £3,212,990 as per Qtr 2 report sent 9.10.17
Property	158	a provision for damage to Council properties resulting from perils including Fire, Lightning, Explosion, Malicious Damage, Storm, Flood, Escape of Water, Impact and Terrorism

Schools risk	304	Funded by schools. Balance of Risks for Schools provides cover for material damage to buildings and contents for the insured perils not included in the Main Fire Policy i.e. Storm, Malicious Damage, Flood, Burst Pipes, Theft & Impact. Fire, Lightning, Aircraft, Explosion and Terrorism are the perils covered in the Main Fire Policy.
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