

Appendix G - RESERVES ANALYSIS

<u>Corporate earmarked reserves:</u>		£'000	<u>Commentary - is the reserve set at an appropriate level?</u>
Risk reserve		15,500	Yes. The reserves policy has recommended this balance to be at £15m in recent years. It is set at this level to provide funding for unforeseen legal risks, and also future uncertainty over government grant levels.
Transformation Reserve		11,293	No. This reserve is projected to have a balance of £5m by the end of 2014/15. To enable the Council to fund future transformation through to 2020, it is recommended that another £10m is needed in this reserve.
Service Development Reserve		9,577	It is proposed that this reserve is merged with the transformation reserve to ensure that this reserve has sufficient funding through to 2020.
Financing reserve		3,266	Yes. This balance is set aside for risks associated with insufficient funding available in the capital programme (for example land receipts that do not complete as anticipated leading to a funding shortfall). It is recommended that this balance
Welfare reform		1,896	Yes. This balance is set aside for specific welfare reform and revenues and benefits risks over the coming years and will be used for this purpose.
	<b>TOTAL CORPORATE</b>	<b>41,532</b>	
<u>Reserves earmarked for infrastructure:</u>			
Infrastructure reserve (NHB)		21,572	Yes. This reserve, along with future projected New Homes Bonus is supporting expenditure in the capital programme currently totalling £32.8m. Future CIL, NHB and Inglis receipts will need to be earmarked for future infrastructure projects, and will give the Council the opportunity to fund other projects such as development activity and office accommodation. Both of these types of project directly support savings to the Council's revenue account.
Community Infrastructure Levy		992	
Inglis Consortium		3,479	
	<b>TOTAL INFRASTRUCTURE</b>	<b>26,043</b>	
<u>Service reserves:</u>			
Adults	FMH Playground	100	This is committed to be spent in 2014/15
	Dementia Café	30	This is committed to be spent in 2014/15
Assurance	Notting Hill Contract	80	Most of this is committed to be spent in 2014/15, the remainder will be used to fund any overspend in Adults Social Care
	Employment Services	27	This is committed to be spent in 2014/15
	Audit Plan	22	Yes. This is expected to be used to fund current year activity.
Commissioning Group	Local elections	544	Yes. This is set aside to fund elections activity.
	Tenancy fraud	130	This balance is not committed and will be considered to offset any other 14/15 pressures
	Mayoral Allowance	8	Yes. This is expected to be used to fund current year activity.
	Area Committees	1,229	Yes. This is set aside to fund area committee budgets of £100k per annum, per committee for the next 4 years.
Children's	Member development	30	This balance is not committed, but will remain to fund future member development
	Data Portal	22	Yes. This is expected to be used to fund current year activity.
	Local lottery	33	Yes. This is expected to be used to fund current year activity.
	Avenue house	167	Yes. This is set aside to fund the Council's agreed contribution to the refurbishment of Avenue House.
	Milly Apthorp	5	Yes. This is expected to be used to fund current year activity.
Streetscene	Big Society Innovation Bank	269	No. It is recommended that this is transferred into the service development reserve.
	North London School Int'l Network	10	Yes. This is expected to be used to fund current year activity
	Children's Centres	52	Yes. This is expected to be used to fund current year activity
	Adoption Grant	182	This is not expected to be used in 14/15, but will be used to offset any current year service overspends
	Social Work Improvement	204	Yes. This is expected to be used to fund current year activity
	YOS Cross Borough Devt	60	Yes. This is expected to be used to fund current year activity
	Safeguarding board	68	Yes. This is expected to be used to fund current year activity
	E CAF	200	Yes. This is expected to be used to fund current year activity
	Community Budgets	1,642	Yes. This is set aside to fund the troubled families team over the period of the MTFs.
	Efinance	45	Yes. This is expected to be used to fund current year activity
RE	Streetlighting wayleave	165	Yes. This is expected to be used to fund current year activity
	Weekly collection	661	Yes. This is government grant received which is being used to deliver a saving in the MTFs.
	GAF	43	This is not committed, and will be used to offset any service pressures in 2014/15
	Repossessions and evictions	31	Yes. This is expected to be used to fund current year activity
	Flood grant	53	Yes. This is expected to be used to fund current year activity
	Preventing re-possession	98	Yes. This is expected to be used to fund current year activity
	Rent deposit	8	Yes. This is expected to be used to fund current year activity
RE	Outer London Fund	30	Yes. This is expected to be used to fund current year activity
	Wireless	21	Yes. This is expected to be used to fund current year activity
	<b>TOTAL SERVICE SPECIFIC</b>	<b>6,269</b>	
<u>Ringfenced reserves</u>			
Dedicated schools grant		3,678	n/a. This reserve is ringfenced, and can only be used to fund DSG activity.
Public Health		831	n/a. This reserve is ringfenced, and can only be used to fund public health activity.
Section 256 - NHS Social Care Funding		1,596	n/a. This reserve is ringfenced, and can only be used in line with Department of Health guidance.
North London Sub Region		1,228	n/a. This reserve is held on behalf of the North London Sub Region.
Private Finance Initiative		4,265	n/a. This reserve is held to fund future commitments under the Streetlighting PFI contract.
Housing benefits		5,773	n/a. This reserve was held at the end of 2013/14 to fund housing benefits in early April due to timing differences between grant and payments to recipients, and no longer exists.
	<b>TOTAL RINGFENCED</b>	<b>17,371</b>	
<b>TOTAL</b>		<b>91,215</b>	