

Projected Movement in Reserves - April 2022 to March 2026

Appendix 6

Reserves Summary	Forecast balance 31 March 2022 (note 1)	Forecast balance 31 March 2023	Forecast balance 31 March 2024	Forecast balance 31 March 2025	Forecast balance 31 March 2026
	£m	£m	£m	£m	£m
<b>General Fund Reserve</b>	<b>23.8</b>	<b>20.7</b>	<b>20.7</b>	<b>20.7</b>	<b>20.7</b>
<b>Earmarked Reserves with Restrictions</b>					
Insurance	10.2	9.8	9.5	9.1	8.8
Parking Control	6.1	6.1	5.1	4.1	3.1
Collection Fund Smoothing (note 2)	51.0	28.0	20.0	12.0	4.0
Free School Meals Reserve	4.0	2.0	-	-	-
Public Health Reserve	7.0	6.0	5.0	4.0	3.0
Revenue Grants Unused	10.1	9.0	8.0	7.0	6.0
Covid-19 Grant	8.4	5.9	5.9	5.9	5.9
Local Elections	0.9	0.2	0.4	0.5	0.7
CIL (note 3)	5.8	4.7	3.7	2.7	1.7
BAME Inequalities Commission	1.0	1.0	0.2	-	-
Covid Recovery Fund	2.1	1.9	1.5	1.5	1.5
HA&C Joint Funding Agreements	12.4	-	-	-	-
<b>Earmarked Reserves with Restrictions Sub-Total</b>	<b>119.0</b>	<b>74.6</b>	<b>59.2</b>	<b>46.8</b>	<b>34.6</b>
<b>Earmarked Reserves without Restrictions</b>					
Risk Reserve	2.2	15.4	12.4	9.4	6.4
Transformation Reserve	3.6	3.2	2.8	2.8	2.8
ICT Reserve	9.1	8.0	7.0	6.0	5.0
Mayor's Tackling Poverty Reserve	3.4	2.6	1.9	1.9	1.9
Mayor's Priority Investment Reserve (note 4)	5.0	47.7	21.0	5.4	0.6
New Homes Bonus	44.2	-	-	-	-
Services Reserve	18.5	8.8	6.8	4.8	2.8
Social Care Pressures Reserve (note 5)	-	-	4.6	-	-
<b>Earmarked Reserves without Restrictions Sub-Total</b>	<b>86.0</b>	<b>85.7</b>	<b>56.5</b>	<b>30.3</b>	<b>19.5</b>
<b>Total Earmarked Reserves</b>	<b>205.0</b>	<b>160.3</b>	<b>115.7</b>	<b>77.1</b>	<b>54.1</b>
<b>Other Reserves (HRA, DSG and Capital)</b>					
Housing Revenue Account (HRA)	50.6	49.2	10.4	10.7	9.6
Dedicated Schools Grant (DSG)	(14.7)	(14.1)	(13.0)	(12.0)	(11.0)
Capital Grants Unapplied	195.0	162.7	101.1	96.4	80.0
Capital Receipts Reserve	136.1	124.5	87.7	64.1	53.9
Major Repairs Reserve (MRR)	5.1	-	-	-	-
<b>Total Other Reserves</b>	<b>372.1</b>	<b>322.3</b>	<b>186.2</b>	<b>159.2</b>	<b>132.5</b>
<b>Total Reserves (General Fund, Earmarked and Other Reserves)</b>	<b>600.9</b>	<b>503.3</b>	<b>322.6</b>	<b>257.0</b>	<b>207.3</b>

Note 1: The reserves position is subject to the closure and audit of the Council's accounts for the period 2016 – 2022.

Note 2: The Collection Fund Smoothing Reserve is restricted in its use as it is solely intended to deal with surpluses and deficits that arise on an annual basis in the collection fund.

Note 3: The Community Infrastructure Levy (CIL) reserve balance only includes revenue related CIL monies held within earmarked reserve and not capital CIL monies.

Note 4: The Mayor's Priority Investment reserve has been increased by £44.2m from the New Homes Bonus reserve and £0.8m from the Risk reserve to fund manifesto pledges.

Note 5: The Social Care Pressures Reserve will be created in 2023-24 in relation to funding announced as part of the Provisional Local Government Finance Settlement.