

**DRAFT REVENUE BUDGET 2012/13 - 2016/17
PLANNED FINANCIAL RESERVES**

Appendix 2

| SUMMARY | Balance | 2011/12 | | Balance | 2012/13 | | Balance | 2013/14 | | Balance | 2014/15 | | Balance | 2015/16 | | Balance | 2016/17 | | Balance | PURPOSE |
|---|----------------|----------------------|------------------|----------------|----------------------|------------------|----------------|----------------------|------------------|----------------|----------------------|------------------|----------------|----------------------|------------------|----------------|----------------------|----------------|----------------|---|
| | 1 April 2011 | Planned Contribution | Planned Use | 31 March 2012 | Planned Contribution | Planned Use | 31 March 2013 | Planned Contribution | Planned Use | 31 March 2014 | Planned Contribution | Planned Use | 31 March 2015 | Planned Contribution | Planned Use | 31 March 2016 | Planned Contribution | Planned Use | 31 March 2017 | |
| | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | |
| GENERAL RESERVES | | | | | | | | | | | | | | | | | | | | |
| General Reserve | 2,323.0 | 200.0 | (763.5) | 1,759.5 | 900.0 | (458.0) | 2,201.5 | 200.0 | - | 2,401.5 | 200.0 | - | 2,601.5 | 200.0 | - | 2,801.5 | 200.0 | - | 3,001.5 | Buffer against future financial risks: superannuation rates, government grant, investment income, administrative recharges, contract review factors (target £1,400,000). Includes HRA working balance on closure of HRA (£700,000) and is used to fund the projected revenue deficit in 2012/13 (£458,000). The £400,000 earmarked for the one off costs of the Service Reviews is not yet shown as spent. Assistance towards the costs of risk management (target £100,000). |
| LABGI Reserve | 280.0 | - | (137.1) | 142.9 | - | (31.8) | 111.1 | - | - | 111.1 | - | - | 111.1 | - | - | 111.1 | - | - | 111.1 | Appropriate non-recurring initiatives that contribute directly to one or more of the Council's priority objectives, with a preference for economic regeneration. |
| GF Major Repairs Reserve | 494.0 | 50.0 | (404.0) | 140.0 | 50.0 | - | 190.0 | 50.0 | - | 240.0 | 50.0 | - | 290.0 | 50.0 | - | 340.0 | 50.0 | - | 390.0 | Major repairs and renewals of Council assets |
| IT Replacement Reserve | 129.0 | 45.0 | (45.0) | 129.0 | 40.0 | (45.0) | 124.0 | 40.0 | (45.0) | 119.0 | 40.0 | (45.0) | 114.0 | 40.0 | (45.0) | 109.0 | 40.0 | (45.0) | 104.0 | Replacement of IT equipment |
| Economic Development Fund | 12.0 | - | (4.6) | 7.4 | - | (4.6) | 2.8 | - | (2.8) | - | - | - | - | - | - | - | - | - | - | Encouraging economic development in the District |
| Planning Delivery Grant Reserve | 127.0 | - | (25.0) | 102.0 | - | (25.0) | 77.0 | - | (25.0) | 52.0 | - | (25.0) | 27.0 | - | (25.0) | 2.0 | - | (2.0) | - | Monies provided by Planning Delivery Grant in 2009/10 carried forward for use in a subsequent years |
| Waste Contract Reserve | 108.0 | - | - | 108.0 | - | - | 108.0 | - | - | 108.0 | - | - | 108.0 | - | - | 108.0 | - | - | 108.0 | Accumulated surpluses or deficits on the Council's waste contract. |
| Total: General Reserves | 3,473.0 | 295.0 | (1,379.2) | 2,388.8 | 990.0 | (564.4) | 2,814.4 | 290.0 | (72.8) | 3,031.6 | 290.0 | (70.0) | 3,251.6 | 290.0 | (70.0) | 3,471.6 | 290.0 | (47.0) | 3,714.6 | |
| CAPITAL RESERVES | | | | | | | | | | | | | | | | | | | | |
| Fund of Revenue Monies for Capital Purposes | - | 100.0 | (100.0) | - | 100.0 | (100.0) | - | 100.0 | (100.0) | - | 100.0 | (100.0) | - | 100.0 | (100.0) | - | 100.0 | (100.0) | - | Monies provided from revenue to support the Capital Programme & fund expenditure that may not be capitalisable |
| Second Homes Income Reserve | 71.0 | 833.0 | (904.0) | - | 833.0 | (833.0) | - | 833.0 | (833.0) | - | 833.0 | (833.0) | - | 833.0 | (833.0) | - | 833.0 | (833.0) | - | Initiatives to enable the provision of affordable housing |
| Total: Capital Reserves | 71.0 | 933.0 | (1,004.0) | - | 933.0 | (933.0) | - | 933.0 | (933.0) | - | 933.0 | (933.0) | - | 933.0 | (933.0) | - | 933.0 | (933.0) | - | |
| EARMARKED RESERVES | | | | | | | | | | | | | | | | | | | | |
| Kendal Employment Development Fund | 67.0 | - | (30.0) | 37.0 | - | (30.0) | 7.0 | - | (7.0) | - | - | - | - | - | - | - | - | - | - | Assistance to eligible developing firms in the Kendal area |
| Building Control Fee Income Reserve | (6.0) | - | (109.0) | (115.0) | - | - | (115.0) | - | - | (115.0) | - | - | (115.0) | - | - | (115.0) | - | - | (115.0) | Statutory ring fenced reserve to record surpluses and losses on the trading activities of building control |
| Total: Earmarked Reserves | 61.0 | - | (139.0) | (78.0) | - | (30.0) | (108.0) | - | (7.0) | (115.0) | - | - | (115.0) | - | - | (115.0) | - | - | (115.0) | |
| TOTAL RESERVES | 3,605.0 | 1,228.0 | (2,522.2) | 2,310.8 | 1,923.0 | (1,527.4) | 2,706.4 | 1,223.0 | (1,012.8) | 2,916.6 | 1,223.0 | (1,003.0) | 3,136.6 | 1,223.0 | (1,003.0) | 3,356.6 | 1,223.0 | (980.0) | 3,599.6 | |
| GENERAL FUND WORKING BALANCE | 2,223.5 | 50.0 | (162.6) | 2,110.9 | - | - | 2,110.9 | - | - | 2,110.9 | - | - | 2,110.9 | - | - | 2,110.9 | - | - | 2,110.9 | Buffer against unforeseen & emergency expenditure, inflationary demands, adverse cash flow, inability to use capital resources |