

## Appendix B

### North Northamptonshire Council – Forecast Aggregated General Fund Reserves Position

Reserve	Forecast Balances 31/03/21	Brief Description	
	<b>£000</b>		
<b>General Fund Balance</b>	<b>(20,590)</b>	Risk assessed minimum level of general reserves	
<b>Earmarked Reserves</b>			
Smoothing Reserves	(19,286)	<i>Summary Position - Detail Available Below</i>	
Business Rates Retention	(24,583)		
Transformation	(2,206)		
Building Maintenance Reserves	(1,485)		
Planning	(1,518)		
Regeneration	(5,526)		
Specific Reserves	(5,142)		
Capital Programme Funding - GF	(2,039)		
Insurance	(1,195)		
<b>Total Earmarked Reserves</b>	<b>(62,980)</b>		
<b>Total General Fund Reserves &amp; Balances</b>	<b>(83,570)</b>		

#### Detailed Analysis of Earmarked Reserves

Earmarked Reserves	North £000	Summary Narrative
<b>Smoothing Reserves</b>		
Regeneration and Economic Investments	(2,000)	To provide protection in relation to fluctuations in income from regeneration and economic investments
Elections	(351)	To provide resources to fund future local elections
Welfare Reform	(1,498)	To offset any revenue costs associated with changes to welfare reform

Interest Exposure	(1,350)	To provide protection in relation to market uncertainty for interest on both borrowing and investments
Recycling Commodities Reserve	(931)	To provide protection in relation to fluctuations in market prices for recycling commodities
Commercial Investments Income	(1,000)	To provide protection in relation to fluctuations in income from commercial investments
Homelessness	(478)	To provide protection in relation to uncertain demand for the service following legislative changes
Medium Term Funding/Budget Delivery Reserve	(7,732)	Smoothing Reserve to assist in medium term delivery of budget plans
Loss of Rental	(700)	To provide protection from investment income losses
COVID-19 Risks	(2,851)	Fund established to recognise the significant risk and uncertainty around the cost of future commitments and funding. Covid response planning is ongoing.
Delivering the Corporate Plan	(95)	Set aside for corporate plan projects.
MTFS Savings	(300)	Risk reserve for delivery of MTFP savings
<b>Business Rates Retention</b>		
BRR Reserve	(24,583)	To manage smoothing and timing effects of business rates
<b>Transformation</b>		
LGR	(1,133)	Set aside to fund LGR related costs.
Organisational Development	(43)	Provision to help the Council deal with any organisational development issues e.g. next steps, claims, decoupling, process improvements and trailblazer type activity. Used for LGR.
Invest to Save	(400)	To support initiatives that have an ongoing revenue benefit and assist with achieving framework savings
Other Efficiency & Transformation	(630)	Investment to drive transformation
<b>Building Maintenance Reserves</b>		
Building Repairs and Investment	(906)	For unplanned property repair and investment
Asset Management Plan	(9)	Health and Safety Asset Mgt Plan improvements

Organisational Property	(570)	To manage property risks
<b>Planning</b>		
Planning	(270)	To provide resources for revenue costs of the planning service to meet items such as legal costs, specialist advisors or consultants and other one off service costs required to meet statutory guideline or regulation (e.g. appeals).
Planning Reserve	(1,248)	New Homes Bonus Reserve to provide for future year reductions in Revenue Funding
<b>Regeneration</b>		
Economic Development & Regeneration	(1,490)	To provide short term resources for the Council's planning service, assist with the Council's economic development strategy, provide funding for other one-off projects and to assist with the operation of the Council's asset management plan
Community Projects	(3,786)	Community commitments. Football Development Centre - balance of £220k out of £250k; funding for the Enterprise Centre (£3,124k), Community Facilities Fund (£442k).
Enterprise Centre Reserve	(250)	Reserve set up to manage income risks
<b>Specific Reserves</b>		
Burton Wold	(111)	The reserve has been created from contributions from the developers of the Burton Wold Wind Farm Project. The Council uses this contribution to award grants for energy efficiency and education works
Joint Planning Unit	(288)	To provide resources to fund future expenditure associated with the Joint Planning Unit
Capacity Fund	(191)	To provide resources to fund future expenditure associated with the Joint Delivery Unit, funded by external capacity funding
Kettering Training Services	(50)	Holds revenue balances to support future projects
Procurement Reserve	(51)	Reserves set aside for procurement advice on large contracts.
Homelessness	(250)	To mitigate homelessness cost risks
Property Advisers	(251)	Ad-hoc property investment advice. Maybe some utilisation in 20/21 in relation to commercial lease negotiations.
Waste Risk Reserve	(154)	To manage waste volume risks for recycling

		contract and green waste collection scheme
Public Health Reserve	(2,864)	General Reserve comprising unspent Public Health grant to be to utilised in future years.
Revenue Grants	(272)	Revenue reserves, primarily housing. Allocated to specific schemes. Expected to be spent in 20/21
Other Small Reserves	(660)	Various minor reserves.
<b>Capital - General Fund</b>		
Capital - GF	(1,652)	To provide resources for the repair, replacement and acquisition of General Fund property
Capital Financing reserve	(387)	To finance the capital programme.
<b>Insurance</b>		
Insurance	(1,195)	Actuarial assessed reserve for self-insurance.
<b>Total Earmarked Reserves</b>	<b>(62,980)</b>	

**Notes**

All figures are based on forecasts from sovereign councils and may change by the closedown of the 2020/21 financial accounts.

The allocation of reserves from the County Council is based on an estimated disaggregation position and is subject to final agreement