

## Proposed end-of-year Earmarked Reserve Movements

| Earmarked Reserve   | Add to Reserve   | Use of Reserve     | Net            | Commentary  |
|---|------------------|--------------------|----------------|---|
| Invest to Save  |                  | (39,020)           | (39,020)       | To finance costs associated with establishing new local authority trading company   |
| Environment Fund  | 6,496            |                    | 6,496          | Replenishment of investment from the reserve using savings achieved   |
| Risk Reserve  | 40,000           | (23,674)           | 16,326         | To finance future initiatives that reduce potential insurance/ liability claims against the Council   |
| Severance Reserve   | 327,195          |                    | 327,195        | Used to finance redundancy costs in excess of those included in the General Fund's annual base budget.  |
| Discretionary Services Fund                                   | 787,000          | (2,643,333)        | (1,856,333)    | New Homes Bonus grant added to reserve, whilst £1m drawn down to establish Regeneration Reserve and the balance to finance discretionary services   |
| Regeneration Reserve  | 1,000,000        |                    | 1,000,000      | Funds set aside to finance future regeneration of Harlow town centre.   |
| Debt Financing Reserve  | 837,840          | (87,331)           | 750,509        | To finance future costs falling upon the General Fund in relation to borrowing.   |
| Planning LDF  |                  | (12,171)           | (12,171)       | Financing of local development framework.   |
| Regeneration & Enterprise Reserve                             | 196,000          | (10,000)           | 186,000        | Additional windfall New Homes Bonus grant set aside in to this reserve in support of town regeneration.   |
| Housing Benefits Subsidy Reserve                              | 315,000          |                    | 315,000        | Underspend relating to Housing Benefits in 2015/16 set aside in reserve as an equalisation for potential future HB pressures.   |
| Revenues & Benefits Service Structural Process Review Reserve |                  | (98,760)           | (98,760)       | Reserve to ensure that the technology and other developments required within the Revenues and Benefits Service as a result of the full structural and process review and any recommendations made as a result of the Customers Services Strategy review can be funded |
| Residual Land Transfer  | 41,728           |                    | 41,728         | Set aside of funding from Homes and Communities Agency in respect of land transfers.  |
| <b>Totals</b>   | <b>3,551,259</b> | <b>(2,914,289)</b> | <b>636,970</b> |   |

The above schedule of proposed movements to/ from earmarked reserves excludes:

- Approvals already made by Cabinet during the financial year
- Earmarked Grants Reserve movements, which operate as accounting mechanisms only,
- Interest added to reserves (where applicable)
- Reserves held in perpetuity
- Reserves held as Insurance Fund mechanism