

Proposed end-of-year Earmarked Reserve Movements

Earmarked Reserve	Add to Reserve	Use of Reserve	Net	Commentary
Debt Financing Reserve	237,840	(132,630)	105,210	Established to finance future costs falling upon the General Fund in relation to borrowing.
Discretionary Services Fund	787,000	(1,593,527)	(806,527)	Established to keep in place services to the community that are not statutorily required of the Council
Regeneration and Enterprise Reserve	916,306	(55,914)	860,392	This reserve is to ensure that the Council has sufficient resources to support Harlow town regeneration.
Environment Reserve	720		720	This reserve has been established to finance energy efficiency schemes and provides scope to reduce future energy usage and omissions.
Insurance claims - GF	50,000		50,000	Recognising the risk of insolvency of MMI, once the Council's main insurer, this earmarked reserve was set up to offset possible future costs falling on the Council as a result of that insolvency.
Insurance Fund - GF	121,572	(24,575)	96,997	This reserve finances self-insured losses up to a defined threshold, above which the Council's insurers meet the cost of claims.
Invest To Save Reserve	2,187	(101,092)	(98,905)	Windfall income that has been set aside to fund improvements to services or fund initiatives for increasing efficiency.
Planning Reserve	300,000	(64,925)	235,075	Established to fund the Council's work on the Local Development Framework.
Residual Land Transfer		(3,540)	(3,540)	Further to the Council's acquisition of some parcels of land from the Homes and Communities Agency, this reserve was established to meet future works on this land.
Risk Management Reserve	40,000		40,000	This reserve was established to finance future initiatives that reduce potential insurance / liability claims against the Council.
Severance Reserve	390,078		390,078	Used to finance redundancy costs in excess of those included in the General Fund base budget.
Other Minor Reserves	5,897	(3,620)	2,277	
Totals	2,851,600	(1,979,823)	871,777	

- Interest added to reserves (where applicable)
- Reserves held in perpetuity
- Reserves held as Insurance Fund mechanism