

Movement on Reserves and Reserve Levels

	<u>Opening Balance</u> 01/04/2023	<u>Capital expenditure from Revenue reserves</u>	<u>contingencies / not allocated</u>	<u>interest receipts above/ (below) budget</u>	<u>Impact of underspends / income at year end</u>	<u>Impact of overspends at year end</u>	<u>Further Reserve requests</u>	<u>Capital adjustments</u>	<u>Closing Balance</u> 31/03/24
General Fund Capital Reserve	615,900 1,391,576	(138,645)		93,354	1,976,622	(2,032,092)	(37,397) (70,148)		477,741 1,321,428
	2,007,476	(138,645)	0	93,354	1,976,622	(2,032,092)	(107,545)	0	1,799,169
<u>Specific Reserves</u>									
Car Parks & Facilities	20,410								20,410
Trails Reserve	605,451						(38,028)		567,423
Corporate Property	120,241						(24,938)		95,303
ICT	460,416						(88,334)		372,082
Woodland	0						7,674		7,674
Cycle Hire	39,106						(39,106)		0
Vehicle Maintenance	26,500								26,500
Planned Maintenance	21,545								21,545
Minerals & Legal	566,852								566,852
Restructuring	926,052						(200,743)		725,309
North Lees	90,981						26,856		117,837
Minor Properties	18,045								18,045
Post Covid Working	126,186						(126,186)		0
VAT	220,000								220,000
Aldern House	1,379,875						290,811		1,670,686
Revenue Grant	2,323,920						278,725		2,602,644
CMPT	32,419						23,922		56,341
Medium Term Financial Plan	0						286,000		286,000
Local Plan	129,000								129,000
Authority Delivery Plan	250,000						(32,703)		217,297
	7,356,999	0	0	0	0	0	363,948	0	7,720,947
Matched Funding	847,543						(314,000)		533,543
Slippage Reserve	399,813	(150,000)					(165,000)		84,813
Restricted Funds	125,027						13,804		138,831
Remove Capital adjustments								(208,793)	
	10,736,858	(288,645)	0	93,354	1,976,622	(2,032,092)	(208,793)		10,277,303

Reserve Appropriations

APPENDIX C

Appropriation from the Restructuring Reserve	(25,224)
Appropriation from authority plan reserve	(32,703)
Appropriation to Restricted Reserves	13,804
Appropriation to CMPT reserve	23,921
Appropriation from matched funding-Moorlife	(500,000)
Appropriation from Slippage	(315,000)
Appropriation from IT reserve	(88,334)
Transfer from Restructuring reserves	(75,519)
Transfer to Aldern House reserve	75,519
Transfer from Restructuring reserves	(100,000)
Transfer to MTFP Reserve	100,000
Transfer from Cycle Reserve	(39,106)
Transfer to Aldern House reserve	39,106
Transfer from Post Covid reserve	(126,186)
Transfer to Aldern House reserve	126,186
Appropriation to Aldern House reserve-	50,000
Appropriation to Matched funding reserve	186,000
Appropriation to Medium Term Financial Plan Reserve	186,000
Appropriation from CPR Reserve	(24,938)
Appropriation to Woodland reserve	7,674
Appropriation from Trails reserve	(38,028)
Appropriation to Revenue Grants reserve	(2,479,898)
Appropriation from Revenue Grants reserve	2,758,622
Appropriation to North Lees reserve	26,856
Appropriation from Capital reserve	(70,148)
Total movement	(321,396)

- a. Reserve appropriations, shown in Appendix C, resulted in a net movement of £251k for revenue expenditure and £70k for capital expenditure.
- b. Due to a higher than forecast surplus in the draft one outturn, some costs which had planned use from the restructuring reserve, were absorbed in the revenue account, resulting in lower surplus. This was discussed and agreed at RMM on the 7th May 2024.
- c. This enabled a transfer of funds totaling £175k from the restructuring reserve to specific reserves, detailed below:
 - £75k to Aldern House reserve
 - £100k to the Medium-Term Financial Plan reserve
- d. The draft surplus on the Revenue Outturn is for 2023/24 is £422k and has been transferred as follows:
 - £186k to the Medium-Term Financial Plan reserve
 - £186k to the Matched funding reserve
 - £50k to the Aldern House reserve
- e. Revenue Grants reserve closed with a net movement of £278k into the reserve, for future projects and planned operational expenses.

The remaining reserves held by the Authority were reviewed by the CEO, Head of Resources and the Finance Manager to assess their planned use and appropriateness. The following was agreed:

- f. A transfer of funds totaling £126k from the Post Covid reserve, which is no longer required to the Aldern House reserve.
- g. A transfer of £39k from the cycle reserve to the Aldern House reserve, as this reserve had remained static for a number of years.
- h. £315k of planned spend from the Slippage reserve was utilised. The slippage reserve is now being phased out and will cease at the end of the current financial year.

- i. £500k was released from the Matched Funding reserve to partially cover the Moorlife 2020 deficit. This was agreed at RMM on 16/01/2024. The end result after final invoices and payments being a deficit of £810k. This deficit has been rolled forward annually over the term of the project. £77k was utilised from excess funds in the Revenue Grants Reserves relating to Moors projects. It was deemed prudent to absorb the full loss in a year where reserves were high and the outturn had a surplus outcome. The difference remaining of £233k was absorbed in the revenue outturn. For context, Moorlife 2020, which commenced in 2015, was a grant funded project from the EU Life Programme to fund UK conservation projects. The deficit has arisen from an exchange rate issue. 40% of the project income came in the initial pre-financing claim as an upfront payment. This was at the same time as a very unusual and large spike in the value of Sterling. As a Local Authority the PDNPA had a time limit in which to convert the Euro income to Sterling and so had no choice but to do so. This resulted in a loss of sterling value in this first claim. It was hoped that an improved exchange rate at further claim dates would balance this but the upside was negligible.