

South Hams Earmarked Reserve Balances				APPENDIX C
	31.3.2019	31.3.2020	Budgeted reserve contribution agreed for 20/21	Notes
	£000	£000	£000	
<b>Specific Reserves - General Fund</b>				
Affordable Housing	988	706		£666k has been committed for the Capital Programme and £40k set up costs of the Community Benefit Society, Wholly Owned Company (E.78/19)
Beach Safety	14	14		Nil commitments
Business Rates Retention	5,114	6,192	343	This relates to a timing issue on the accounting adjustments required for the localisation of business rates. This reserve also deals with any volatility in Business Rate income e.g. due to appeals. Commitments mainly relate to (a) £3.5m ringfenced for Employment for the creation of local jobs (Council Feb 2018) (b) the acquisition of 10 acres of employment land at Sherford and (c) on 31 October 2019 the Executive recommended to Council to use up to £200k to fund the cost of extending the lease of the starter units at Langage from 21 years to 125 years, funded from this reserve. The uncommitted balance is at least £900,000. As part of the Amended Budget for 2020-21, it was agreed to use £343,000 from this reserve towards the 2020-21 budget shortfall of £1.3million. In addition, at Council in September 2020, it was approved to use £243,000 from this Reserve for further financial support for Fusion (the Council's leisure operator), so as to deliver improved health and wellbeing outcomes.
Capital Programme	84	26	181.6	An annual contribution of £181,600 is paid into the Capital Programme Reserve from the Revenue Budget. This contribution is used annually to fund the Capital Programme and this reserve is fully committed in 2020/21.
Community Housing Fund	1,285	493		This reserve holds the Community Housing Fund grant received in 2016/17 of just under £1.9m (Government grant). £300k has been committed to date for 2020/21. The Reserve is for Community Housing Schemes.
Community Parks and Open Spaces	107	38	16.9	£17k has been committed in respect of South Devon Tennis Courts
District Elections	78	0	10	This reserve was fully utilised in 2019/20 to fund the cost of District Elections.
Economic Initiatives	27	6		Commitments amount to £4,000 in 2020/21
Economic Regeneration (Business Rates Pilot Gain)	379	319	127	This reserve was created to hold the 2018/19 Business Rates Pilot Gain. This was additional business rates income that was generated in 2018/19 due to the Devon area having Pilot status for Business Rates. Commitments total £192,000 including £65,000 for the Ivybridge Regeneration project (Executive 18/6/20) and £88,000 for Leisure for July, August and September (Council July 2020). The uncommitted balance is £127,000 and this was approved as part of the Amended Budget for 2020-21 to be used to fund the 2020-21 shortfall of £1.3 million.
Emergency Climate Change Projects	0	0	400	Set up of this reserve for £400,000 in 2020/21 approved by Executive on 6/2/20 E74/19 and Council (Feb 20), funded by a contribution from New Homes Bonus Reserve
Environmental Health Initiatives	20	20		Commitment of £11k in 2020/21 relates to the employment of an Environmental Health student specialist for 12 months
Ferry Repairs & Renewals	455	446	117	Commitments include fleet refurbishment £24k and engineering works at Dartmouth Lower Ferry Workshops (health & safety urgent works) £94k
Homelessness Prevention	112	112		This reserve has been created following underspends on Homelessness Prevention Costs in previous years.
ICT Development	126	122	50	Commitments of £103,000 in 2020/21 include £83,000 towards the Future IT Procurement, Council 13/2/20 E75/19
Innovation Fund (Invest to Earn)	17	9		Nil commitments
Joint Local Plan	31	21		This is a new reserve for Joint Local Plan Funding
Land and Development	94	210	7	Commitments include £103.5k Fusion Leisure monthly support for April, May and June and £55k Follaton House Arboretum & Wedding Venue works
Leisure Services	57	57		Commitment for £13K for Playing Pitch Strategy
Maintenance, Management and Risk Management (MMRM)	0	8		This is a new reserve set up to manage the ongoing maintenance costs of the Council's Commercial Property. The contributions to the reserve equate to 10% of the rental income, this is anticipated to be £29,000 in 2020/21.
Marine Infrastructure	210	268	58	£200k earmarked for Batson Harbour Workshops as per 19/20 Capital Programme (E.70/18). Annual contributions of £58K are made by Salcombe Harbour.
Members Sustainable Community Locality	6	28		This reserve holds the unspent balances.

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New Homes Bonus	1,155	1,697	-564.1	£1.199m will be received in NHB grant in 2020/21. Commitments in 2020/21 include £564k contribution to the base revenue budget, £400k to the Emergency Climate Change Projects Reserve and funding of the Capital Programme. At Council in February 2020, it was approved to transfer the unallocated balance of £235,016 into the New Homes Bonus Earmarked Reserve, with its future use to be decided when more details are known about the Spending Review for 2021/22 and following a Government consultation document on a replacement scheme for NHB. The uncommitted balance is £235,016.
On-Street Parking	44	44		
Pay & Display Equipment Renewals	123	144	20.8	This reserve provides for the periodic replacement of Pay & Display machines.
Pension Fund Strain Payments	0	29	99	This reserve is used to fund pension strain costs
Planning Policy & Major Developments	125	187	-	This reserve is for all planning matters and is also to meet appeal costs.
Renovation Grants	7	7		Comprises proceeds from repayments
Repairs & Maintenance	45	203	-	£28,000 has been committed in 2020/21 for the Mobile Phone Signal improvement works at Follaton House
Revenue Grants	578	607	-48.7	This reserve comprises of government grants received for specific initiatives or new burdens and are held in the reserve for accounting purposes. The annual contribution of £48,700 from this reserve relates to the funding of three housing posts which were made permanent in the 2020/21 budget process and are funded from the Flexible Homelessness Support Grant.
S106 Monitoring	124	133		This reserve funds the cost of an officer to oversee the administration of S106 deposits and how they are spent
S106 Technical Support	20	16		To meet the salary costs of a S106 technical support officer.
Section 106 Deposits	38	38		This reserve comprises deposits with no repayment conditions - created as a result of IFRS
Strategic Change (Transformation Programme T18)	0	30	30	Reserve was created in 15/16 and funded T18 (Transformation Programme) set up costs. There are Nil commitments against this reserve. As part of the Amended Budget for 2020-21, a contribution of £30,000 was approved to be taken from this reserve.
Support Services Trading	43	43		Reserve was created from external work carried out in other Councils e.g. HR work with Councils also embarking on a Transformation Programme. Reserve maybe required in the future.
Sustainable Waste Management	29	54	25	Reserve was created for one-off waste management costs
Vehicles & Plant Renewals	1,264	1,183	550	Earmarked for the Fleet Replacement Programme as part of the Waste Contract. An annual contribution of £550,000 is made to this reserve. All committed.
<b>Sub-Total</b>	<b>12,799</b>	<b>13,510</b>	<b>1,423</b>	
<b>Specific Reserves - Salcombe Harbour</b>				
Pontoons	213	162	65	Annual contributions are made by Salcombe Harbour to enable the repairs/replacement of the pontoons
Renewals	117	136	40	Annual contributions are made by Salcombe Harbour to enable assets to be replaced on a rolling programme
Revenue Account	164	190		This reserve accounts for any surplus/deficit made by Salcombe Harbour and is also used to fund one off items that can't be funded from Salcombe Harbour's revenue account.
<b>Sub-Total</b>	<b>494</b>	<b>488</b>		
<b>TOTAL - Earmarked Revenue Reserves</b>	<b>13,293</b>	<b>13,998</b>	<b>1,527.5</b>	