

Appendix J

Earmarked Reserves – description and projected balance up to 31 March 2022

Name of Reserve	Description	Balance - as at 1 April 2019 £m	2019/20 Planned Use £m	Balance - as at 1 April 2020 £m	2020/21 Planned Use £m	Balance - as at 1 April 2021 £m	2021/22 Planned Use £m	Balance - as at 31 March 2022 £m
BSF Bridgwater Equalisation Reserve	Set aside to meet future contract costs of the authorities PFI schools in Bridgwater. The reserve has been put aside by previous years underspends.	5.713	0.000	5.713	0.000	5.713	0.000	5.713
Insurance Fund Reserve	As the authority largely self-insures, this reserve has been set aside for Incurred but Not Reported (IBNR), MMI levy and other insurance related balances that the broker has recommended we need to hold against a variety of exposures.	3.765	0.524	4.289	0.421	4.710	0.421	5.131
Somerset Rivers Authority (SRA)	Relates to unspent SRA funding (interim and local partner funding). Use of this must be approved by SRA Board.	3.049	-0.130	2.919	-0.130	2.789	-0.130	2.659
Reserves for capital purposes	Set aside to meet the revenue costs of the authority's capital projects	2.695	0.000	2.695	0.000	2.695	0.000	2.695
Local Enterprise Partnership (LEP)	Set aside to meet the future operational costs of the Heart of the South West Local Enterprise Partnership (of which SCC are the administering body). The fund is controlled by the LEP.	2.465	0.000	2.465	0.000	2.465	0.000	2.465
Public Health Earmarked	Ring-fenced underspends from the authorities Public Health budget. For use for Public health related expenditure only.	1.357	-1.357	0.000	0.000	0.000	0.000	0.000
Environment Commuted Sums Reserve	Consists of developer payments for highways maintenance liabilities that are drawn down when conditions have been met	1.027	0.089	1.116	0.089	1.205	0.089	1.294

Name of Reserve	Description	Balance - as at 1 April 2019 £m	2019/20 Planned Use £m	Balance - as at 1 April 2020 £m	2020/21 Planned Use £m	Balance - as at 1 April 2021 £m	2021/22 Planned Use £m	Balance - as at 31 March 2022 £m
West Somerset Opportunity Area (NEW)	3-year programme funded by the DfE. Decision in January 2018 for all current and future grant funding to be allocated to the WSOA delivery plan	0.771	-0.771	0.000	0.000	0.000	0.000	0.000
Operating Account - SSE	The cumulative surpluses/deficits of the authorities trading accounts (Support Services for Education (SSE)).	0.717	0.000	0.717	0.000	0.717	0.000	0.717
Supply Mutual Fund Reserve	This is a scheme run by Insurance for maintained schools to cover the costs of supply teachers for schools that buy in. At the end of each academic year, the current scheme requires the balance to be returned to schools who have not claimed above their contribution level. For use for schools only.	0.524	0.000	0.524	0.000	0.524	0.000	0.524
S106 funds	Relates to interest earned on developers s106 contributions. Repayable to the developer.	0.475	0.203	0.678	0.202	0.880	0.203	1.083
Invest to Save Fund	Set aside to fund projects within the authority that will generate greater future savings / cost reductions.	0.367	2.852	3.219	0.000	3.219	0.000	3.219
Central Schools Budget - Compact	Planned under spend to be used to reduce the pressure on the High Needs budget and support strategic initiatives with Schools Forum support.	0.335	-0.250	0.085	0.000	0.085	0.000	0.085
Economic Development Fund	Funds Economic Development activity that cannot be capitalised or contributes to specific capital projects. This balance is committed to I-Aero project, and without this amount the high-profile project and significant match funding would be lost.	0.331	-0.131	0.200	-0.100	0.100	-0.100	0.000
SWP - WDA	Funds set aside within the Somerset Waste Partnership and approved by the Somerset Waste Board pooled budget for various projects	0.301	-0.182	0.119	0.000	0.119	0.000	0.119
Elections	Set aside to smooth the cost of elections (every 4 years) into an equal amount each year.	0.295	0.253	0.548	0.253	0.801	-1.022	-0.221

Name of Reserve	Description	Balance - as at 1 April 2019 £m	2019/20 Planned Use £m	Balance - as at 1 April 2020 £m	2020/21 Planned Use £m	Balance - as at 1 April 2021 £m	2021/22 Planned Use £m	Balance - as at 31 March 2022 £m
Flood Recovery & 20- year plan	Money awarded to the Council after serious flooding for remedial and preventative measures (some amounts held by SRA). Ring-fenced to certain works and geographical locations.	0.165	-0.165	0.000	0.000	0.000	0.000	0.000
Somerset Drug & Alcohol	Used to offset ongoing pressures. Pooled budget with partner agencies.	0.126	-0.126	0.000	0.000	0.000	0.000	0.000
Futures for Somerset	Futures for Somerset pay a premium on top of reimbursing SCC for seconded staff payroll. This reserve will cover any redundancy costs of those staff whilst in the employ of Futures for Somerset.	0.105	0.000	0.105	0.000	0.105	0.000	0.105
Total Transport Pilot Fund	Ring-fenced funding for a number of specific transport projects.	0.074	-0.074	0.000	0.000	0.000	0.000	0.000
Superfast Broadband	Set aside to fund the authorities Connecting Devon & Somerset broadband project	0.055	0.000	0.055	0.000	0.055	0.000	0.055
Sustainable Drainage Funding	Suds/LLFA Defra Grant Reserve funding to be used to handle flood risk	0.049	-0.021	0.028	-0.028	0.000	0.000	0.000
Hinkley Project	Ring-fenced funding that is provided specifically for the council to client the Hinkley development.	0.023	0.000	0.023	-0.012	0.011	-0.011	0.000
LD Equalisation Reserve	Equalisation fund for initial additional costs relating to the Discovery contract.	-0.910	0.910	0.000	0.000	0.000	0.000	0.000
Operating Accounts - DILLINGTON	The cumulative surpluses/deficits of the authorities trading accounts.	-1.373	-0.170	-1.543	-0.170	-1.713	-0.170	-1.883
Repairs and Maintenance Fund (inc BMIS)	Historical overspends against Property Repairs and Maintenance and BMIS (schools property indemnity scheme). BMIS scheme is now ended.	-3.389	2.078	-1.311	0.000	-1.311	0.000	-1.311
DSG (Early Years, High Needs & De-delegated services)	Funding of the additional hours for 3&4-year olds for eligible working parents (DfE funded based on the numbers in Jan 2018, for a new initiative in Sept 2018). The High Needs cumulative deficit of £5.6m to be managed (DSG recovery plan reducing in year spend and using one off savings to repay)	-5.577	0.000	-5.577	0.000	-5.577	0.000	-5.577

Total (excluding School Balances)	13.536	3.532	17.068	0.525	17.593	-	0.720	16.873
--	--------	-------	--------	-------	--------	---	-------	--------