

Build-up of General Reserve 2009/10

	Risks as categorised by CIPFA	Absolute Level £ 000	Probability %	Current Provision £ 000	Comment
1	Cash Flow	50	10	5	No reason to change. Main problem has been timing of pension payments and top up grant
2	Inflation Assumptions	416	-	-	Realistic and adequate provision has been made historically in the revenue budget
3	Capital Receipts	-	-	-	Currently not an issue
4	Severe weather and other demands pressure	-	-	-	Severe weather dealt with No significant other pressures
5	Other demands	50	10	5	Deals with issues such as Regional Fire Control. Should be quantifiable in good time to provide a formal budget.
6	Firelink / Regional Control	320	10	32	Delay could mean IT upgrades
7	Specific Risks	116	50	58	Based on specific known experience – e.g. I.C.H.S
8	Ongoing Risks i Vehicle Accident ii Ill health and injury iii Industrial Action iv Technical Problems v Uninsurable Risks	200 - 104 102 206	20 - 50 50 50	40 - 52 51 103	Would deal with one major appliance at £180,000 Dealt with by pensions earmarked reserve provision Based on known experience Principally IT or telecoms problems Would cover such issues as anti-discriminatory legislation and data protection
9	Loss of Grants	116	50	58	Loss of New Dimension, RMB, New Burdens
10	New Legislation	-	-	-	None currently identified.
11	Centralised Purchasing	108	50	54	Could mean current contracts unviable
12	Financial Control	240	10	24	Reflects likely risk of overspends, if systems of control are evaded
13	Uninsurable health and safety Risks	125	10	12	Identified from the risk register on closing the accounts Really an additional aspect of 8v above
14	Fines resulting from Corporate Manslaughter Legislation	160	10	16	Based on the £150,000 fine imposed on an Authority recently. Not a high risk but amount based on the belief that fines would be limited by the effect they would have penalising local taxpayers.
	General Reserve	2,313		510	