

ISLE OF ANGLESEY COUNTY COUNCIL	
Report to:	EXECUTIVE COMMITTEE
Date:	17 JULY 2025
Subject:	DRAFT FINAL ACCOUNTS 2024/25 AND USE OF RESERVES AND BALANCES
Portfolio Holder(s):	ROBIN WILLIAMS – DEPUTY LEADER & PORTFOLIO HOLDER – FINANCE
Head of Service / Director:	MARC JONES – DIRECTOR OF FUNCTION (RESOURCES) / SECTION 151 OFFICER
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Local Members:	n/a
A –Recommendation/s and reason/s	
<p>The report presents the draft Comprehensive Income and Expenditure Statement for 2024/25 and the draft Balance Sheet as at 31 March 2025.</p> <p>More detailed information is provided on the Council’s general balances and earmarked reserves and the report details the proposed use of the reserves and balances in 2025/26 and subsequent years. The report sets out the level of general balances and earmarked reserves which, in the professional opinion of the Council’s Section 151 Officer, is the level required to cover any financial risks faced by the Council, to meet any existing funding commitments made and takes into account any specific restrictions on the use of the funding, e.g. restrictions imposed by grant conditions. The level of risk faced by the Council can change and the level of general balances and earmarked reserves will be kept under review over the coming months.</p> <p>It is important to note that the figures are unaudited and may change as a result of the audit process. Once the audit is completed, a report of the final Statement of Accounts will be presented to the Governance and Audit Committee and the full Council.</p> <p><b>Recommendations:-</b></p> <ol style="list-style-type: none"> <li>1. That the Executive notes the draft unaudited financial statements for the financial year 2024/25. The full Draft Statement of Accounts 2024/25 is published on the following link:- <a href="#">Statement of accounts</a></li> <li>2. That the Executive notes the position of the Council’s general balances of £15.705m.</li> <li>3. That the Executive notes the balance of earmarked reserves of £18.295m and approve the creation of £1.958m of new earmarked reserves.</li> <li>4. That the Executive formally approve the transfer of £0.094m of earmarked reserves back to the Council’s General Balances.</li> <li>5. That the Executive notes the balance of school reserves of £5.074m.</li> <li>6. That the Executive notes the balance of the HRA reserve of £7.978m.</li> </ol>	
B – What other options did you consider and why did you reject them and/or opt for this option?	
No other options are available to the Executive.	

<b>C – Why is this a decision for the Executive?</b>		
The use of reserves and balances is delegated to the Executive in accordance with the Council's resolution on the Council's revenue and capital budget 29 February 2024.		
<b>CH – Is this decision consistent with policy approved by the full Council?</b>		
Yes		
<b>D – Is this decision within the budget approved by the Council?</b>		
Yes		
<b>Dd – Assessing the potential impact (if relevant):</b>		
<b>1</b>	How does this decision impact on our long-term needs as an Island?	The proposed use of reserves and balances is designed to address certain risks and issues which the Council is currently facing. This will allow the Council to undertake projects which will help in meeting the long-term needs of the Island and its residents.
<b>2</b>	Is this a decision which it is envisaged will prevent future costs / dependencies on the Authority? If so, how?	Yes – identifying funding to mitigate future risks will ensure that risks will be better controlled and may reduce costs in the future.
<b>3</b>	Have we been working collaboratively with other organisations to come to this decision? If so, please advise whom	Not applicable
<b>4</b>	Have Anglesey citizens played a part in drafting this way forward, including those directly affected by the decision? Please explain how.	Not applicable
<b>5</b>	Note any potential impact that this decision would have on the groups protected under the Equality Act 2010.	The decision requested in this report does not have a direct impact on those groups protected under the Equality Act 2010. Any plans for the use of funding would consider the impact on those groups prior to making the final decision to proceed with any project.
<b>6</b>	If this is a strategic decision, note any potential impact that the decision would have on those experiencing socio-economic disadvantage.	The decision requested in this report does not have a direct impact on those experiencing socio-economic disadvantage. Any plans for the use of funding would consider the impact on the socio-economic disadvantaged prior to making the final decision to proceed with any project.
<b>7</b>	Note any potential impact that this decision would have on opportunities for people to use the Welsh language and on treating the Welsh language no less favourably than the English language.	No impact on the Welsh language.

<b>E - Who did you consult?</b>		<b>What did they say?</b>
<b>1</b>	<b>Chief Executive / Leadership Team (LT)</b> (mandatory)	The report has been considered by the Chief Executive and LT prior to it being presented to the Committee. The comments of LT members have been incorporated into the report.
<b>2</b>	<b>Finance / Section 151</b> (mandatory)	The Section 151 Officer and staff of the Finance Team were responsible for drafting the accounts and this report.
<b>3</b>	<b>Legal / Monitoring Officer</b> (mandatory)	The Monitoring Officer is a member of the LT and any comments made have been considered along with all comments made by LT members.
<b>4</b>	<b>Human Resources (HR)</b>	The issues covered in the report do not impact on any Human Resource matters.
<b>5</b>	<b>Property</b>	Not applicable
<b>6</b>	<b>Information Communication Technology (ICT)</b>	Not applicable
<b>7</b>	<b>Scrutiny</b>	<p>The draft financial outturn and reserve balances were discussed at the meeting of the Finance Scrutiny Panel on 10 July 2025.</p> <p>The draft statement of accounts was considered by the Governance and Audit Committee on 16 July 2025.</p>
<b>8</b>	<b>Local Members</b>	Not applicable
<b>9</b>	<b>Any external bodies / other/s</b>	Not applicable
<b>F - Appendices:</b>		
<p>Appendix 1– Report on the main financial statements, general balances and earmarked reserves</p> <p>Appendix 2 – Draft Comprehensive Income and Expenditure Statement 2024/25</p> <p>Appendix 3 – Draft Balance Sheet as at 31 March 2025</p> <p>Appendix 4 – Movement in Reserves Statement 2024/25</p> <p>Appendix 5 – Earmarked Reserves as at 31 March 2025</p>		
<b>FF - Background papers (please contact the author of the Report for any further information):</b>		
None		

**1. PURPOSE OF THE REPORT**

- 1.1. The report sets out the draft main financial statements for the financial year 2024/25 and presents a summary of the Council's general balances, earmarked reserves, school balances and HRA reserve.
- 1.2. The report also sets out the Council's Section 151 Officer's opinion on the adequacy of the reserves and do they provide sufficient financial resilience for the Council and do they provide sufficient financial cover to address any future financial risks faced by the Council.

**2. BACKGROUND INFORMATION**

- 2.1. Regulation 10 of the Accounts and Audit (Wales) Regulations 2014, as amended by the Accounts and Audit (Wales) (Amendment) Regulations 2018, requires that the responsible financial officer must, by no later than 31 May immediately following the end of the financial year, sign and date the draft statement of accounts and certify that it presents a true and fair view of the Council's financial position. The Council must then approve and publish its audited financial statements by 31 July immediately following the end of the financial year.
- 2.2. Due to a number of reasons, which include delays in completing audits across Wales in the years following the pandemic and due to technical accounting issues which required additional guidance and audit input, Welsh Government (WG) and Audit Wales have recognised that the statutory timetable is unachievable for the 2024/25 financial year. The suggested timetable is for the draft statement of accounts to be prepared by 30 June 2025 and the final audited accounts to be published by 31 October 2025. Consideration is also being given to amending the statutory deadlines for future years. The Council has published the statutory notice informing all interested parties that the Council will not be complying with the statutory deadlines noted in paragraph 2.1 above.

**3. DRAFT COMPREHENSIVE INCOME AND EXPENDITURE STATEMENT 2024/25**

- 3.1. The draft Comprehensive Income and Expenditure Statement (CIES) is presented in Appendix 2.
- 3.2. The statement summarises the cost of providing services in 2024/25, in accordance with the statutory accounting requirements and covers both the Council Fund and the Housing Revenue Account (HRA) in one financial statement. The CIES includes statutory accounting costs, such as depreciation and pension adjustments, which are not charged against Council Tax and are, therefore, reversed out before determining the final position in respect of general balances, earmarked reserves, the HRA account balance and school balances. As a result, the CIES is not directly comparable to the outturn reports that are presented to the Executive as part of the agenda for this meeting.
- 3.3. The CIES shows that the net cost of services was £173.726m, with a surplus of £38.568m on the provision of services. Adjustments are then made for the revaluation of assets and for the re-measurement of the pension liability, to give the final net surplus for the year of £45.117m. Adjustments are then made, as shown in Table 1 below, to determine the movement to reserves and balances. The adjustments are detailed in note 6 of the draft Statement of Accounts.

**Table 1**  
**Reconciliation of CIES to the Contribution (to) or from Reserves and Balances**  
**for 2024/25**

	£'000	£'000
Total Cost (Surplus) as per the CIES		(45,117)
Reverse out the accounting entries in respect of the Revaluation of Assets and the Re-measurement of the Pensions Fund	6,549	
Adjustment between Accounting Basis and Funding Basis under Regulations	34,827	
		41,376
<b>Contribution (to) / from Useable Reserves and Balances</b>		<b>(3,741)</b>

3.4. The movements in the Council's reserves and balances are shown in Table 2, below:-

**Table 2**  
**Summary of the Movements in the Council's Reserves and Balances**  
**as at 31 March 2025**

	Council Fund General Reserve	Council Fund Earmarked Reserves	School Reserves	Capital Receipts Reserve	Capital Grants Unapplied Reserve	NWEAB Reserves	Housing Revenue Account (HRA) Reserve	Housing Revenue Account (HRA) Capital Receipts Reserve	Total Useable Reserves
	£'000	£'000	£'000	£'000	£'000		£'000	£'000	£'000
Opening Balance as at 1 April 2024	(15,605)	(16,517)	(5,577)	(2,390)	(464)	(587)	(8,189)	(509)	(49,838)
Net Over / (Under) spend 2024/25	(3,873)	-	-	-	-	-	211	-	(3,662)
Balance after Over / (Under) spend	(19,478)	(16,517)	(5,577)	(2,390)	(464)	(587)	(7,978)	(509)	(53,500)
Net Transfers from / (to) Reserves for Approved Funding	1,313	(1,778)	503	(226)	(74)	(326)	-	509	(79)
Closing Balance as at 31 March 2025	(18,165)	(18,295)	(5,074)	(2,616)	(538)	(913)	(7,978)	-	(53,579)

The Council's accounts also include £913k in respect of the North Wales Economic Ambition Board (NWEAB). This figure is the Council's share of the useable reserves, which are held by Gwynedd Council as the lead authority for the Board Members.

#### 4. DRAFT BALANCE SHEET AS AT 31 MARCH 2025

4.1. The draft balance sheet as at 31 March 2025 is shown in Appendix 3.

The value of the Council's net assets increased by £45.117m, from £441.573m last year, to £486.690m at 31 March 2025. The value of the Council's long-term assets increased by £47.475m, due to capital expenditure on the Council's property, plant and equipment and the revaluation of existing assets. The value of the Council's current assets fell slightly to £83.655m, a fall of £0.123m from the previous year.

4.2. Current liabilities increased by £5.809m, to £60.254m, which is as a result of short term creditors £42.349m and short term grants received in advance £14.453m. Long term liabilities have decreased, from £139.735m to £136.161m.

- 4.3. Although the actuarial valuation assesses the value of the Pension Fund as being a surplus of £139.086m, accounting rules (IFRIC14) requires the Council to reduce the value of the pension asset due to the fact that the Council cannot access the value of the asset. As a result, the carrying value of the Pension reserve is a deficit of £9.259m, which is £1.263m lower than 2023/24.

## 5. GENERAL FUND BALANCE

- 5.1. The balance of the General Fund (subject to audit) as at 31 March 2025 is £15.605m, which is equivalent to 8.52% of the 2024/25 net expenditure budget, but it should be noted that this figure may change following the audit. The Council utilised £4.425m of this reserve as funding for the 2024/25 budget, which reduces the net available balance to £11.180m, which equates to 6.07% of the 2024/25 net expenditure budget. The movement is shown in Table 3, below:-

**Table 3**  
**Movement in General Balances during 2024/25**

	£'m	£'m
Opening Balance as at 1 April 2024		15.605
Funding for 2024/25 Revenue Budget		(4.425)
<b>Balance Available as at 1 April 2024</b>		<b>11.180</b>
Transfers from Earmarked Reserves	0.094	
Other Transfers In / (Out)	3.617	
Expenditure Funded from General Balances	-0.600	
<b>Net Transfers In / (Out) in Year</b>		<b>3.111</b>
<b>2024/25 Revenue Budget Surplus</b>		<b>3.873</b>
<b>Balance as at 31 March 2025</b>		<b>18.164</b>
Funding for 2025/26 Revenue Budget		(2.459)
<b>Balance Available as at 1 April 2025</b>		<b>15.705</b>

- 5.2. The Council approved the recommendation provided by the Section 151 Officer that the Council should maintain a minimum balance of this reserve of 5% of the net revenue expenditure budget for the forthcoming financial year. Based on this recommendation, the minimum balance should be £9.75m, which gives the Council £5.95m of balances above this minimum figure.
- 5.3. Based on the current information, the funding position for 2026/27 appears to be very precarious, with costs, due to inflation and demand pressures, exceeding the increase in funding. This surplus in general balances, above the minimum recommended level, does provide the Council to use its general balances in 2026/27 to supplement the funding available from Welsh Government grants and Council Tax.

## 6. EARMARKED RESERVES

- 6.1. Earmarked Reserves are held by the Council to mitigate potential future risks, to meet increases in the demand for certain services, to fund future capital projects, to fund improvements in business processes and service delivery, which are not funded in the annual revenue budget, and to hold unused grants and other contributions. The holding of earmarked reserves is an essential element of the Council's financial strategy to ensure that the Council has an adequate level of financial resilience to meet future risks, financial challenges and allows for additional investment in assets and services. The new reserves created during 2024/25 are shown in Table 4, and the Executive is requested to formally approve the creation of these new reserves, totalling £1.958m.

**Table 4**  
**New Earmarked Reserves Requested**

Service	Reserve Name	Reserve Total £	Reason for Creating the Reserve	Purpose of the Reserve
Public Protection	Agency Workers - Food Standards	47,000	Planned 2024/25 expenditure deferred to 2025/26	To be used to fund agency workers in order to address the backlog of work within the service.
Public Protection	Animal Welfare	20,894	Underspend of specific fund	To fund future costs relating to the Animal Welfare Case.
Property	Capitalised Salaries Property	82,613	Fee overachievement	Decrease the risk of future unachieved capitalised salaries target.
Economic Development	Shared Prosperity Fun (SPF) Interest Rec Econ Dev Reserve	185,167	SPF Interest receivables received by Gwynedd Council	To be used to fund future Economic Development projects
Leisure	Exercise Referral	6,448	Grant underspend to be carried forward	Recent pay awards to staff have outstripped grant reward, this reserve will be used to fund the difference.
Public Protection	Offensive Weapons	39,883	Grant underspend to be carried forward from 2024/25	Funding will be used for future burdens associated with the Offensive Weapons Act.
Education	Grant Peri Pryder	72,904	New grant to be carried forward to 2025/26	To target schools identified as causing concern by either Estyn or the Local Authority.
Children	Youth Service Reserve	52,000	Youth service underspend to be utilised in 2025/26	Following Youth Service's efficiencies / savings in 2023/24/25, the reserve will allow the service to continue employing an additional Youth Worker, with focus on aligning and developing the provision with focus on youth and community participation and developing the digital offer for young people. The reserve will also fund a full audit in preparation for the new Estyn framework on inspecting local authority youth services.
Resources	Council Tax Risk Reserve	900,000	To fund potential Council Tax refunds	To fund potential large sums of council tax refunds in 2025/26 as a result of self catering operators successfully appealing against decisions to be included in the business rates register.
IT	ICT Software	78,603	Grant underspend to be utilised in 2025/26	Funding received to pay for ICT software licence costs in 2025/26.
Public Protection	Churchill House	471,992		In December 2024, the Council obtained a court order to secure urgent works at Churchill House. This reserve will be used to fund structural works required to reduce the risk to public safety.
<b>TOTAL NEW EARMARKED RESERVES</b>		<b>1,957,504</b>		

- 6.2. The total recommended earmarked reserves as at 31 March 2025 are detailed in full in Appendix 4, but are summarised, by purpose below, in Table 5 below:-

**Table 5**  
**Summary of Earmarked Reserves as at 31 March 2025**

	Opening Balance as at 1 April 2024 £	Contributions To / (From) During 2024/25 £	Closing Balance as at 31 March 2025 £
Ongoing Corporate and Service Risks	4,656,282	-927,812	3,728,470
Specific Corporate and Service Risks	853,942	1,100,929	1,954,871
Funding of Future Capital Expenditure	4,698,151	1,178,163	5,876,314
Business Process Improvements	250,000	124,327	374,327
Unused Contingency Budgets required for Future Years	1,312,372	-463,567	848,805
Restricted Grant Holding Reserves	1,767,761	439,939	2,207,700
Other Restricted Reserves	392,609	-84,712	307,897
Other Earmarked Reserves for Specific Projects	2,586,164	410,878	2,997,042
Unrestricted Grant Holding Reserves	-	-	-
<b>TOTAL EARMARKED RESERVES</b>	<b>16,517,281</b>	<b>1,778,145</b>	<b>18,295,426</b>

## 7. CAPITAL GRANT UNAPPLIED RESERVE

- 7.1. The capital grant unapplied reserve holds any unspent balance of the general capital grant. This is not an earmarked reserve as it is a specific reserve to hold capital funding, although it should be noted that the grant is provided with no conditions, and it is for the Council to determine which capital projects are funded from the grant. It is unapplied as it was not fully utilised by the end of the financial year, but it will be used to fund capital expenditure in 2026/27.

## 8. SCHOOL BALANCES

- 8.1. The level of School balances has decreased from £5.577m at the beginning of the financial year, to £5.074m at the end of the financial year. 4 primary schools have deficit balances, compared to none last year. All of the schools that have a deficit balance have agreed an expenditure plan which will bring the school out of deficit over a period of time. The balances per sector are summarised in Table 6, below:-

**Table 6**  
**School Balances as at 31 March 2025**

Sector	Balance as at 1 April 2024 £'000	Movement in Year £'000	Closing Balance as at 31 March 2025 £'000
Community and Voluntary Primary Schools	2,408	-194	2,214
Community Secondary Schools	2,631	-366	2,265
Community Special School	179	50	229
Foundation Primary School	359	7	366
<b>TOTAL</b>	<b>5,577</b>	<b>-503</b>	<b>5,074</b>



## 9. HOUSING REVENUE ACCOUNT

9.1. The balance of the Housing Revenue Account (HRA) reserve fell from £8.189m at the beginning of the financial year, to £7.978m at the end of the financial year. The details are shown in Table 7, below:-

**Table 7**  
**Housing Revenue Account Balance as at 31 March 2025**

	£'m	£'m
<b>Opening Balance as at 1 April 2024</b>		<b>8.189</b>
Revenue Account Surplus 2024/25	8.915	
Capital Expenditure Funded from Reserves	(9.126)	
Net Movement in 2024/25		(.211)
<b>Closing Balance as at 31 March 2025</b>		<b>7.978</b>

## APPENDIX 2

## COMPREHENSIVE INCOME AND EXPENDITURE STATEMENT FOR YEAR ENDED 31 MARCH 2025

2024/25			Services	Note	2023/24		
Gross Expenditure £'000	Gross Income £'000	Net Expenditure £'000			Restated Gross Expenditure £'000	Restated Gross Income £'000	Net Expenditure £'000
92,985	(19,892)	73,093	Education, Young People and Skills		86,965	(16,625)	70,340
55,413	(17,620)	37,793	Adult Services		50,771	(14,649)	36,122
23,109	(6,760)	16,349	Children's Services		20,661	(5,689)	14,972
10,364	(8,162)	2,202	Housing		9,756	(7,810)	1,946
34,171	(9,688)	24,483	Highways, Property and Waste		35,261	(9,553)	25,708
21,940	(16,089)	5,851	Regulation and Economic		17,000	(10,635)	6,365
7,079	(562)	6,517	Transformation		7,157	(302)	6,855
25,885	(14,832)	11,053	Resources		26,527	(16,244)	10,283
2,596	(545)	2,051	Council Business		2,144	(181)	1,963
346	(268)	78	Corporate and Democratic Costs		1,145	(773)	372
741	(10)	731	Corporate Management		742	-	742
242	-	242	Non-distributed costs		27	-	27
16,366	(23,083)	(6,717)	Housing Revenue Account (HRA)		14,978	(21,479)	(6,501)
<b>291,237</b>	<b>(117,511)</b>	<b>173,726</b>	<b>Deficit on Continuing Operations</b>		<b>273,134</b>	<b>(103,940)</b>	<b>169,194</b>
		18,567	Other operating expenditure	10			17,738
		2,024	Financing and investment income and expenditure	11			9,013
		(232,885)	Taxation and non-specific grant Income	12			(208,221)
		<b>(38,568)</b>	<b>(Surplus)/Deficit on Provision of Services</b>				<b>(12,276)</b>
		15,865	Impairment losses on non-current assets charged to the Revaluation Reserve				14,102
		(23,155)	Surplus on revaluation of non-current assets				(50,441)
		139,086	Write-off Net Pension Asset	9c & 34			71,144
		(138,345)	Re-measurement of net Pension liability	9c & 34			(59,453)
		<b>(6,549)</b>	<b>Other Comprehensive Income and Expenditure</b>				<b>(24,648)</b>
		<b>(45,117)</b>	<b>Total Comprehensive Income and Expenditure</b>				<b>(36,924)</b>

# APPENDIX 3

## BALANCE SHEET AS AT 31 MARCH 2025

	Note	31 March 2025 £'000	31 March 2024 £'000
Property, plant and equipment	13	584,252	540,785
Heritage assets	15	2,301	2,413
Investment property	16	9,746	7,484
Intangible assets		174	261
Long-term debtors	18	1,625	1,032
Long-term Right of Use Assets	43	1,352	-
<b>Long-term Assets</b>		<b>599,450</b>	<b>551,975</b>
Assets held for sale		678	619
Inventories		421	401
Short-term debtors	18	68,985	50,651
Short-term Investments	35a	-	-
Cash and cash equivalents	19	13,571	32,107
<b>Current Assets</b>		<b>83,655</b>	<b>83,778</b>
Short-term borrowing	35b	(2,317)	(3,341)
Short-term creditors	20	(42,349)	(40,161)
Short-term provisions	21	(661)	(456)
Short-term grants receipts in advance	30	(14,453)	(10,487)
Short-term Right of Use liabilities	43	(474)	-
<b>Current Liabilities</b>		<b>(60,254)</b>	<b>(54,445)</b>
Long-term creditors	20	(255)	(166)
Long-term provisions	21	(4,118)	(4,247)
Long-term borrowing	35b	(121,616)	(121,175)
Long-term grants receipts in advance	30	-	(3,625)
Other long-term liabilities	34	(9,259)	(10,522)
Long-term Right of Use Liabilities	43	(913)	-
<b>Long-term Liabilities</b>		<b>(136,161)</b>	<b>(139,735)</b>
<b>Net Assets</b>		<b>486,690</b>	<b>441,573</b>
Usable reserves	MIRS	53,579	49,838
Unusable reserves	9	433,111	391,735
<b>Total Reserves</b>		<b>486,690</b>	<b>441,573</b>

## MOVEMENT IN RESERVES STATEMENT (MIRS) 2024/25

	Council Fund Balance	Earmarked Council Fund Reserves (Note 7)	Capital Receipts Reserve (Note 8)	Capital Grants Unapplied	Schools Balances (Note 7)	NWEAB Reserves	Total Council Fund Usable Reserves	HRA Balance (Supplementary Financial Statements)	HRA Capital Receipts Reserve	Total HRA Usable Reserves	Total Usable Reserves	Total Unusable reserves (Note 9)	Total Reserves (of the Council)
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
<b>Balance 1 April 2023</b>	14,039	19,637	1,908	407	6,716	-	42,707	12,107	-	12,107	54,814	349,836	404,650
<b>Movement in reserves during the year</b>													
Adjustment to opening balance	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) on provision of services	(150)	-	-	-	-	-	(150)	12,426	-	12,426	12,276	-	12,276
Other Comprehensive Income and Expenditure	-	-	-	-	-	-	-	-	-	-	-	24,647	24,647
<b>Total Comprehensive Income and Expenditure</b>	(150)	-	-	-	-	-	(150)	12,426	-	12,426	12,276	24,647	36,923
Adjustments between accounting basis and funding basis under regulations (Note 6)	(1,337)	-	482	(407)	-	-	(1,262)	(16,499)	509	(15,990)	(17,252)	17,252	-
<b>Net Increase/ (Decrease) before Transfers to Earmarked Reserves</b>	(1,487)	-	482	(407)	-	-	(1,412)	(4,073)	509	(3,564)	(4,976)	41,899	36,923
Transfers to/(from) Earmarked Reserves (Note 7)	3,053	(3,120)		464	(1,139)	587	(155)	155		155	-	-	-
<b>(Decrease) / Increase In Year</b>	1,566	(3,120)	482	57	(1,139)	587	(1,567)	(3,918)	509	(3,409)	(4,976)	41,899	36,923
<b>Balance 31 March 2024</b>	15,605	16,517	2,390	464	5,577	587	41,140	8,189	509	8,698	49,838	391,735	441,573
<b>Movement in reserves during the year</b>													
<b>Adjustment to opening balance</b>													
Surplus/(Deficit) on provision of services	16,035	-	-	-	-	-	16,035	22,533	-	22,533	38,568	-	38,568
Other Comprehensive Income and Expenditure	-	-	-	-	-	-	-	-	-	-	-	6,549	6,549
<b>Total Comprehensive Income and Expenditure</b>	16,035	-	-	-	-	-	16,035	22,533	-	22,533	38,568	6,549	45,117
Adjustments between accounting basis and funding basis under regulations (Note 6)	(11,336)		226	(464)	-	-	(11,574)	(22,744)	(509)	(23,253)	(34,827)	34,827	-
<b>Net Increase/(Decrease) before Transfers to Earmarked Reserves</b>	4,699	-	226	(464)	-	-	4,461	(211)	(509)	(720)	3,741	41,376	45,117
<b>Net transfer to/(from)</b>													
Transfers to/(from) Reserves	(2,139)	1,778	-	538	(503)	326	-	-	-	-	-	-	-
<b>(Decrease) / Increase In Year</b>	2,560	1,778	226	74	(503)	326	4,461	(211)	(509)	(720)	3,741	41,376	45,117
<b>Balance 31 March 2025</b>	18,165	18,295	2,616	538	5,074	913	45,601	7,978	-	7,978	53,579	433,111	486,690

## APPENDIX 5

### EARMARKED RESERVES AS AT 31 MARCH 2025

Service	Reserve Name	Description	Balance as at 1 April 2024 £	Transfers In £	Transfers Out £	Balance as at 31 March 2025 £
Corporate	Insurance Reserve	To fund uninsured losses and policy excesses.	1,250,000	0	0	1,250,000
Learning	Sickness Scheme - Primary	To cover the cost of staff sickness cover in primary schools. Each school pays an annual premium and is recompensed from this reserve to meet the additional costs incurred due to staff sickness.	198,527	0	(198,527)	0
Housing	Homelessness	To fund any additional demand above the sum allowed for in the annual budget.	454,369	143,965	(193,106)	405,228
Highways	Winter Maintenance	To meet any additional costs above the sum allowed for in the budget arising from additional gritting or dealing with floods and storm damage.	94,480	0	0	94,480
Social Services	Social Care Staffing Contracts	To fund additional staffing / agency costs if additional demand for services results in an increased staffing level requirement.	100,000	0	(53,824)	46,176
Learning	School Closure Reserve	To fund the cost of maintaining closed schools, or to contribute to the set-up costs of new schools.	93,149	153,576	(56,770)	189,955
Corporate	Inflation Reserve	To fund additional inflationary pressures which were not allowed for in the revenue budget – most notably pay awards.	1,715,757	0	(723,126)	992,631
Learning	Education Service Demand	To fund additional costs above the sum allowed for in the annual budget as a result of increased demand or inflationary pressures.	500,000	0	0	500,000
Corporate	Grant Reduction	To provide funding in the short term for services experiencing reductions in grant funding. The funding allows the Service to make the necessary long term changes in service provision.	250,000	0	0	250,000
<b>TOTAL ONGOING CORPORATE AND SERVICE RISKS</b>			<b>4,656,282</b>	<b>297,541</b>	<b>(1,225,353)</b>	<b>3,728,470</b>
Learning	School Rationalisation	To meet additional costs arising from the school modernisation programme, including redundancy costs.	401,791	279,136	(133,235)	547,692

Service	Reserve Name	Description	Balance as at 1 April 2024 £	Transfers In £	Transfers Out £	Balance as at 31 March 2025 £
Planning	Local Development Plan	Fund the additional costs above the sum allowed for in the annual revenue budget in producing the next Development Plan.	417,151	55,028	0	472,179
Planning	Planning Appeals	To fund any costs incurred in dealing with planning appeals and any other form of legal challenges to planning decisions.	35,000	0	0	35,000
Resources	Council Tax Risk	To fund council tax refunds arising from successful appeals from owners of self catering accommodation whose properties were transferred from the Non-Domestic Rates register to the Council Tax register as from 1 April 2023.	0	900,000	0	900,000
<b>TOTAL SPECIFIC SERVICE AND CORPORATE RISKS</b>			<b>853,942</b>	<b>1,234,164</b>	<b>(133,235)</b>	<b>1,954,871</b>
Corporate	Revenue Contributions Unapplied to Capital	Funding that has been allocated from revenue funds as a contribution towards specific future capital projects. Funding is released from the reserve as and when required as projects move forward.	1,338,265	1,625,910	(1,715,502)	1,248,673
Corporate	General Reserve Contributions Unapplied to Capital	Funding that has been allocated from general reserves as a contribution towards specific future capital projects. Funding is released from the reserve as and when required as projects move forward.	253,794	0	(1,500)	252,294
Learning	Education – Commuted Sums	Contributions from Developers, as part of the planning process, that contribute towards additional education costs that the Council faces as a result of the development.	330,226	52,777	(191,159)	191,844
Housing	Housing Developer Commuted Sums	Funding transferred to the Council by Developers in lieu of affordable houses in developments.	839,637	0	(187,465)	652,172
Highways	Open Spaces Section 106 agreements	Contributions from developers as part of planning agreements.	54,080	5,351	0	59,431
Public Protection	Calibration Lab	Contributions from partner authorities towards the capital cost of developing a calibration lab.	21,814	0	(8,285)	13,529
Learning	School IT Sinking Fund	To meet future IT equipment replacement costs in schools	461,000	150,000	0	611,000
Property	Secondary Schools Repairs and Maintenance	Underspend from previous year's revenue budget which is earmarked to fund future repair and maintenance costs in secondary schools.	94,308	0	(94,308)	0
Highways	Developer Contribution - Highways	Contributions from Developers, as part of the planning process, that contribute towards highway	162,422	0	(48,657)	113,765

Service	Reserve Name	Description	Balance as at 1 April 2024 £	Transfers In £	Transfers Out £	Balance as at 31 March 2025 £
		improvement costs that the Council faces as a result of the development.				
Leisure	Leisure VAT Claim	Refund of VAT due to change in VAT status of leisure centre admission fees. To be used to improve leisure centres.	762,155	0	0	762,155
Social Services	Telecare Equipment	To fund roll out costs of new digital equipment.	60,000	0	0	60,000
Leisure	3G Pitch Replacement Sinking Fund	To fund the future costs of replacing 3G pitches.	200,000	30,000	0	230,000
Transformation - IT	Anglesey Mast	To fund the cost of repairing the mast.	40,450	0	(40,450)	0
Leisure	Gym Equipment at Holyhead	To contribute to the cost of replacing the gym equipment at Holyhead Leisure Centre.	80,000	60,000	0	140,000
Public Protection	Churchill House	This reserve will be used to fund structural works required to reduce the risk to public safety.	0	500,000	(28,008)	471,992
Highways	Waste / Recycling	To fund future waste management projects.	0	986,847	0	986,847
Property	Capitalised Salaries Property	Decrease the risk of future unachieved capitalised salaries target.	0	82,613	0	82,613
<b>TOTAL FUTURE CAPITAL EXPENDITURE RESERVES</b>			<b>4,698,151</b>	<b>3,493,498</b>	<b>(2,315,334)</b>	<b>5,876,315</b>
Corporate	Transformation Fund	To meet the cost of developing and implementing plans to modernise and transform service delivery.	250,000	150,000	(25,673)	374,327
<b>TOTAL BUSINESS PROCESS IMPROVEMENT RESERVES</b>			<b>250,000</b>	<b>150,000</b>	<b>(25,673)</b>	<b>374,327</b>
Housing	Affordable Housing	Balance of unused Council Tax premiums allocated to fund grants and loans to assist first time buyers.	1,268,842	82,318	(649,027)	702,133
Corporate	Restricted Contingency Funded Projects	Unused allocation of revenue budget for translation of school modernisation documents.	43,530	103,142	0	146,672
<b>TOTAL UNUSED CONTINGENCY BUDGETS REQUIRED FOR FUTURE YEARS</b>			<b>1,312,372</b>	<b>185,460</b>	<b>(649,027)</b>	<b>848,805</b>
Housing	Supporting People Administration	Unused grant funding to be used to fund staffing costs not covered by the annual Housing Support grant.	438,674	0	0	438,674
Education	Covid Security in Schools	Unused grant funding.	9,056	0	0	9,056

Service	Reserve Name	Description	Balance as at 1 April 2024 £	Transfers In £	Transfers Out £	Balance as at 31 March 2025 £
Education	Adult Community Learning (ACL) Maintenance & Digital	Unused grant funding.	12,628	0	(12,628)	0
Education	Additional Learning Needs (ALN) Strategy	Unused grant funding.	15,363	0	0	15,363
Education	Music Grant	Unused grant funding.	22,106	0	(9,148)	12,958
Highways	Passenger Bus Network	Unused grant funding.	197,237	0	(25,949)	171,288
Culture	TaiNet	Unused grant funding.	203	0	(203)	0
Learning	Post 16 ACL	Unused grant funding.	93,157	9,026	(20,593)	81,591
Planning	Countryside Sustainable Landscapes and Places	Unused grant funding.	34,396	55,362	(21,678)	68,080
Planning	Sustainable Landscapes, Sustainable Places (SLSP) Countryside	Unused grant funding.	46,425	0	0	46,425
Learning	Period Poverty	Unused grant funding.	6,300	0	(6,300)	0
Learning	Virtual Schools Wales	Unused grant funding.	24,093	0	(24,093)	0
Housing	Homes for Ukraine	Unused grant funding.	518,758	80,183	(164,467)	434,475
Learning	TRAC	Unused grant funding.	138,232	0	0	138,232
Housing	ECO4	Unused grant funding.	61,071	0	0	61,071
Social Services	Maethu Cymru	Unused grant funding.	35,111	0	0	35,111



Service	Reserve Name	Description	Balance as at 1 April 2024 £	Transfers In £	Transfers Out £	Balance as at 31 March 2025 £
Housing	Afghan Resettlement	Unused grant funding.	114,951	312,420	0	427,371
Leisure	Exercise Referral	Unused grant funding.	0	13,271	(6,823)	6,448
Public Protection	Offensive Weapons	Unused grant funding.	0	39,883	0	39,883
Education	Grant Peri Pryder	Unused grant funding.	0	72,904	0	72,904
Highways	Bus Stop Infrastructure	Unused grant funding.	0	48,657	0	48,657
Resources	ICT Software	Unused grant funding.	0	78,602	0	78,602
Housing	Housing Grants	Unused grant funding.	0	21,511	0	21,511
<b>TOTAL RESTRICTED GRANT FUNDED RESERVES</b>			<b>1,767,761</b>	<b>731,819</b>	<b>(291,882)</b>	<b>2,207,700</b>
Waste	Recycling Process Income	Condition of the Sustainable Waste Management Grant (SWMG) that surplus income generated from recycling activities are re-invested into waste management.	355,130	0	(130,852)	224,278
Culture	Museum Purchase Fund	Donations to be used to add to the collection at Oriel Ynys Môn.	17,725	5,027	0	22,752
Highways	Sustainable Drainage Approval Body Fees	Fees paid by developers to obtain Sustainable Drainage Approving Body (SAB) approval. Funds staffing costs of dealing with applications.	13,366	27,873	0	41,239
Public Protection	Child Burial & Cremation Fees	To fund the costs incurred by Town & Community Councils.	6,389	13,240	0	19,629
<b>TOTAL OTHER RESTRICTED RESERVES</b>			<b>392,610</b>	<b>46,140</b>	<b>(130,852)</b>	<b>307,898</b>
Planning	Planning Major Developments	To fund the cost of dealing with major development planning applications and associated work.	479,788	17,839	(5,760)	491,867
Economic Development	Archaeological works at Wylfa	Funding provided by Horizon to complete archaeological works at Wylfa.	435,577	0	(67,156)	368,421

Service	Reserve Name	Description	Balance as at 1 April 2024 £	Transfers In £	Transfers Out £	Balance as at 31 March 2025 £
Public Protection	Bathing Water Prediction Model	To pay for the cost of maintaining monitoring equipment.	5,154	0	0	5,154
Planning	Planning Capability and Capacity	A percentage of planning fees generated from increases has to be re-invested in the Planning service.	194,138	81,000	(101,791)	173,347
Human Resources	Trainee Scheme	Balance of unspent budget from previous years to fund future commitments in excess of the annual budget.	258,913	149,276	0	408,189
Social Services	Pooled Budget Admin Fee	Potential to have to pay an administration fee to the lead authority to operate the Social Care Pooled budget.	10,000	0	0	10,000
Social Services	Children's Services Teaching Assistant Scheme	To fund teaching assistants specialising in supporting children with social care needs.	109,065	0	(67,262)	41,803
Economic Development	Penrhos Industrial Estate Joint Venture (JV) repayment	Additional rental income retained to fund the payment due to WG when the JV agreement ends.	32,479	17,228	0	49,707
Public Protection	Port Health Authority	To fund the set-up costs of the Port Health Authority.	189,978	0	0	189,978
Information Technology	ICT Schools Public Sector Broadband Aggregation (PSBA)	To implement improvements to the ICT broadband in schools.	201,882	95,933	0	297,815
Social Services	Open University Trainee Social Workers	Fund the cost of training programme for social workers.	50,000	0	(7,478)	42,522
Corporate	Eisteddfod yr Urdd	Fund the cost of the Council's presence at the Urdd Eisteddfod in 2026. A sum of £50k per annum has been allocated in the financial years 2023/24, 2024/25 and 2025/26.	50,000	50,000	0	100,000

Service	Reserve Name	Description	Balance as at 1 April 2024 £	Transfers In £	Transfers Out £	Balance as at 31 March 2025 £
Council Business	Scrutiny Review	To fund the cost of a review of the Council's Scrutiny function and processes.	8,000	0	(8,000)	0
Corporate	Salix Loan Repayment	To fund unbudgeted final MRP payments on delayed Salix loans.	216,190	0	0	216,190
Planning	Article 4 Implementation	To fund the cost of implementing Article 4, should the Council decide to go ahead with Article 4.	300,000	0	(48,013)	251,987
Resources	Procurement	To fund the cost of continuing external support to implement the action plan arising from the review of the Council's procurement arrangements.	45,000	0	0	45,000
Public Protection	Agency Workers - Food Standards	To be used to fund agency workers in order to address the backlog of work within the service.	0	47,000	0	47,000
Public Protection	Animal Welfare	To fund future costs relating to the Animal Welfare Case.	0	20,894	0	20,894
Economic Development	SPF Interest Received - Economic Development	To be used to fund future Economic Development projects.	0	185,167	0	185,167
Children	Youth Services	To continue employing an additional Youth Worker with focus on aligning and developing the provision, with focus on youth and community participation, and developing the digital offer for young people. The reserve will also fund a full audit in preparation for the new Estyn framework on inspecting local authority youth services.	0	52,000	0	52,000
TOTAL OTHER EARMARKED RESERVES FOR SPECIFIC PROJECTS			2,586,164	716,337	(305,460)	2,997,041
TOTAL EARMARKED RESERVES			16,517,282	6,854,962	(5,076,816)	18,295,427