# Lytchett Matravers Parish Council

**Earmarked Reserves – Summary Report**

**April 2022**

## Working Group Objective:

To update the earmarked reserves in alignment with the Prudential Investment statement and to set the projected sinking fund allocations for 2022/23.

## Details:

The value of the Prudential Investment has now returned to pre-pandemic levels. This has enabled the 2020 reduction in sinking fund levels to be reversed and has allowed a return to the planned long term financial goals.

## Dependencies:

## Prudential Investment to continue long term gain of approx. 6% p.a.

## Status/Next Steps:

* Prudential Investment valuation as of 31/3/2022 is £295,086.
* The Foxhills Fund was reduced by £26,827 to fund the new paths and tree clearance. The fund will be restored to its long-term level over the next 5 years.
* Sinking funds are set up to achieve financial targets over 10 years. Need to re-confirm sinking fund requirement and long-term financial goals.

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|  | Current SF Level | Target |
| Foxhills Fund (general for whole area | 136 | 163 |
| Foxhills Play park replacement | 38 | 54 |
| Rocket Park replacement | 49 | 70 |
| Skate Park replacement | 14 | 14 |
| Lytchett Astro replacement | 25 | 50 |

