



South Holland

Drainage Board

**RATE ESTIMATES
FOR THE FINANCIAL YEAR
2013/2014**

Kettlewell House
Austin Fields Industrial Estate
King's Lynn
Norfolk
PE30 1PH

**SOUTH HOLLAND IDB
RATE ESTIMATES FOR 2013/2014
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**P J CAMAMILE
CHIEF EXECUTIVE**

INDICATIVE FIVE YEAR CAPITAL PLAN - SUMMARY OF ESTIMATED COSTS AND IMPACT ON DRAINAGE RATES

Scheme Code	Scheme Name	Original Estimate 2012/13	Projected Out-turn 2012/13	Estimated Gross Cost				
				2013/14	2014/15	2015/16	2016/17	2017/18
SCH25	South Holland Sluice Refurb	6,000	16,000	0	0	0	0	0
SCH34	Lords Sluice Refurb - Prelims	0	0	0	0	0	0	0
SCH41	Lords Sluice Refurb	0	470,000	0	0	0	0	0
SCH42	Holbeach River Sluice Refurb - Prelims	30,000	38,000	0	0	0	0	0
	Holbeach River Sluice Refurb	0	0	250,000	300,000	0	0	0
SCH18	Telemetry	20,000	10,000	20,000	20,000	20,000	0	0
SCH35	Model - F, Little Holland	0	4,000	0	0	0	0	0
SCH36	Model - T, Roses	0	1,000	0	0	0	0	0
SCH39	Model - G, Sutton St James	10,000	10,000	0	0	0	0	0
SCH40	Model - H, Main Drain Gravity	26,000	26,000	0	0	0	0	0
SCH44	Survey/Model - I, Westmere	2,500	2,500	10,000	0	0	0	0
SCH46	Survey/Model - L, Dawsmere	4,400	4,400	11,000	0	0	0	0
SCH45	Survey/Model - M, Fleet Haven	6,800	6,800	13,000	0	0	0	0
SCH48	Survey/Model - N, Lawyers	10,000	10,000	0	15,000	0	0	0
SCH49	Survey/Model - O, Andersons	3,300	3,300	0	10,000	0	0	0
SCH47	Survey/Model - Q,R, Lords, Wragg Marsh	12,000	12,000	0	22,000	0	0	0
SCH50	Survey/Model - P, Holbeach River	0	0	35,000	0	32,000	0	0
SCH51	Survey/Model - K, Lutton Leam	0	0	0	40,000	32,000	0	0
SCH43	Clay Lake PS Refurb	300,000	350,000	0	0	0	0	0
	Fleet Haven PS Refurb	0	0	0		50,000	250,000	250,000
	Dawsmere PS Refurb	0	0	0	0	0	0	50,000
	Westmere PS Refurb	0	0	0	30,000	170,000	125,000	0
	Standby Pump	0	0	0	0	0	0	0
	Exeter Drain North pipeline diversion	0	10,000	50,000	0	0	0	0
	TOTAL: (£)	431,000	974,000	389,000	437,000	304,000	375,000	300,000
	CAPITAL FINANCING							
	Capital Works Reserve	3,300	265,600	0	0	0	0	0
	Other Reserve	0	10,000	50,000	0	0	0	0
	Grant Aid	2,700	221,400	0	0	0	0	0
	Local Levy	0	220,000	0	0	0	0	0
	Development Contribution	0	0	0	0	0	0	0
	Fixed Plant Renewals Fund	175,000	7,000	89,000	187,000	54,000	125,000	50,000
	TOTAL: (£)	181,000	724,000	139,000	187,000	54,000	125,000	50,000
	Drainage Rates (RCCO)	250,000	250,000	250,000	250,000	250,000	250,000	250,000

KEY: Schemes in green - receiving grant aid/Local Levy contributions
 Figures in blue - expenditure for work carried over from previous financial years

NOTES	DRAINS MAINTENANCE	ACTUAL 2011/12 £	ESTIMATE 2012/13 £	PROBABLE 2012/13 £	ESTIMATE 2013/14 Units	ESTIMATE 2013/14 Unit Type	ESTIMATE 2013/14 £
	Hand Roding	7,502	10,500	7,500	6	Km	8,300
1	Mechanical Roding	456,509	482,000	402,000	980	Km	425,000
2	Chemical Weed Control	14,163	14,600	4,000	5	Km	10,000
	Mudding Channels	51,671	63,000	60,000	30	Km	63,000
	Cleansing Culverts/Inspecting Pipelines	53,449	53,000	33,000	30	Days	38,000
	Bushing & Tree Coppicing	42,927	58,000	50,000	255	Days	63,000
	Vermin Control	11,859	15,200	12,000	160	Incident	12,000
	New Access Works (Side Dyke Culverts)	44,629	40,000	30,000	40	Number	30,000
3	Slip Repairs	149,681	136,262	99,504	2,000	Metre	130,000
4	Drain Improvements/Land Tile outfalls	1,152	0	1,000	400	Number	10,000
5	Culvert Repairs & Renewals	70,470	67,869	67,869	100	Metre	100,000
	Guage Boards/Water Monitoring	7	0	250		Various	2,000
	Fencing and Gates	17,565	18,000	12,000	30	Incident	12,000
	Rubbish Clearance	8,183	12,100	12,000		Various	10,000
	Wracking	806	5,000	10,000	200	Labour Hour	10,000
6	General duties	18,440	15,700	15,700	453	Labour Hour	26,200
	Freshwater Feeds	2,750	0	0	30	Labour Hour	1,500
		951,763	991,231	816,823			951,000
	PUMPING STATIONS AND STRUCTURES MAINTENANCE						
7	Pumping Stations	168,251	214,867	239,457		Assets	198,457
8	First Line Tidal Sluices	18,622	35,320	25,820		Assets	35,820
9	Second Line Tidal Sluices	47,730	41,400	55,400		Assets	60,000
	Water Level Control Structures	0	800	800		Assets	800
10	Workshop	28,088	55,712	70,000		Assets	65,960
		262,691	348,099	391,477			361,037
	DIRECT WORKS	1,214,454	1,339,330	1,208,300			1,312,037

NOTES

- 1 Probable for 2012/13 less than estimate due to less flail mowing and basket roding. Estimate for 2013/14 increased due to increased labour and machinery costs.
- 2 Probable for 2012/13 less than estimate due to less chemical weed control being undertaken.
- 3 Probable for 2012/13 less than estimate due to less slip repairs being carried out than planned. The Board is still waiting to hear the outcome of road collapse along Little Holland.
- 4 Estimate for 2013/14 increased due to drainage improvement on Fosdyke Marsh Soke Dyke Connection.
- 5 Estimate for 2013/14 increased due to collapsed culverts on Moulton River and Lords Drain.
- 6 Estimate for 2013/14 increased due to management carrying out maintenance work.
- 7 Probable for 2012/13 is more than estimate due to increased electricity costs and pump repairs.
- 8 Probable for 2012/13 is less than estimate due to management carrying out sluice duties and bubble curtain refurbishment not being done. Estimate for 2013/14 increased due to management carrying out sluice duties.
- 9 Probable for 2012/13 more than estimate due to overspend on Andersons Sluice refurbishment. Estimate for 2013/14 increased due to Holbeach River second line sluice refurbishment.
- 10 Probable for 2012/13 is more than estimate due to yard improvements. Estimate for 2013/14 is more than estimate for 2012/13 due to movement of costs back to workshops.

**A D PRICE
OPERATIONS MANAGER**

**SOUTH HOLLAND INTERNAL DRAINAGE BOARD
ESTIMATES FOR THE FINANCIAL YEAR 2013/14**

04 January 2013

1. RATE REQUIREMENT

	ACTUAL 2011/12	ESTIMATE 2012/13	PROBABLE 2012/13	ESTIMATE 2013/14	PROPORTION 2013/14
	£	£	£	£	%
<u>NEW WORKS AND IMPROVEMENT WORKS</u>					
Tidal Sluices	46,495	266,000	524,000	250,000	11.50%
Exeter Drain North Pipeline Diversion	0	0	10,000	50,000	2.30%
Telemetry	0	20,000	10,000	20,000	0.92%
Health & Safety Improvements	82,760	0	0	0	0.00%
Hydrological modelling	74,217	75,000	80,000	69,000	3.17%
Winters Lane Drain Improvement	19,170	0	0	0	0.00%
Pump Renewals/Pumping Station Refurbishments	57,316	300,000	350,000	0	0.00%
	279,958	661,000	974,000	389,000	17.89%
<u>CONTRIBUTIONS PAYABLE TO THE ENVIRONMENT AGENCY</u>					
Annual Precept Payable to the Environment Agency	145,835	152,835	145,835	145,835	6.71%
	145,835	152,835	145,835	145,835	6.71%
<u>MAINTENANCE WORKS</u>					
Direct Works	1,214,454	1,339,330	1,208,300	1,312,037	60.36%
Net (Surplus)/Deficit on Absorption Accounts	18,333	0	0	0	0.00%
Technical Support Costs	139,019	135,759	133,510	135,017	6.21%
Biodiversity Actions/BAP	250	10,800	390	10,800	0.50%
Contingency	0	0	0	0	0.00%
	1,372,056	1,485,889	1,342,200	1,457,854	67.07%
<u>ADMINISTRATION AND OTHER EXPENSES</u>					
Administration Charges	146,984	156,071	139,090	153,729	7.07%
Provision for Assessable Value Decreases, Bad and Doubtful Debts	3,932	20,000	5,000	20,000	0.92%
Provision for Settlement Discount at 2.5%	7,853	7,500	6,834	7,200	0.33%
	158,769	183,571	150,924	180,929	8.32%
TOTAL EXPENDITURE	£1,956,618	£2,483,295	£2,612,959	£2,173,618	100.00%
<u>LESS:</u>					
<u>GOVERNMENT GRANTS</u>					
Tidal Sluices	20,923	2,700	221,400	0	0.00%
Exeter Drain North Pipeline Diversion	0	0	0	0	0.00%
Health & Safety Improvements	37,243	0	0	0	0.00%
Hydrological modelling	-13,326	0	0	0	0.00%
Pump Renewals/Pumping Station Refurbishments	25,792	0	220,000	0	0.00%
	70,632	2,700	441,400	0	0.00%
<u>CONTRIBUTIONS FROM THE ENVIRONMENT AGENCY</u>					
Highland Water Contributions	0	0	0	0	0.00%
<u>OTHER INCOME</u>					
Rents and Acknowledgements	7,188	6,500	6,314	6,300	0.29%
Development Contributions	32,245	30,000	0	0	0.00%
Investment Interest	37,651	15,000	25,500	20,000	0.92%
Sundry Income	6,179	3,000	1,000	1,000	0.05%
Profit/(Loss) on Disposal of Plant & Equipment	16,800	0	54,500	0	0.00%
Profit/(Loss) on Rechargeable Works	13,095	0	7,000	0	0.00%
	113,158	54,500	94,314	27,300	1.26%
TOTAL INCOME	£183,790	£57,200	£535,714	£27,300	1.26%
NET REQUIREMENT	£1,772,828	£2,426,095	£2,077,245	£2,146,318	98.74%
<u>FINANCED BY:-</u>					
<u>RATE INCOME LEVIED BY THE BOARD:</u>					
Occupiers Drainage Rates	869,406	867,582	867,579		
South Holland District Council	1,095,510	1,103,598	1,103,598		
Boston Borough Council	779	779	779		
	£1,965,695	£1,971,959	£1,971,956		
LESS NET SURPLUS/(DEFICIT) FOR THE YEAR	192,867	(454,136)	(105,289)		
NET REQUIREMENT	£1,772,828	£2,426,095	£2,077,245		
<u>GENERAL RESERVE</u>					
Balance brought forward at 1 April	573,870	718,058	718,058		
ADD: Net Surplus/(Deficit) for the year	192,867	(454,136)	(105,289)		
Movement on Reserves:					
Transfer from/(to) Capital Works Reserve	(48,679)	3,300	265,600		
Transfer from/(to) Development Reserve	0	0	0		
Transfer from/(to) Fixed Plant Reserve	0	380,000	7,000		
Transfer from/(to) Partnership Working Reserve	0	0	10,000		
Balance carried forward at 31 March	£718,058	£647,222	£895,369		

On preparing the estimates for the financial year 2012/13 it was estimated that the General Reserve would amount to £618,761 as at 31 March 2012. The actual Reserve as at 31 March 2012 was £718,058 and it is estimated that this Surplus will be in the region of £895,369 as at 31 March 2013.

**SOUTH HOLLAND INTERNAL DRAINAGE BOARD
SECTION 37, LAND DRAINAGE ACT 1991**

2. DETERMINATION OF ANNUAL VALUES AS AT 31 DECEMBER 2012

The values at 31 December 2012 used for determining the proportion of expenses to be raised from drainage rates and special levies are as follows:-

PROPERTIES	RATED AREA HA	VALUES £	PROPORTION %	VALUE PER HECTARE £
Agricultural Land and/or Buildings	35,331.789	7,977,704	43.685	225.794
Other Land:-				
South Holland District Council	3,123.558	10,276,915	56.275	3,290.131
Boston Borough Council	2.199	7,246	0.040	3,295.134
Totals	38,457.546	£18,261,865	100.000	
Agricultural Land and/or Buildings	35,331.789	7,977,704	43.685	225.794
Billing Authorities	3,125.757	10,284,161	56.315	3,290.135
Totals	38,457.546	£18,261,865	100.000	

SECTION 40, LAND DRAINAGE ACT 1991

3. DRAINAGE RATES/SPECIAL LEVIES FOR 2013/2014

The following table shows the rate/levies for last year and 3 rate/levy options for this year based on estimated net expenditure. Option 1 shows the actual rate/levies requirement of 9.27%. Option 2 shows a rate increase of 1.50%, which equates to a 1.66% increase for SHDC - given the shift in their proportion of aggregate annual value arising from development during the course of the year. Option 3 shows a rise of 0.00%, which equates to a 0.16% increase for SHDC - given the shift in their proportion of aggregate annual value arising from development during the course of the year. Option 3 is recommended and Members attention is drawn to the 5 year indicative forecast shown overleaf.

FINANCED BY:-	REQUIREMENT			
	2012-2013 ESTIMATED £	2013-2014 OPTION 1 £	2013-2014 OPTION 2 £	2013-2014 OPTION 3 £
Capital Works Reserve	3,300	0	0	0
Fixed Plant Reserve	380,000	0	89,000	89,000
Development Reserve	0	0	0	0
Partnership Working Reserve	0	0	50,000	50,000
General Reserve	70,836	0	13,670	43,072
Balances Reduction/(Increase)	454,136	0	152,670	182,072
RATES/LEVIES:				
Occupiers Drainage Rates	867,582	937,619	870,926	858,082
South Holland District Council (SHDC)	1,103,598	1,207,847	1,121,931	1,105,385
Boston Borough Council (BBC)	779	852	791	779
NET REQUIREMENT	£2,426,095	£2,146,318	£2,146,318	£2,146,318
Penny Rate in the Pound	10.756p	11.753p	10.917p	10.756p
INCREASES/(DECREASES):				
Drainage Rate Increase/(Decrease)	0.00%	9.27%	1.50%	0.00%
Special Levy for SHDC Increase/(Decrease)	0.75%	9.45%	1.66%	0.16%
Special Levy for BBC Increase/(Decrease)	0.00%	9.37%	1.54%	0.00%
GENERAL RESERVE:				
Probable Reserve at 31 March	£547,925	£895,369	£881,699	£852,297
Reserve expressed as a percentage of Net Requirement	22.58%	41.72%	41.08%	39.71%
AVERAGE RATE PER ACRE:				
Agricultural Land and/or Buildings	£9.94	£10.74	£9.98	£9.83
Billing Authorities	£143.21	£156.49	£145.36	£143.21
RATE PER PERSON:				
Agricultural Drainage Ratepayers	£619.70	£669.73	£622.09	£612.92
SHDC (population taken from 2001 Census)	£14.42	£15.79	£14.66	£14.45
BBC (population taken from 2005 Census)	£0.01	£0.01	£0.01	£0.01

The current headline rate of inflation as indicated by the National Statistics Office for October 2012 is 3.20%

SOUTH HOLLAND INTERNAL DRAINAGE BOARD

4. INDICATIVE FORECAST FOR FIVE YEARS, USING TODAY'S RATEABLE VALUES (ALLOWING FOR INFLATION AT 3%)

RATE REQUIREMENT	OPTION 2 REQUIREMENT...				
	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018
	£	£	£	£	£
New Works and Improvement Works	389,000	450,110	322,514	409,773	337,653
Contributions Payable to the Environment Agency	145,835	150,210	154,716	159,357	164,138
Maintenance Works	1,457,854	1,457,854	1,457,854	1,501,590	1,546,638
Administration and Other Expenses	180,929	180,929	180,929	180,929	180,929
Government Grants	0	0	0	0	0
Contributions from the Environment Agency	0	0	0	0	0
Other Income	-27,300	-28,119	-28,963	-29,832	-30,727
NET REQUIREMENT	£2,146,318	£2,210,984	£2,087,050	£2,221,817	£2,198,631

FINANCED BY:-

Capital Works Reserve	0	0	0	0	0
Fixed Plant Reserve	89,000	192,610	57,289	136,591	56,275
Development Reserve	0	0	0	0	0
Partnership Working Reserve	50,000	0	0	0	0
General Reserve	13,670	-15,084	-44,422	-30,411	-15,648
Balances Reduction/(Increase)	152,670	177,526	12,867	106,180	40,627

RATES/LEVIES:

Occupiers Drainage Rates	870,926	888,317	906,108	924,217	942,725
South Holland District Council (SHDC)	1,121,931	1,144,334	1,167,252	1,190,581	1,214,423
Boston Borough Council (BBC)	791	807	823	839	856
	£2,146,318	£2,210,984	£2,087,050	£2,221,817	£2,198,631

INCREASES/(DECREASES):

Penny Rate in the Pound	10.917p	11.135p	11.358p	11.585p	11.817p
Rate Increase/(Decrease)	1.50%	2.00%	2.00%	2.00%	2.00%

GENERAL RESERVE:

Probable Reserve	£881,699	£896,783	£941,205	£971,616	£987,264
Reserve expressed as a percentage of Net Requirement	41.08%	40.56%	45.10%	43.73%	44.90%

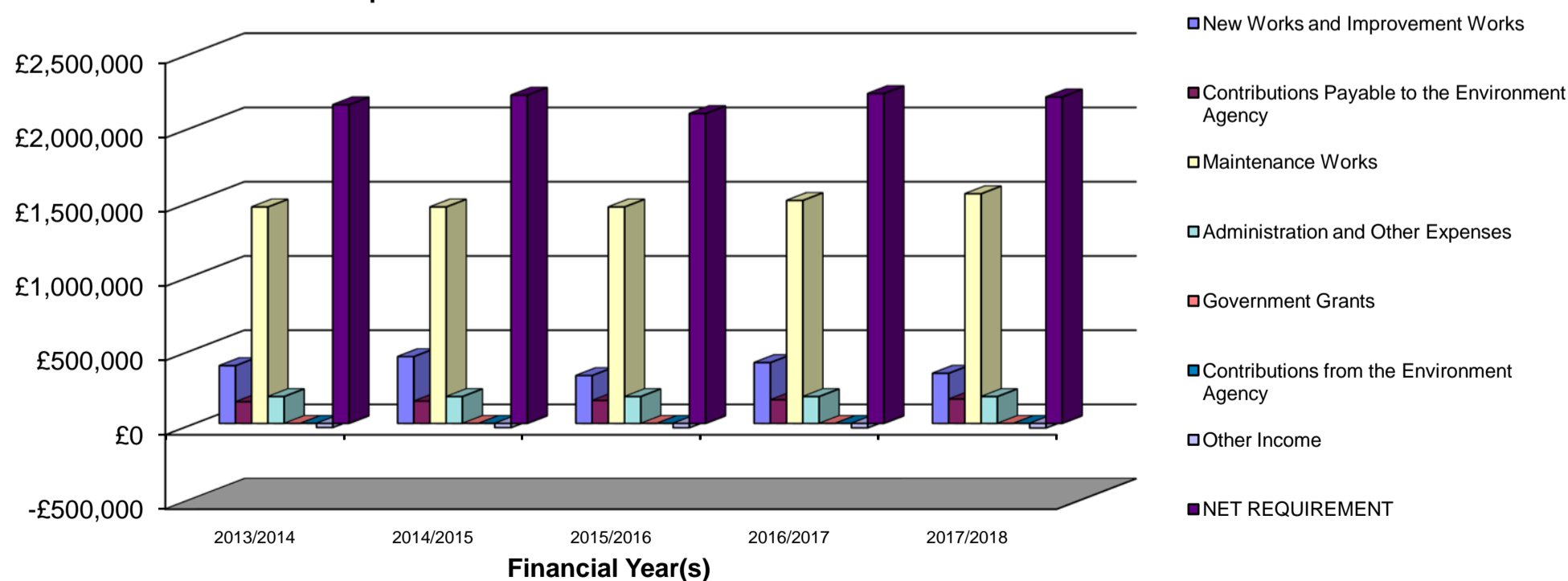
AVERAGE RATE PER ACRE:

Agricultural Land and/or Buildings	£9.98	£10.17	£10.38	£10.59	£10.80
Billing Authorities	£145.36	£148.26	£151.23	£154.25	£157.34

RATE PER PERSON:

Agricultural Drainage Ratepayers	£622.09	£634.51	£647.22	£660.16	£673.38
SHDC (population taken from 2001 Census)	£14.66	£14.96	£15.26	£15.56	£15.87
BBC (population taken from 2005 Census)	£0.01	£0.01	£0.01	£0.01	£0.01

Indicative Forecast of Rate Requirement



P J CAMAMILE
CHIEF EXECUTIVE
04 JANUARY 2013

**SOUTH HOLLAND IDB
EARMARKED BALANCES AND RESERVES POLICY FOR 2013/14**

NOTE	RESERVES	CONTROLLED BY	B/FWD AS AT 01/04/2012	PROBABLE MOVEMENT 2012/13	PROBABLE AS AT 31/03/2013
1.	Development Reserve	Board	250,963	0	250,963
2.	Mobile Plant Reserve	Plant & Development	210,001	0	210,001
3.	Fixed Plant Reserve	Plant & Development	1,317,688	0	1,317,688
4.	ICT Equipment Reserve	Board	13,766	0	13,766
5.	Partnership Working Reserve	Board	113,139	0	113,139
6.	General Reserve	Board	718,058	177,311	895,369
7.	Capital Works Reserve	Plant & Development	267,460	-265,000	2,460
8.	Revaluation Reserve	Board	823,400	-15,675	807,725
9.	Pension Reserve	Lincs County Council	-3,517,000	-1,000,000	-4,517,000
	Total Reserves		£197,473	(1,103,364)	£(905,891)

1. Development Reserve

The purpose of this reserve is to reduce the impact on drainage rates from development that takes place in the area. The Board charges developers a standard rate per impermeable hectare for agricultural land which is developed and becomes a hard standing area, such as housing, roadways etc. The money is credited to this reserve and then used to reduce the gross cost of capital work needed to cater for the additional flows arising from such development. The income for this reserve therefore comes exclusively from developers and is used to benefit ratepayers and council tax payers by lower drainage rates/special levies. However this benefit is a double edged sword from the Councils' perspective – because they will have to pick up a greater proportion of the Board's expenditure arising from such development.

2. Mobile Plant Reserve

The purpose of this provision is to reduce the impact on drainage rates as and when equipment is bought and sold, in accordance with the plant renewals programme. Depreciation is its primary source of income, which largely comes from drainage rates/special levies in the form of plant charges included within the maintenance budget, together with any profits on disposal. Changes in hourly charge out rates are determined by the Operations Manager and the Plant and Development Committee. Expenditure is determined by the Board, following recommendations arising from the Plant and Development Committee, although the Committee does have delegated authority to spend up to £15,000 without the Board's approval.

3. Fixed Plant Reserve

The purpose of this provision is to reduce the impact on drainage rates as and when pumping plant and gravity sluices are replaced, refurbished or improved, in accordance with the Asset Management Plan. Depreciation is its primary source of income, which largely comes from drainage rates/special levies and is included in the maintenance budget under 'Pumping Stations and Structures Maintenance'. Expenditure is determined by the Board, following recommendations arising from the Plant and Development Committee.

It should be noted that this provision was only started in 1996 and no provision has therefore been made for the replacement or refurbishment of the majority of the Board's assets that were established before this time. Many of the Board's Pumps and Sluices are in need of replacement/refurbishment and, as was previously stated last year, it is considered that this provision is inadequate to meet future requirements. This liability has been estimated at between £5m and £10m in the Asset Management Plan.

SOUTH HOLLAND IDB EARMARKED BALANCES AND RESERVES POLICY FOR 2013/14

4. ICT Equipment Reserve

The purpose of this reserve is to reduce the impact on drainage rates as and when computer hardware and software is replaced periodically. Most of this money has come from income, which has been generated from selling licensed copies of DRS to a number of other IDBs (the Board's Rating System). Collaborating with others in this way meant that the Board has gained access to technology which it would otherwise not have been able to afford. The income for this reserve therefore largely comes from others and is used to offset the costs of IT for the benefit of the Board's ratepayers and council tax payers in the form of lower drainage rates/special levies.

As can be noted from the above, we anticipate that there will be no movement in the ICT Reserve during the year. Recently this reserve has depleted to part finance the Telemetry Replacement, in accordance with the capital financing plan. Furthermore most ICT equipment should be bought through the Water Management Alliance in future and it may well be the case that the remainder of this fund can be credited to the General Reserve at some stage.

5. Partnership Working Reserve

The purpose of this provision (formerly the Precept Stabilisation Reserve) is to enable the Board to contribute towards partnership works programmes, where there is a clear benefit to the Board and its Ratepayers in doing so. It is therefore prudent to maintain this reserve at approximately £100k until we know what is meant by 'Total Environment' – an initiative being developed by the Lincolnshire Drainage Partnership. It is important to note that this Reserve is controlled by the Board and not the Partnership.

6. General Reserve

The Appointed Auditor has previously indicated that the Board's level of General Reserve should be between 20% and 25% of net expenditure to pay for emergencies and contingent liabilities. The Board resolved in February 2005 to maintain in real terms a General Reserve of £500k – to be reviewed annually, given the extent of its responsibilities, climate change, contingent liabilities and uncertainty in the operating environment.

The Board should only ever consider reducing the General Reserve if assurances can be provided by central government or the Environment Agency that financial assistance will be forthcoming in the event of an emergency or a prolonged period of high rainfall. It is important to note that no financial assistance (Bellwin Scheme money) was received from DEFRA following the recent period of high rainfall. We also need to be quite clear as to what is meant by an 'emergency' and what the extent of the Board's role is in such an emergency. We also still need to quantify liabilities with regard to roads, bridges, urban pipelines, redundant infrastructure and sea defences.

7. Capital Works Reserve

This reserve largely represents the committed cost of capital schemes that the Board has approved in previous years, where suppliers have not actually invoiced for work either due to slippage or other issues with the contract. The advantage to the Board of committing scheme costs at the time contracts are awarded is that grant aid can be claimed in advance of incurring the expenditure and the year end balance of the General/Emergency Reserve does not fluctuate significantly.

**SOUTH HOLLAND IDB
EARMARKED BALANCES AND RESERVES POLICY FOR 2013/14**

8. Revaluation Reserve

This reserve arose following the construction of the power station at Sutton Bridge and the Board acquiring a property at 83 Bridge Road. This reserve has now significantly reduced due to the sale of this property.

9. Pension Reserve

This Reserve is calculated by the Local Government Pension Scheme (LGPS) Fund Actuary at the end of every financial year. This liability is meant to show the extent of the Board's liability if the scheme was closed down at the Balance Sheet date. However it is important to note that this sum does not represent an estimate of the exit cost of withdrawing from the LGPS. It merely represents a number of actuarial assumptions. This liability is likely to increase significantly in future.

P J CAMAMILE
CHIEF EXECUTIVE

SOUTH HOLLAND INTERNAL DRAINAGE BOARD ("the Board")
LAND DRAINAGE ACT 1991 ("the Act")
THE INTERNAL DRAINAGE BOARDS (FINANCE) REGULATIONS 1990 (as amended) ("the Regulations")
BOOK OF DRAINAGE RATES AND SPECIAL LEVIES

On the 5th day of February 2013 the Board resolved as follows:-

1. That in respect of the financial year ending 31st March 2014 the proportions of expenditure to be raised by drainage rates with regard to agricultural land and/or buildings and by special levies on local billing authorities are 43.69% and 56.31% respectively (OPTION 2).
2. That the proportions between the local billing authorities of the amount to be raised by special levies are as set out below, against the special levy for each local billing authority.
3. To make the drainage rates and special levies set out below and that the seal of the Board be affixed to those drainage rates and special levies.

	DRAINAGE RATE			SPECIAL LEVIES	
	p	p		£	%
New Works and Improvement Works	2.130		South Holland District Council	£1,121,931	56.275%
Contributions to the Environment Agency	0.799		Booston Borough Council	£791	0.040%
Maintenance Works	7.983				
Administration and Other Expenses	0.991	11.903			
LESS:-					
Government Grants	0.000				
Contributions from the Environment Agency	0.000				
Other Income	0.149	0.149			
		11.754			
Add/(deduct) for adjustment of balances		(0.836)			
		10.918		£1,122,722	56.31%

THE COMMON SEAL of the Board is affixed in the presence of:-

D R WORTH
 CHAIRMAN

P J CAMAMILE
 CHIEF EXECUTIVE OFFICER

CERTIFICATE

I certify as follows:-

1. That notice of the drainage rates and special levies was given on the 15th February 2013 as required by section 48 of the Act and regulation 8(4) of the Regulations.
2. That the special levies were issued on the 5th day of February 2013.

P J CAMAMILE
 CHIEF EXECUTIVE OFFICER

**SOUTH HOLLAND INTERNAL DRAINAGE BOARD (“the Board”)
LAND DRAINAGE ACT 1991 (“the Act”)**

DRAINAGE RATES AND SPECIAL LEVIES FOR 2013/14

AS REQUIRED by Section 48 of the Act, the Board gives notice as follows:-

1. On the 5 February 2013 the Board made:-

A Drainage Rate of 10.918p in the pound (£)

in respect of agricultural land and agricultural buildings in their district to raise £870,926 of their expenditure for the financial year ending on the 31 March 2014.

2. Also on the 5 February 2013 the Board made a special levy of £1,121,931 on South Holland District Council and a special levy of £791 on Boston Borough Council to raise the balance of their expenditure for the same year.

Dated 5th Day of February 2013

P J CAMAMILE
CHIEF EXECUTIVE

Kettlewell House, Austin Fields Industrial Estate,
KINGS LYNN, Norfolk PE30 1PH