

Supplementary Council Agenda



Epping Forest District Council

Council Tuesday, 30th September, 2014

Place: Council Chamber, Civic Offices, High Street, Epping

Room: Council Chamber

Time: 7.30 pm

Committee Secretary: Council Secretary: Simon Hill
Tel: 01992 564249 Email:
democraticservices@eppingforestdc.gov.uk

10. STATUTORY STATEMENT OF ACCOUNTS 2013/14 (Pages 3 - 6)

To consider the additional information submitted for the Statutory Statement of Accounts 2013/14.

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COMPREHENSIVE INCOME AND EXPENDITURE STATEMENT

for the year ended 31 March 2014

	Note	2013/14		Net	2012/13		Net
		Gross	Income	Expend	Gross	Income	Expend
		£000	£000	£000	£000	£000	£000
CONTINUING OPERATIONS							
Central Services to the Public		4,306	(1,191)	3,115	12,879	(9,995)	2,884
Corporate and Democratic Core		2,600		2,600	2,557	-	2,557
Cultural & Related Services		4,945	(837)	4,108	4,544	(468)	4,076
Environmental & Regulatory Services		10,738	(3,180)	7,558	10,404	(2,970)	7,434
Highways and Transport Services		1,180	(1,141)	39	1,509	(1,415)	94
Concessionary Fares		20	(9)	11	15	(33)	(18)
Non Local Authority Housing		40,667	(39,524)	1,143	39,962	(38,844)	1,118
Planning Services		4,274	(1,124)	3,150	4,310	(987)	3,323
Housing Revenue Account		27,743	(64,454)	(36,711)	25,590	(51,038)	(25,448)
EXCEPTIONAL ITEMS							
General Fund							
Interest on Compulsory Purchase Compensation	11	-	-	-	-	(237)	(237)
NET COST OF SERVICES		96,473	(111,460)	(14,987)	101,770	(105,987)	(4,217)
OTHER OPERATING EXPENDITURE	8			1,948			3,320
FINANCING AND INVESTMENT INCOME AND EXPENDITURE	9			4,714			5,761
TAXATION AND NON-SPECIFIC GRANT INCOME	10			(19,337)			(19,026)
(SURPLUS)/DEFICIT ON PROVISION OF SERVICES				(27,662)			(14,162)
(Surplus) on Revaluation of Property Plant and Equipment	12 & 16			(4,653)			(298)
Actuarial (gains)/losses on Pension Assets/Liabilities	39			(20,425)			8,676
Other (Gains)/Losses				133			(435)
TOTAL COMPREHENSIVE INCOME AND EXPENDITURE				(52,607)			(6,219)

THE CASH FLOW STATEMENT

	Note	2013/14 £000	2012/13 £000
Net Surplus or (Deficit) on Provision of Services		27,662	14,162
Adjustments to net surplus or deficit on the provision of services for non-cash movements	25	(6,901)	660
Adjustment for items included in the net surplus or deficit on the provision of services that are investing and financing activities	25	(6,870)	(1,891)
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Net cash flows from Operating Activities	25	13,891	12,931
Investing Activities	26	(10,187)	(17,791)
Financing Activities	27	1,728	949
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Net Increase or (Decrease) in cash and cash equivalents		5,432	(3,911)
Cash and Cash Equivalents at the beginning of the reporting period		9,906	13,817
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Cash and Cash equivalents at the end of the reporting period	21	15,338	9,906

Notes to the Core Financial Statements

24. USABLE AND UNUSABLE RESERVES

Movements in Usable Reserves are shown in detail on the Movement in Reserves Statement.

	31 March	
	2014 £000	2013 £000
Revaluation Reserve	12,587	7,934
Capital Adjustment Account	397,913	374,915
Pensions Reserve	(57,820)	(75,357)
Deferred Capital Receipts Reserve	1,504	1,384
Collection Fund Adjustment Account	(275)	15
Accumulated Absences Account	(163)	(147)
Total Unusable Reserves	353,746	308,744

Revaluation Reserve

The revaluation reserve contains the gains made by the Council arising from increases in the value of Property, Plant and Equipment (and Intangible Assets). The balance is reduced when assets with accumulated gains are:

- revalued downwards or impaired and the gains are lost
- used in the provision of services and gains are consumed through depreciation, or
- disposed of and the gains are realised

The reserve contains only revaluation gains accumulated since 1 April 2007, the date that reserve was created. Accumulated gains arising before that date are consolidated into the balance on the Capital Adjustment Account.

	31 March	
	2014 £000	2013 £000
Balance as at 1 April	7,934	8,060
Revaluations during the year	4,534	459
Depreciation adjustment	122	(585)
Restatement	(3)	-
Balance at 31 March	12,587	7,934

Capital Adjustment Account

The Capital Adjustment Account absorbs the timing differences arising from the different arrangements for accounting for the consumption of non-current assets and for financing the acquisition, construction or enhancement of those assets under statutory provision. The account is debited with the cost of acquisition, construction or enhancement as depreciation, impairment losses and amortisations are charged to the CIES (with reconciling postings from the Revaluation Reserve to convert fair value figures to historical cost basis). The Account is credited with the amounts set aside by the Council as finance for the costs of acquisition, construction and enhancement.

The Account contains accumulated gains and losses on Investment Properties and gains recognised as donated assets that have yet to be consumed by the Council.

The Account also contains revaluation gains accumulated on Property, Plant and Equipment before 1 April 2007, the date that the Revaluation Reserve was created to hold such gains.

Note 6 details the source of all the transactions posted to the Account, apart from those involving the Revaluation Reserve.

Notes to the Core Financial Statements

	31 March	
	2014	2013
	£000	£000
Balance at 1 April		374,915
Reversal of items relating to capital expenditure debited or credited to the CIES		
Charges for depreciation and impairment of non-current assets	(15,495)	(14,991)
Revaluation gains/(losses) on Property, Plant and Equipment	29,868	19,228
Amortisation of intangible assets	(227)	(277)
Revenue expenditure funded from capital under statute	(134)	(707)
Amounts for non-current assets written off on disposal or sale as part of gain/loss on disposal to the CIES	(3,842)	(928)
Adjusting Amounts written out of the Revaluation Reserve		(134)
		384,951
Capital financing applied in the year		
Use of the Capital Receipts Reserve to finance new capital expenditure	1,644	2,660
Use of the Major Repairs Reserve to finance new capital expenditure	6,145	5,418
Capital grants credited to the CIES that have been applied to capital financing	480	730
Capital expenditure charged against the General Fund and HRA balances	4,223	12,492
Asset Revaluations		340
Movement in the market value of Investment Properties debited or credited to the CIES		470
		(2,241)
Balance at 31 March		397,913
		374,915

Financial Instruments Adjustment Account

The Financial Instruments Adjustment Account (FIAA) was established under Financial Reporting Standards 25, 26 and 29 when Financial Instruments were adopted into the then SORP (2007), now superseded by the Code. The FIAA is not currently in use so does not form part of the Balance Sheet.