

THE INCOME & EXPENDITURE ACCOUNT

CONSOLIDATED EXPENSES	Note	Gross Expend £000	2009/10 Income £000	Net Expend £000	2008/09 Net Expend £000 <i>Restated</i>
Continuing Operations					
Central Services	1/3	12,385	10,360	2,025	2,801
Corporate and Democratic Core	1/2/3	2,746	0	2,746	2,973
Cultural Related	1	4,513	595	3,918	4,126
Environmental Services	1/4	10,088	2,124	7,964	8,136
Highways and Transport	1/5	2,495	2,135	360	442
Housing	1	34,704	33,098	1,606	2,797
Planning & Development	1/5/8	3,860	1,325	2,535	3,002
Exceptional Item - Reimbursement of VAT	9	290	1,448	(1,158)	0
Housing Revenue Account	1/2/3	30,087	55,099	(25,012)	32,734
NET COST OF SERVICES		101,168	106,184	(5,016)	57,011
(Gain)/Loss on disposal of fixed assets				(488)	(301)
Precepts paid to Parish Councils				2,942	2,830
Total Net (Surplus)/Deficit from Trading Operations	7			(1,438)	785
Interest payable and similar charges				41	51
Housing Capital Receipts Pool				761	728
Interest and Investment Income				(1,183)	(3,600)
Impairment of Investments				(155)	794
Pensions Interest/Return on Investments				3,238	2,266
TOTAL NET OPERATING EXPENDITURE				(1,298)	60,564
AMOUNT TO BE MET FROM GOVERNMENT GRANTS & LOCAL TAXPAYERS					
Receipts from the Collection Fund				(10,845)	(10,543)
Government Grants and Other Contributions	8			(1,886)	(1,414)
Distribution from the Non-Domestic Rate Pool				(7,611)	(8,183)
(SURPLUS)/DEFICIT FOR YEAR				(21,640)	40,424

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

This statement brings together all the gains and losses of the Council for the year and shows the aggregate increase in its net worth. In addition to the deficit generated on the Income and Expenditure Account, it includes gains and losses relating to the revaluation of fixed assets and re-measurement of the net liability to cover the cost of retirement benefits (Note 33, page 30). Other gains and losses are made up of the change in value of deferred capital receipts under the rents to mortgages scheme and gains as a result of an in-year restatement of housing stock valuations.

	31 March 2010 £000	31 March 2009 £000 <i>Restated</i>
Surplus/(deficit) for the year on the Income and Expenditure Account	21,640	(40,424)
Surplus/(deficit) arising on revaluation of fixed assets	22,938	(44,630)
Actuarial gains/(losses) on pension fund assets/liabilities	(13,794)	3,034
Other gains/(losses)	215	(1,175)
Total recognised gains and (losses)	30,999	(83,195)

COMPREHENSIVE INCOME AND EXPENDITURE ACCOUNT

for the year ended 31 March 2011

	Note	Gross Expend £000	2010/11 Income £000	Net Expend £000	2009/10 Net Expend £000
CONTINUING OPERATIONS					
Central Services	1/3				2,039
Corporate and Democratic Core	1/2/3				2,746
Cultural Related	1				3,988
Environmental Services	1/4				8,019
Highways and Transport	1/5				360
Housing	1				1,611
Planning & Development	1/5/8				2,572
Exceptional Item	9				(1,158)
Housing Revenue Account	1/2/3				(24,974)
NET COST OF SERVICES					(4,797)
OTHER OPERATING EXPENDITURE					
Precepts paid to Parish Councils					2,942
Housing Capital Receipts Pool					761
(Gain)/Loss on disposal of fixed assets					(488)
FINANCING AND INVESTMENT INCOME AND EXPENDITURE					
Interest payable and similar charges					41
Pensions Interest/Return on Investments					3,238
Interest and Investment Income					(1,183)
Total Net (Surplus)/Deficit from Trading Operations	7				(1,419)
Changes in fair value of Investment Properties					(239)
Impairment of Investments					(156)
TAXATION AND NON-SPECIFIC GRANT INCOME					
Receipts from the Collection Fund					(10,845)
Government Grants and Other Contributions	8				(2,711)
Distribution from the Non-Domestic Rate Pool					(7,611)
(SURPLUS)/DEFICIT ON PROVISION OF SERVICES					(22,466)
(Surplus)/Deficit on Revaluation of Property Plant and Equipment					(22,938)
Actuarial (gains)/losses on Pension Assets/Liabilities					13,794
Other (Gains)/Losses					(215)
TOTAL COMPREHENSIVE INCOME AND EXPENDITURE					(31,825)

STATEMENT OF MOVEMENT ON GENERAL FUND BALANCE

The Income and Expenditure Account shows the Council's actual financial performance for the year, measured in terms of the resources consumed and generated over the last twelve months. However the Council is required to raise council tax on a different accounting basis, the main differences being:

- n Capital investment is accounted for as it is financed, rather than when the fixed assets are consumed.
- n The payment of a share of housing capital receipts to the Government is treated as a loss in the Income and Expenditure Account, but is met from the usable capital receipts balance rather than from council tax.
- n Retirement benefits are charged as amounts become payable to pension funds and pensioners rather than as future benefits are earned.

The General Fund Balance compares the Councils' spending against the council tax that it raised for the year, taking into account the use of reserves built up in the past and contributions to reserves earmarked for the future.

This reconciliation statement summarises the differences between the outturn in the Income and Expenditure Account and the General Fund Balance.

	Note	2009/10 £000	2008/09 £000 <i>Restated</i>
INCREASE IN THE GENERAL FUND BALANCE			
(Surplus)/Deficit for the year on the Income and Expenditure Account		(21,640)	40,424
Net additional debits/(credits)	12	21,775	(41,397)
Deficit/(Surplus) for the year		135	(973)
General Fund Balance brought forward		(8,435)	(7,462)
General Fund Balance carried forward		(8,300)	(8,435)

MOVEMENT IN RESERVES STATEMENT

	General Fund Balance	Earmarked GF Reserves	Housing Revenue Account	Earmarked HRA Reserves	Capital Receipts Reserve	Major Repairs Reserve	Capital Grants Unapplied	Total Usable Reserves	Total Unusable Reserves
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Movements in 2009/10									
Balance as at 31 March 2009	8,435	4,730	6,081	4,561	24,319	6,919	236	55,281	563,301
Surplus/(Deficit) on Provision of Services	(1,965)		24,431					22,466	-
Other Comprehensive Income and Expenditure								-	9,138
Total Comprehensive Income and Expenditure	(1,965)	-	24,431	-	-	-	-	22,466	9,138
Adjustment between accounting and funding bases under regulations	2,756	(644)	(24,424)	(180)	(3,228)	4,778	95	(20,847)	20,846
Net Increase/(Decrease) before transfer to Earmarked Reserves	791	(644)	7	(180)	(3,228)	4,778	95	1,619	29,984
Transfers to Earmarked Reserves	(926)	962	1			(5,967)		(5,930)	5,930
Increase/(Decrease) in Year	(135)	318	8	(180)	(3,228)	(1,189)	95	(4,311)	35,914
Balance as at 31 March 2010	8,300	5,048	6,089	4,381	21,091	5,730	331	50,970	599,215
Movements in 2009/10									
Balance as at 31 March 2010	8,300	5,048	6,089	4,381	21,091	5,730	331	50,970	599,215
Surplus/(Deficit) on Provision of Services								-	-
Other Comprehensive Income and Expenditure								-	-
Total Comprehensive Income and Expenditure	-	-	-	-	-	-	-	-	-
Net Increase/(Decrease) before transfer to Earmarked Reserves	249	-	-	-	-	-	-	249	(249)
Transfers to Earmarked Reserves	667	(667)						-	-
Increase/(Decrease) in Year	916	(667)	-	-	-	-	-	249	(249)
Balance as at 31 March 2011	9,216	4,381	6,089	4,381	21,091	5,730	331	51,219	598,966

BALANCE SHEET

	Note	31 March 2010		31 March 2009	
		£000	£000	£000	£000
<i>Restated</i>					
LONG TERM ASSETS					
Fixed Assets	13		655,737		605,174
Intangible Assets	14		748		710
Long Term Investments	15		677		11,868
Long Term Debtors	16		1,844		1,792
TOTAL LONG TERM ASSETS			659,006		619,544
Current Assets					
Stocks and Work in progress	17	188		272	
Debtors and Prepayments	18	11,969		4,202	
Short Term Temporary Investments	19	35,163		45,008	
Cash at Bank and in Hand		8,505	55,825	1,340	50,822
Current Liabilities					
Creditors	20	(6,311)		(9,712)	
Bank Overdraft		(1,367)		0	
			(7,678)		(9,712)
TOTAL ASSETS LESS CURRENT LIABILITIES			707,153		660,654
Deferred Revenue Income	22		(526)		(536)
Pensions Liability	33		(56,493)		(41,547)
Unapplied Capital Contributions	23		(280)		(226)
Capital Grants and Contributions Deferred	24		(4,796)		(4,286)
TOTAL ASSETS LESS LIABILITIES			645,058		614,059
RESERVES					
Revaluation Reserve	25		26,716		3,403
Capital Adjustment Account	26		623,540		596,749
Capital Receipts Reserve	27		21,091		24,319
Pensions Reserve	33		(56,493)		(41,547)
Major Repairs Reserve	9(HRA)		5,730		6,919
Earmarked Reserves	35		9,429		9,291
Revenue Balances	28		14,325		14,492
Deferred Capital Receipts	29		1,336		1,258
Financial Instruments	30		(466)		(711)
Accumulated Absences Account	31		(150)		(114)
			645,058		614,059

BALANCE SHEET

	Note	31 March 2011		31 March 2010	
		£000	£000	£000	£000
LONG TERM ASSETS					
Property, Plant & Equipment			624,619		617,866
Investment Properties			39,225		37,870
Intangible Assets			775		748
Long Term Investments			320		677
Long Term Debtors			1,800		1,844
TOTAL LONG TERM ASSETS			666,739		659,005
Current Assets					
Stocks and Work in progress			223		188
Debtors and Prepayments			6,590		11,969
Short Term Temporary Investments			43,707		38,163
Cash & Cash Equivalents			4,730		4,138
				55,250	54,458
Current Liabilities					
Creditors			(8,692)		(5,948)
Bank Overdraft			0		0
				(8,692)	(5,948)
LONG TERM LIABILITIES					
Deferred Revenue Income			(509)		(526)
Pensions Liability			(46,324)		(56,493)
Capital Grant Receipts in Advance			(646)		(311)
				(47,479)	(57,330)
TOTAL ASSETS LESS LIABILITIES			665,818		650,185
Useable Reserves					
			47,788		50,970
Unuseable Reserves					
			618,030		599,215
			665,818		650,185

THE CASH FLOW STATEMENT

		Note	31 March 2010 £000 £000		31 March 2009 £000 £000 <i>Restated</i>	
REVENUE ACTIVITIES						
	Net Cash Flow from Revenue Activities	40		3,610		(5,585)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE						
Out	Interest Paid		1		3	
In	Interest Received		(1,490)		(3,336)	
	Net Cash Flow from Investments and Servicing of Finance			(1,489)		(3,333)
CAPITAL ACTIVITIES						
Out	Purchase of Fixed Assets		13,068		8,297	
	Purchase of long term investments		0		5,000	
	Other Capital cash Payments		0	13,068	90	13,387
In	Sale of Fixed Assets and Repayment of Mortgages		(1,248)		(1,049)	
	Capital Grants Received	41	(116)		(108)	
	Repayment/Reclassification of Long Term Investments		(10,000)		(5,000)	
	Other Capital Cash Income		(753)	(12,117)	(392)	(6,549)
	Net Cash Flow from Capital Activities			951		6,838
MANAGEMENT OF LIQUID RESOURCES						
	Net Increase/(Decrease) in short-term deposits			(10,878)		(750)
	Net Increase/(Decrease) in other liquid resources			2,008		3,677
	Net (Increase)/Decrease in Cash			(5,798)		847

THE CASH FLOW STATEMENT

	Note	31 March 2011		31 March 2010	
		£000	£000	£000	£000
REVENUE ACTIVITIES					
Net (Surplus)/Deficit on Provision of Services	xx				(22,466)
Adjust for Non-cash Movements					25,955
Adjust for Investing and Financing Activities					(1,369)
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NET CASH FLOW FROM OPERATING ACTIVITIES					2,120
INVESTING ACTIVITIES					951
FINANCING ACTIVITIES					(5,869)
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NET (INCREASE)/DECREASE IN CASH					(2,798)
Cash & Cash Equivalents at Start of Period					(1,340)
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TOTAL CASH AND CASH EQUIVALENTS					(4,138)