

MOVEMENT IN RESERVES STATEMENT FOR THE YEARS ENDED 31 MARCH 2010 AND 2011

This statement shows the movement in the year on the different reserves held by the authority, analysed into 'usable reserves' (ie those that can be applied to fund expenditure or reduce local taxation) and other reserves. The Surplus or (Deficit) on the Provision of Services line shows the true economic cost of providing the authority's services, more details of which are shown in the Comprehensive Income and Expenditure Statement. These are different from the statutory amounts required to be charged to the General Fund Balance and the Housing Revenue Account for council tax setting and dwellings rent setting purposes. The Net Increase /Decrease before Transfers to Earmarked Reserves line shows the statutory General Fund Balance and Housing Revenue Account Balance before any discretionary transfers to or from earmarked reserves undertaken by the Council.

Note	Earmarked									
	General Fund Balance	General Fund Reserves	Housing Revenue Account	Earmarked HRA Reserves	Capital Receipts Reserve	Major Repairs Reserve	Capital Grants Unapplied	Total Usable Reserves	Unusable Reserves	Total Authority Reserves
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Balance at 1 April 2009	11,739	34,952	2,042	0	5,376	237	19,045	73,391	650,068	723,459
Movement in Reserves during 2009/10										
Surplus or (deficit) on the provision of services	(517,292)	0	0	0	0	0	0	(517,292)	0	(517,292)
Other Comprehensive Income and Expenditure	0	0	0	0	0	0	0	0	(72,422)	(72,422)
Total Comprehensive Income and Expenditure	(517,292)	0	0	0	0	0	0	(517,292)	(72,422)	(589,714)
Adjustments between accounting basis & funding basis under Regulations	8	510,792	0	0	15,982	(9,492)	1,177	518,459	(519,978)	(1,519)
Net Increase/Decrease before Transfers to Earmarked Reserves	(6,500)	0	0	0	15,982	(9,492)	1,177	1,167	(592,400)	(591,233)
Transfers to/from Earmarked Reserves	23	6,279	(6,366)	(250)	0	9,255	0	8,918	(8,921)	(3)
Increase/Decrease in 2009/10	(221)	(6,366)	(250)	0	15,982	(237)	1,177	10,085	(601,321)	(591,236)
Balance at 31 March 2010 carried forward	11,518	28,586	1,792	0	21,358	0	20,222	83,476	48,747	132,223
Movement in Reserves during 2010/11										
Surplus or (deficit) on provision of services	(72,947)	0	0	0	0	0	0	(72,947)	0	(72,947)
Other Comprehensive Income and Expenditure	0	0	0	0	0	0	0	0	162,085	162,085
Total Comprehensive Income and Expenditure	(72,947)	0	0	0	0	0	0	(72,947)	162,085	89,138
Adjustments between accounting basis & funding basis under Regulations	8	75,987	0	0	931	0	(6,451)	70,467	(70,467)	0
Net Increase/Decrease before Transfers to Earmarked Reserves	3,040	0	0	0	931	0	(6,451)	(2,480)	91,618	89,138
Transfers to/from Earmarked Reserves	23	(3,145)	4,571	(1,792)	201	0	0	(165)	165	0
Increase/(Decrease) in 2010/11	(105)	4,571	(1,792)	0	1,132	0	(6,451)	(2,645)	91,783	89,138
Balance at 31 March 2011 carried forward	11,413	33,157	0	0	22,490	0	13,771	80,831	140,530	221,361

COMPREHENSIVE INCOME AND EXPENDITURE STATEMENT AT 31ST MARCH 2011

This statement shows the accounting cost in the year of providing services in accordance with generally accepted accounting practices, rather than the amount to be funded from taxation. Authorities raise taxation to cover expenditure in accordance with regulations; this may be different from the accounting cost. The taxation position is shown in the Movement in Reserves Statement.

2009/10 Gross Expenditure £000	2009/10 Gross Income £000	2009/10 Net Expenditure £000		2010/11 Gross Expenditure £000	2010/11 Gross Income £000	2010/11 Net Expenditure £000	
91,782	(19,003)	72,779	Adult Social Care	93,735	(20,005)	73,730	
5,401	(88)	5,313	Corporate & Democratic Core	5,425	(81)	5,344	
84,355	(23,723)	60,632	Cultural, Environmental, Regulatory & Planning Services	84,985	(24,015)	60,970	
26,921	(22,133)	4,788	Central Services to the Public	28,014	(23,485)	4,529	
328,384	(216,349)	112,035	Childrens And Education Services	414,363	(220,293)	194,070	
102,939	(97,071)	5,868	Housing Services	108,254	(94,700)	13,554	
32,113	(30,139)	1,974	Housing Revenue Account	(753)	(28)	(781)	
29,580	(11,373)	18,207	Highways & Transport Services	28,906	(11,455)	17,451	
7,523	0	7,523	Non Distributable Costs	6	3,534	(88,578)	
708,998	(419,879)	289,119	(Surplus)/Deficit on Continuing Operations	766,463	(486,174)	280,289	
463,819	(3,134)	460,685	(Gain) or Loss on Disposal of Fixed Assets	12.7	26,265	(1,437)	24,828
757	(1,445)	(688)	Other Operating Expenditure	9	114	(2,029)	(1,915)
66,214	(45,809)	20,405	Financing and Investment Income and Expenditure	10	78,316	(47,430)	30,886
0	(252,229)	(252,229)	Taxation and Non-Specific Grant Income	11	0	(261,141)	(261,141)
		517,292	(Surplus) or Deficit on Provision of Services			72,947	
		(28,782)	(Surplus) or deficit on revaluation of Fixed Assets	23.4		(7,278)	
		101,204	Actuarial gains / losses on pension assets / liabilities	37		(154,807)	
		72,422	Other Comprehensive Income and Expenditure			(162,085)	
		589,714	Total Comprehensive Income and Expenditure			(89,138)	

BALANCE SHEET AT 31ST MARCH 2011

The Balance Sheet shows the value as at the Balance Sheet date of the assets and liabilities recognised by the authority. The net assets of the authority (assets less liabilities) are matched by the reserves held by the authority. Reserves are reported in two categories. The first category of reserves are usable reserves, ie those reserves that the authority may use to provide services, subject to the need to maintain a prudent level of reserves and any statutory limitations on their use (for example the Capital Receipts Reserve that may only be used to fund capital expenditure or repay debt). The second category of reserves is those that the authority is not able to use to provide services. This category of reserves includes reserves that hold unrealised gains and losses (for example the Revaluation Reserve), where amounts would only become available to provide services if the assets are sold; and reserves that hold timing differences shown in the Movement in Reserves Statement line 'Adjustments between accounting basis and funding basis under regulations'.

1 April 2009	31 March 2010		Note	31 March 2011
£000	£000			£000
			2	
1,241,907	693,990	Property Plant and Equipment	12	570,243
88,635	87,296	Investment Property	13	78,025
1,860	1,783	Intangible Assets	14	1,583
51,342	30,588	Long Term Investments	16	11,920
969	1,335	Long Term Debtors	17.1	731
1,384,713	814,992	Non current Assets		662,502
149,134	46,288	Short Term Investments	16	61,122
991	429	Stock		569
39,298	47,874	Short Term Debtors	17.2	35,151
26,508	79,448	Cash and Cash Equivalents	19	92,566
502	2,510	Assets Held for Sale	20	3,057
0	0	LATS allowances	18	875
216,433	176,549	Current Assets		193,340
(113,250)	(76,918)	Short Term Borrowing	16	(96,952)
(67,952)	(71,835)	Short Term Creditors	21.1	(59,902)
(3,583)	(1,624)	Short Term Provisions	22	(2,907)
(184,785)	(150,377)	Current Liabilities		(159,761)
(17,691)	(20,661)	Long Term Creditors	21.2	(18,757)
(8,255)	(9,146)	Long Term Provisions	22	(7,879)
(263,405)	(160,348)	Long Term Borrowing	16	(193,991)
(330,530)	(449,381)	Long Term Liabilities Pensions	37	(219,313)
(73,021)	(69,405)	Long Term Liabilities Other	21.3	(34,780)
(692,902)	(708,941)	Long Term Liabilities		(474,720)
723,459	132,223	Net Assets		221,361
73,391	83,476	Usable Reserves	23.1, 23.2	80,831
650,068	48,747	Unusable Reserves	23.3	140,530
723,459	132,223	Total Reserves		221,361

Cash Flow Statement for year ended 31 March 2011

2009/10 £000		Note	2010/11 £000
(517,292)	Net (Surplus) or Deficit on the Provision of Services		72,947
1,950,828	Adjustment to Net (Surplus) or Deficit on the Provision of the Services for Non Cash Movement	24.1	349,962
(64,671)	Adjustment for Items included in the net (Surplus) of Deficit on the provision of services that are investing and Financing Activities	24.1	(415,395)
1,368,865	Net Cash Flow from Operating Activities		<u>7,514</u>
(1,266,594)	Investing Activities	24.2	(19,730)
(49,331)	Financing Activities	24.3	25,334
52,940	Net Increase or Decrease in Cash and Cash Equivalents		<u>13,118</u>
26,508	Cash and Cash Equivalents at the beginning of the Reporting Period	24.3	79,448
79,448	Cash and Cash Equivalents at the end of the Reporting Period		<u><u>92,566</u></u>

Group Statement of Movement in Reserves 31 March 2010 and 31 March 2011

Note	General Fund Balance £000	Earmarked General Fund Reserves £000	Housing Revenue Account £000	Earmarked HRA Reserves £000	Capital Receipts Reserve £000	Major Repairs Reserve £000	Capital Grants Unapplied £000	Total Usable Reserves £000	Unusable Reserves £000	Total Authority Reserves £000	Authority's share of Reserves of subsidiaries and Joint Ventures £000	Total Reserves £000
Balance at 1 April 2009	11,739	34,952	2,042	0	5,376	237	19,045	73,391	650,068	723,459	117,331	840,790
<u>Movement in reserves during 2009/10</u>												
Surplus or (deficit) on the provision of services	(517,345)	0	0	0	0	0	0	(517,345)	0	(517,345)	0	(517,345)
Other Comprehensive Income and Expenditure	0	0	0	0	0	0	0	0	(72,422)	(72,422)	6,427	(65,995)
Total Comprehensive Income and Expenditure	(517,345)	0	0	0	0	0	0	(517,345)	(72,422)	(589,767)	6,427	(583,340)
Adjustments between Group Accounts and Authority accounts	53	0	0	0	0	0	0	53	0	53	(3,593)	(3,540)
Net Increase/Decrease before Transfers	(517,292)	0	0	0	0	0	0	(517,292)	(72,422)	(589,714)	2,834	(586,880)
Adjustments between accounting basis & funding basis under regulations	510,792	0	0	0	15,982	(9,492)	1,177	518,459	(519,978)	(1,519)		(1,519)
Net Increase/Decrease before Transfers to Earmarked Reserves	(6,500)	0	0	0	15,982	(9,492)	1,177	1,167	(592,400)	(591,233)	2,834	(588,399)
Transfers to/from Earmarked Reserves	6,279	(6,366)	(250)	0	0	9,255	0	8,918	(8,921)	(3)	0	(3)
Increase/Decrease in 2009/10	(221)	(6,366)	(250)	0	15,982	(237)	1,177	10,085	(601,321)	(591,236)	2,834	(588,402)
Balance at 31 March 2010 carried forward	11,518	28,586	1,792	0	21,358	0	20,222	83,476	48,747	132,223	120,165	252,388
<u>Movement in Reserves during 2010/11</u>												
Surplus or (deficit) on provision of services	(79,259)	0	0	0	0	0	0	(79,259)	0	(79,259)	0	(79,259)
Other Comprehensive Income and Expenditure	0	0	0	0	0	0	0	0	162,085	162,085	1,756	163,841
Total Comprehensive Income and Expenditure	(79,259)	0	0	0	0	0	0	(79,259)	162,085	82,826	1,756	84,582
Adjustments between Group Accounts and Authority accounts	6,312	0	0	0	0	0	0	6,312	0	6,312	(10,012)	(3,700)
Net Increase/Decrease before Transfers	(72,947)	0	0	0	0	0	0	(72,947)	162,085	89,138	(8,256)	80,882
Adjustments between accounting basis & funding basis under regulations	75,987	0	0	0	931	0	(6,451)	70,467	(70,467)	0	0	0
Net Increase/Decrease before Transfers to Earmarked Reserves	3,040	0	0	0	931	0	(6,451)	(2,480)	91,618	89,138	(8,256)	80,882
Transfers to/from Earmarked Reserves	(3,145)	4,571	(1,792)	0	201	0	0	(165)	165	0	0	0
Increase/Decrease in Year	(105)	4,571	(1,792)	0	1,132	0	(6,451)	(2,645)	91,783	89,138	(8,256)	80,882
Balance at 31 March 2011 carried forward	11,413	33,157	0	0	22,490	0	13,771	80,831	140,530	221,362	111,909	333,271

Group Comprehensive Income and Expenditure Account for year ended 31 March 2011

2009/10 Net Expenditure			2010/11 Gross Expenditure	2010/11 Gross Income	2010/11 Net Expenditure
£000		Note	£000	£000	£000
72,779	Adult Social Care		93,735	(20,005)	73,730
5,313	Corporate & Democratic Core		5,425	(81)	5,344
60,272	Cultural, Environmental, Regulatory & Planning Services	3	85,139	(24,107)	61,032
4,788	Central Services to the Public		28,014	(23,485)	4,529
112,035	Childrens And Education Services		414,363	(220,293)	194,070
5,868	Housing Services		108,254	(94,700)	13,554
1,974	Housing Revenue Account		(753)	(28)	(781)
14,433	Highways & Transport Services		28,906	(11,455)	17,451
7,523	Non Distributable Costs		3,534	(92,112)	(88,578)
284,985	Surplus/Deficit on Continuing Operations		766,617	(486,266)	280,351
460,685	Gain or Loss on Disposal of Fixed Assets		26,265	(1,437)	24,828
(692)	Other operating Expenditure		114	(2,029)	(1,915)
10,329	- other Income (Loss of Control of Subsidiary)		9,275	0	9,275
(6,232)	- other Income (Gain on consolidation of joint venture)		0	0	0
20,618	Financing and Investment Income and Expenditure		78,021	(47,430)	30,591
0	Surplus or Deficit of discontinued Operations		5,830	(7,304)	(1,474)
(252,229)	Taxation and Non-Specific Grant Income		0	(261,141)	(261,141)
517,464	Surplus or Deficit on Provision of Services		886,122	(805,607)	80,515
	Share of the surplus or deficit on the provision of services by				
(80)	associates				(1,411)
0	Tax expenses of subsidiaries				0
(39)	Tax expenses of associates				155
517,345	Group Surplus / Deficit				79,259
(28,782)	Surplus or deficit on revaluation of fixed assets				(6,415)
0	Actuarial gains / losses on pension assets / liabilities				0
101,204	Actuarial Gains / losses on pension assets / liabilities				(156,994)
0	MRP				(432)
0	Share of other comprehensive income and expenditure of associates and joint ventures				0
72,422	Other Comprehensive Income and Expenditure				(163,841)
589,767	Total Comprehensive Income and Expenditure				(84,582)

GROUP BALANCE SHEET AT 31ST MARCH 2011

Restated 31st March 2010			31st March 2011
£000		Note	£000
703,680	Property Plant and Equipment	4	570,243
88,476	Investment Property		79,020
1,783	Intangible Assets		1,583
0	Assets held for sale		480
30,588	Long Term Investments		11,920
109,265	Investments in Associates & Joint Ventures		110,238
1,335	Long Term Debtors	5	731
935,127	Long Term Assets		774,215
46,288	Short Term Investments		61,122
533	Stock		569
48,651	Short Term Debtors	5	35,175
84,396	Cash and Cash Equivalents		92,750
2,510	Assets Held for Sale		3,057
0	LATS		875
182,378	Current Assets		193,548
(76,918)	Short Term Borrowing		(96,952)
(76,482)	Short Term Creditors	6	(59,913)
0	Holding Accounts to Sort		0
(2,001)	Short Term Provisions		(2,907)
(155,401)	Current Liabilities		(159,772)
(20,661)	Long Term Creditors	7	(18,757)
(9,921)	Long Term Provisions		(7,879)
(160,348)	Long Term Borrowing		(193,991)
(69,405)	Other Long Term Liabilities		(34,780)
(449,381)	Long Term Liabilities Pensions		(219,313)
(709,716)	Long Term Liabilities		(474,720)
252,388	Net Assets		333,271
83,476	Total Usable Reserves		80,831
168,912	Total Unusable Reserves		252,440
252,388	Total Reserves		333,271

Group Cash Flow Statement for the Year Ended 31 March 2011

2009/10		2010/11
£000		£000
(517,464)	Net (surplus) or deficit on the provision of services	(79,259)
1,951,511	Adjustment to net surplus or deficit on the provision of services for non-cash movements	497,249
(65,518)	Adjustment for items included in the net surplus or deficit on the provision of services that are investing and financing activities	(415,395)
0	Income tax paid	155
1,368,529	Net cash flows from operating activities	2,750
(1,266,451)	Investing Activities	(19,730)
(48,627)	Financing Activities	25,334
53,451	Net increase or decrease in cash and cash equivalents	8,354
30,945	Cash and cash equivalents at the beginning of the reporting period	84,396
84,396	Cash and cash equivalents at the end of the reporting period	92,750