### **INCOME AND EXPENDITURE ACCOUNT**

This account summarises the resources that have been generated and consumed in providing services and managing the Council during the last year. It includes all day-to-day expenses and related income on an accruals basis, as well as transactions measuring the value of fixed assets actually consumed and the real projected value of retirement benefits earned by employees in the year.

Net Expenditure 2005/06 £'000		Notes	Gross Expenditure 2006/07 £'000	Gross Income 2006/07 £'000	Net Expenditure 2006/07 £'000
843	Central Services to the Public		8,648	(7,729)	919
6,041	Cultural and Related Services		9,563	(3,276)	6,287
5,501	Environmental Services		7,810	(2,193)	5,617
2,845	Planning and Development Services		4,773	(2,344)	2,429
738	Highways, Roads and Transport Services		3,400	(2,444)	956
(833)	Housing Services		41,607	(42,442)	(835)
1,850	Corporate and Democratic Core		2,331	(12)	2,319
(885)	Non-Distributed Costs		826	-	826
16,100	Net Cost of Services	1 - 8	78,958	(60,440)	18,518
492	Gain or loss on the disposal of fixed assets				460
829	Parish Council Precepts				925
953	Contribution to Housing Pooled Capital Rece	eipts			1,613
516	Interest Payable				476
(1,493)	Interest and Investment Income				(1,451)
	Pensions Interest Cost and Expected				
469	Return on Pensions Assets	19			138
17,866	Net Operating Expenditure				20,679
(6,863)	Demand on Collection Fund				(7,294)
(4,426)	General Government Grants			•	(2,627)
(3,834)	Non-Domestic Rates Distribution				(8,034)
2,743	Net General Fund Deficit				2,724

#### STATEMENT OF MOVEMENT ON THE GENERAL FUND BALANCE

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

- Capital investment is accounted for as it is financed, rather than when the fixed assets are consumed.
- The payment of a share of housing capital receipts to the Government scores as a loss in the Income and Expenditure Account, but is met from the usable capital receipts balance rather than council tax.
- 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 Council's 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 future expenditure.

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

2005/06 £'000		Notes	2006/07 £'000
2,743	Deficit for the year on the Income and Expenditure Account		2,724
(2,843)	Net additional amount required by statute and non-statutory proper practices to be debited or credited to the General Fund Balance for the year	28	(2,724)
(100)	(Increase) / Decrease in General Fund Balance		-
(1,000)	General Fund Balance brought forward		(1,100)
(1,100)	General Fund Balance carried forward		(1,100)

#### 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.

2005/06 £'000		Notes	2006/07 £'000
2,743	Deficit for the year on the Income and Expenditure Account		2,724
(3,400)	Surplus arising on revaluation of fixed assets	9	(4,398)
(647)	Actuarial (gains) / losses on pension fund assets and liabilities	19	(3,609)
(39)	Movement on Collection Fund Balance	Coll. Fund 5	(41)
(402)	Other items		(132)
(1,745)	Total recognised gains for the year		(5,456)

## **BALANCE SHEET as at 31 March 2007**

2006		Notes	2007	2007
£'000			£'000	£'000
	CAPITAL ASSETS			
307	INTANGIBLE ASSETS	13		249
	FIXED ASSETS			
	Operational Assets:			
317,445	Council Dwellings		318,533	
50,224	Other Land and Buildings		51,400	
2,729	Vehicles, Plant, Furniture and Equipment		2,311	
427	Infrastructure		670	
6,204	Community Assets	4	6,381	
10.010	Non-Operational Assets			
12,248	Investment Properties		11,819	
1,289	Assets under Construction		34	004 004
873	Surplus Assets held for disposal	·	743	391,891 
391,746	TOTAL FIXED ASSETS	9 - 12		392,140
12	Long Term Investments			12
126	Long Term Debtors			105
2,524	Deferred premiums on the early repayment of debt			2,084
394,408	TOTAL LONG TERM ASSETS		-	394,341
	CURRENT ASSETS			
11	Stocks and Work-in-Progress		13	
10,500	Sundry Debtors		9,271	
(1,586)	Less Bad Debts Provisions		(1,751)	
. 0	Cash at Bank		75	
18,426	Short Term Investments	23	24,192	31,800
421,759	TOTAL ASSETS			426,141
	CURRENT LIABILITIES			
0	Short-term borrowing		0	
(4,381)	Sundry Creditors		(7,792)	
(1,536)	Cash Overdrawn		' 0	(7,792)
415,842	TOTAL ASSETS LESS CURRENT LIABILITIES	· <del>-</del>		418,349
	Long-term liabilities			
0	Long-term borrowing		0	
(543)	Provisions	16	(467)	
(250)	Government Grants - Deferred		(205)	
(431)	Deferred Liabilities		(429)	
(19,940)	Liability related to defined benefit pension scheme	19	(17,114)	(18,215)
394,678	TOTAL ASSETS LESS LIABILITIES	14		400,134
	REPRESENTED BY:			
306,205	Fixed Asset Restatement Account	17		307,241
84,318	Capital Financing Account	17		83,703
6,449	Usable Capital Receipts Reserve	17		6,206
121	Deferred Credits	17		103
3,108	Major Repairs Reserve	17		3,161
10,916	Earmarked Reserves	17		11,716
1,100	General Fund Revenue Balance	17		1,100
(71)	Collection Fund balance attributable to WDC	17		(30)
(19,940)	Pensions Reserve	17		(17,114)
2,472	Housing Revenue Account Balance	17		4,048
394,678				400,134
	- 16 -		=	,
	- 10 -			

# **CASH FLOW STATEMENT**

Year Ended 31 March 2006		Notes	Year Ended 31 March 2007	
£'000			£'000	£'000
	REVENUE ACTIVITIES		* *	
	Cash Outflows			
15,376	Cash paid to and on behalf of employees		15,899	
27,041	Other operating cash payments		18,502	
9,508	Housing Benefit paid out		10,532	
4,287	Payments to the National Housing Rent Pool		5,105	
51,007	Non-Domestic Rate payments to National Pool		53,312	
55,993	Precepts Paid		58,458	
1,022	Payments to the capital receipts pool	<b>₹</b> `	1,213	163,021
	Cash Inflows			
(9,431)	Rents (after rebates)		(9,390)	
(55,920)	Council Tax Receipts		(59,264)	
(3,796)	Non-Domestic Rate receipts from National Pool		(8,034)	
(50,287)	Non-Domestic Rate receipts		(53,296)	
(4,426)	Revenue Support Grant		(1,607)	
(24,625)	DWP grants for Housing Benefits		(27,539)	
(2,541)	Other Government grants	25	(2,736)	
(11,112)	Cash received for goods and services		(11,929)	(173,795)
	Cachine control for goods and controls			
2,096	Net cash (inflow)/outflow from Revenue Activities	22		(10,774)
	RETURNS ON INVESTMENTS AND SERVICING OF FI	NANCE		
	Cash Outflows			
. 2	Interest paid		1	
34	Interest element of finance lease rental payments		36 	37
	Cash Inflows			
(1,486)	Interest received			(1,512)
<u> </u>		1		
646				(12,249)
	OADITAL ACTUATIO			
	CAPITAL ACTIVITIES			
	Cash Outflows			
9,045	Purchase of fixed assets		6,059	
5,352	Purchase of long term investments	23	4,649	
2,883	Other capital cash payments		2,522	13,230
		¢		
چوند میسور	Cash Inflows		(0.000)	
(5,444)	Sale of fixed assets		(2,972)	
(2,000)	Disposal of investments		- /===:	/A =A=1
(5,457)	Other capital cash receipts		(755)	(3,727)
5,025	NET CASH (INFLOW) / OUTFLOW BEFORE FINANCIN	IG		(2,746)

## **CASH FLOW STATEMENT**

Year Ended 31 March 2006 £'000		Notes	Year E 31 Marc £'000	
5,025	NET CASH (INFLOW) / OUTFLOW BEFORE FINANC	ING		(2,746)
	MANAGEMENT OF LIQUID RESOURCES			
_	Net increase / (decrease) in short term deposits			
(4,878)	Net increase / (decrease) in other liquid assets	23	1,117	1,117
147		<b>*</b>		(1,629)
	FINANCING			
	Cash Outflows			
· · ·	Repayments of amounts borrowed		•	
-	Short term loans repaid		-	
115	Capital element of finance lease rental payments		18	18
	Cash Inflows			
·	New short term loans			
262	NET (INCREASE) / DECREASE IN CASH			(1,611)