

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 2006/07 £'000		Notes	Gross Expenditure 2007/08 £'000	Gross Income 2007/08 £'000	Net Expenditure 2007/08 £'000
919	Central Services to the Public		9,498	(8,074)	1,424
6,287	Cultural and Related Services		9,948	(3,352)	6,596
5,617	Environmental Services		8,085	(2,364)	5,721
2,429	Planning and Development Services		6,277	(2,220)	4,057
956	Highways, Roads and Transport Services		3,679	(2,651)	1,028
(835)	Housing Services		43,133	(43,360)	(227)
2,319	Corporate and Democratic Core		2,184	(10)	2,174
826	Non-Distributed Costs		677	(10)	667
18,518	Net Cost of Services	1 - 12	83,481	(62,041)	21,440
460	Gain or loss on the disposal of fixed assets				(2,631)
925	Parish Council Precepts				979
1,613	Contribution to Housing Pooled Capital Receipts				1,640
476	Interest Payable				2,116
(1,451)	Interest and Investment Income				(2,188)
-	Investment (Gains) / Losses				(4)
	Pensions Interest Cost and Expected				
138	Return on Pensions Assets	24			169
20,679	Net Operating Expenditure				21,521
(7,294)	Demand on Collection Fund				(7,746)
(2,627)	General Government Grants				(2,938)
(8,034)	Non-Domestic Rates Distribution				(8,715)
2,724	Net General Fund (Surplus) / Deficit				2,122

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.

2006/07 £'000		Notes	2007/08 £'000
2,724	(Surplus) / Deficit for the year on the Income and Expenditure Account		2,122
(2,724)	Net additional amount required by statute and non-statutory proper practices to be debited or credited to the General Fund Balance for the year	13	(4,539)
-	(Increase) / Decrease in General Fund Balance		(2,417)
(1,100)	General Fund Balance brought forward		(1,100)
<u>(1,100)</u>	General Fund Balance carried forward		<u>(3,517)</u>

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.

2006/07 £'000		Notes	2007/08 £'000
2,724	(Surplus) / Deficit for the year on the Income and Expenditure Account		2,122
(4,398)	Surplus arising on revaluation of fixed assets	15	(22,066)
(3,609)	Actuarial (gains) / losses on pension fund assets and liabilities	24	5,864
(41)	Movement on WDC share of Collection Fund Balance	Coll. Fund 5	(24)
(132)	Other items		-
<u>(5,456)</u>	Total recognised gains for the year		<u>(14,104)</u>

BALANCE SHEET

393,876 *	Net Worth 1 April	399,332
399,332 *	Net Worth 31 March	413,436
<u>5,456</u>	Change in Net Worth	<u>14,104</u>

* The 2005/06 and 2006/07 Balance Sheets have been restated to reflect the changes in the 2007 SORP

BALANCE SHEET as at 31 March 2008

2007 £'000	Notes	2008 £'000	2008 £'000
CAPITAL ASSETS			
249	INTANGIBLE ASSETS	14	242
TANGIBLE FIXED ASSETS			
Operational Assets:			
318,533	Council Dwellings	336,966	
51,400	Other Land and Buildings	51,137	
2,311	Vehicles, Plant, Furniture and Equipment	4,021	
670	Infrastructure Assets	863	
6,381	Community Assets	6,408	
Non-Operational Assets			
11,819	Investment Properties	10,423	
34	Assets under Construction	167	
743	Surplus Assets held for disposal	651	410,636
392,140	TOTAL FIXED ASSETS	15 - 18	410,878
12	Long Term Investments		12
105	Long Term Debtors		79
2,084	Deferred Premiums on the early repayment of debt	25	0
394,341	TOTAL LONG TERM ASSETS		410,969
CURRENT ASSETS			
13	Stocks and Work-in-Progress	11	
9,271	Debtors	10,502	
(1,751)	Less Bad Debts Provisions	(1,697)	
75	Cash and Bank	28	
24,192	Investments	28	39,582
426,141	TOTAL ASSETS		450,551
CURRENT LIABILITIES			
0	Borrowing Repayable on demand or within 12 months	0	
(8,491)	Creditors	(10,815)	
0	Bank Overdraft	0	(10,815)
417,650	TOTAL ASSETS LESS CURRENT LIABILITIES		439,736
Long-term liabilities			
0	Borrowing Repayable within a period in excess of 12 months	0	
(467)	Provisions	21	(608)
(205)	Government Grants Deferred	(1,155)	
(103)	Deferred Credits	(75)	
(429)	Deferred Liabilities	(421)	
(17,114)	Liability related to defined benefit pension scheme	24	(24,041) (26,300)
399,332	TOTAL ASSETS LESS LIABILITIES	19	413,436
FINANCED BY:			
0	Revaluation Reserve	23	22,016
390,944	Capital Adjustment Account	23	386,717
0	Available-for-sale Financial Instruments Reserve	23	0
0	Financial Instruments Adjustment Account	23 & 25	(1,686)
6,206	Usable Capital Receipts Reserve	23	6,097
(17,114)	Pensions Reserve	23	(24,041)
4,048	Housing Revenue Account Balance	23	6,134
3,161	Major Repairs Reserve	23	4,257
1,100	General Fund Revenue Balance	23	3,517
11,017	Earmarked Reserves	23	10,431
(30)	Collection Fund balance attributable to WDC	23	(6)
399,332			413,436

CASH FLOW STATEMENT

Year Ended 31 March 2007 £'000		Notes	Year Ended 31 March 2008 £'000 £'000	
REVENUE ACTIVITIES				
Cash Outflows				
15,899	Cash paid to and on behalf of employees		16,771	
18,502	Other operating cash payments		23,139	
10,532	Housing Benefit paid out		11,568	
5,105	Payments to the National Housing Rent Pool		5,376	
53,312	Non-Domestic Rate payments to National Pool		54,030	
58,458	Precepts Paid		62,055	
1,213	Payments to the Capital Receipts Pool		1,830	174,769
Cash Inflows				
(9,390)	Rents (after rebates)		(9,950)	
(59,264)	Council Tax Receipts		(62,757)	
(8,034)	Non-Domestic Rate receipts from National Pool		(8,715)	
(53,296)	Non-Domestic Rate receipts		(54,206)	
(1,607)	Revenue Support Grant		(1,463)	
(27,539)	DWP grants for Housing Benefits		(28,025)	
(2,736)	Other Government grants	30	(2,370)	
(11,929)	Cash received for goods and services		(12,610)	(180,096)
(10,774)	Net cash (inflow)/outflow from Revenue Activities	27		(5,327)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE				
Cash Outflows				
1	Interest paid		1	
36	Interest element of finance lease rental payments		33	34
Cash Inflows				
(1,512)	Interest received			(2,030)
(12,249)				(7,323)
CAPITAL ACTIVITIES				
Cash Outflows				
6,059	Purchase of fixed assets		6,554	
4,649	Purchase of long term investments		14,500	
2,522	Other capital cash payments		1,734	22,788
Cash Inflows				
(2,972)	Sale of fixed assets		(3,057)	
-	Capital Grants received		-	
(755)	Other capital cash receipts		(3,058)	(6,115)
(2,746)	NET CASH (INFLOW) / OUTFLOW BEFORE FINANCING			9,350

CASH FLOW STATEMENT

Year Ended
31 March 2007
£'000

Notes
Year Ended
31 March 2008
£'000 £'000

(2,746) NET CASH (INFLOW) / OUTFLOW BEFORE FINANCING 9,350

MANAGEMENT OF LIQUID RESOURCES

-	Net increase / (decrease) in short term deposits		-	
1,117	Net increase / (decrease) in other liquid assets	26	(9,311)	(9,311)
<u>(1,629)</u>			<u>-</u>	<u>39</u>

FINANCING

Cash Outflows				
-	Repayments of amounts borrowed		-	
18	Capital element of finance lease rental payments		8	8
			<u>-</u>	<u>8</u>
Cash Inflows				
-	New short term loans		-	
<u>(1,611)</u>	NET (INCREASE) / DECREASE IN CASH		<u>-</u>	<u>47</u>