



Summary of Accounts 2005/06

Produced by Trevor Phillips, Resources, Bournemouth Borough Council

Introduction

This summarised version of the Council's Statement of Accounts 2005/2006 aims to provide highlights of revenue and capital expenditure throughout the year. The figures within this summary have been prepared in accordance with the Codes of Practise on Local Authority Accounting, and have been audited by PricewaterhouseCoopers on behalf of the Audit Commission and have agreed that this information does give a true reflection of the accounts.

This summary concentrates only on key financial figures for the year. If you wish to view the full version of the Statement of Accounts please go to the following link:

<http://www.bournemouth.gov.uk/Council/Departments/resources/Finance/statement/default.asp>

Or please contact:

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Consolidated Revenue Account - 2005/2006

The Consolidated Revenue Account sets out the costs of running the Council's services over the financial year and how they were funded.

	£
Expenditure	
Central Services to the Public	1,608,820
Court Services	307,031
Cultural, Environmental and Planning	33,847,502
Education	78,371,615
Highways, Roads and Transport	12,695,515
Housing	11,500,630
Social Services	53,310,019
Corporate and Democratic Core	4,262,986
Non-Distributed Costs	714,920
Appropriations	8,454,441
Other Operating Expenditure	5,641,399
TOTAL EXPENDITURE	210,714,878
Income	
Council Tax Payers	(67,491,136)
Government Grants	(54,759,357)
Contribution from Non-Domestic Rate Pool	(54,549,629)
Other Income	(35,585,969)
TOTAL INCOME	(212,386,091)
Surplus for the Year	(1,671,213)
Balance Bought forward 1st April 2005	(5,657,061)
Balance Carried Forward 31st March 2006	<u>(7,328,274)</u>

Consolidated Balance Sheet - 2005/2006

The summarised Balance Sheet shows the overall financial position of the Council as at 31st March 2006. It shows what the Council owns and is owed by others (assets) and what it owes to others (liabilities). It represents the true value of the Council.

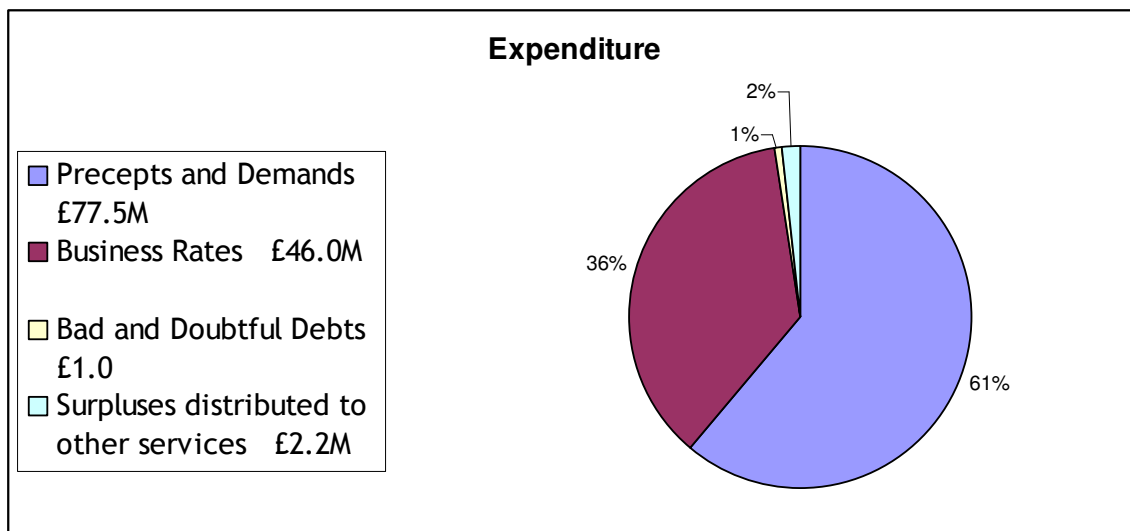
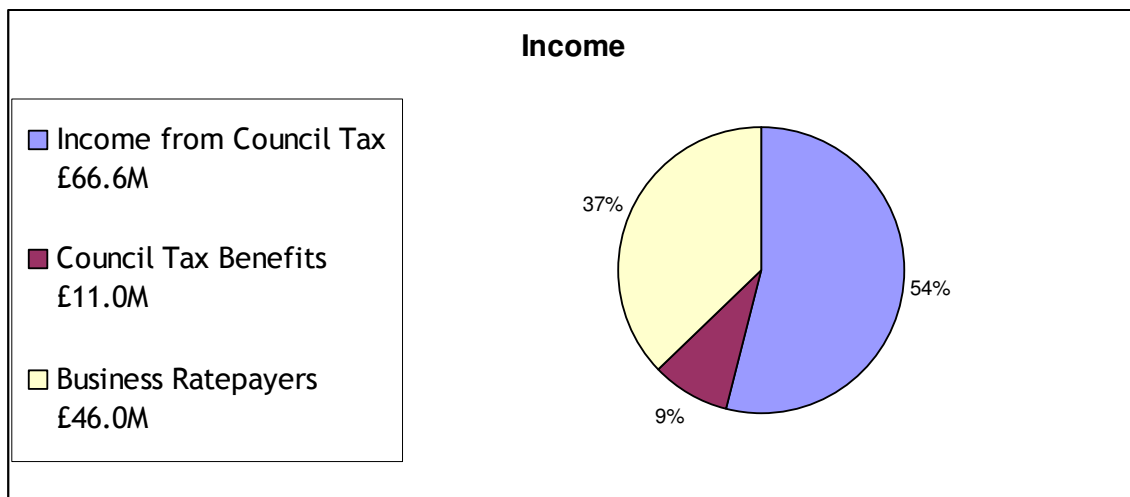
	£
Assets	
Buildings, land and other assets owned by the Council	668,831,156
Money Owed to the Council (Debtors)	26,451,660
Investments	52,604,550
Cash in Hand and other assets	10,072,162
TOTAL ASSETS	<u>757,959,528</u>
Liabilities	
Money Owed by the Council (Creditors)	(42,286,890)
Borrowing	(51,367,342)
Provisions	(9,812,320)
Pension Liability	(144,262,129)
TOTAL LIABILITIES	<u>(247,728,681)</u>
TOTAL ASSETS LESS LIABILITIES	<u>510,230,847</u>
Financed by:	
Asset Restatement	518,910,219
Capital Receipts Reserve and Financing Account	66,262,504
Capital Grants and Contributions	34,085,969
Pensions Reserve	(144,262,129)
Reserves	33,948,347
Other Financing	1,285,937
TOTAL EQUITY	<u>510,230,847</u>

Collection Fund - 2005/2006

The Collection Fund shows how income was received from Council taxpayers, Council tax benefit and business ratepayers, and how the Council distributed this income. The business rates are set and paid over to Central Government where they are pooled nationally and re-distributed on a formulae basis each year.

The precept from Dorset Police Authority was £8,882,870 and the Dorset Fire and Rescue Service was £3,020,963.

If there is a surplus at the year end then the surplus is offset against the levels required to be raised by the Council Taxpayers. In 2005/2006 there was a total of £123.7M Income and £126.8M Expenditure which created a deficit in funds of £3.1M. There was £2.5M bought forward from the previous year to off set most of the difference, so that the balance bought forward to 2006/2007 was £0.59M in deficit.



Cash Flow - 2005/2006

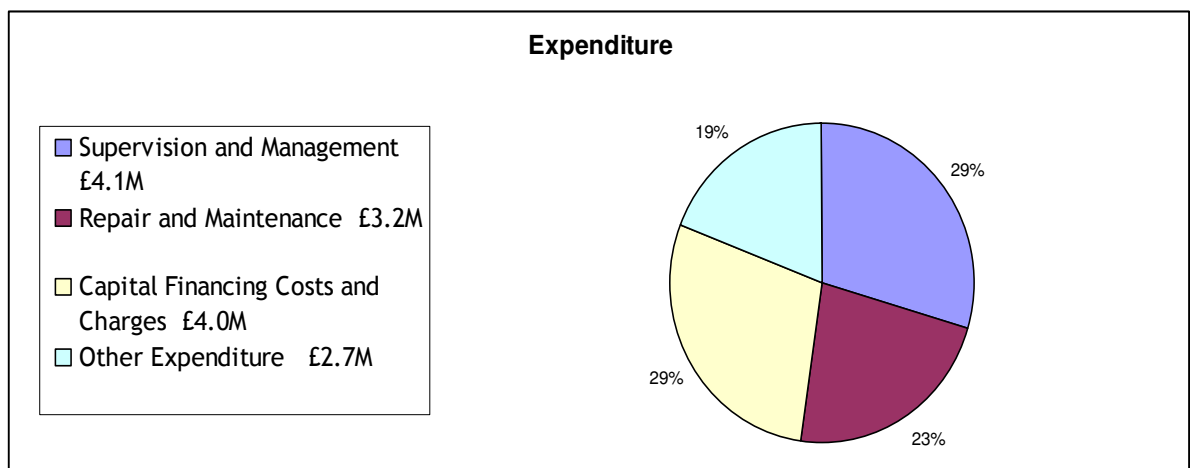
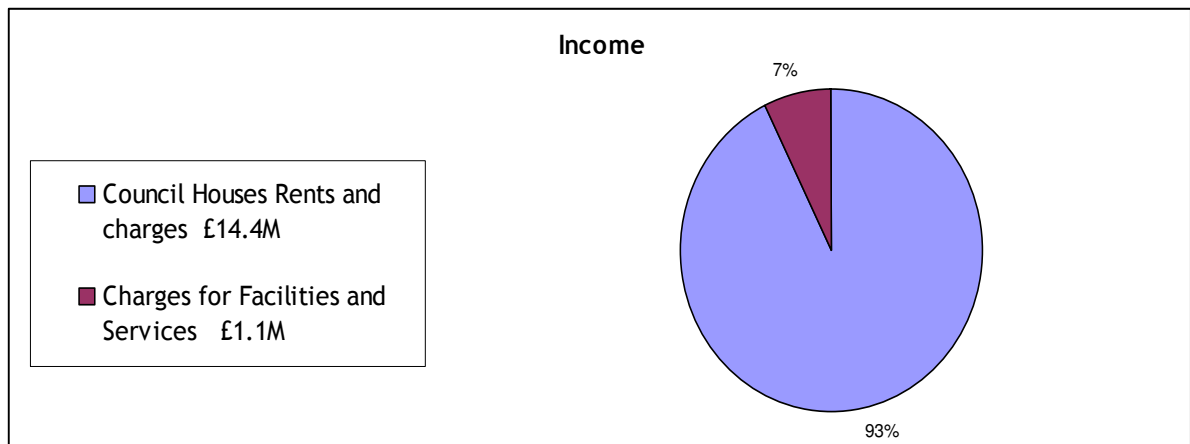
The Cash Flow Statement analyses the flow of cash in and out of the Council. It shows the overall position for the year on capital and revenue transactions with third parties in 2005/2006.

	£
Cash Inflows	
Rents (after Rebates)	(16,678,264)
Council Tax Income	(65,133,761)
NNDR Income	(43,219,835)
Government Grants	(223,923,920)
Interest Received	(2,248,996)
Capital Inflows	(29,360,905)
Financing Inflows	(80,611,307)
Other Income	(67,270,803)
TOTAL CASH INFLOWS	<u>(528,447,791)</u>
Cash Outflows	
Cash Paid to Employees	152,571,479
Other Operating Costs	135,329,716
Housing Benefit paid out	48,210,139
Payment from the Collection Fund	58,463,864
Interest Paid	2,120,932
Capital Outflows	37,269,695
Financing Outflows	77,218,370
Other Outflows	17,600,000
TOTAL CASH OUTFLOWS	<u>528,784,195</u>
(Increase) / Decrease in cash & cash equivalents	336,404

Housing Revenue Account - 2005/2006

The Housing Revenue Account (HRA) is an account that details the income and expenditure relating to the provision, management and maintenance of the Council Housing. This account is ring-fenced and therefore must be kept separate when showing the accounts.

As at the 31st of March 2006 the Council were responsible for 5161 homes compared to 5173 homes the previous year. The total income received on this account was £15.5M with total expenditure of £14.0M. Allowing for the transfer to reserve and funding to meet capital expenditure, a HRA surplus of £0.27M was added to the HRA balance.



Capital Investment - 2005/2006

Capital Expenditure is where the Council spends money on purchasing, upgrading and improving assets. The Council had a budget of £37.97M for its Capital Programme of which it spent £37.3M, an underspend of 1.8% for the year. The major schemes that took place under the capital programme were the BIC Redevelopment (£12.3M), Council House Enhancements (£4.6M), Local Transport Plan (£2.9M), and Beach Replenishment (£2.7M).

The Council paid for this capital spending by using a number of financing sources, including loans based on borrowing approvals and external grants.

