

Addendum to the DRAFT Accounts

This page shows the numbers that have been updated during further workings since publication of the document.

Name	Description	Number before	Number now
Movement in Reserves	GF EMR balance	10,317	10,028
Movement in Reserves	Capital Receipts Reserve balance	2,439	2,438
Movement in Reserves	Total useable reserves balance	31,614	31,323
Movement in Reserves	Total unusable reserves balance	75,252	75,521
Movement in Reserves	Total reserves	106,866	106,844
CIES	Planning	762	779
CIES	Cost of Services	13,107	13,090
CIES	Surplus on provision of services	23,053	23,036
Expenditure & Funding Analysis	Planning	762	779
Nature of Expenses	Surplus on provision of services	23,053	23,036
Balance sheet	ST debtors	2,762	2,763
Balance sheet	LT creditors	606	628
Balance sheet	Net assets	106,865	106,844
Balance sheet	Usable reserves	31,616	31,323
Balance sheet	Unusable reserves	75,248	75,521
Cash flow	Surplus on provision of services	23,053	23,036
Cash flow	ABF	12,217	12,200
Adjustments between accounting and funding basis	Statutory provision for capital investment	89	361
Transfers between earmarked reserves	Maintenance reserve	965	946
Transfers between earmarked reserves	NNDR reserve	832	560
23 Property Plant & Equipment - 'Direcognition - Other'	Final Review of PPE postings	62	0
23 Property Plant & Equipment - 'Reclassification'	Final Review of PPE postings	-1,556	-1,494
23 Property Plant & Equipment - 'Direcognition - Other'	Final Review of PPE postings	-61	0
23 Property Plant & Equipment - 'Reclassification'	Final Review of PPE postings	1,136	1,075
43 Unusable Reserves - Revaluation Reserve	Final Review of PPE postings	-14,426	-14,317
43 Unusable Reserves - Capital Adjustment Account	Final Review of PPE postings	-124,572	-124,681
44 Revaluation Reserve - Accumulated gains on assets sold	Final Review of PPE postings	0	109
45 Capital Adjustment Account - Amount of non current assets written off on disposal	Final Review of PPE postings	1,319	1,212

The published document included an asset held for sale, valued at £419k. This was presented as part of the Property, Plant & Equipment (PPE) note originally and will now be extracted and presented in its own note. The knock-on effect of this is that the balance sheet will have a lower figure for PPE and the £419k will show on the line, 'Assets Held for Sale'.

Mid Devon District Council Financial Statements 2016-17



Movement in Reserves Statement

This statement shows the movement in the year on the different reserves held by the Authority, analysed into 'usable reserves' (i.e. 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. This is 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.

2016/17		USABLE RESERVES									
		REVENUE RESERVES					CAPITAL RESERVES				
		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
	Notes	(2,211)	(8,365)	(2,000)	(9,736)	(1,442)	-	(1,722)	(25,476)	(69,787)	(95,263)
<u>Movement in Reserves during 2016/17</u>											
	(Surplus) or deficit on the provision of services	289		(23,326)					(23,036)		(23,036)
	Other Comprehensive Income and Expenditure								-	11,452	11,452
<u>Total Comprehensive Income and Expenditure</u>											
	Adjustments between accounting basis and funding basis under regulations	5	(1,982)	20,610		(996)	-	(442)	17,189	(17,189)	0
<u>Net Increase/Decrease before Transfers to Earmarked Reserves</u>											
	Transfers (to) / from Earmarked Reserves	6	1,663	2,716	(2,716)						
	(Increase)/Decrease in 2016/17		(30)	(1,663)	(0)	(2,716)	(996)	(442)	(5,847)	(5,734)	(11,581)
<u>Balance at 31 March 2017 Carried forward</u>											
	Held for Revenue Purposes		(2,241)	(10,028)	(2,000)	(12,452)	(2,438)	(2,164)	(31,323)	(75,521)	(106,844)
	Held for Capital Purposes								(26,721)		
						(2,438)	-	(2,164)	(4,602)		

N.B. Any minor differences between the balances shown here and on other pages are purely due to the rounding that has been done in compiling these figures.

Comprehensive Income and Expenditure Statement

This section is a summary of our spending on services and where we got the money from to do so.

2015/16			Notes	2016/17		
Gross Expenditure	Gross Income	Net Expenditure		Gross Expenditure	Gross Income	Net Expenditure
£'000	£'000	£'000		£'000	£'000	£'000
570	(154)	416	Community Development	613	(147)	466
1,457	(0)	1,456	Corporate Management	1,370	(21)	1,349
534	(717)	(183)	Car Parks	536	(800)	(264)
239	(1)	238	Customer Services	24	-	24
2,142	(702)	1,440	Environmental Services	2,169	(652)	1,517
54	(6)	48	Finance And Performance	(12)	(8)	(20)
102	(38)	65	Grounds Maintenance	52	(35)	17
360	(95)	265	General Fund Housing	403	(314)	89
10,078	(13,880)	(3,802)	Housing Revenue Account	(9,314)	(13,825)	(23,139)
52	(1)	51	Human Resources	161	-	161
120	(45)	75	I.T. Services	76	(4)	72
1,323	(241)	1,082	Legal & Democratic Services	1,328	(359)	969
2,978	(1,348)	1,629	Planning And Regeneration	2,509	(1,730)	779
987	(774)	214	Property Services	1,078	(761)	317
20,114	(19,551)	563	Revenues And Benefits	19,174	(18,685)	489
3,571	(2,383)	1,188	Recreation And Sport	3,697	(2,459)	1,238
4,554	(1,892)	2,663	Waste Services	5,085	(2,239)	2,846
49,235	(41,827)	7,408	Costs of Services	28,949	(42,039)	(13,090)
		979	Other Operating Expenditure			824
		2,777	Financing and Investment Income and Expenditure			2,713
		(12,063)	Taxation and Non-Specific Grant Income			(13,733)
		110	(Surplus) or deficit on revaluation of available for sale financial assets			250
		(789)	(Surplus) or Deficit on Provision of Services			(23,036)
		(5,795)	Remeasurements of the net defined benefit liability			14,697
		(1,340)	(Surplus) or deficit on revaluation of Property, Plant and Equipment			(3,247)
		(7,135)	Other Comprehensive Income and Expenditure			11,450
		(7,924)	Total Comprehensive Income and Expenditure			(11,586)

Restatement of Comprehensive Income and Expenditure Statement 2015/16

This is the CIES from the previous year, restated to demonstrate how it would have been presented, should the new requirements have applied at that time.

2015/16			Notes	2015/16		
Gross Expenditure	Gross Income	Net Expenditure		Gross Expenditure	Gross Income	Net Expenditure
£'000	£'000	£'000		£'000	£'000	£'000
4,380	(791)	3,589	Central Services to the Public			
4,272	(2,449)	1,823	Cultural			
6,301	(2,618)	3,683	Environment and Regulatory Services			
3,871	(1,955)	1,916	Planning Services			
562	(742)	(180)	Highways and Transport Services			
10,078	(13,880)	(3,802)	Local Authority Housing (HRA)			
19,772	(19,393)	379	Housing			
49,236	(41,828)	7,408	Costs of Services			
			Community Development	570	(154)	416
			Corporate Management	1,457	(0)	1,456
			Car Parks	534	(717)	(183)
			Customer Services	239	(1)	238
			Environmental Services	2,142	(702)	1,440
			Finance And Performance	54	(6)	48
			Grounds Maintenance	102	(38)	65
			General Fund Housing	360	(95)	265
			Housing Revenue Account	10,078	(13,880)	(3,802)
			Human Resources	52	(1)	51
			I.T. Services	120	(45)	75
			Legal & Democratic Services	1,323	(241)	1,082
			Planning And Regeneration	2,978	(1,348)	1,629
			Property Services	987	(774)	214
			Revenues And Benefits	20,114	(19,551)	563
			Recreation And Sport	3,571	(2,383)	1,188
			Waste Services	4,554	(1,892)	2,663
			Costs of Services	49,235	(41,827)	7,408
		980	Other Operating Expenditure	8		980
		2,777	Financing and Investment Income and Expenditure	9		2,777
		(12,063)	Taxation and Non-Specific Grant Income	10		(12,063)
		110	Surplus or deficit on revaluation of available for sale financial assets	11		110
		(788)	(Surplus) or Deficit on Provision of Services			(788)
		(1,340)	(Surplus) or deficit on revaluation of Property, Plant and Equipment	44		(1,340)
		(5,795)	Remeasurement of the net defined benefit liability	22		(5,795)
		(7,135)	Other Comprehensive Income and Expenditure			(7,135)
		(7,923)	Total Comprehensive Income and Expenditure			(7,923)

Expenditure and Funding Analysis

The objective of the Expenditure and Funding Analysis is to demonstrate to council tax and rent payers how the funding available to the authority has been used. The Expenditure and Funding Analysis also shows how this expenditure is allocated for decision making purposes. Therefore, the top half shows expenditure on the same basis as in our CIES and the bottom half shows how this impacts on our reserves.

2015/16				2016/17		
Net expenditure chargeable to the GF and HRA balances	Adjustments between funding and accounting basis	Net expenditure in the CIES		Net expenditure chargeable to the GF and HRA balances	Adjustments between funding and accounting basis	Net expenditure in the CIES
£'000	£'000	£'000		£'000	£'000	£'000
416	0	416	Community Development	466	0	466
1,456	0	1,456	Corporate Management	1,349	0	1,349
(183)	0	(183)	Car Parks	(264)	0	(264)
238	0	238	Customer Services	24	0	24
1,446	0	1,446	Environmental Services	1,517	0	1,517
48	0	48	Finance And Performance	(20)	0	(20)
65	0	65	Grounds Maintenance	17	0	17
265	0	265	General Fund Housing	89	0	89
(3,090)	(712)	(3,802)	Housing Revenue Account	(23,328)	189	(23,139)
51	0	51	Human Resources	161	0	161
75	0	75	I.T. Services	72	0	72
1,082	0	1,082	Legal & Democratic Services	969	0	969
1,629	0	1,629	Planning And Regeneration	779	0	779
208	0	208	Property Services	317	0	317
563	0	563	Revenues And Benefits	489	0	489
1,188	0	1,188	Recreation And Sport	1,238	0	1,238
2,663	0	2,663	Waste Services	2,846	0	2,846
8,120	(712)	7,408	Costs of Services	(13,279)	189	(13,090)
(12,369)	4,172	(8,197)	Other Income and Expenditure	8,600	(18,546)	(9,946)
(4,249)	3,460	(789)	(Surplus) or Deficit on Provision of Services	(4,679)	(18,357)	(23,036)
(18,063)			Opening balance (combined General Fund and HRA reserves) as at 31/03/16	(22,312)		
(4,249)			Plus (surplus) or deficit on General Fund and HRA in year	(4,679)		
(22,312)			Closing balance (combined General Fund and HRA reserves) as at 31/03/17	(26,991)		

N.B. These balances can be found on the Movement in Reserves Statement (MIRS), allowing for minor roundings.

Expenditure and Income Analysed by Nature

Paragraph 3.4.2.43 of the Code requires that we report the authority's expenditure and income analysed by the nature of the expenditure or income. Thus, the following shows the amounts that make up the surplus or deficit on the provision of services on the CIES, but categorised by nature instead of service segment.

	Notes	2015/16	2016/17
		£'000	£'000
Expenditure			
Employee benefits		15,048	14,391
Other services		30,416	30,050
Depreciation, amortisation and impairment		6,241	(13,390)
Interest payments		1,448	1,404
Precepts and levies		1,200	1,358
Total expenditure		54,353	33,813
Income			
Fees, charges and other service income		(42,392)	(43,545)
Interest and investment income		(217)	(200)
Income from council tax, NNDR		(12,078)	(12,338)
Gain on the disposal of assets		(455)	(766)
Total income		(55,142)	(56,849)
Surplus or deficit on the provision of services		(789)	(23,036)

Balance Sheet

This section shows our financial position at the end of the financial year.

31 March 2016 £'000		Notes	31 March 2017 £'000
169,120	Property, Plant & Equipment	23	189,430
491	Heritage Assets	26	454
0	Intangible assets	27	0
0	Long-term Investments		0
158	Long-term Debtors	34	176
169,769			190,060
13,500	Short-term Investments	35	18,000
195	Inventories	36	200
2,596	Short-term Debtors	37	2,763
8,777	Cash and Cash Equivalents	38	8,385
25,068	Current Assets		29,348
(5,397)	Short-term Creditors	39	(4,231)
(41)	Provisions	41	(28)
(1,683)	Short-term Borrowing	30	(1,731)
(7,121)	Current Liabilities		(5,990)
(641)	Long-term Creditors	40	(628)
(43,973)	Long-term Borrowing	30	(42,242)
(47,032)	Other Long Term Liabilities	47	(63,534)
(807)	Capital Grants Receipts in Advance	40	(170)
(92,453)	Long Term Liabilities		(106,574)
95,263	Net Assets		106,844
25,476	Usable Reserves	42	31,323
69,787	Unusable reserves	43	75,521
95,263	Total Reserves		106,844

Cash Flow Statement

This section shows what cash we spend and receive

2015/16		Notes	2016/17
£'000			£'000
789	Net surplus or (deficit) on the provision of services		23,036
12,421	Adjustments to net surplus or deficit on the provision of services for non-cash movements	50	(12,200)
(554)	Adjustments for items included in the net surplus on the provision of services that are investing and financing activities (See note references)	51	(2,338)
12,656	Net cash flows from Operating Activities		8,499
(7,479)	Investing Activities	53	(7,123)
(1,748)	Financing Activities	54	(1,770)
3,429	Net increase or decrease in cash and cash equivalents		(395)
5,349	Cash and cash equivalents at the beginning of the reporting period	38	8,777
8,777	Cash and cash equivalents at the end of the reporting period	38	8,385

Mid Devon District Council Financial Statements 2016-17

Notes to the Accounts

6 Transfers to/from Earmarked Reserves

This section shows movements in these reserves									
General Fund - Revenue Earmarked Reserves	Balance at 1/4/15 £'000	Transfers In £'000	Transfers Out £'000	Reclassification £'000	Balance at 31/03/16 £'000	Transfers In £'000	Transfers Out £'000	Reclassification £'000	Balance at 31/3/17 £'000
Capital Earmarked Reserves	1,123		(218)	(338)	567	0	(21)	(75)	471
Maintenance & Amenity Reserve	1,237	289	(608)		918	136	(108)	0	946
Misc. General Fund Reserves	1,384	524	(447)	1,325	2,786	700	(375)	45	3,156
Vehicle, plant, equipment and maintenance sinking funds	891	580			1,471	696	(26)	100	2,241
New Homes Bonus	1,887	1,619	(918)	(987)	1,601	1,842	(915)	(70)	2,458
Insurance excess claims fund	121		(35)		86	0	0	0	86
Statutory Development Plan	60				60	50	0	0	110
NNDR Reserve	250	726	(100)		876	0	(316)	0	560
Total Revenue Earmarked Reserves	6,953	3,738	(2,326)	0	8,365	3,424	(1,761)	0	10,028

The £2.5m held in the New Homes Bonus will be used to help fund the Private Sector Housing and Economic Development components of the future capital programme. The maintenance and amenity reserve is a collection of Section 106 contributions being used to fund revenue costs of additional play parks and amenity provision included in various planning provisions. The vehicle, plant, equipment and maintenance sinking funds are for the future replacement of major assets. Miscellaneous General Fund items are a large number of items that relate to specific projects that will be delivered in 2017/18. A full breakdown of the constituents is provided in the outturn report for the Cabinet meeting of 15 June 2017.

Housing Revenue Account - Revenue Earmarked Reserves	Balance at 1/4/15 £'000	Transfers In £'000	Transfers Out £'000	Reclassification £'000	Balance at 31/03/16 £'000	Transfers In £'000	Transfers Out £'000	Reclassification £'000	Balance at 31/3/17 £'000
Sewage Treatment Works	0	25			25	0	0	0	25
Solar Panel Income - Renewables	370	136	(164)		342	183	(70)	0	455
HRA Affordable Rent surplus	0	65	(65)		0	73	(39)	0	34
30yr Maintenance Programme	6,360	3,291	(765)		8,886	2,084	(0)	0	10,970
HRA - PWLB Loan premium	0	483			483	486	0	0	969
Total Revenue Earmarked Reserves	6,730	4,000	(994)	0	9,736	2,826	(109)	0	12,453

7 Transfers to/from Capital Grants Unapplied

This note details the receipt and utilisation of various capital grants over the last two years.

	Balance at 1/4/15 £'000	Transfers In £'000	Transfers Out £'000	Reclassification £'000	Balance at 31/03/16 £'000	Transfers In £'000	Transfers Out £'000	Reclassification £'000	Balance at 31/3/17 £'000
Total Funds Unapplied	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Regional Housing Pot	0	23	0	0	23	0	0		23
Afford Housing Contributions	682	164	(25)	0	821	260	(220)		861
Tiverton Enhancement Scheme	14	0	0	(14)	0	0	0		0
Air Quality Fund - Cullompton	54	8	0	0	62	8	0		70
Air Quality Fund - Crediton	408	118	0	0	526	58	0		584
Planning Delivery Grant	198	0	0	0	198	0	0		198
Cap Grants Unapplied Nonspecific	78	(104)	54	14	42	0	(21)		21
DCC Funding	0	20	0	0	20	0	0		20
DCLG DFG grant	0	311	(281)	0	30	652	(294)		388
HCA		200	(200)	0	0	636	(636)		0
Total Capital Grants Unapplied	1,434	740	(452)	0	1,722	1,614	(1,171)	0	2,165