

GOSPORT BOROUGH COUNCIL

SUMMARY STATEMENT OF ACCOUNTS 2008/09

This summary statement is based on the full published and audited Statement of Accounts and is intended to provide an accessible and transparent overview of the years activities.

General Fund

The General Fund included a budgeted contribution to the General Fund working balance of £30,000 and a contribution from the Revenue Financing Reserve of £53,000. After making these budgeted contributions there was an underspending of £307,000 which was allocated to the Revenue Financing Reserve in line with Council policy. The table below summarises the General Fund actual position for the year by Council Board.

GENERAL FUND BUDGET 2008/2009			
	REVISED 2008/2009 £'000	ACTUAL 2008/2009 £'000	VARIANCE £'000
<u>GENERAL FUND</u>			
Community & Environment	7,240	7,152	(88)
Housing	534	558	24
Policy & Organisation	5,167	4,834	(333)
Total Net Expenditure	12,941	12,544	(397)
Transfer to GF Working Balance	30	30	0
Transfer from Revenue Financing Reserve	(53)	(53)	0
Transfer to Revenue Financing Reserve - GF S	0	307	307
Transfer from H&PDG	(211)	(121)	90
Budget Total	12,707	12,707	0

	2008/2009	
	£'000	%
<u>FINANCED BY</u>		
Gosport Council Tax	5,428	42.8%
Revenue Support Grant	883	6.9%
Non Domestic Rates Distribution	6,341	49.9%
Collection Fund Surplus	55	0.4%
	12,707	100.0%

General Fund Reserves

At 31st March 2009, the General Fund working balance was £890,000 as budgeted and the Revenue Financing Reserve was £757,120 exceeding the forecast by £307,290 due to the underspending for the year.

Income and Expenditure Account

The Income and Expenditure Account is the statutory account that must be produced to account for all the Council's main transactions

INCOME AND EXPENDITURE ACCOUNT 2008/09	2007/08 £'000	2008/09 £'000
Net Expenditure		
Central Services to the Public	1,108	1,469
Cultural, Environmental and Planning Services	7,117	7,333
Highways, Roads and Transport Services	2,235	1,683
Housing Services	743	1,921
Corporate and Democratic Core	2,777	2,836
Non Distributed Costs	621	22
Net Cost of Services	14,601	15,264
Net Interest and Investment income	(409)	(294)
Pensions Interest Cost and Return on Pensions Assets	770	1,390
Net Operating Expenditure	14,962	16,360
Financed By		
Gosport Borough Council Tax	(5,137)	(5,428)
Revenue Support Grant	(1,022)	(883)
Non-Domestic Rates distribution	(6,088)	(6,341)
Transfer from the Collection Fund	(55)	(55)
Deficit for the year	2,660	3,653

MOVEMENT ON THE GENERAL FUND BALANCE	2007/08 £'000	2008/09 £'000
Deficit on the Income and Expenditure Account	2,660	3,653
Financing items to be excluded from Council Tax	(1,904)	(2,675)
Contribution to Capital Expenditure	0	0
Transfer to / (from) Reserves		
HRA	509	(187)
Other Earmarked Reserves	55	79
Pensions Reserve	(1,340)	(900)
(Increase) /Reduction in General Fund balance	(20)	(30)
Balance at 1st April	(840)	(860)
Balance at 31st March	(860)	(890)

Housing Revenue Account

The Housing Revenue Account deficit was £186,580, with a resulting account balance of £489,970 at 31st March 2009. This was largely attributable to an underspend on the response repairs programme, improved cost allocation between revenue and capital and reduced service charge income.

INCOME AND EXPENDITURE ACCOUNT 2008/09	2007/08	2008/09
	£'000	£'000
Income		
Dwelling Rents	(9,790)	(9,929)
Non Dwelling Rents - Shops & Garages	(226)	(235)
Service Charges	(380)	(358)
Total Income	(10,396)	(10,522)
Expenditure		
Repairs & Maintenance	2,570	2,300
Supervision & Management	2,948	2,776
Rents, Rates, Taxes & Other Charges	63	68
Negative HRA Subsidy Payable	2,105	3,178
Depreciation of Fixed Assets	2,493	3,230
Debt Management Costs	28	36
Total Expenditure	10,207	11,588
Net Cost of HRA Services	(189)	1,066
Interest and Investment income	13	92
Pensions Interest Cost and Expected Return on Pensions Assets	173	311
(Surplus) or Deficit for the year on HRA Services	(3)	1,469

MOVEMENT ON THE HRA BALANCE	2007/08	2008/09
	£'000	£'000
(Surplus) or Deficit on the Income and Expenditure Account	(3)	1,469
Financing items to be excluded from Council Tax		
Impairment of Fixed Assets	(328)	(1,068)
Contribution to Capital Expenditure		
Transfer from Pensions Reserve	(178)	(214)
(Increase) or decrease in the HRA Balance	(509)	187
Balance at 1st April	(168)	(677)
Balance at 31st March	(677)	(490)

Capital Programme

The Capital Programme for 2008/09 was budgeted at £7.746 million with actual expenditure of £6.949 million. The Council invested in the following projects with scheme slippage accounting for the majority of the variations.

CAPITAL PROGRAMME 2008/2009			
	REVISED 2008/2009 £'000	ACTUAL 2008/2009 £'000	SLIPPAGE £'000
<u>BY BOARD</u>			
Housing Board (HRA)	3,676	3,801	0
Housing Board (GF)	895	807	(118)
Community & Environment Board	2,003	1,594	(452)
Policy & Organisation Board	1,172	747	(386)
	7,746	6,949	(956)
<u>BY MAJOR SCHEME</u>			
Council Dwellings	3,676	3,801	0
Replacement Landing Stage	500	602	102
Social Housing	545	495	(50)
Information Technology	492	329	(163)
Town Hall Major Repairs	502	313	(189)
Housing Grants	350	312	(68)
High Street Refurbishment	272	158	(114)
Cherque Farm - provision of play areas	65	103	38
Holbrook Recreation Centre - replacement	135	83	(52)
Mobile Home Park	43	36	(7)
Aid to Voluntary Organisations	53	35	(18)
Priddys Hard Heritage Area	62	23	0
All other schemes	1,051	659	(435)
	7,746	6,949	(956)
<u>PROGRAMME FINANCING</u>			
MAJOR REPAIRS ALLOWANCE	2,160	2,162	
CAPITAL RECEIPTS	123	283	
DEVELOPER CONTRIBUTIONS - OPENSACES	170	70	
OTHER GRANTS & CONTRIBUTIONS	1,568	1,432	
CAPITAL GRANTS	290	287	
BORROWING	3,435	2,715	
	7,746	6,949	

Financial position at 31st March 2009

The **Balance Sheet** below is a statement of the Council's financial position at the beginning and end of the financial year. It is a summary of the financial value of the Council's assets (land and buildings) and cash and investments along with how much is owed both by and to the Council.

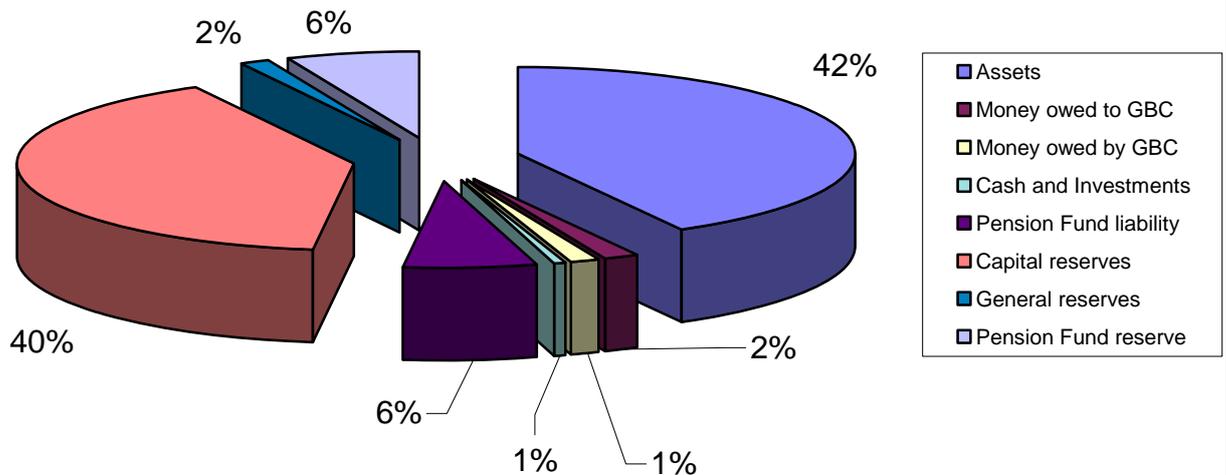
BALANCE SHEET as at 31st March 2008	31st March 2008 £'000	31st March 2009 £'000
Fixed Assets	210,155	209,279
Other Long Term Assets	427	337
Current Assets (Money owed to the Council)	6,953	8,453
Current Liabilities (Money owed by the Council)	(7,216)	(7,328)
Cash and Investments	2,197	(2,551)
Pension Fund liability	(19,250)	(31,700)
Net Assets	193,266	176,490
Financed by		
Capital Accounting reserves	(204,315)	(200,663)
General and Earmarked reserves and contributions	(8,201)	(7,527)
Pension Fund reserve	19,250	31,700
Net Worth	(193,266)	(176,490)

Cash and investments represents the value of cash balances and sums invested at year end less outstanding borrowing.

Capital accounting reserves are not cash available for future capital investment but represent how assets to date have been financed.

The Pension fund liability is the value of the long term commitment to provide pension benefits to employees and is matched by the pension reserve.

Financial position at 31st March 2009



FEEDBACK

Please let us know if you think this is a useful document together with any suggestions for improvements or questions that you may have. If you think that the Council should produce a separate annual report as well as the statutory Statement of Accounts then please do let us know that as well

Gosport Borough Council is committed to equal opportunities for all

If you need this document in large print, on tape, in Braille or in other languages, please ask.

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