

GOSPORT BOROUGH COUNCIL

SUMMARY STATEMENT OF ACCOUNTS 2009/10

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 Revenue Financing Reserve of £42,000. After making this contribution there was an underspending of £762,000 which included revenue budget carry forwards of £195,000. This 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 2009/2010			
	REVISED 2009/2010 £'000	ACTUAL 2009/2010 £'000	VARIANCE £'000
<u>GENERAL FUND</u>			
Community & Environment	7,311	7,480	169
Housing	527	478	(49)
Policy & Organisation	5,092	4,210	(882)
Total Net Expenditure	12,930	12,168	(762)
Transfer to Revenue Financing Reserve	42	42	0
Transfer to Revenue Financing Reserve - GF Surplus	0	762	762
Budget Total	12,972	12,972	0

	2009/2010	
	£'000	%
<u>FINANCED BY</u>		
Gosport Council Tax	5,612	43.2%
Revenue Support Grant	1,361	10.5%
Non Domestic Rates Distribution	5,899	45.5%
Collection Fund Surplus	100	0.8%
	12,972	100.0%

General Fund Reserves

At 31st March 2010, the General Fund working balance was £890,000 as budgeted and the Revenue Financing Reserve was £1,561,000 exceeding the forecast by £762,000 due to the underspending and revenue carry forwards 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 2009/10	2008/09 £'000 (restated)	2009/10 £'000
Net Expenditure		
Central Services to the Public	1,469	1,145
Cultural, Environmental and Planning Services	7,375	7,489
Highways, Roads and Transport Services	1,683	1,711
Housing Services	1,921	2,695
Corporate and Democratic Core	2,885	2,305
Non Distributed Costs	22	122
Exceptional Item	0	(332)
Net Cost of Services	15,355	15,135
Net Interest and Investment income	(294)	82
Pensions Interest Cost and Return on Pensions Assets	1,390	2,470
Net Operating Expenditure	16,451	17,687
Financed By		
Demand on Collection Fund	(5,425)	(5,561)
General Government Grants	(1,402)	(1,887)
Non-Domestic Rates distribution	(6,341)	(5,899)
Notional deficit for the year (see below)	3,283	4,340

MOVEMENT ON THE GENERAL FUND BALANCE	2008/09 £'000 (restated)	2009/10 £'000
Notional deficit for the year (above)	3,283	4,340
Financing items not chargeable to Council Tax	(2,733)	(3,396)
Contribution to Capital Expenditure	0	0
Transfer to / (from) Reserves		
HRA	(187)	(132)
Other Earmarked Reserves	507	1,088
Pensions Reserve	(900)	(1,900)
(Increase) /Reduction in General Fund balance	(30)	0
Balance at 1st April	(860)	(890)
Balance at 31st March	(890)	(890)

Housing Revenue Account

The Housing Revenue Account deficit was £132,000, an overspending of £25,000, with a resulting account balance of £358,000 at 31st March 2010.

INCOME AND EXPENDITURE ACCOUNT 2009/10	2008/09 £'000 (restated)	2009/10 £'000
Income		
Dwelling Rents	(9,929)	(10,271)
Non Dwelling Rents - Shops & Garages	(235)	(228)
Service Charges	(358)	(377)
Total Income	(10,522)	(10,876)
Expenditure		
Repairs & Maintenance	2,300	2,596
Supervision & Management	2,776	2,571
Rents, Rates, Taxes & Other Charges	68	45
Negative HRA Subsidy Payable	3,178	2,909
Depreciation of Fixed Assets	3,230	4,855
Debt Management Costs	36	33
Total Expenditure	11,588	13,009
Net Cost of HRA Services	1,066	2,133
Interest and Investment income	92	154
Pensions Interest Cost and Expected Return on Pensions Assets	311	638
Notional deficit on HRA Services (see below)	1,469	2,925

MOVEMENT ON THE HRA BALANCE	2008/09 £'000	2009/10 £'000
Notional deficit on the Income and Expenditure Account	1,469	2,925
Financing items not chargeable to Rents/Council Tax		
Impairment of Fixed Assets	(1,068)	(2,312)
Contribution to Capital Expenditure		
Transfer from Pensions Reserve	(214)	(481)
(Increase) or decrease in the HRA Balance	187	132
Balance at 1st April	(677)	(490)
Balance at 31st March	(490)	(358)

Capital Programme

The Capital Programme for 2009/10 was budgeted at £9.454 million with actual expenditure of £5.976 million. The Council invested in the following projects with scheme slippage accounting for the majority of the variations.

CAPITAL PROGRAMME 2009/10			
	REVISED 2009/10 £'000	ACTUAL 2009/10 £'000	SLIPPAGE # £'000
<u>BY BOARD</u>			
Housing Board (HRA)	2,600	2,663	0
Housing Board (GF)	1,538	658	(684)
Community & Environment Board	3,177	909	(2,300)
Policy & Organisation Board	2,139	1,746	(401)
	9,454	5,976	(3,385)
<u>BY MAJOR SCHEME</u>			
Council Dwellings	2,600	2,663	0
Replacement Landing Stage	1,200	135	(1,065)
Social Housing	1,070	379	(691)
Town Hall Major Repairs	732	712	(20)
Information Technology	588	493	(95)
Housing Grants	468	279	7
Priddys Hard Heritage Area	360	367	0
Provide lighting to pathways in Leisure	195	0	(195)
New Cemetery	178	4	(174)
Walpole Park Cocklepond - footways	160	0	(160)
Privett Enclosure / GBFC Improved Facilities	150	0	(150)
Waterfront Masterplanning	150	0	(150)
CCTV schemes	144	126	(18)
High Street Refurbishment	55	70	0
Gosport Leisure Centre - replacement	0	66	66
All other schemes	1,404	682	(740)
	9,454	5,976	(3,385)
<u>PROGRAMME FINANCING</u>			
Major Repairs Allowance	2,543	2,543	
Capital Receipts	130	623	
Developer Contributions - Open Spaces	590	77	
Other Grants & Contributions	1,853	705	
Capital Grants	240	240	
Borrowing	4,098	1,788	
	9,454	5,976	

Slippage = budget underspends that are carried forward to the next financial year

Financial position at 31st March 2010

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 2009	31st March 2009 £'000 (restated)	31st March 2010 £'000
Fixed Assets	209,279	194,121
Other Long Term Assets	337	858
Current Assets (Money owed to the Council)	7,650	9,700
Current Liabilities (Money owed by the Council)	(6,526)	(2,000)
Cash and Investments	(2,551)	(10,753)
Pension Fund liability	(31,700)	(44,320)
Net Assets	176,489	147,606
Financed by		
Capital Accounting reserves	(200,663)	(184,407)
General and Earmarked reserves and contributions	(7,526)	(7,519)
Pension Fund reserve	31,700	44,320
Net Worth	(176,489)	(147,606)
	0	0

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.

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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