

GOSPORT BOROUGH COUNCIL

SUMMARY STATEMENT OF ACCOUNTS 2012/13

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 £255,000. An underspending of £364,000 for the year was also put into the reserve.

	REVISED 2012/13 £'000	ACTUAL 2012/13 £'000	VARIANCE 2012/13 £'000
<u>GENERAL FUND</u>			
Community Board	5,765	5,864	99
Economic Development Board	899	794	(105)
Policy & Organisation Board	3,620	3,262	(358)
Total Net Expenditure	10,284	9,920	(364)
Transfer to Revenue Financing Reserve	255	255	0
Transfer to Revenue Financing Reserve - GF Surplus	0	364	364
Budget Total	10,539	10,539	0
<u>FINANCED BY</u>			
Gosport Council Tax	(5,624)	(5,624)	
Non Domestic Rates Distribution	(4,792)	(4,792)	
Revenue Support Grant	(93)	(93)	
Collection Fund Surplus (Deficit)	(30)	(30)	
	(10,539)	(10,539)	

General Fund Reserves

At 31 March 2013, the General Fund working balance was £890,000 as budgeted and the Revenue Financing Reserve was £1,285,000 after the transfers outlined above.

Comprehensive Income and Expenditure Account

This statement shows the accounting cost in the year of providing services in accordance with generally accepted accounting practices, rather than the amount to be funded from taxation. Authorities raise taxation to cover expenditure in accordance with regulations; this may be different from the accounting cost. The taxation position is shown in the Movement in Reserves Statement.

2011/12	COMPREHENSIVE INCOME AND EXPENDITURE STATEMENT	2012/13
£000		£000
1,138	Central Services to the Public	1,551
2,892	Cultural & Related services	2,589
3,691	Environmental and Regulatory Services	3,430
1,636	Planning Services	1,353
716	Highways, Roads and Transport Services	(105)
1,114	Housing services	(885)
57,029	Housing Services - Exceptional Item (Note 1)	0
2,489	Corporate and Democratic Core	2,443
(197)	Non Distributed Costs	(345)
70,508	Cost Of Services	10,031
(555)	Other Operating Expenditure	3,897
2,314	Financing and Investment Income and Expenditure	5,539
(11,113)	Taxation and Non-Specific Grant Income	(12,030)
61,154	Deficit on Provision of Services	7,437
(1,604)	Surplus or deficit on revaluation of Property, Plant and Equipment	(3,430)
520	Other recognised gains or losses	5
8,210	Actuarial (gains) / losses on pension assets / liabilities	3,530
7,126	Other Comprehensive (Income) and Expenditure	105
68,280	Total Comprehensive Income and Expenditure	7,542

Note 1 – the payment to the government in 2011/12 in order to secure the self-financing of the Council's housing stock under the HRA reform initiative

Movement in Reserves Statement

This statement shows the movement in the year on the different reserves held by the authority, analysed into 'usable reserves' (ie those that can be applied to fund expenditure or reduce local taxation) and other reserves.

The council has to adjust the accounting cost of providing services to accord with the statutory amounts required to be charged to the General Fund Balance and Housing Revenue Account for Council Tax setting and Dwellings Rent setting purposes. These adjustments are set out below.

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.

MOVEMENT IN RESERVES STATEMENT	General Fund Balance	Earmarked General Fund Reserves	Housing Revenue Account	Capital Receipts Reserve	Major Repairs Reserve (HRA)	Capital Grants Unapplied	Total Usable Reserves	Unusable Reserves	Total Authority Reserves
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Balance at 31 March 2012	(890)	(1,424)	(603)	(65)	0	0	(2,982)	(41,435)	(44,417)
Movement during 2012/13									
Deficit on the provision of services	7,230		207				7,437		7,437
Other Comprehensive Income and Expenditure							0	105	105
Total Comprehensive Income and Expenditure	7,230	0	207	0	0	0	7,437	105	7,542
Adjustments between accounting basis & funding basis under regulations	(7,808)		(736)	(286)		0	(8,830)	8,830	0
Net (increase)/decrease before transfers to Earmarked Reserves	(578)	0	(529)	(286)	0	0	(1,393)	8,935	7,542
Transfers to/(from) Earmarked Reserves	578	(578)	151	(151)			0		0
Net (increase)/decrease in 2011/12	0	(578)	(378)	(437)	0	0	(1,393)	8,935	7,542
Balance at 31 March 2013	(890)	(2,002)	(981)	(502)	0	0	(4,375)	(32,500)	(36,875)

Housing Revenue Account

The Housing Revenue Account surplus for 2012/13 was £529,000 with £151,000 being put into a New Build Reserve as budgeted and £378,000 being left in the HRA, the balance of which was £981,000 at 31 March 2013.

2011/12	HRA INCOME AND EXPENDITURE STATEMENT	2012/13
£'000		£'000
	Expenditure	
2,919	Repairs & Maintenance	4,321
2,892	Supervision & Management	3,124
44	Rents, Rates, Taxes & Other Charges	151
3,479	Negative HRA Subsidy Payable	-
3,144	Non Current Assets	3,594
60	Debt Management Costs	54
57,029	Financing	-
69,567		11,244
	Income	
(11,357)	Dwelling Rents	(12,357)
(246)	Non Dwelling Rents	(238)
(540)	Charges for Services and Facilities	(775)
(12,143)		(13,370)
57,424	Net Cost of HRA Services	(2,126)
	Other Operating Income and Expenditure	
15	Assets	7
153	Pool	199
177	Interest Payable and Similar Charges	1,882
(7)	Interest and Investment income	(9)
211	Pensions Assets	271
-	Investment Properties changes in Fair Value	(17)
57,973	Deficit for the year on the HRA Income and	207
	MOVEMENT ON THE HRA STATEMENT	
(439)	Balance on the HRA at the end of the previous year	(603)
57,973	Deficit for the year on the HRA Income and Expenditure	207
(58,137)	basis under statute	(736)
(164)	reserves	(529)
-	Transfers to or (from) Reserves	151
(164)	(Increase) or decrease in year on HRA	(378)
(603)	Balance on the HRA at the end of the current year	(981)

Capital Programme

The actual capital investment in 2012/13 was £11.1 million. The table below shows the main schemes and how the programme was financed.

SCHEME	REVISED 2012/13 £	ACTUAL 2012/13 £	SLIPPAGE £
BY BOARD			
Community Board - Housing (HRA)	3,720,000	3,512,897	0
Community Board - Housing (GF)	655,000	762,370	(40,000)
Community Board - Non Housing	7,069,400	6,561,906	(548,780)
Economic Development Board	86,000	0	(86,000)
Policy & Organisation Board	566,000	286,300	(278,760)
	12,096,400	11,123,474	(953,540)
BY MAJOR SCHEME			
Gosport Leisure Park	6,045,000	6,068,544	0
Council Dwellings	3,720,000	3,512,897	0
Disabled Facilities	380,000	385,394	0
Information Technology	378,000	178,751	(192,450)
Stokes Bay - Wet & Dry Play Area	250,000	81,665	(168,340)
River Hamble to Portchester. CFERM Strategy	202,000	155,493	(21,960)
Affordable Housing	185,000	175,000	(10,000)
Brookers Field - drainage to 4 football pitches	140,000	70,608	(69,390)
Town Hall Major Repairs	102,000	57,685	(44,310)
Housing Renewal	90,000	59,976	(30,000)
Public Conveniences refurbishment	56,000	0	(56,000)
Rowner Copse Park play area, upgrade of play equip	50,000	45,500	(4,500)
Fuel Poverty Grant	0	142,000	0
All other schemes	498,400	189,959	(356,590)
	12,096,400	11,123,474	(953,540)
FINANCED BY			
HRA - Major Repairs Reserve	2,362,360	2,362,355	
HRA - Revenue Contribution	1,357,640	949,435	
HRA - Borrowing	0	201,107	
GF - Capital Receipts	1,233,000	1,237,281	
GF - Developer Contributions - Open Spaces	421,000	214,410	
GF - Developer Contributions - Affordable Housing	185,000	175,000	
GF - Other Grants & Contributions	259,000	314,407	
GF - Capital Grants - Disabled Facilities	310,000	372,118	
GF - Borrowing - GF	5,968,400	5,297,361	
	12,096,400	11,123,474	

Financial position at 31 March 2013

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 31 March 2013	31 March 2012 £'000	31 March 2013 £'000
Assets and Liabilities		
Fixed Assets	152,504	153,267
Other Long Term Assets	5,601	5,567
Current Assets (Money owed to the Council)	6,894	7,430
Current Liabilities (Money owed by the Council)	(3,775)	(3,158)
Long Term Liabilities (Money owed by the Council)	(72,557)	(73,835)
Cash and Investments	(4,020)	(7,756)
Pension Fund liability	(40,230)	(44,640)
Net Assets	44,417	36,875
Financed by		
Usable Reserves	(2,982)	(4,375)
Unusable Reserves	(41,435)	(32,500)
Net Reserves	(44,417)	(36,875)

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 which is included within the Unusable Reserves figure.

The Usable and Unusable Reserves link to the Movement in Reserves statement – 'usable' being those funds that can be utilised to fund services and expenditure and 'unusable' being those that cannot.

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.

December 2013

Gosport Borough Council,
Finance Department,
The Town Hall,
High Street,
Gosport,
Hants
PO12 1EB

Telephone: 02392 545316
Email: enquiries@gosport.gov.uk

