

AGENDA MANAGEMENT SHEET

Name of Committee	Cabinet	
Date of Committee	21st July 2005	
Report Title	Statement of Accounts and Statement on Internal Control 2004/2005	
Summary	This report presents the amendments to the Statement of Accounts and Statement on Internal Control for 2004/2005 and provides an explanatory note of the key issues.	
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Would the recommended decision be contrary to the Budget and Policy Framework?	No.	
Background papers	Statement of Accounts corporate and departmental records	

CONSULTATION ALREADY UNDERTAKEN:-

Details to be specified

Other Committees	<input type="checkbox"/>
Local Member(s)	<input type="checkbox"/>
Other Elected Members	<input type="checkbox"/>	
Cabinet Member	<input type="checkbox"/>	
Chief Executive	<input type="checkbox"/>
Legal	<input checked="" type="checkbox"/>	David Carter
Finance	<input checked="" type="checkbox"/>	David Clarke, reporting officer
Other Chief Officers	<input type="checkbox"/>
District Councils	<input type="checkbox"/>
Health Authority	<input type="checkbox"/>

Police ☐

Other Bodies/Individuals ☐

FINAL DECISION NO

SUGGESTED NEXT STEPS:

Details to be specified

Further consideration by
this Committee ☐

To Council ☒ *21st July 2005*

To Cabinet ☐

To an O & S Committee ☐

To an Area Committee ☐

Further Consultation ☐

Cabinet - 21st July 2005.

**Statement of Accounts and Statement on Internal Control
2004/2005 - Amendments**

Report of the County Treasurer

Recommendation

That Cabinet recommend that Council approve the revised draft Statement of Accounts and Statement on Internal Control for 2004/2005.

1. Introduction

- 1.1 This report presents the amendments to the Statement of Accounts and Statement on Internal Control for 2004/2005.
- 1.2 Since the release of the draft Statement of Accounts to members for this meeting, we have had the unexpected part resolution of an outstanding dispute concerning income from the Courts Service for service charges for the Judges House. For a number of years Legal Services have been in negotiation with the Courts Service in respect of payments due under a lease agreement.
- 1.3 A settlement was reached on the 8th July for the period from April 1995 to January 2002, and negotiations are at an advanced stage for the period 13th January 2002 up to 31st March 2005.
- 1.4 The amount receivable for the period 13th January 2002 up to 31st March 2005 is still under negotiation, but legal opinion suggests that we should provide for an additional sum of £0.6 million for the period April 1995 to March 2005. We have therefore provided for this additional income.
- 1.5 The effect of this amendment is to increase the authority's surplus for the year and will be added to general reserves.

2. Amended Accounts

- 2.1 The above adjustment to the accounts affects the previous statement of accounts in the following pages. The change from the previous numbers is £0.6 million in all cases.

Page	Item	Previous £m	New £m
3	Spending To be Met From Government Grants	461.7	461.1
	Surplus for the Year	3.4	4.0
	Total Revenue Spending note 1	653.1	653.7
4	Table "We spent money on"		
	- Surplus for the year	3.4	4.0
	- Total Revenue Spending note 1	653.1	653.7
	Table "How we spent the money"		
	- Other expenses note 1	169.4	170.0
	- Total Revenue Spending note 1	653.1	653.7
	Table "Where the Money Came From"		
	Income from Fees and Charges	61.1	61.7
	- Total Revenue Spending note 1	653.1	653.7
5	Table – Revenue Reserves		
	General Reserve	6.3	6.9
	Total	36.4	37.0
15	Consolidated Revenue Account		
	Income		
	- Other Support Services	-12.3	-12.9
	- Total cost of services	-180.0	-180.6
	Net spending		
	- Other support services	13.2	12.6
	- Total cost of services	531.6	531.0
	- Total net spending	491.3	490.7
	- Amount to be met from government grants and local taxpayers	461.7	461.1
	- Surplus for the year to be transferred to the general reserve	3.4	4.0
16	Notes to the Consolidated Revenue Account		
	"Note 2 – Breakdown of Revenue Reserves"		
	The general reserves	6.3	6.9
	Total	36.4	37.0
26	Consolidated Balance Sheet		
	- Prepayments and money owed by debtors	38.5	39.1
	- Sub total (current assets)	120.3	120.9
	- Current Assets less current liabilities	68.9	69.5

Page	Item	Previous £m	New £m
	<ul style="list-style-type: none"> - Net Assets - The general reserve and earmarked reserves - Net worth 	701.0 32.7 701.0	701.6 33.3 701.6
37	Statement of total movement in reserves		
	Changes in the year		
	<ul style="list-style-type: none"> - General reserve - Total 	3.4 9.4	4.0 10.0
	Balance on 31 March 2005		
	<ul style="list-style-type: none"> - General reserve - Total 	6.3 36.4	6.9 37.0
41	Cash Flow Statement – Reconciliation of cash flow		
	- Amount to be met from government grants and local taxpayers	461.7	461.1
	<ul style="list-style-type: none"> - service income - surplus or (-loss) for the year - Total revenue spending note 1 	180.0 3.4 653.1	180.6 4.0 653.7
	Revenue Income	-653.1	-653.7
	- increase or decrease in money owed to us	-0.5	0.1
42	Note 3 – Changes in other current assets and liabilities		
	Prepayments and money owed to debtors		
	<ul style="list-style-type: none"> - on 31 March 2005 - Movement 	30.3 -0.5	30.9 0.1
	Net Movement		
	<ul style="list-style-type: none"> - on 31 March 2005 - Movement 	-13.1 1.4	-12.5 2.0

note 1 - As we show transfers to reserves, as expenditure, the additional £0.6million transfer to reserves has increased expenditure.

3. Recommendation

Cabinet recommends that Council approve the revised draft Statement of Accounts and Statement on Internal Control for 2004/2005.

DAVID CLARKE
COUNTY TREASURER

Shire Hall
Warwick
18 July 2005