

County Council accounts
adjustments

Page	Statement/Note	Description	£m A&G	£m change	£m adjusted
9	Narrative statement	Table and narrative updated			
42	Comprehensive Income and Expenditure Statement	Surplus on revaluation of property, plant & equipment	-122.2	-27.8	-150.0
		Impairment losses on non-current assets charged to Revaluation Reserve	15.2	1.0	16.2
		Total other comprehensive income and expenditure	-167.5	-26.8	-194.3
		Total comprehensive income and expenditure surplus/deficit	-103.1	-26.8	-129.9
43	Movement in Reserves Statement 2017/18	Total comprehensive income and expenditure/ Unusable Reserves	167.6	26.7	194.3
		Total comprehensive income and expenditure/ Total Reserves	103.1	26.8	129.9
		Increase/decrease in 2017/18/ Unusable Reserves	114.2	26.7	140.9
		Increase/decrease in 2017/18/ Total Reserves	103.1	26.8	129.9
		Balance at 31 March 2018 carried forward/ Unusable Reserves	14.5	26.7	41.2
		Balance at 31 March 2018 carried forward/ Total Reserves	150.8	26.7	177.5
45	Balance Sheet	Property, Plant & Equipment	1,013.8	26.7	1,040.5
		Long term assets	1,141.8	26.7	1,168.5
		Net Assets	150.8	26.7	177.5
		Unusable Reserves	14.5	26.7	41.2
		Total Reserves	150.8	26.7	177.5
72	18. Unusable Reserves	Revaluation Reserve/ Contributions to Revaluation Reserve/ Closing balance	122.2	27.8	150.0
		Revaluation Reserve/ Contributions from Revaluation Reserve/ Closing balance	-22.3	-1.0	-23.3
		Total Unusable Reserves/ Contributions to Revaluation Reserve/ Contributions from Revaluation Reserve/ Closing balance	84.4	27.8	112.2
		Total Unusable Reserves/ Contributions from Revaluation Reserve/ Closing balance	29.8	-1.0	28.8
75	18.3 Revaluation Reserve	Revaluations during the year	14.5	26.7	41.2
		Impairment of Revaluations	122.2	27.8	150.0
		Closing balance	-15.2	-1.0	-16.2
		Revaluation increases recognised in Revaluation Reserve/ Land and Buildings	217.5	26.7	244.2
76	19. Property, Plant and Equipment	Revaluation increases recognised in Revaluation Reserve/ Total Property, Plant and Equipment	122.2	27.8	150.0
		Revaluation increases recognised in Revaluation Reserve/ PFI assets included in PPE	122.2	27.8	150.0
		Revaluation decreases recognised in Revaluation Reserve/ Land and Buildings	-13.9	-1.0	-14.9
		Revaluation decreases recognised in Revaluation Reserve/ Total Property, Plant and Equipment	-15.2	-1.0	-16.2
		At 31 March 2018/ Land and Buildings	669.3	26.7	696.0
		At 31 March 2018/ Total Property, Plant and Equipment	1,427.5	26.7	1,454.2
		At 31 March 2018/ PFI assets included in PPE	17.2	3.6	20.8
		As at 31 March 2018/ PFI Assets included in PPE	218.0	3.6	221.6
		Net book value At 31 March 2018/ Land and Buildings	554.2	26.6	580.8
		Net book value At 31 March 2018/ Total Property, Plant and Equipment	1,013.8	26.7	1,040.5
		Net book value At 31 March 2018/ PFI assets included in PPE	198.5	3.6	202.1
82	19.6 Downward revaluations and disposal losses	Downward Revaluations - other land and buildings	30.4	1.0	31.4
		Total	66.5	1.0	67.5

Impact on the Council's Assets and Liabilities

The County Council's Balance Sheet shows a generally stable position; the largest change is due to a decrease in the County Council's pension liabilities. The Pension Fund is balanced and we will keep this under review. More detail about key movements is given below. The key elements of the balance sheet are as follows:

	31 March 2018	31 March 2017
	£m	£m
Long Term Assets	1,168.5	1,064.9
Current Assets	100.3	99.8
Current :Liabilities	(157.2)	(149.1)
Net Pension Liability	(363.0)	(449.3)
Other long Term liabilities	(571.1)	(518.6)
Net Assets	177.5	47.7
Financed by		
Usable Reserves	136.3	147.4
Unusable Reserves	41.2	(99.7)
Total Reserves	177.5	47.7

The County Council's net pension liability reduction is in part due to an upfront payment of £70.2 million to cover three years of employer contributions (2017/18 to 2019/20). This enables the

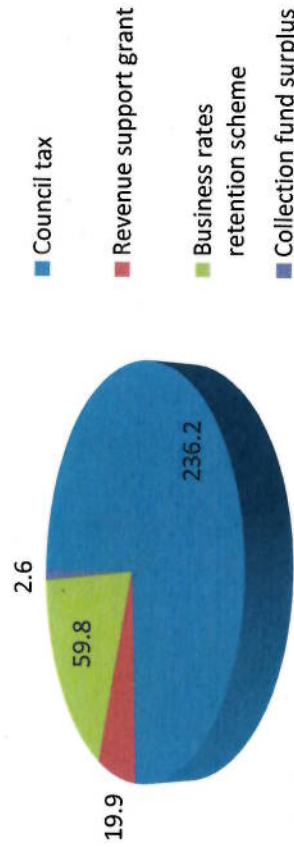
Pension Fund to invest the future contributions and pass on an average saving of 6.24% to the County Council. This was funded by borrowing. The impact of this transaction is given in notes 28 Defined Benefit Pension Schemes and 20 Financial Instruments Borrowing

Most of the County Council's fixed assets have been revalued this year following an underlying increase of around 20% in the Building Construction Index. This has resulted in a revaluation increase of over £110 million.

20 County Council maintained schools converted to academy status in 2017/18 which resulted in a reduction to the County Council's long term assets of £26.7 million.

Sources of finance

The County Council received £318.5 million of core funding in 2017/18, the sources of which are given in the chart below (£m).



Comprehensive Income and Expenditure Statement

	2016/17		2016/17		2017/18		2017/18		2017/18	
	Expenditure	Income	Net	Expenditure	Income	Net	Expenditure	Income	Net	Note
	£m	£m	£m	£m	£m	£m	£m	£m	£m	
Service Expenditure Analysis										
	189.0	(52.4)	136.6	200.8	(66.3)	134.5				
	380.6	(281.7)	98.9	385.0	(263.8)	121.2				
	120.1	(27.1)	93.0	112.6	(29.5)	83.1				
	38.9	(18.6)	20.3	37.1	(9.4)	27.7				
	33.0	(31.2)	1.8	29.4	(30.4)	(1.0)				
	761.6	(411.0)	350.6	764.9	(399.4)	365.5				
	6.2	(1.5)	4.7	5.5	(0.1)	5.4				13
	84.5	(33.0)	51.5	86.2	(30.9)	55.3				14
	852.3	(823.6)	28.7	877.2	(812.8)	64.4				15
										1
Other comprehensive income and expenditure:										
	(18.6)		(18.6)			(150.0)				18.3
	4.1		4.1			16.2				18.3
	54.3		54.3			(60.5)				28.1
			39.8			(194.3)				
			68.5			(129.9)				

Movement in Reserves Statement 2017/18

	General Fund (Non Earmarked) Balance	General Fund (Earmarked) Reserves	General Fund Total	Capital Receipts Reserve	Capital Grants Unapplied Account	Total Usable Reserves	Unusable Reserves	Total Reserves
	£m	£m	£m	£m	£m	£m	£m	£m
Balance at 31 March 2017	12.0	98.5	110.5	5.4	31.5	147.4	(99.7)	47.7
Movement in reserves during 2017/18:								
Total Comprehensive Income and Expenditure	(64.5)		(64.5)			(64.5)	194.3	129.9
Adjustments between accounting basis & funding basis under regulations (Note 3)	64.7	(14.1)	50.6	(0.6)	3.4	53.4	(53.4)	
Increase / (decrease) in 2017/18	0.2	(14.1)	(13.9)	(0.6)	3.4	(11.1)	(140.9)	129.9
Balance at 31 March 2018 carried forward	12.2	84.4	96.6	4.8	34.9	136.3	41.2	177.5
Note Reference		17.1				17		18

Balance Sheet

	31 March 2017	31 March 2018	Note
	£m	£m	
936.2	Property, plant and equipment	1,040.5	19.1
1.7	Heritage assets	1.4	
1.0	Intangible assets	0.6	
3.1	Long-term investments	3.1	22
122.9	Long-term debtors	122.9	23
1,064.9	Long term assets	1,168.5	
11.7	Non Operational Assets	17.0	19.5
21.0	Short-term investments	1.5	21.1
1.1	Inventories	1.0	
46.4	Short-term debtors	61.6	23
19.6	Cash and cash equivalents	15.4	24
99.8	Current assets	100.3	
(42.6)	Short-term borrowing	(78.3)	21.1
(106.0)	Short-term creditors	(75.1)	25
(0.5)	Short-term provisions		
(149.1)	Current liabilities	(157.2)	
(1.8)	Long Term Creditors	(0.3)	21.1
(0.6)	Long-term provisions	(2.7)	
(325.4)	Long-term borrowing	(366.9)	21.1
(640.1)	Other long-term liabilities	(548.1)	26
	Grants receipts in advance	(16.1)	26.1
(967.9)	Long-term liabilities	(934.1)	
47.7	Net assets	150.8	
	Financed by:		
147.4	Usable reserves	136.3	17
(99.7)	Unusable reserves	41.2	18
47.7	Total reserves	177.5	

18. Unusable Reserves

	Opening Balance 01/04/17	Contributions		Closing Balance 31/03/18
		To	From	
	£m	£m	£m	£m
Pensions reserve	(449.3)	(93.2)	131.5	(411.0)
Available for Sale reserve	(1.5)			(1.5)
Accumulated absences adjustment account	(6.5)	(6.8)	6.5	(6.8)
Financial instruments adjustment account	(1.1)			(1.1)
Capital adjustment account	237.2	62.0	(84.5)	214.7
Revaluation reserve	117.6	150.0	(23.3)	244.2
Collection fund adjustment accounts				
- Council Tax	4.0		(1.4)	2.6
- National Non-Domestic Rates	(0.1)	0.2		0.1
Total Unusable Reserves	(99.7)	112.2	28.8	41.2

18.3 Revaluation Reserve

2016/17	2017/18
£m	£m
112.4 Opening Balance at 1 April	117.6
18.6 Revaluations during the year	150.0
(4.4) Depreciation of revaluations	(1.7)
(4.1) Impairment of Revaluations	(16.2)
(4.6) Disposal of Revaluations	(5.4)
(0.3) Other adjustments	
117.6 Closing Balance at 31 March	244.2

19. Property, plant and equipment

19.1 Movements in 2017/18

	£m	Buildings	Vehicles, plant, furniture & equipment	Infrastructure assets	Community Assets	Assets under Construction	Total Property, Plant & Equipment	PFI Assets included in PPE
	£m	£m	£m	£m	£m	£m	£m	£m
Cost or valuation								
At 1 April 2017	664.0	110.3	497.4	0.3	26.5	1,298.5	200.8	
Additions	9.2	0.3	31.6		27.7	68.8		
Revaluation increases recognised in Revaluation Reserve	50.8	(4.9)				45.9	20.8	
De-recognition/ Disposals	(31.0)				(4.9)	(35.9)		
Assets reclassified to Held for Sale	(5.1)					(5.1)		
Assets reclassified to other categories	(76.1)	70.6	(0.3)			(5.8)		
At 31 March 2018	611.7	176.3	528.7	0.3	49.3	1,366.3	221.5	

	£m	Buildings	Vehicles, plant, furniture & equipment	Infrastructure assets	Community Assets	Assets under Construction	Total Property, Plant & Equipment	FPI Assets included in	PPE £m
Accumulated depreciation and impairment									
At 1 April 2017	(97.3)	(57.6)	(207.5)			(362.4)		(13.4)	
Depreciation written out to the Revaluation Reserve	(1.7)					(1.7)			
Depreciation written out to the Surplus / Deficit on the Provision of Services	(7.9)	(5.4)	(22.6)			(35.9)		(6.1)	
Depreciation written out on revaluation	64.4	3.6				68.0		1.3	
De-recognition – disposals	4.3					4.3			
Assets reclassified to other categories	7.1	(5.4)				1.7			
Impairment reversals recognised in the Surplus on the Provision of Services	(19.6)					(19.6)			
At 31 March 2018	(31.1)	(64.8)	(230.1)			(326.0)		(18.2)	
Net book value									
At 31 March 2018	580.8	111.5	298.6	0.3	49.3	1,040.5		203.4	
At 31 March 2017	566.7	52.8	289.9	0.3	26.5	936.2		187.4	

19.5 Non-Operational Assets

2016/17	2017/18
£m	£m
10.2 Surplus assets	10.9
1.5 Assets Held For Sale	6.1
11.7	17.0

19.6 Downward revaluations and disposal losses

The County Council incurs losses on asset values either through impairment of asset values as a result of losses in market value or through disposal at less than net book value.

2016/17	2017/18
£m	£m
7.2 Downward Revaluations - other land and buildings	31.4
4.6 Downward Revaluations - non-operational	4.3
28.8 Disposal losses – other land & buildings	31.8
40.6	67.5