

Causeway Coast & Glens Borough Council

To: Audit Committee

Annual Accounts

Date 9th December 2015

For information

1.0 Reporting to committee

Linkage to Corporate Plan	
Strategic Priority	Regulation Compliance
Objective	Publication of Annual Accounts
Lead Officer	David Wright
Cost: (If applicable)	

1.1 Background

Councils and other public bodies are required to prepare and submit to the Department of the Environment (DoE) by 30 June each year their annual accounts for the previous financial period(s).

1.2 Detail

At a meeting of this committee on 29 June 2015 under DoE regulation and Guidance the following bodies:

North East Peace III Partnership
Causeway Coast and Glens Statutory Transition Committee
Causeway Coast and Glens District Council (Operating in Shadow Form)
Ballymoney Borough Council
Coleraine Borough Council
Limavady Borough Council
Moyle District Council

had their individual annual reports and statements of accounts approved for submission to DoE. Subsequently Northern Ireland Audit Office (NIAO) carried out their audits of the accounts of each body and 6 were signed off by 31 October in line with regulation. As was report to this committee on 14 October the remaining set of accounts, those belonging to Ballymoney Borough Council, were not signed off due to an unreconciled discrepancy in those accounts which came

to light during the audit process. Since that time Council finance staff have instigated and completed a lengthy investigation into this and I am happy to report that the discrepancy has now been reconciled, the findings reported to NIAO who are now completing the audit process on these accounts. It is anticipated that this work will be complete by the time of the committee meeting and I will update accordingly.

1.3 Findings

The investigation concluded that a number of transactions had not been correctly charged to the bank account on the general ledger within the accounting system thereby giving rise to the discrepancy at year end, these transactions have all been identified and charged to the accounts, the revised extract statement of accounts being included as an appendix to this report. A full set of the accounts will be available at the committee meeting. The net effect of these errors has increased the reported net expenditure of Council by £98,062 thereby increasing the deficit for the year by that amount.

1.4 Other amendments

The auditor has also concluded that Ballymoney Borough Council needed to make provision for severance costs in their accounts and this has been agreed. It should be noted that the capitalization direction Causeway Coast and Glens Borough Council has gained approval to use for this purpose has been re-profiled as approved by DoE to include his provision the only difference will be a timing one.

The Movement in Reserves Statement

	Capital Receipts Reserve £	Other Fund Balances and Reserves £	General Fund Summary £	Total Usable Reserves £	Total Unusable Reserves £	Total Council Reserves £
At 01 April 2013	250,054	0	1,018,366	1,268,420	4,309,487	5,577,907
Movement in reserves during the year						
Surplus / (Deficit) on the provision of services	0	0	1,713,543	1,713,543	0	1,713,543
Other Comprehensive Income and Expenditure	0	0	0	0	1,728,671	1,728,671
Total Comprehensive Income and Expenditure	0	0	1,713,543	1,713,543	1,728,671	3,442,214
Adjustments between accounting basis & funding under regulations	9,441	0	(1,312,258)	(1,302,817)	1,302,817	0
Increase in year	9,441	0	401,285	410,726	3,031,488	3,442,214
At 31 March 2014	259,495	0	1,419,651	1,679,146	7,340,975	9,020,121
Movement in reserves during the year						
Surplus / (Deficit) on the provision of services	0	0	(227,722)	(227,722)	0	(227,722)
Other Comprehensive Income and Expenditure	0	0	0	0	38,519	38,519
Total Comprehensive Income and Expenditure	0	0	(227,722)	(227,722)	38,519	(189,203)
Adjustments between accounting basis & funding under regulations	3,990	0	(86,948)	(82,958)	82,958	0
Increase in year	3,990	0	(314,670)	(310,680)	121,477	(189,203)
At 31 March 2015	263,485	0	1,104,981	1,368,466	7,462,452	8,830,918

The Comprehensive Income and Expenditure Statement

	Notes	2014/2015				2013/2014	
		Gross Expenditure £	Gross Income £	Net Expenditure £	Gross Expenditure £	Gross Income £	Net Expenditure £
Service Expenditure							
Leisure and Recreational Services	2a	4,382,234	1,162,423	3,219,811	3,659,652	1,203,432	2,456,220
Environmental Services	2a	4,159,635	1,172,464	2,987,171	3,871,426	893,260	2,978,166
DRM and Corporate Management	2a	1,654,966	543,892	1,111,074	732,978	11,500	721,478
Other Services	2a	1,297,797	289,552	1,008,245	520,490	383,843	136,647
Cost of Services on Continuing Operations		11,494,632	3,168,331	8,326,301	8,784,546	2,492,035	6,292,511
Other Operating Expenditure	7	0	3,990	(3,990)	0	9,441	(9,441)
Financing and Investment Income and Expenditure	8	703,912	5,859	698,053	668,849	4,569	664,280
Net Operating Expenditure		12,198,544	3,178,180	9,020,364	9,453,395	2,506,045	6,947,350
Taxation and Non-Specific Grant Income	9	0	8,792,642	(8,792,642)	0	8,660,893	(8,660,893)
(Deficit)/Surplus on the Provision of Services		12,198,544	11,970,822	(227,722)	9,453,395	11,166,938	1,713,543
Surplus/(Deficit) on revaluation of non-current assets	10d			665,519			576,671
Remeasurements of the Net Defined Benefit Liability (Asset)	19b			(627,000)			1,152,000
Other Comprehensive Income and Expenditure				38,519			1,728,671
Total Comprehensive Income and Expenditure				(189,203)			3,442,214

The Balance Sheet

	Note	2015	2014
		£	£
Property Plant & Equipment (PP&E)	10b	27,739,543	24,896,118
LONG TERM ASSETS		27,739,543	24,896,118
Inventories	13	39,487	45,880
Short Term Debtors	11b	1,173,399	1,033,291
Cash and Cash Equivalents	22b	3,405,716	899,739
CURRENT ASSETS		4,618,602	1,978,910
Short Term Borrowing	14a	895,425	724,819
Short Term Creditors	17a	596,680	674,396
CURRENT LIABILITIES		1,492,105	1,399,215
Long Term Provisions	18a /18b	4,131,690	3,522,545
Long Term Borrowing	14b	13,882,432	9,762,147
Other Long Term Liabilities	20c	4,021,000	3,171,000
LONG TERM LIABILITIES		22,035,122	16,455,692
NET ASSETS		8,830,918	9,020,121
Capital Receipts Reserve	23a	263,485	259,495
General Fund	23b	1,104,981	1,419,651
USABLE RESERVES		1,368,466	1,679,146
Capital Adjustment Account	24a	7,324,281	6,966,711
Revaluation Reserve	24b	4,563,745	4,202,589
Pensions Reserve	24c	(4,021,000)	(3,171,000)
Accumulated Absences Account	24d	(69,574)	(77,325)
Provisions Discount Rate Reserve	24e	(224,970)	(299,960)
Landfill Regulations Reserve	24f	(210,030)	(280,040)
UNUSABLE RESERVES		7,462,452	7,340,975
NET WORTH		8,830,918	9,020,121

The Cashflow Statement

		2014/2015	2013/2014
		£	£
(Deficit)/Surplus on the Provision of Services		(227,722)	1,713,543
Adjustment for non-cash movements	22a	1,696,799	362,984
Adjust for items included in the net surplus or deficit on the provision of services that are investing and financing activities	22a	(726,974)	(661,881)
Net cash flows from operating activities		742,103	1,414,646
Cash flows from Investing Activities	22d	(2,527,017)	(2,289,003)
Net Cash flows from Financing Activities	22e	4,290,891	505,603
Net increase or decrease in cash and cash equivalents		2,505,977	(368,754)
Cash and cash equivalents at the beginning of the reporting period	22b	899,739	1,268,493
Cash and cash equivalents at the end of the reporting period	22b	3,405,716	899,739