

SUMMARY ACCOUNTS 2016-17

The Council produces a full set of accounts in compliance with relevant standards. In order to present the most important information from the accounts in a more user-friendly, understandable format this summary of accounts has been produced. The full statement of accounts are made up of a number of key statements and the main ones are summarised below.

Income and Expenditure

This table outlines the cost of running council services over the year.

NET EXPENDITURE	£'000
Chief Executive	5,701
Housing & Regeneration	1,144
Local authority housing (HRA)	(11,997)
Exceptional Item – Change in Social Housing Discount Factor	(42,385)
Communities & Environment	7,796
Major Developments	1,966
Corporate	(39)
Net Cost of Services	(37,815)
Add: Corporate Income	(21,673)
Less: Corporate Charges	14,808
Amount to be met from government grants and local taxation	(44,679)
FINANCED BY:	£'000
Central Government Grant	(1,698)
Council Tax	(5,969)
NNDR Business Rates	(3,947)
Surplus on Provision of Services	(56,293)
Statutory Adjustments	55,991
General Fund balance brought forward	(2,010)
General Fund Balance carried forward	(2,312)

The Council's total gross spend on services for the year was approximately £84.663M. Council Tax equated to 7% of all income received by the Council. The City Council received £5.9 million of Council Tax in 2016/17. The Band D rating for Council Tax to the City Council was £254.52.

Balance Sheet

The Balance Sheet shows the current financial position of the Council at the end of the year. It shows the value of all assets and liabilities (what the council owes and is owed).

Here is a summary of the Balance Sheet as at 31 March 2017

Assets and Liabilities	£'000
Fixed Assets (Land & Buildings)	327,080
Stock (stores of materials)	324
Debtors (people who owe money to the Council)	18,115
Investments (value of money invested)	21,239
Cash at bank	241
Current Liabilities (council debts payable within 1 year)	(14,753)
Long-Term Liabilities (Debts payable after 1 year)	(165,040)
Assets held for sale	2,525
Total Net Assets	189,731
Financed By:	£'000
General Balances	3,399
Earmarked Reserves	31,140
Accounting Reserves	155,192
Total Reserves and Balances	189,731

The Council's most valuable asset is Yarbrough Leisure Centre, worth £7.9M. At the end of the year the council had £21.2M worth of investments. Investments earned £0.2M in interest during 2016/17. At the end of the year the council had £75.4M worth of borrowing and £3.1M interest was payable on borrowing during the year.

Cash Flow Statement

This table shows the flow of cash during the year:

CASH FLOW STATEMENT	£'000
Cash at 1 April 2016	143
Net Cash flow from operating activities	9,427
Net Cash flow from investing activities	(11,021)
Net cash flow from financing activities	1,692
Cash at 31 March 2017	241

Housing Revenue Account

It is a legal requirement that all income and expenditure on council houses is kept in a separate account called the Housing Revenue Account:

Number of properties

The Council owns 7,747 homes, consisting of the following types:

Low-Rise Flats	1,629
Medium Rise Flats	1,751
High Rise Flats	296
Houses/Bungalows	4,071
Total Council Dwellings	7,747

During the year 62 properties were sold under the Right to Buy scheme.

This table provides a summary of the Housing Revenue Account for 2016/17:

Income	£'000
Council house rents (gross)	(28,623)
Other Income	(508)
Expenditure	£'000
Repairs and maintenance	8,072
Supervision and management	5,946
Capital financing costs	2,705
Change in Social Housing Discount Factor	(42,385)
Corporate costs	1,240
(Surplus)/Deficit for year	(53,553)
Statutory Adjustments	53,471
HRA Balance bought forward	(1,005)
HRA balance carried forward	(1,087)

Capital Expenditure

Capital expenditure is the money spent by the Council on purchasing and upgrading or improving assets that will help achieve the Council's priorities over a number of years. Good examples are regeneration, building construction and IT upgrades.

In 2016/17 the Council's capital expenditure totalled £27.9 million.

Here is a breakdown of the capital expenditure for 2016/17:

	£'000
Works to the Housing Stock	6,435
Council House New Builds	1,663
Lincoln Transport Hub	11,916
Enhancements to City Hall	1,162
Broadgate Car Park	2,640
Other	4133
Total Capital Spend	27,949

	£'000
General Fund Investment Programme	17,234
Housing Investment Programme	10,715
Total Capital Spend	27,949