

Housing Revenue Account

The Council housing stock stood at 7,768 at 31 March 2011. It is a legislative requirement that net expenditure is funded from rental income.

	2010/11 £000s
Income	
Council House Rents (Gross)	19,602
Other Income	1,700
Total Income	21,302
Expenditure	
Repairs & Maintenance	5,581
Supervision & Management	6,407
Capital Financing Costs	7,349
Other Costs	1,485
Total Expenditure	20,822
Housing Revenue Account Surplus For Year	(480)

The Council owned the following types and numbers of houses at March 2010:

Houses/Cottages	3,033
Flats/Maisonettes	4,735
Total	7,768

There were 129
unlet houses at
31 March 2011

The Council housing
stock reduced
during 2010/11 by
46 mainly due to
sales to tenants
and conversions

Summary Financial Review

The Council delivers services under two main headings. Firstly, there is the Housing Revenue Account that relates to expenditure with regard to the Council's housing stock. The net expenditure on the Housing Revenue Account is met from Council house rents. Secondly, there are the General Fund services that relate to all other services, eg. Education, Social Work, etc. The net expenditure of the General Fund is met from Council tax and central government grants.

Although separate funds, they are both classed as General Fund for accounting purposes in the Income & Expenditure account of the Council. The total General Fund ended the year with a revenue balance of £20.186m which included £0.241m in respect of funds earmarked under the Devolved School Management (DSM) scheme and £1.957m of Housing Revenue account balances. The closing balance on the General Fund was higher than expected and was mainly a result of departmental underspends, reduction in loan charges, additional council tax income and additional surplus from Tayside Contracts. The Council policy on the level of revenue balance required that £3.250m be held in reserve as a contingency sum at 31 March 2011. This results in a remaining available revenue balance of £16.695m, £14.506m of which the Council had committed at 31 March 2011, detailed as follows:-

£m	
3.762	Earmarked monies (including earmarked grants)
0.462	Proposed amounts under 50% budget carry-forward scheme
1.833	Proposed 100% carry forwards
4.698	Use of Balances per 2011/12 Budget Setting
1.023	Affordable Housing
1.957	Housing Revenue Account
0.196	Arbroath Harbour Reserve
0.316	Car Parking Reserves
0.259	Specific Reserves
14.506	Total Committed

The actual movement on the Housing Revenue Account for 2010/11 is an increase of £0.480 million which has resulted in a surplus balance of £1.957 million at 31 March 2011. The balance at 31 March 2011 therefore did not achieve their budgeted target of £1.975 million. This surplus has been achieved by increasing the CFCR funding element of the Housing Capital Programme and reducing borrowing, thus protecting the ability of the HRA to borrow in the future.

Capital Spending

In addition to money expended on revenue (or day to day) items, the council spent £29.919m on acquisition and enhancement of assets. An analysis of this is shown on the following page.

Head of Finance's Statement

The Council's statutory Statements of Account for 2010/11 on which these Summarised Accounts are based, were prepared in accordance with the Code of Practice on Local Authority Accounting in the United Kingdom 2010/11 (based on International Financial Reporting Standards). The auditor appointed by Audit Scotland has audited the statutory Statements of Account. The 2010/11 Annual Accounts and the Auditors Report can be accessed on our website, Angus.gov.uk. The content of this publication can be made available in alternative formats, or translated into other community languages. Please contact the Council's ACCESSLine on 0845 2777 778

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Capital Expenditure

Capital Expenditure generally represents money spent by the Council on purchasing, upgrading and improving assets such as roads and buildings. This expenditure provides a benefit to the Council and Angus Citizens over a number of years.

		2010/11 £000s
Education	School Building Improvements / Maintenance	3,162
	Information and Communications Technology Equipment	261
		3,423
Social Work	Community Care Projects	33
		33
Roads & Transport	Arbroath Harbour Infrastructure / Environmental Works	513
	Bridge Repairs / Strengthening	326
	Coastal Protection / Flood Alleviation	594
	Carriageway / Footway Reconstruction / Upgrade	6,942
	Public Transport Projects	483
	Lighting Upgrades / Replacements	1,005
	Traffic Calming / Signals	565
		10,428
Cultural & Related Services	Purchase of Vehicles, Plant and Equipment	364
	Works to Leisure Facilities, Play Areas and Parks	1,055
	Replacement of Montrose Swimming Pool	317
	Works to Museums, Archives and Halls	230
		1,966
Environmental Services	Burial Grounds	73
	Waste Disposal and Recycling Centres	1,137
	Identification & Remediation of Contaminated Land	238
	Purchase of Vehicles, Plant and Equipment	1,150
		2,598
Planning & Development Services	Acquisition / Redevelopment of Employment Land	941
	Cycling, Walking and Safer Streets Projects	279
	Pathways, Car Parks, Tourism and Town Centre Development	320
		1,540
Information Technology	Systems Replacement and Upgrades	743
		743
Central Support	Energy Management	122
	Accessibility Alterations	285
	Upgrade and Improvements to Council Properties / Facilities	293
		700
Housing Revenue Account	House Modernisations / Improvements	8,488
		8,488
Total		29,919

Summary of Accounts

2010
2011

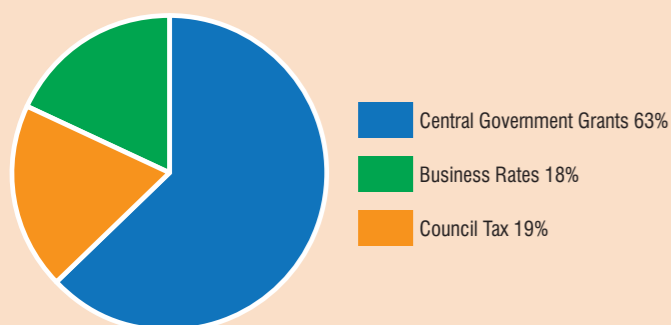
The Cost of Council Services

Comprehensive Income and Expenditure Account for the Year Ended 31 March 2011

This account summarises the resources that have been generated and consumed in providing services and managing the Council during the last year.

	Gross Expenditure £000s	Gross Income £000s	Net Expenditure £000s
Education	117,349	6,242	111,107
Social Work	84,414	17,013	67,401
Roads and Transport	26,867	6,244	20,623
Cultural and Related Services	37,346	23,763	13,583
Environmental Services	14,575	206	14,369
Planning and Development Services	8,685	4,451	4,234
Central Services	5,990	2,466	3,524
Housing Revenue Account	19,445	21,703	(2,258)
Housing - General Fund	29,350	26,797	2,553
Joint Boards	14,125	0	14,125
Corporate & Democratic Core	4,445	0	4,445
Non Distributed Costs	(40,570)	0	(40,570)
Net Cost of Services	322,021	108,885	213,136
Other Operating Expenditure			(273)
Financing and Investment Income and Expenditure			18,200
Taxation and Non-Specific Grant Income			(263,054)
(Surplus) or Deficit on Provision of Services			(31,991)
(Surplus) or deficit on revaluation of fixed assets			(1,509)
Actuarial (gains)/losses on pension assets/liabilities			(52,674)
Other Comprehensive Income and Expenditure			(54,183)
Total Comprehensive Income and Expenditure			(86,174)
Movement on the General Fund Balance		£000s	
General Fund Balance at end of March 2010			(19,750)
(Surplus) or Deficit on Provision of Services			(31,991)
Adjustments between accounting & funding basis under regulations			31,588
Transfers to/from Earmarked Reserves			(33)
General Fund Balance at end of March 2011			(20,186)

Income Supporting Net Operating Expenditure



Balance Sheet

The Balance Sheet summarises the financial position at 31 March 2011 providing an assessment of the net assets and liabilities at that date.

	£000s
Property, Plant & Equipment	679,766
Investment Property	2,395
Intangible Assets	0
Assets Held for Sale	380
Long Term Investments	10
Long Term Debtors	10,593
Long Term Assets	693,144
Short Term Investments	44,194
Inventories	720
Short Term Debtors	25,025
Cash and Cash Equivalents	341
Assets held for sale	218
Current Assets	70,498
Provisions	(2)
Short Term Borrowing	(7,513)
Short Term Creditors	(41,090)
Current Liabilities	(48,605)
Provisions	(91)
Long Term Borrowing	(162,260)
Other Long Term Liabilities	(194,463)
Long Term Liabilities	(356,814)
NET ASSETS	358,223
Usable Reserves (*)	27,208
Unusable Reserves	331,015
Total Reserves	358,223
(*) Usable Reserves comprises the following balances:	
	£000s
General Fund	17,458
Car Parking Reserve	316
Arbroath Harbour Reserve	196
Specific Reserves	259
Housing Revenue Account	1,957
General Fund Balance for Accounting Purposes	20,186
Capital Fund	1,753
Renewal & Repairs Fund	3,620
Insurance Fund	459
Unusable Capital Receipts	594
Capital Grants Unapplied	596
	27,208

How has the Finance Division performed?

		2008/09	2009/10	2010/11
Exchequer Services	Loans fund pool interest rate *	4.76%	4.39%	4.74%
	Average rate for Scotland	5.38%	4.73%	Not Available
Creditors	Value of invoices received	£146,899,879	£143,632,361	£147,652,696
	Number of invoices processed	143,057	141,081	135,401
	% paid within 30 days **	76.30%	83.16%	83.60%
	% paid within 30 days (Scottish average)	85.54 %	87.00%	Not Available
Payroll processing	Value	£120,838,658	£123,915,656	£125,045,076
	Number processed	77,608	81,943	81,923
	% correctly processed	99.99%	100.00 %	99.99 %
Employee numbers	Total employees of the Council (FTE)	5,769	5,676	5,526
	Finance Division employees (FTE)	156.7	155.6	154.3
	% of Total Employees	2.72 %	2.74 %	2.79%

* this is the average rate of interest the Council pays on money it has borrowed. The Finance Division tries to keep this rate as low as possible through its treasury management activities.

** each Council department is responsible for processing their own invoices in a timely manner so that the Finance Division can arrange payment.

Council Tax

Description	2008/09	2009/10	2010/11
Population of Angus	109,808	109,884	110,310
Band D equivalent number of properties for Council Tax purposes	41,473	41,919	42,209
In year collection Angus	96.5%	96.5%	97.4%
In year collection Scotland	94.8%	94.9%	Not Available

Angus Council Collected 97.4% of Council Tax Income during the year 2010/11 compared to 96.5% in 2009/10 and 2008/09. Angus Council's Council Tax collection performance is among the best in Scotland.

Financial Management

Description	2008/09	2009/10	2010/11
Annual Accounts Submitted on time	✓	✓	✓
Number of Audit Qualifications (*)	Nil	Nil	Nil

(*) The Council's external auditors are required to give an opinion on the financial statements and this opinion should be unqualified. Where the opinion is qualified, each qualification identifies an area where the financial statements are unreliable.