

## Appendix C

### Annual Accounts 2023/24 – Summary of Main Movements

The Unaudited Accounting Statements presented to Scrutiny & Audit Committee on the 27 August 2024 have been amended for a number of audit adjustments that were raised during the course of Audit Scotland's audit. It should be noted that the adjustments have not changed the General Fund Reserve as reported in the Unaudited Annual Accounts of £60.703 million.

The main movements on the accounting statements are as follows:-

#### **Comprehensive Income & Expenditure Statement (CI&ES)**

- **Total Comprehensive Income & Expenditure**

External audit raised queries with the workings in the calculation of the historic cost depreciation for the transfer of the Common Good Asset (Arbroath Library) to the General Fund. After review officers discovered that the depreciation figure had been taken as net rather than gross. This required an adjustment of £0.286 million to the deficit on revaluation of non-current assets and this has decreased the reported Comprehensive Income and Expenditure from £32.026 million to £31.740 million. This adjustment is presentational and does not impact on the reported Actual Net Expenditure and the General Fund Reserve position.

#### **Balance Sheet**

- **Short Term Debtors/Short Term Creditors**

Short Term Debtors have increased from £40.599 million to £41.579 an increase of £0.980 million and Short Term Creditors have increased by the same amount, from £82.410 million to £83.390 million. This is due to credit balances of £0.244 million being included in error in the Short Term Debtor category and £0.736 million of income incorrectly allocated to a suspense code rather than the Short Term Creditor category. Both these errors have been corrected which has resulted in an increase of £0.980 million to both Short Term Debtors and Short Term Creditors and therefore does not impact on the reported Balance Sheet Position.

#### **General Fund Reserve**

The General Fund Reserve Balance of £60.703 million at 31 March 2024 reported in the Unaudited Accounts has not been impacted by the audit adjustments. However, the reported commitments of £58.556 million have increased by £1.150 million to £59.706 million due to two further commitment approvals by the Policy & Resources Committee on the 3 September when considering Reports 240/24 (2023/24 Financial Outturn and Draft Accounts Update) and 243/24 (Change Programme Update). This has reduced the reported uncommitted General Fund Balance of £2.147 million to £0.997 million.