

**NORTH YORKSHIRE COUNTY COUNCIL**  
**SUMMARY OF ACCOUNTS 2004/05**

**Revenue Account**

The cost of providing the County Council's services was £739.4m in 2004/05. After taking account of income received from a variety of sources and some other required adjustments the net expenditure to be met by Council tax payers and General Government funding was £496.3m.

Our Revenue Account for 2004/05 is set out below

<u>Service</u>	<u>Gross</u> <u>Expenditure</u> £m	<u>Income</u> £m	<u>Net</u> <u>Expenditure</u> £m
Central Services to the Public	4.3	(3.1)	1.2
Court Services	6.7	(4.6)	2.1
Cultural, Environment and Planning Services	38.0	(7.5)	30.5
Education Services	428.0	(104.8)	323.2
Highways, Roads and Transport Services	55.8	(7.4)	48.4
Social Services	199.9	(83.7)	116.2
Corporate and Democratic Core	5.0	(0.1)	4.9
Non Distributed Costs	1.7	(0.2)	1.5
<b>Net Cost of Services</b>	<u>739.4</u>	<u>(211.4)</u>	<u>528.0</u>
Less:			
Internal charge for use of Council assets			(28.6)
Interest and Investment Income			(3.1)
<b>Amount to be met by Government Grant and Local Taxation</b>			<u>496.3</u>
Financed by :			
Revenue Support Grant			(173.9)
Business Rates			(144.4)
Council Tax			(182.3)
<b>Total Income</b>			<u>(500.6)</u>
<b>Net Revenue Surplus for the year</b>			<b>4.3</b>
<b>General Working Balances at the Beginning of the Year</b>			<u>8.4</u>
<b>General Working Balances at the End of the Year</b>			<u>12.7</u>

This net revenue spending of £496.3m was £8.1m below the latest estimate of £504.4m. This bottom line underspend of £8.1m does however, include £6.2m of technical underspends and "carry forwards" to the 2005/06 financial year, with the remaining £1.9m underspend arising from a wide variety of items. Most (£7.6m) of the total underspend is being identified well before the end of the year in terms of managed savings, earmarked savings and spending planned for 2004/05 being deferred until 2005/06.

## Capital Expenditure

Capital Expenditure generally represents money spent by the County Council for buying, upgrading assets such as buildings and roads. The difference between capital and revenue expenditure is that the County Council receives the benefit from Capital Expenditure over a longer period of time.

Total capital investment in 2004/05 was £73.5m against a latest Capital Plan of £78.5m. The shortfall of £5m reflects a number of schemes not progressing as quickly as envisaged in the year, with the expenditure now being incurred in 2005/06.

The £73.5m capital investment was on the following:-

Service / Programme Area	2004/05 £000
<b>EDUCATION</b>	
Major school building projects	4.3
Schools' modernisation schemes	6.2
Schools' devolved building works	7.7
Capital grants for specific projects	4.6
Other maintenance and improvement	5.8
	<b>28.6</b>
<b>ENVIRONMENT</b>	
Road Infrastructure - maintenance and improvement	15.5
Integrated Transport	11.2
Strengthening bridges	3.6
Flood Prevention	1.6
Roads, Lighting and Footpath improvements	1.5
Waste Disposal, Village Bypass and other schemes	1
	<b>34.4</b>
<b>SOCIAL SERVICES</b>	
Elderly day care and residential schemes	1.2
Maintenance of properties	0.6
IT Facilities and other schemes	0.6
	<b>2.4</b>
<b>BUSINESS AND COMMUNITY SERVICES</b>	
Community Resource Centres and Library network	1.9
Regeneration Investment	0.5
	<b>2.4</b>
<b>JOINT SERVICES PROVISION</b>	
Corporate IT Systems / e-government strategy	2.7
Stokesley Library / Resource Centre	0.7
Purchase of Vehicles, Plant and Equipment and other schemes	0.9
	<b>4.3</b>
<b>Magistrates Courts</b>	
Mainly Extension and Refurbishment of Scarborough Courthouse	1.3
	<b>1.3</b>
<b>TOTAL CAPITAL SPEND FOR 2004/05</b>	<b>73.4</b>

Funding of this capital investment was from:-

	£m
Borrowing	26.5
Grants and Contributions from the Government and others	24.4
Capital receipts from the sale of surplus assets	17.2
Contributions from the revenue budget	3.1
From County Council Reserves	2.3
	<u>73.5</u>

### **Balance Sheet**

What the Council owns and is owed.

	£000
Buildings, Land, Vehicles & Equipment owned by the Council	916.2
Stock	0.7
Cash at bank etc	29.3
Investments - long and short term	85.8
Money owed to the Council	37.3
Money owed by the Council	(468.0)
	<u>601.3</u>
Financed by:	
Borrowing	260.1
Non Distributable reserves	289.8
Distributable Reserves and Provisions etc	51.4
	<u>601.3</u>

The General Working Balance was £12.7m of which £7.6m relates to planned underspendings and managed savings which are carried forward to 2005/06. The effective working balance is therefore £5.1m which is equivalent to 1% of net revenue spending.

The County Council have previously agreed that 1% of net revenue spending is the minimum level of General Working Balances.

Other reserves that are earmarked for specific purposes are £38.2m.

External debt in relation to Capital spending up to 31st March 2005 was £231.7m.

A net £297.2m County Council liability in relation to Pension deficits (mainly the Local Government Pension Scheme) is included in the Balance Sheet.

Surplus cash balances invested at 31st March 2005 were £82.3m of which £28.4m belonged to other organisations for whom the County Council provides Treasury Management Services.

## Cashflow

	£m
Cash in Hand at Start of Year	20.0
Cash Received	910.1
Cash Paid Out	901.3
Cash in Hand at End of Year	28.8

## Group Accounts

In addition to the main financial statements of the County Council, our accounts for 2004/05 also include a set of "Group Accounts".

These accounts are required to present a full picture of the County Councils financial position as a result of our relationship with some external partnerships and undertakings.

## Pension Fund Accounts

The value of the North Yorkshire Pension Fund at 31st March 2005 was £879m compared with £766m at 31st March 2004 and a summary of the Fund Accounts is as follows :-

	£m
Contributions Receivable (after Transfers)	74.5
Total Benefits payable	(42.7)
Admin & Other Expenses	(1.0)
<b>Net Dealings with Members</b>	<b>30.8</b>
Investment Income (after expenses)	12.6
Change in market value of investments	70
	<b>82.6</b>
<b>Net Increase during year</b>	<b>113.4</b>
<b>Opening Net Assets of the Scheme</b>	<b>765.8</b>
<b>Closing Net Assets of the Scheme</b>	<b>879.2</b>

## Pension Fund Net Assets Statement

	£m
Fixed Interest Securities	154.1
Equities	387.3
Unit Trusts	150.5
Managed Funds	142
<b>Assets</b>	<b>833.9</b>
Net Current Assets	45.3
<b>Total Net Assets</b>	<b>879.2</b>