

EXPENDITURE AND FUNDING ANALYSIS
(supporting note to the Comprehensive Income and Expenditure Statement)

	Income and Expenditure chargeable to the General Fund and HRA	Adjustments between the Funding and Accounting Basis	Net Expenditure for the equivalent amounts in the Comprehensive Income and Expenditure State
	£000	£000	£000
2017/18:			
Community Affairs	1,284	219	1,503
Environment and Regulatory Services	7,999	1,406	9,405
Finance, Corporate Services and Improvement	4,448	(1,297)	3,151
Housing Services	1,491	264	1,755
Leader and Corporate Affairs	49	4	53
Leisure and Wellbeing	2,098	1,877	3,975
Local Economic Development, Property and Innovation	43	98	141
Planning and Infrastructure	989	637	1,626
General Fund	18,401	3,208	21,609
Housing Revenue Account	(12,642)	3,465	(9,177)
Cost of Services	5,759	6,673	12,432
Total Other Operating Expenditure	5,469	(1,490)	3,979
Total Financing and Investment Income and Expenditure	3,636	2,055	5,691
Total Taxation and Non-Specific Grant Income	(24,129)	(2,940)	(27,069)
(Surplus)/Deficit on the Provision of Services	(9,265)	4,298	(4,967)
Other Comprehensive Income and Expenditure	7,815	(5,399)	2,416
Total Comprehensive Income and Expenditure	(1,450)	(1,101)	(2,551)
Opening General Fund and HRA Balances	(4,000)		
Less Deficit/(Surplus) on General Fund and HRA in Year	(1,450)		
Transfer to/ (from) Earmarked Reserves	1,450		
Closing General Fund and HRA Balances	(4,000)		
2016/17:			
Community Affairs	1,263	122	1,385
Environment and Regulatory Services	9,134	2,224	11,358
Finance, Corporate Services and Improvement	4,306	(1,242)	3,064
Housing Services	375	154	529
Leader and Corporate Affairs	60	4	64
Leisure and Wellbeing	1,984	351	2,335
Local Economic Development, Property and Innovation	162	176	338
Planning and Infrastructure	772	329	1,101
General Fund	18,056	2,118	20,174
Housing Revenue Account	(13,725)	(30,582)	(44,307)
Cost of Services	4,331	(28,464)	(24,133)
Total Other Operating Expenditure	5,135	(1,204)	3,931
Total Financing and Investment Income and Expenditure	3,772	2,230	6,002
Total Taxation and Non-Specific Grant Income	(25,091)	(1,795)	(26,886)
(Surplus)/Deficit on the Provision of Services	(11,853)	(29,233)	(41,086)
Other Comprehensive Income and Expenditure	5,288	(10,688)	(5,400)
Total Comprehensive Income and Expenditure	(6,565)	(39,921)	(46,486)
Opening General Fund and HRA Balances	(4,043)		
Less Deficit/(Surplus) on General Fund and HRA in Year	(6,565)		
Transfer to/ (from) Earmarked Reserves	6,608		
Closing General Fund and HRA Balances	(4,000)		

See Note 6 for further analysis

MOVEMENT IN RESERVES STATEMENT

	General Fund Balance	Earmarked General Fund / HRA Reserves	Housing Revenue Account	Capital Programme Reserve	Capital Receipts Reserve	Community Infrastructure Levy Unapplied	Developers' Contributions Unapplied	Total Usable Reserves	Unusable Reserves	Total Authority Reserves
	£000	£000	£000	£000	£000		£000	£000	£000	
Balance at 31 March 2016	(3,000)	(20,455)	(1,043)	(9,739)	(7,372)	(267)	(3,048)	(44,924)	(171,983)	(216,907)
Movement in reserves during 2016/17										
(Surplus)/deficit on the provision of services	297	0	(41,383)	0	0	0	0	(41,086)	0	(41,086)
Other comprehensive income and expenditure	0	0	0	0	0	0	0	0	(5,400)	(5,400)
Total Comprehensive Income and Expenditure	297	0	(41,383)	0	0	0	0	(41,086)	(5,400)	(46,486)
Adjustments between accounting basis and funding basis under regulations (note 9)	(2,687)	0	37,208	0	(189)	(507)	(216)	33,609	(33,609)	0
Net (Increase)/Decrease Before Transfers to Earmarked Reserves	(2,390)	0	(4,175)	0	(189)	(507)	(216)	(7,477)	(39,009)	(46,486)
Transfers to/(from) earmarked reserves (notes 10/11)	2,390	(4,271)	4,218	(2,337)	0	0	0	0	0	0
(Increase) / Decrease in Year	0	(4,271)	43	(2,337)	(189)	(507)	(216)	(7,477)	(39,009)	(46,486)
Balance at 31 March 2017	(3,000)	(24,726)	(1,000)	(12,076)	(7,561)	(774)	(3,264)	(52,401)	(210,992)	(263,393)
Movement in reserves during 2017/18										
(Surplus)/deficit on the provision of services	1,303	0	(6,270)	0	0	0	0	(4,967)	0	(4,967)
Other comprehensive income and expenditure	0	0	0	0	0	0	0	0	2,416	2,416
Total Comprehensive Income and Expenditure	1,303	0	(6,270)	0	0	0	0	(4,967)	2,416	(2,551)
Adjustments between accounting basis and funding basis under regulations (note 9)	(941)	0	4,458	0	1,646	(1,503)	175	3,835	(3,835)	0
Net (Increase)/Decrease Before Transfers to Earmarked Reserves	362	0	(1,812)	0	1,646	(1,503)	175	(1,132)	(1,419)	(2,551)
Transfers to/(from) earmarked reserves (notes 10/11)	(362)	(1,117)	1,812	(333)	0	0	0	0	0	0
(Increase) / Decrease in Year	0	(1,117)	0	(333)	1,646	(1,503)	175	(1,132)	(1,419)	(2,551)
Balance at 31 March 2018	(3,000)	(25,843)	(1,000)	(12,409)	(5,915)	(2,277)	(3,089)	(53,533)	(212,411)	(265,944)

BALANCE SHEET AS AT 31 MARCH

2016/17			2017/18	
£000	£000	Notes	£000	£000
		Long-Term Assets		
		Property, Plant and Equipment:		
367,521		Council Dwellings	12	366,652
65,932		Other Land and Buildings	12	67,298
3,926		Vehicles, Plant and Equipment	12	4,378
4,394		Infrastructure	12	4,047
0	441,773	Assets Under Construction	12	3,046
	2,533	Investment Property	13	4,695
	20,074	Long-Term Investments	14	21,180
	1,787	Long-Term Debtors	15	1,564
	466,167	Total Long-Term Assets		472,860
		Current Assets		
0		Assets Held For Sale - Property	55	1,950
29,459		Short-Term Investments	16	36,731
371		Inventories	17	340
9,795		Short-Term Debtors	18	11,236
(2,238)		Bad Debt Provision	18	(2,447)
11,850		Cash and Cash Equivalents	19	4,552
	49,237	Total Current Assets		52,362
	515,404	Total Assets		525,222
		Current Liabilities		
(4,351)		Short-Term Borrowing	20	(4,350)
(16,540)		Short-Term Creditors	21	(19,741)
(50)		Developers' Contributions - Receipts in Advance	22	(127)
	(20,941)	Total Current Liabilities		(24,218)
		Long-Term Liabilities		
(139,808)		Long-Term Borrowing	23	(135,507)
(2,913)		Provisions	24	(3,608)
(341)		Capital Grants - Receipts in Advance	25	(133)
(1,352)		Developers' Contributions - Receipts in Advance	26	(788)
(86,656)		Net Pensions Liability	43	(95,024)
	(231,070)	Total Long-Term Liabilities		(235,060)
	263,393	Net Assets		265,944
		Usable Reserves		
3,000		General Fund Balance		3,000
24,726		Earmarked Reserves	10	25,843
1,000		Housing Revenue Account Balance		1,000
12,076		Capital Programme Reserve	11	12,409
7,561		Capital Receipts Reserve	27	5,915
774		Community Infrastructure Levy Unapplied	28	2,277
3,264	52,401	Developers' Contributions Unapplied	28	3,089
		Unusable Reserves		
33,537		Revaluation Reserve	29	36,099
262,914		Capital Adjustment Account	30	269,967
253		Available For Sale Financial Instruments Reserve	31	73
567		Deferred Capital Receipts Reserve	32	554
(86,656)		Pensions Reserve	33	(95,024)
594		Collection Fund Adjustment Account	34	946
(217)	210,992	Accumulating Absences Adjustment Account	38	(204)
	263,393	Total Reserves		265,944

**HOUSING REVENUE ACCOUNT
INCOME AND EXPENDITURE STATEMENT**

2016/17		Notes	2017/18
£000			£000
	Income		
(26,286)	Dwelling rents		(25,991)
(721)	Non-dwelling rents		(758)
(743)	Charges for services and facilities		(734)
(279)	Contributions towards expenditure		(906)
(28,029)			(28,389)
	Expenditure		
4,236	Repairs and maintenance	3	4,323
4,633	Supervision and management		5,088
43	Rents, rates, taxes and other charges		34
(25,349)	Depreciation, impairment and revaluation of non-current assets	4	9,541
17	Debt Management Costs		18
66	Movement in the allowance for bad debts		132
(16,354)			19,136
(44,383)	Net Income of HRA Services as included in the Comprehensive Income and Expenditure Statement		(9,253)
76	HRA services' share of Corporate and Democratic Core		76
(44,307)	Net Income for HRA Services		(9,177)
	HRA share of the Operating Income and Expenditure included in the whole authority Comprehensive Income and Expenditure Statement		
(1,638)	(Gain) / Loss on sale of HRA non-current assets		(1,754)
4,467	Interest payable and similar charges		4,466
(90)	Interest and investment income		(102)
477	Net interest on the net defined benefit liability / (asset)	5	386
(13)	Income and expenditure in relation to investment properties and changes in their fair value		(13)
(279)	Capital Grants and Contributions Receivable		(76)
(41,383)	(Surplus) or Deficit for the year on HRA services		(6,270)

COLLECTION FUND – COUNCIL TAX

The Council collects council tax for its own spending needs and on behalf of Hampshire County Council, Police and Crime Commissioner for Hampshire, Hampshire Fire and Rescue Authority and local town and parish councils.

2016/17			2017/18	
£000	£000		£000	£000
	(108,437)	Income		
		Income from Council Tax		(114,098)
		Transfers to / (from) General Fund:		
(4)		Flood Relief	(3)	
(50)		Family Annex Relief	(57)	
1	(53)	Transitional Relief	0	(60)
	(108,490)	Total Income		(114,158)
		Expenditure		
		Precepts:		
75,153		Hampshire County Council	79,493	
11,173		Police and Crime Commissioner for Hampshire	11,608	
4,359		Hampshire Fire And Rescue Authority	4,479	
16,162		New Forest District Council (including town and parish council requirements)	16,930	
	106,847			112,510
		Bad and Doubtful Debts		
208		Write-offs	126	
7	215	Increase / (decrease) in provisions	57	183
		Contributions:		
	928	Previous year's estimated council tax surplus		1,418
	107,990	Total Expenditure		114,111
	(500)	Movement on fund balance		(47)
(963)		(Surplus) / Deficit at 1 April		(1,463)
(500)		Movement on fund balance for year		(47)
	(1,463)	(Surplus) / Deficit at 31 March		(1,510)

COLLECTION FUND – BUSINESS RATES

The Council collects business rates for its own spending needs and on behalf of the Government, Hampshire County Council and Hampshire Fire and Rescue Authority.

2016/17			2017/18	
£000	£000		£000	£000
		Income		
	(61,495)	Income collectable from Business Ratepayers Current System		(65,951)
	(36)	Transitional Protection Payments		(987)
	(61,531)	Total Income		(66,938)
		Expenditure		
32,806		Payments to DCLG - Business Rates Retention	31,999	
26,245		New Forest District Council	25,599	
5,905		Hampshire County Council	5,760	
656		Hampshire Fire And Rescue Authority	640	
282		Costs of Collection	278	
25		NFDC - Renewable Energy Schemes	12	
	65,919			64,288
		Bad and Doubtful Debts		
228		Write-offs	318	
66		Increase / (decrease) in provisions	(118)	
(6,060)		Appeals Provision	2,450	
	(5,766)			2,650
	(927)	Contributions: Previous year's estimated business rates deficit		(864)
	59,226	Total Expenditure		66,074
	(2,305)	Movement on fund balance		(864)
	1,372	(Surplus) / Deficit at 1 April		(933)
	(2,305)	Movement on fund balance for year		(864)
	(933)	(Surplus) / Deficit at 31 March		(1,797)

CASH FLOW STATEMENT

2016/17			2017/18
£000		Notes	£000
(41,086)	Net (surplus) or deficit on the provision of services		(4,967)
21,026	Adjustments to net surplus or deficit on the provision of services for non-cash movements	35	(15,541)
5,083	Adjustments for items included in the net surplus or deficit on the provision of services that are investing and financing activities	35	4,683
(14,977)	Net cash flows from Operating Activities		(15,825)
16,997	Investing Activities	36	21,360
(1,429)	Financing Activities	37	1,763
591	Net (increase) or decrease in cash and cash equivalents		7,298
(12,441)	Cash and cash equivalents at the beginning of the reporting period		(11,850)
(11,850)	Cash and cash equivalents at the end of the reporting period	19	(4,552)