

WARWICK DISTRICT COUNCIL
STATEMENT OF ACCOUNTS 2007/08

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NOTES TO THE CORE FINANCIAL STATEMENTS

Capital Expenditure and Financing

	2007/08 £'000	2006/07 £'000
Opening Capital Financing Requirement	(1,697)	(1,697)
Capital Investment:		
Operational Assets	7,295	5,964
Non-Operational Assets	150	12
Intangible Assets / Deferred Charges	2,026	2,266
Sources of Finance:		
Capital Receipts	(3,955)	(1,651)
Government grants and other contributions	(1,413)	(1,639)
Sums set aside from revenue	(4,103)	(4,952)
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Closing Capital Financing Requirement	(1,697)	(1,697)
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Capital expenditure during the year amounted to £9.47m. It should be noted that capital expenditure does not necessarily increase the capital value of assets. For example, the majority of expenditure that results in Intangible Assets / Deferred Charges (£2.026m in 2007/08) is written off in the year that it arises since there is no physical asset created (e.g. Environmental Health Improvement Grants) which is owned by the Council.

The main items of capital expenditure in 2007/08 were:

	£'000
General Fund Capital Programme:	
Refuse / Recycling	1,211
e-government and ICT Strategy	1,158
Corporate Properties	380
Car Park Refurbishments / Enhancements	350
Purchase of Oakley Woods	330
Environmental Works	204
Housing Investment Programme:	
Housing Associations - Grants re new Dwellings / Improvements	600
Housing Improvements - Improvements / Renewals	3,507
- Renovation Grants	380
- Equipment / Software	257
- Purchase of Property	218
<u>Significant capital expenditure projects in 2008/09 include:</u>	
General Fund:	
Regeneration - Leamington Old Town	1,804
Implementing e-government / New I.T. Systems	1,172
Leisure Developments	646
Conservation and Environmental Development	508
Office Alterations	287
Car Park Refurbishments / Enhancements	260
Regeneration - Rural Initiatives	250
Flood Alleviation Schemes	224
St. Mary's Lands Development	207
Housing Investment Programme:	
Council House Improvements / Renewals	5,898
Renovation Grants and Disabled Facilities Grants	1,063
Housing Associations - Grants re New Dwellings / Improvements	800
Equipment	199

NOTES TO THE CORE FINANCIAL STATEMENTS

(a) Revaluations Reserve:

	£'000
Balance 1 April 2007	-
Gains and losses transferred during the year from revenue or credited / debited direct to the reserve	21,547
Transactions with other reserves during the year	-
Balance 31 March 2008	<u>21,547</u>

(b) Capital Adjustment Account:

	£'000	£'000
Balance brought forward 1 April 2007		390,944
Credits to the Reserve:		
- Government Grants Deferred written out	89	
- Capital Expenditure financed from Capital Receipts	3,955	
- Capital Expenditure financed from Revenue and Reserves	4,477	8,521
		<u>399,465</u>
Debits to the Reserve:		
- Intangible Assets written out	(2,017)	
- Other Partners' Share of WDP 2007/08 expenditure written out	(18)	
- Housing Advances principal repaid	(2)	
- Minimum Revenue Provision (M.R.P.) - net of depreciation	(6,801)	
- Reversal of Fixed Assets Gains / Losses	(2,875)	(11,713)
BALANCE CARRIED FORWARD 31 MARCH 2008		<u>387,752</u>

(c) Available-for-sale Financial Instruments Account:

	£'000
Balance 1 April 2007	-
Gains and losses transferred during the year from revenue or credited / debited direct to the reserve	-
Transactions with other reserves during the year	-
Balance 31 March 2008	<u>-</u>

(d) Financial Instruments Adjustment Account:

	£'000
Balance 1 April 2007	(2,084)
Overhanging Premia transferred to Account / Amortised to revenue in year	398
Transactions with other reserves during the year	-
Balance 31 March 2008	<u>(1,686)</u>

