

Summary of accounts 2014/15

Income and Expenditure

The Income & Expenditure Account below presents the cost of running Council Services for the 2014/15 financial year. It also shows where the money came from to finance these costs. The Service Expenditure analysis section has been provided as prescribed by CIPFA and the accounts are presented in the formats as required by the code of practice.

Council Tax:

Council Tax is collected by the Council and where applicable includes precepts for the police and community councils. These precepts are then passed onto the relevant bodies.

Band D Council Tax	£
Cardiff Council	973.77
Police & Crime Commissioner for South Wales	190.34
Total	1,164.11

Net Proceeds from Council Tax	£000
Council Tax Collectible	165,499
Provision for Non-Payment	(779)
Total	164,720

Total Council Tax income accounts for just over a quarter of the Council's net expenditure

At the end of March 2015 the provision for bad debt relating to council tax was £5.6m

The council collected for 2014/15 97.0%

Non-Domestic Rates:

Non-Domestic Rates (NDR) are taxes levied based on the value of buildings used in business or for non-domestic purposes. The rates are set by the Welsh Government but collected by the Council. The funds are collected in one pool and redistributed to Councils on the basis of adult population.

Non-Domestic Rates collectable	178,500
Cost of collection allowance	(8,300)
Provision for non payment of NDR	(4,300)
Payment into national pool	173,300
Redistribution from national pool	(109,600)

The Welsh Government 2014/15 NDR rate is 47.3p per pound of the business' rateable value

The net NDR collected by Cardiff for 14/15 totalled £173m. Cardiff received £110m after redistribution

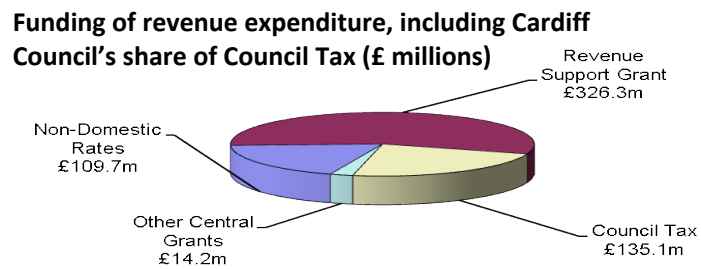
The majority 53% of total income for the year 2014/15 received through Grants from the Welsh Government

Income and Expenditure	Gross Expenditure £000	Gross Income £000	Net Expenditure £000
Central Services to the Public	51,249	(17,958)	33,291
Cultural & Related Services	58,205	(27,886)	30,319
Environmental & Regulatory Services	58,066	(23,779)	34,287
Planning Services	20,081	(19,905)	176
Children's and Education Services	404,850	(98,971)	305,879
Highways & Transport Services	64,252	(19,387)	44,865
Housing Revenue Account	69,971	(65,231)	4,740
Housing Services (General Fund)	181,640	(175,755)	5,885
Adult Social Care	127,857	(25,777)	102,080
Corporate & Democratic Core	9,982	(2,004)	7,978
Non-Distributed Costs	3,405	323	3,728
Net Cost of Services	1,049,558	(476,330)	573,228
South Wales Police Authority Precept	26,411	0	26,411
Community Council Precepts	256	0	256
Levies & Contributions	16,984	0	16,984
(Gain)/loss on sale of fixed assets	1,586	(5,774)	(4,188)
Other Operating Expenditure	45,237	(5,774)	39,463
Interest Payable on debt	24,616	0	24,616
Pensions Interest cost	19,416	0	19,416
Interest & Investment Income	0	(1,091)	(1,091)
Change in fair value of Investment Properties	6,161	(12,391)	(6,230)
Financing /Investment Income & Expenditure	50,193	(13,482)	36,711
Recognised Capital Grants & Contributions	0	(28,165)	(28,165)
Revenue Support Grant	0	(326,291)	(326,291)
Non-Domestic Rates	0	(109,695)	(109,695)
Council Tax Income	779	(165,499)	(164,720)
Other Central Grants	0	(13,608)	(13,608)
Taxation & Non-Specific Grant Income	779	(643,258)	(642,479)
Deficit on Provision of Services			6,923
Revaluation Gains			(937)
Revaluation Losses			2,844
Impairment losses on non-current assets charged to the Revaluation Reserve			412
Deficit on revaluation of available for sale financial assets			2,211
Actuarial (gains)/losses on pension assets/liabilities			51,492
Other Comprehensive Income & Expenditure			56,022
Total Comprehensive Income & Expenditure			62,945

Balance Sheet		£000	£000	Movement on Council Fund Balance		£000
Property Plant & Equipment			1,882,336	Surplus or (deficit) on the provision of Services (exc. Housing Revenue Account)		(11,619)
Long-term Investments		17,316		Other Comprehensive Income and Expenditure		0
Long-term Debtors		2,790	20,106	Adjustments between accounting basis & funding basis under regulations		16,625
Total Long Term Assets			1,902,442	Transfers to/(from) Earmarked Reserves		(3,265)
Short-term Investments		42,185		Other Movements in Reserves		0
Assets held for Sale		3,040		Increase/(Decrease) in 2014/15		1,741
Inventories		2,109		Balance at 31 March 2014 carried forward		11,413
Short-term Debtors		90,982		Balance at 31 March 2015 carried forward		13,154
Cash and Cash Equivalents		23,137				
Total Current Assets			161,453			
Short Term Borrowing	(12,964)					
Short Term Creditors	(94,801)					
Pension Strain	(2,830)					
Provisions	(9,011)					
Deferred Liabilities	(1,024)					
Total Current Liabilities			(120,630)			
Long Term Borrowing	(464,808)					
Provisions	(31,399)					
Deferred Liabilities	(7,217)					
Capital Contributions Receipts in Advance	(10,095)					
Revenue Grants Receipts in Advance	(3,734)					
Capital Grants Receipts in Advance	(2,160)					
Pensions Strain	(6,252)					
Net Pensions Liability	(539,786)					
Total Long Term Liabilities			(1,065,451)			
NET ASSETS			877,814			
Financed by:						
Council Fund Balance		13,154				
Council Fund Earmarked Reserves		33,824				
Housing Revenue Account Balance		8,438				
HRA Earmarked Reserves		238				
Capital Receipts Reserve		1,336				
Usable Reserves			56,990			
Revaluation Reserve		201,371				
Capital Adjustment Account		1,164,708				
Deferred Capital Receipts		87				
Available for Sale Financial Instruments Reserve		13,563				
Financial Instruments Adjustment Account		(2,367)				
Pensions Reserve		(548,868)				
Accumulated Absences Adjustment Account		(7,670)				
Unusable Reserves			820,824			
TOTAL RESERVES			877,814			

The Council Fund	Earmarked Reserves for 14/15	Earmarked Reserves
Balance of £13.154m represents accumulated surpluses retained by Cardiff Council	totalled £34.062m, including £5.958m of Schools Reserves	are sums of money put aside for specific uses. A detailed list can be found in the full Statement of Accounts

Housing Revenue Account		£000
Income		
Dwelling rents		(58,586)
Non-dwelling rents		(67)
Charges for services and facilities		(6,578)
Total Income		(65,231)
Expenditure		
Repairs and maintenance		20,739
Supervision and management		17,833
Rents, rates, taxes and other charges		128
Housing Revenue Account subsidy payable		14,464
Provision for bad and doubtful debts		523
Depreciation and impairment of non-current assets		15,899
Sums directed by the Welsh Government (expenditure)		353
Debt management costs		32
Total Expenditure		69,971
HRA Services' share of Corporate and Democratic Core		42
Net Cost for HRA Services		4,782
HRA share of the operating income and expenditure		
(Gain)/loss on sale of HRA non-current assets		(2,819)
Interest payable and similar charges		4,806
Changes in fair value of investment properties		80
Interest and Investment income		(65)
Capital Grants and Contributions applied		(11,480)
Surplus for year on HRA services		(4,696)
Balance on HRA at end of previous year		8,124
Surplus for year on HRA services		4,696
Adjustments between accounting basis and funding basis under regulations and reserves		(4,828)
Transfers to/from Reserves		446
Net increase in the year on the HRA		314



Balance on HRA at end of current year

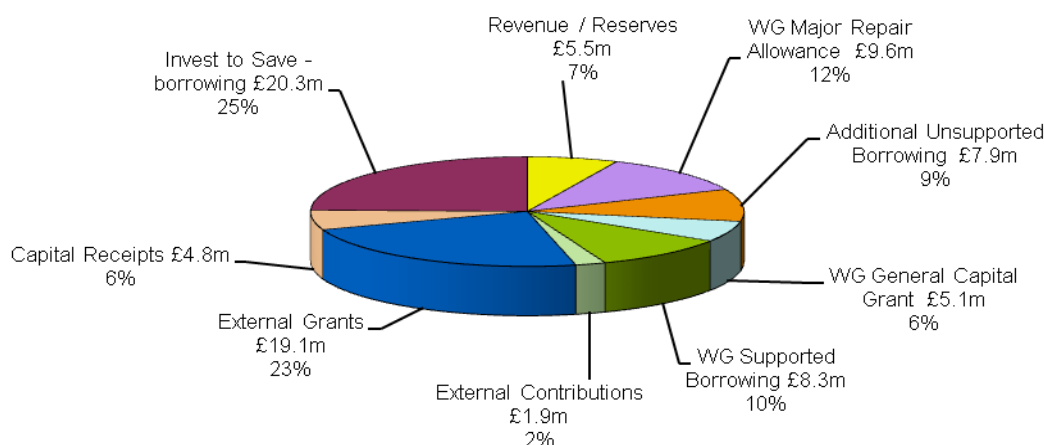
8,438

Capital Expenditure:

Capital expenditure represents money spent on improving, acquiring and enhancing assets that are used in the provision of services as well as a number of items determined by legislation. Capital expenditure during the year totalled £82.5 million, with the main items of expenditure described in the table below:

		£m
Housing & Neighbourhood Renewal/Citizen Hubs	Improvements to public housing, local shopping parades and disabled adaptations. Development of citizen hubs at various locations.	27.2
Education & Lifelong Learning	Significant investment in property renewal, predominantly in relation to new and refurbished schools.	24.8
Highways & Transportation	Road resurfacing, drainage, street lighting, road safety, public transport and energy efficiency improvements. Implementation of the cycle strategy and moving traffic offences.	15.9
Economic Development	Development in respect of the Cardiff Enterprise Zone and investment in superfast broadband and public WIFI.	6.0
Other	Includes loans, grants and equity to businesses, improving IT systems and Waste Management.	8.6

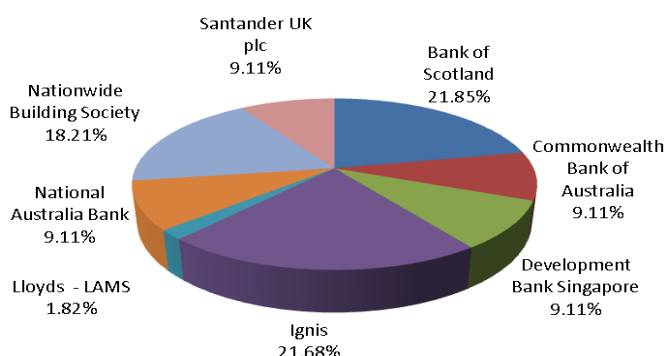
Funding of Capital Expenditure



Treasury Management:

The Council follows the CIPFA Treasury Management Code of Practice and is compliant with the Prudential Code of Capital Finance in Local Authorities. Investments of £54.9m are deposited for various maturities with Financial Institutions.

Investments by Institution



Borrowing

	Principal (£m)	Average Rate (%)	Average Life (years)
Public Work Loan Boards	418.1	5.33	28.42
Market and WG	52.4	4.10	45.35
Total Fixed Debt	470.5	5.19	30.31

'The information contained in this summary was extracted from the 2014/15 Statement of Accounts of Cardiff Council. A full version is available upon request from Projects and Technical Accountancy, County Hall, Atlantic Wharf, Cardiff CF10 4UW'