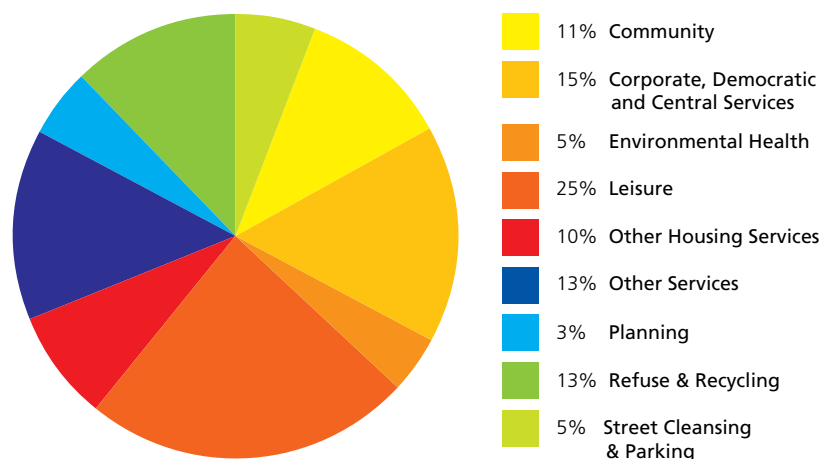


Basildon Borough Council - Summary of Accounts 2010/11

Analysis of Net Spend on Services

excluding exceptional items (includes income raised by the services)



Capital Expenditure

Money spent on buying, improving or upgrading of assets, mainly land and buildings, is referred to as capital expenditure. This type of spending must be treated separately from the running of day to day services. This is because the benefit of capital expenditure will be received over a longer period of time. The Council spent £45m on its land and property assets in 2010/11. This is how it was spent:

General Services	£ 000's
The Sporting Village and Wat Tyler Heritage Interpretation Project	24,547
Improvements to buildings, play areas & open spaces	378
Neighbourhood & town centre improvements	370
Vehicles, Plant & Equipment	235
Other	10
Council Housing	
Improvement of the Housing Stock	18,250
Other	134
Housing General Fund	
Disabled Facilities Grants	628
Private Sector Decent Homes Grants	775
Affordable Homes Investment Grant	-
Total Capital Expenditure	45,327

Capital expenditure was financed from the following:	£000's
Borrowing	28,438
Major Repairs Reserve - Stock Improvements	6,527
Capital receipts from asset sales	2,655
External funding of major projects	6,129
Other Capital contributions	1,561
Other	17
Total	45,327

Revenue Reserves

The Council has a legal duty to maintain a sensible level of General Reserves. This account shows the level of the Council's Revenue Reserves as at 31st March 2011

	£000's
General Fund	8,853
Housing Revenue Account	4,200
Earmarked Reserves*:	
General Fund	11,649
HRA	595
Total Reserves	25,297

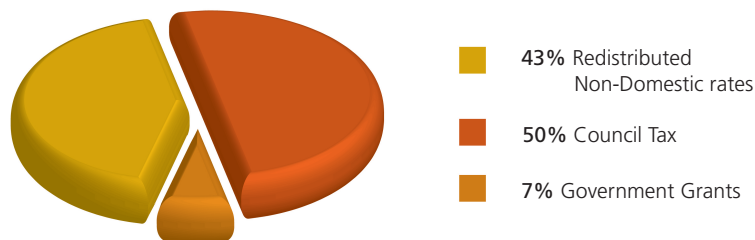
*These are reserves set aside for specific items such as insurance arrangements, replacement of IT facilities and other contingencies.

Income & Expenditure Account

This account shows the day to day spending, such as salaries, repairs and supplies on the full range of services provided by the council. It also reflects any income raised by services e.g. from fees and charges.

	£000's
Community	3,361
Corporate, Democratic and Central Services	4,376
Environmental Health	1,496
Leisure	7,544
Other Housing Services	2,911
Other Services	3,958
Planning	883
Refuse & Recycling	3,774
Street Cleansing & Parking	1,641
Net cost of General Fund services (before exceptional items)	29,944
Exceptional Items**	(12,081)
Net cost of General Fund services	17,863
Add:	
Transfer to Reserves	3,039
Parish & Town Council precepts	361
Technical adjustments (reversal of impairments, pensions etc.)	8,459
Less:	
Interest earnings	(74)
Net Operating Expenditure	29,648
The total non-service income for 2010/11 was £32.4m. As the chart shows this was received from a combination of local and national taxes.	
Received:	
Redistributed Non-Domestic Rates	13,869
Council Tax	16,384
Government Grants	2,163
Net General Fund Surplus for the Year	2,768

Non-Service Income Sources For Basildon



Balance Sheet

This shows the financial position of the Council or more simply what the Council is worth as at 31 March 2011

	£000's
Buildings and land owned by the Council	631,093
Stock	280
Money owed to the Council	20,896
Cash and investments	2,201
Total Assets	654,470
Borrowing	(157,526)
Money owed by the Council	(21,087)
Provisions for future spending	(5,101)
Liability related to Pension scheme	(60,639)
Net Value of Assets	410,117

**Exceptional items relate to backdated VAT claim (£1,569,000) and a Pension Fund adjustment (£10,512,000) regarding a change in the regulations to calculate future liabilities based on CPI as opposed to RPI.

Glossary

An explanation of some of the terms found in this Summary

Net Cost

The total value of expenditure left after income has been deducted

General Fund

The main revenue fund of the Council. Day to day spending and income from services is accounted for here. This excludes expenditure and income on Council Housing, which are accounted for separately in the Housing Revenue Account.

Redistributed Non-Domestic Rates

Refers to business rates that are paid into a national pool. The Government then reallocates this pool back to local authorities on a population basis.

Depreciation

A figure equating to the reduction in the value of an asset due to wear, consumption or any other decrease in its useful life.

Impairment

A reduction in the valuation of a fixed asset caused by an event occurring to the asset or to the economic environment in which it operates.

Reserves

A Council's accumulated surplus over the years. Reserves are available at the discretion of the Council to meet items of expenditure in future years.

Technical Adjustments

These are adjustments reversing out entries required to conform with accepted accounting practices, which do not have an impact on the amount raised from Council Tax.

A full copy of the Council's accounts is available on the Council website (www.basildon.gov.uk). If you have any comments or suggestions on the content of this summary or require further information relating to the Council's accounts, please contact: Basildon Borough Council, The Basildon Centre, St Martin's Square, Basildon, Essex, SS14 1DL or email: finance@basildon.gov.uk

Housing Revenue Account

This account summarises income and expenses associated with the provision of council housing. There is no contribution from Council Tax towards expenditure.

	£000's
Income	
Council house rents	(43,099)
Other income	(5,544)
Expenditure	(48,643)
Repairs & maintenance	9,794
Supervision & management	14,884
Depreciation of Assets	131,094
Other costs	7,631
Net Cost of HRA Service	163,403
Interest payable	7,938
Technical adjustments eg reversal of impairments	(123,266)
Net HRA Surplus for the Year	(568)

The council owned 6,554 houses and bungalows and 4,820 flats at 31st March 2011.