

Draft Summarised Accounts

Canterbury City Council's accounts are an important element in demonstrating the stewardship of public money. They show the resources available to the council and how they are used to deliver services to the local district.

This is a summary of the full Statement of Accounts, showing the financial position for the year ending 31 March 2007

Income & Expenditure Account and Movement in General Fund Balance

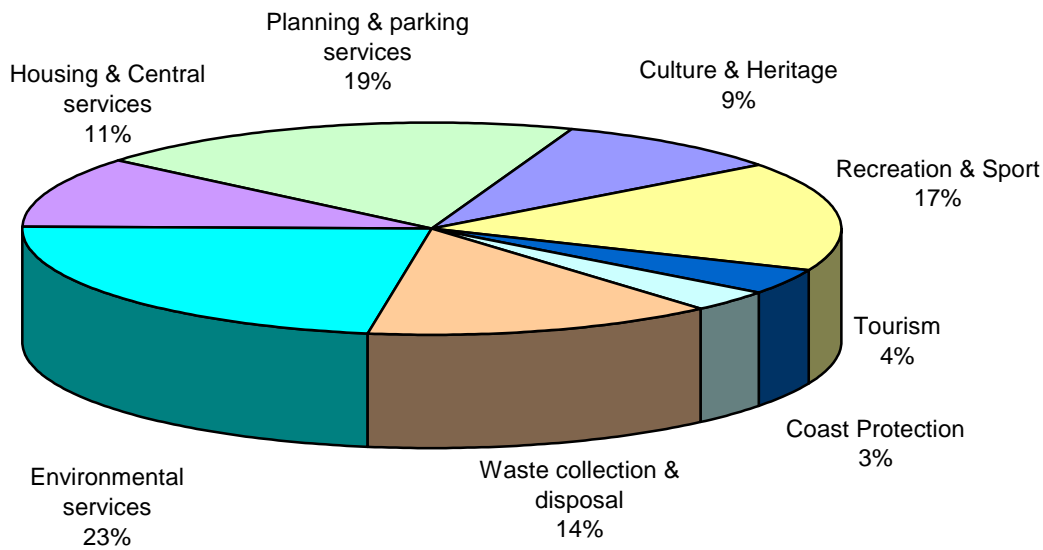
The income and expenditure account shows the money paid and money received for the council's day to day services throughout the year.

Revenue Account for the year ended 31 March 2007	Gross expenditure	Gross income	Net expenditure
	£'000	£'000	£'000
Culture and Heritage	2,376	675	1,701
Recreation, sport & open spaces	3,644	485	3,159
Tourism	1,152	405	747
Coast Protection	1,119	503	616
Waste collection and disposal	3,072	467	2,605
Environmental services	5,016	742	4,274
Planning and parking services	13,517	9,880	3,637
Housing Services	45,786	47,829	-2,043
Central Services	15,571	11,481	4,090
Net cost of services	91,253	72,467	18,786
Less notional surplus on disposal of assets			- 10,267
Plus loan interest and other adjustments			1,024
Amount to be met from government grants & local taxation			9,543
Financed by:			
Council Tax			- 8,291
Revenue support grant			- 1,905
Contribution from Non-domestic Rate pool			- 9,828
LABGI* grant			- 1,407
Total			- 21,431
Surplus for the year			- 11,888
Add back notional surplus on disposal of assets			10,267
Other net statutory & non-statutory amounts debited from the General Fund			1,468
Increase in General Fund Balance for the year			-153
General fund balance as at 31 March 2006			- 2,035
General fund balance as at 31 March 2007			- 2,188
Increase in General Fund Balance for the year			- 153

The surplus for the year of £153,000 equates to only 0.8% of net expenditure.

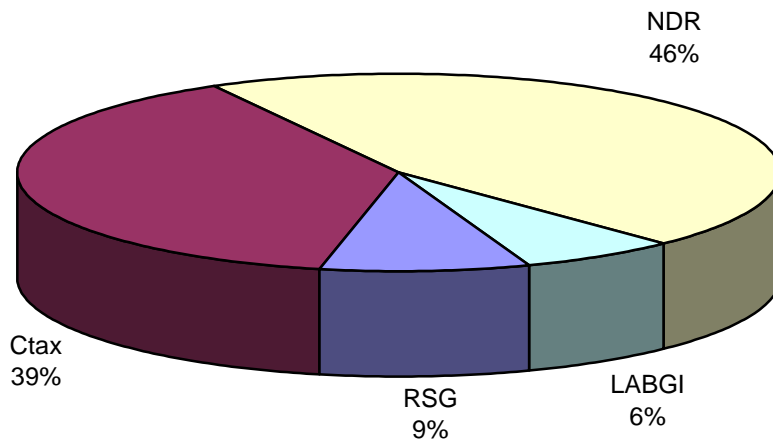
Net expenditure

The pie chart below shows the net result of the council's income and expenditure totalling £18,786,000 and indicates the major categories of services provided.



Finance Income

The pie chart below shows the total finance income of £21,431,000 identifying the various sources.



The Revenue Support Grant (RSG) is paid directly from central government.

Non Domestic Rates (NDR) are the rates paid by businesses in the Canterbury district, which are all paid to a central government pool. The 46% represents our share of the pool.

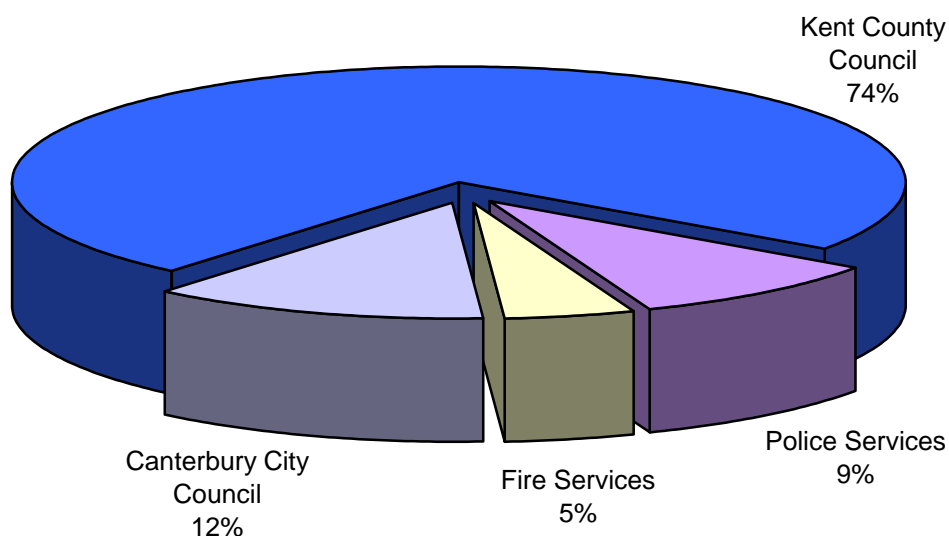
*Local Authority Business Growth Incentive (LABGI) is a grant paid by the government to encourage economic growth by allowing local authorities to keep a share of increased NDR revenue.

The Council Tax income is the proportion paid to Canterbury City Council for our services.

Where does your Council Tax go?

The council collects Council Tax for the district of Canterbury, Whitstable, Herne Bay and the rural areas. This is held in a separate fund and then distributed as shown in the pie chart below.

As you can see below, only 12% of your Council Tax goes towards services provided by Canterbury City Council.



Cost of Housing Services

The Housing Revenue Account (HRA) is a separately maintained account showing the costs of running the Council's housing stock used to accommodate council tenants

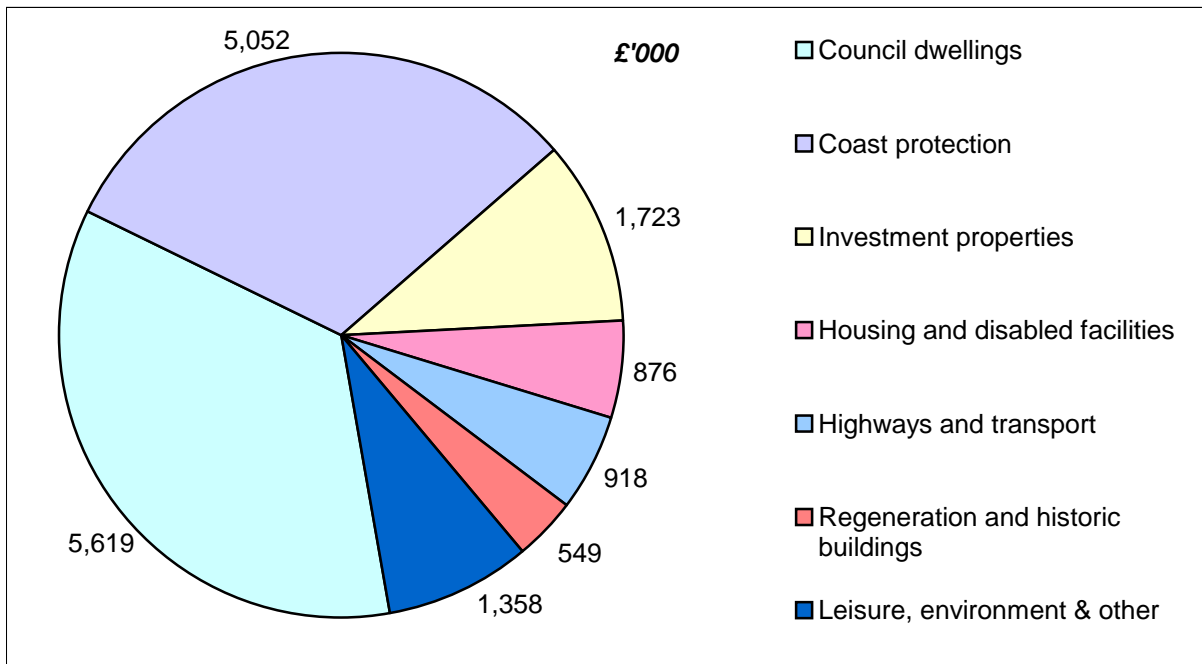
The HRA expenditure is financed by rents and service charges.

	£ '000
Income	
Dwelling rents	17,197
Non-dwelling rents	436
Charges for services and facilities	1,314
Total income	18,947
Expenditure	
Repairs and maintenance	3,694
Management of housing stock	4,712
Subsidy payable to government	3,533
Capital	3,296
Insurance and rents	353
Total expenditure	15,588
Net cost of HRA Services	- 3,359
Corporate costs	113
Investments, interest, borrowing & gains	- 470
Total surplus for the year	- 3,716
Financing capital expenditure	1,390
Other statutory amounts debited to HRA balance	1,366
Increase in HRA balance for the year	-960
HRA balance as at 31 March 2006	- 4,729
HRA balance as at 31 March 2007	- 5,689
Increase in HRA balance for the year	- 960

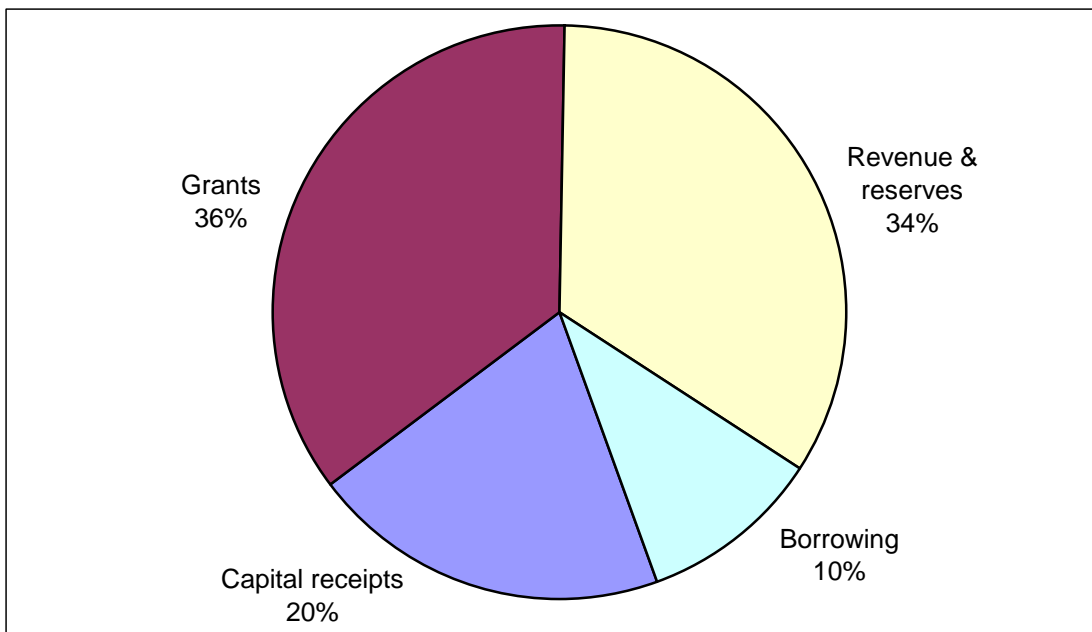
The Council is responsible for managing a housing stock of 5,319 properties as at 31 March 2007

Capital spending

Unlike the revenue account, capital spending is incurred on either acquiring new assets or enhancing existing assets. The council receives the benefit from capital expenditure over a long period of time. The pie chart below shows capital expenditure for 2006/07 in £'000



Paying for capital spending



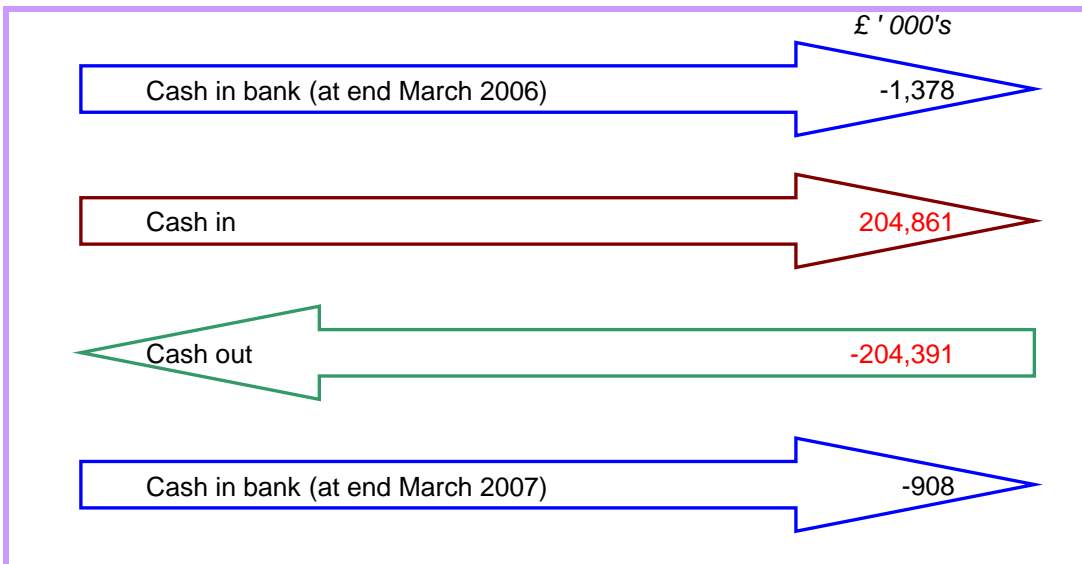
Financial Position

At the end of each year, we draw up a balance sheet that represents how much Canterbury City Council's land and buildings are worth, how much is owed to others, how much others owe us and the amount of cash we have.

As at 31 March 2007	£ '000
Value of land and property	503,355
Investments and cash in bank	41,588
Money owed to Canterbury City Council	8,825
Money owed by Canterbury City Council	- 16,865
Loans outstanding	- 23,768
Other long term liabilities	- 63,918
Total assets less total liabilities	449,217
Financed by:	
Revenue balances	8,053
Reserves and revaluation account	358,832
Capital financing	82,332
Total equity	449,217

Cash flow

The cash flow summarises the inflows and outflows of cash arising from dealings with third parties.



Audit approval

The council's accounts are audited each year by the Audit Commission. This is to ensure the financial statements present fairly the financial position of the council and its income and expenditure for the year. At the time of going to print, the draft 2006/2007 accounts are unaudited.

Audited Statement of Accounts will be available from www.canterbury.gov.uk/finance from 1 October 2007

Further information

We compiled the figures in the Statement of Accounts using proper accounting practice. However, we have made some modifications to this summary to provide meaningful information.

Please call 862 000 if you would like this document in another format, including Braille, large print, audio tape or other languages.

For a full copy of the accounts go to www.canterbury.gov.uk/finance or call 862 000