

So what were the key highlights from the draft accounts and are they still valid?

- £1.6m set aside into reserves (over and above budgeted transfers) as a result of surpluses on the revenue budgets.
- Pension fund deficit moved adversely by £10m, reflecting assumptions about future inflation
- Earmarked reserves increased to £15.7m from £8.9m (2019/20), however circa £3.9m set aside to meet Torrige's share of the 2020/21 loss on the NNDR Collection Fund and £0.8m put aside to reserves with respect to Central Government Covid-19 grants received in advance.
- Rise in short terms creditors £12.6m from £3.4m (2019/20) reflects Business Support Grants monies received from Central Government but not distributed.
- Rise in short term debtors £8.9m vs £2.9m (2019/20) reflects that (Central Government, Devon County, Fire) owe Torrige for Business Rates income paid over based upon budget rather than actual.
- £41.7m of expenditure and income Excluded from the accounts as it relates to business support grants where the Council is simply acting as an agent of the Government.
 - **ALL OF THE ABOVE REMAIN TRUE**

Changes from the draft accounts

- Various minor typos
- Some added emphasis and points of clarity in narrative
 - Page 9 Capital expenditure narrative, added explanation that the main reason for slippage on the capital program being the failure to deliver the Environmental Centre.
 - Page 16 Revised to include statement as to projected balance on the Transition in Government Funding reserve by 2025/26

Draft

Torrige District Council Financial Statements 2020/21



Notes to the Accounts

10 Trading Operations Disclosure longer required

2019/20			2020/21			
Expend-iture	Income	(Surplus) / Deficit		Expend-iture	Income	(Surplus) / Deficit
£000	£000	£000		£000	£000	£000
			Planning & Development Services			
955	(555)	400	Industrial Units and Managed Offices			
80	(153)	(72)	Livestock and Pannier Markets			
169	(79)	90	Harbours and Pilotage			
			Highways, Roads and Transport			
866	(1,304)	(438)	Off-street parking			
2,071	(2,091)	(20)	Total			

No longer a required disclosure for completeness 2020/21 figures included: Note will not appear in 2021/22 Statement of Accounts

Final

10 Trading Operations

2019/20			2020/21			
Expend-iture	Income	(Surplus) / Deficit		Expend-iture	Income	(Surplus) / Deficit
£000	£000	£000		£000	£000	£000
			Planning & Development Services			
955	(555)	400	Industrial Units and Managed Offices	517	(569)	(52)
80	(153)	(72)	Livestock and Pannier Markets	56	(150)	(94)
169	(79)	90	Harbours and Pilotage	128	(56)	72
			Highways, Roads and Transport			
866	(1,304)	(438)	Off-street parking	662	(782)	(120)
2,071	(2,091)	(20)	Total	1,363	(1,557)	(194)

Notes added to the bottom of note 18 detailing the Council Depreciation Policy

Accumulated Depreciation and Impairment							
At 1 April	(9,370)	(6,006)	(335)		(52)		(15,763)
Depreciation charge	(554)	(693)	(32)				(1,279)
Depreciation written out to the Revaluation Reserve	(348)	(0)					(348)
Derecognition - Disposals	67						67
Other adjustments							
At 31 March	(10,205)	(6,699)	(367)		(52)		(17,323)

Net Book Value

At 31 March 2021	29,804	3,029	409	1,555	305	891	35,993
At 31 March 2020	30,099	3,297	441	1,130	309	1,255	36,531

Depreciation is calculated on a straightline basis over useful life of the asset

- Buildings - useful lives are provided by valuer annually
- Specialist plant and equipment - 10-25 years
- Fleet vehicles - 6-9 years
- Secondhand vehicles - estimated useful life left
- General plant and equipment - 2-15 years
- Infrastructure assets - 10-60 years

Added narrative at the bottom of Assets held for sale note, to include land at Cleave Wood

24 Assets Held for Sale

2019/20 £000		2020/21 £000
2,772	Balance at start of the year	2,635
7	Additions	11
	Reclassification	
(144)	Revaluation	(25)
2,635	Balance at year end	2,621

Sale of the Brunswick Wharf and land at **Cleave Wood** has been agreed subject to completion of the necessary due diligence work.

Corrections

Audit Fees Note