

Core financial statements

The following pages show the council's core financial statements, and the notes to the accounts. The core statements are as follows:

Comprehensive Income and Expenditure Statement (CIES) (page 27). This shows the accounting cost in the year of providing services in accordance with generally accepted accounting practices, rather than the amount to be funded from taxation. Authorities raise taxation (council tax) to cover expenditure in accordance with regulations; this may be different from the accounting cost. The taxation position is shown in both the Expenditure and Funding Analysis and the Movement in Reserves Statement.

Movement in Reserves Statement (MiRS) (page 28). The MiRS shows the movement from the start of the year to the end on the different reserves held by the authority, analysed into 'usable reserves' (i.e. expenditure or reduce local taxation) and other 'unusable reserves'. It shows how the movements in year of the authority's reserves are broken down between gains and losses incurred in accordance with generally accepted accounting practices and the statutory adjustments required to return to the amounts chargeable to council tax for the year. The net increase/decrease line shows the statutory general fund balance in the year following those adjustments.

Balance Sheet (BS) (page 29). This shows the value (as at the balance sheet date) of the assets and liabilities recognised by the council. The net assets of the council (being assets less liabilities) are matched by the reserves held by the council. Reserves are reported in two categories. The first category of reserves are usable reserves, i.e. those that the council may use to provide services, subject to the need to maintain a prudent level of reserves and any statutory limitations on their use (e.g. the capital receipts reserve that may only be used to fund capital expenditure or repay debt). The second category of reserves includes reserves that hold unrealised gains and losses (e.g. the revaluation reserve), where amounts would only become available to provide services if the assets are sold; and reserves that hold timing differences shown in the MiRS line 'adjustments between accounting basis and funding basis under regulations'.

Cash Flow Statement (CFS) (page 30). This shows the changes in cash and cash equivalents of the council during the reporting period. The statement shows how the authority generates and uses cash and cash equivalents by classifying cash flows as operating, investing and financing activities. The amount of net cash flows arising from operating activities is a key indicator of the extent to which the operations of the council are funded by way of taxation and grant income or from the recipients of services provided by the council. Investing activities represent the extent to which cash outflows have been made for resources which are intended to contribute to the council's future service delivery. Cash flows arising from financing activities are useful in predicting claims on future cash flows by providers of capital (e.g. borrowing) to the council.

Notes to the core financial statements (pages 31 to 64). The core statements are supported by comprehensive notes to the accounts.

Accounting policies (pages 69 to 84). These are the accounting policies adopted in compiling the council's accounting statements which explain the basis on which the figures in the accounts have been prepared.

Supplementary financial statements.

In addition to core financial statements and notes the council, as an authority that issues council tax and business rates bills, maintains a separate income and expenditure account, the **collection fund**, showing transactions in relation to this income and how the demands on the fund from central government, Oxfordshire County Council, the Police and Crime Commissioner for Thames Valley and town and parish councils have been satisfied. This is shown on pages 65 to 68.

Comprehensive income and expenditure statement

2016/17 restated				2017/18		
Exp £000	Inc £000	Net £000		Exp £000	Inc £000	Net £000
33,727	(31,644)	2,083	Client team - 5 Councils Partnership	35,111	(32,288)	2,823
1,102	(256)	846	Strategic Management Board	965	(229)	736
2,170	(233)	1,937	Corporate Services	1,991	(274)	1,717
2,154	(1,108)	1,046	Development & Housing	1,978	(989)	989
50	0	50	Economy Leisure & Property	0	0	0
480	(109)	371	Finance	547	(86)	461
1,976	(495)	1,481	Legal & Democratic	1,903	(448)	1,455
3,886	(2,713)	1,173	Planning	3,986	(2,449)	1,537
11,834	(3,241)	8,593	Waste Leisure and Environment	9,940	(3,427)	6,513
57,379	(39,799)	17,580	Cost of services	56,421	(40,190)	16,231
3,441	0	3,441	Parish council precepts and other grants	3,680	0	3,680
0	(82)	(82)	(Gain) on the disposal of non-current assets	0	(5,410)	(5,410)
3,441	(82)	3,359	Other operating expenditure	3,680	(5,410)	(1,730)
0	(462)	(462)	Interest receivable and similar income	0	(485)	(485)
0	(120)	(120)	Other investment income (dividends)	0	(125)	(125)
0	0	0	Gains/loss on disposal of investments	0	0	0
0	0	0	Changes in fair values of investment properties	0	0	0
18	(685)	(667)	Income and expenditure in relation to investment properties	4	(619)	(615)
1,281	0	1,281	Net Interest on net defined benefit liability or asset	1,231	0	1,231
1,299	(1,267)	32	Financing and investment income and expenditure	1,235	(1,229)	6
0	(1,782)	(1,782)	Recognised capital grants and contributions	0	(1,979)	(1,979)
0	(9,361)	(9,361)	Council tax	0	(10,043)	(10,043)
0	(23,490)	(23,490)	Retained business rates	0	(21,935)	(21,935)
21,054	0	21,054	Business rates tariff	19,842	0	19,842
0	(1,134)	(1,134)	Revenue support grant	0	(564)	(564)
0	(3,935)	(3,935)	Non-ringfenced government grants	0	(4,192)	(4,192)
21,054	(39,702)	(18,648)	Taxation and non-specific grant income	19,842	(38,713)	(18,871)
83,173	(80,850)	2,323	(Surplus) or deficit on provision of services	81,178	(85,542)	(4,364)
		(730)	Surplus or deficit on revaluation of non current assets			(8,743)
		40	Surplus or deficit on revaluation of available for sale financial assets			(120)
		6,811	Remeasurement of net defined benefit liability			(3,837)
		6,121	Other Comprehensive Income and Expenditure			(12,700)
		8,444	Total Comprehensive Income and Expenditure			(17,064)

*During 2017/18 the council restructured its internal reporting hierarchy following a management restructure.

Movement in reserves statement

For the year ended 31 March 2018

	General fund balance * £000	Capital receipts reserve £000	Capital grants unapplied £000	Total usable reserves £000	Unusable reserves £000	Total reserves £000
Balance - 31 Mar 2017	(16,520)	(2,656)	(7,943)	(27,119)	(12,209)	(39,328)
Adjustments between accounting basis and funding basis under regulations (note 4)	2,685	(9,954)	(889)	(8,158)	7,189	(969)
Net increase/decrease before transfers to other reserves	(1,679)	(9,954)	(889)	(12,522)	(4,543)	(17,065)
Transfers to/from other reserves	0	0	0	0	0	0
Increase/decrease (movement) in year	(1,679)	(9,954)	(889)	(12,522)	(4,543)	(17,065)
Balance - 31 Mar 2018	(18,199)	(12,610)	(8,832)	(39,641)	(16,752)	(56,393)

For the year ended 31 March 2017

	General fund balance * £000	Capital receipts reserve £000	Capital grants unapplied £000	Total usable reserves £000	Unusable reserves £000	Total reserves £000
Balance - 31 Mar 2016	(15,503)	(5,467)	(7,456)	(28,426)	(19,346)	(47,772)
Total comprehensive income and expenditure	2,323	0	0	2,323	6,121	8,444
Adjustments between accounting basis and funding basis under regulations (note 4)	(3,340)	2,811	(487)	(1,016)	1,016	0
Net increase/decrease before transfers to other reserves	(1,017)	2,811	(487)	1,307	7,137	8,444
Transfers to/from other reserves	0	0	0	0	0	0
Increase/decrease (movement) in year	(1,017)	2,811	(487)	1,307	7,137	8,444
Balance - 31 Mar 2017	(16,520)	(2,656)	(7,943)	(27,119)	(12,209)	(39,328)

*The general fund balance includes earmarked revenue reserves which have been disclosed separately in prior years. Transfers between these two funds are detailed in note 5.

Balance sheet

31 March 2017 £000		31 March 2018		
		£000	£000	Notes
43,005	Property, plant & equipment		44,373	6
0	Heritage assets		0	
8,455	Investment Property		9,411	7
98	Intangible assets		72	
8,541	Long term investments		10,661	8
5,947	Long term debtors		5,977	9
66,046	Long term assets		70,494	
28,008	Short term investments	45,500		8
10	Inventories	12		
5,344	Short term debtors	7,242		9
7,897	Cash and cash equivalents	5,875		10
41,259	Current assets		58,629	
	Cash and cash equivalents			
(15,841)	Short Term Creditors	(17,421)		12
(1,662)	Provisions	(2,445)		13
(5,012)	Capital grants and receipts in advance	(9,766)		
(22,515)	Current liabilities		(29,632)	
(45,462)	Other long term liabilities		(43,098)	
0	Capital grants receipts in advance		0	
(45,462)	Long term Liabilities		(43,098)	18f
39,328	Net assets		56,393	
(6,166)	Non-earmarked revenue reserves	(5,537)		
(9,337)	Earmarked revenue reserves	(12,721)		
(5,467)	Usable capital receipts reserve	(12,608)		
(7,456)	Capital grants unapplied	(8,775)		
(27,119)	Usable reserves		(39,641)	MiRs
(5,673)	Revaluation reserve	(13,860)		14a
(541)	Available for sale financial instrument reserve	(661)		14b
(45,884)	Capital adjustment account	(39,996)		14c
45,462	Pensions reserve	43,098		14d
(5,888)	Deferred capital receipts reserve	(5,917)		14e
195	Collection fund adjustment account	464		14f
120	Short-term accumulating compensated absences	120		
(12,209)	Unusable reserves		(16,752)	
(39,328)	Total reserves		(56,393)	

The unaudited accounts were issued on 31 May 2018 and the audited accounts will be authorised for issue on 30 July 2018.

Cash flow statement

31 March 2017 £000		31 March 2018 £000	Notes
(2,323)	Net surplus or (deficit) on the provision of services	4,364	
	Adjust net surplus for profit on disposal	(5,410)	
11,022	Adjust net surplus or deficit on the provision of services for non-cash movements	(427)	
(1,864)	Adjust for items included in the net surplus or deficit on the provision of services that are investing and financing activities	(1,979)	
6,835	Net Cash flows from operating activities	(3,452)	15
	Investing activities		
(326)	Purchase of property, plant and equipment, investment property and intangible assets	(1,097)	
(43,500)	Purchase of short and long term investments	(76,000)	
0	Other payments for investing activities	(45)	
943	Proceeds from the sale of property, plant and equipment, investment property and intangible assets	12,421	
38,500	Proceeds from short-term and long-term investments	56,508	
2,682	Other Receipts from investing activities	6,753	
(1,701)	Total investing activities	(1,460)	
	Financing activities		
0	Cash receipts of short and long-term borrowing	0	
(10)	Billing Authorities - Council tax and NDR adjustments	2,891	
0	Other receipts from financing activities	0	
(10)	Total financing activities	2,891	
5,124	Net increase / (decrease) in cash and cash equivalents	(2,021)	
2,773	Cash and cash equivalents at the beginning of the reporting period	7,897	
7,897	Cash and cash equivalents at the end of the reporting period	5,876	10