

# Summary Accounts 2020/21

## The Cost of Council Services for 2020/21

The Comprehensive Income and Expenditure Account below details the cost of running Council Services between April 2020 and March 2021, where the money came from to finance those costs along with the surplus or deficit at the year end.

Tamworth Borough Council budgeted to use £1.1m from General Fund balances in 2020/21. The year-end position showed an increase in balances of £1.1m to £8.0m.

The improvement in the Council's estimated financial position arose mainly from additional income from Government Grants, commercial property rents, interest on investments and savings in Joint Waste arrangement costs.

### Comprehensive Income and Expenditure Account

| 2019/20<br>£m |   | 2020/21<br>£m |
|---------------|---|---------------|
| 1.4           | Chief Executive   | 1.5           |
| 0.9           | Assistant Director Growth and Regeneration                            | 2.2           |
| 0.4           | Executive Director Organisation (GF)                                  | 0.5           |
| 1.8           | Assistant Director People   | 1.7           |
| 3.1           | Assistant Director Operations and Leisure (GF)                        | 3.7           |
| 0.1           | Executive Director Finance  | 0.1           |
| 0.7           | Assistant Director Finance  | 1.8           |
| 0.3           | Assistant Director Assets (GF)  | 0.4           |
| 1.8           | Assistant Director Neighbourhoods (GF)                                | 0.9           |
| 1.5           | Assistant Director Partnerships                                       | 1.1           |
| (2.0)         | HRA Summary   | (5.6)         |
| -             | Assistant Director People (HRA)                                       | 0.1           |
| 0.1           | Assistant Director Operations and Leisure (HRA)                       | 0.1           |
| 0.5           | Assistant Director Assets (HRA)                                       | 0.6           |
| 3.3           | Assistant Director Neighbourhoods (HRA)                               | 3.3           |
| 2.9           | Housing Repairs   | 4.4           |
| -             | Exceptional Item: Response to COVID-19                                | (2.1)         |
| <b>16.8</b>   | <b>Net Cost of Services</b>   | <b>14.7</b>   |
| 0.1           | Financing and Investment Income and Expenditure (FIIE)                | 0.7           |
| (8.8)         | Adjustments & internal accounting                                     | (8.4)         |
| <b>8.1</b>    | <b>Amount to be met from Government Grants &amp; Local Tax Payers</b> | <b>7.0</b>    |
| (3.9)         | Council Tax income  | (4.1)         |
| (3.5)         | Non Domestic Rates  | 5.5           |
| (1.5)         | Non ringfenced government grants                                      | (9.5)         |
| <b>(0.8)</b>  | <b>Net General Fund (Surplus) / Deficit</b>                           | <b>(1.1)</b>  |
| 6.1           | Balance on 1st April  | 6.9           |
| 6.9           | Balance on 31st March   | 8.0           |

## Housing Revenue Account

The overall revenue financial position relating to council housing shows a decrease in balances for the year of £0.7m from £6.3m to £5.6m - to be carried forward to 2021/22.

This equates to an underspend of £0.7m when compared to the approved budget for the year, mainly due to additional income from service charges, lower housing repairs contract costs together with savings in contingency budgets.

## Housing Revenue Account

| 2019/20<br>£m |                                   | 2020/21<br>£m |
|---------------|-----------------------------------|---------------|
| (20.9)        | Income from Rents & Charges       | (21.1)        |
| 25.7          | Expenditure                       | 24.1          |
| 2.5           | Net Interest paid                 | 2.6           |
| (9.1)         | Adjustments & internal accounting | (4.9)         |
| <b>(1.8)</b>  | <b>Net (Surplus) / Deficit</b>    | <b>0.7</b>    |
| 4.5           | Balance on 1 April                | 6.3           |
| 6.3           | Balance on 31 March               | 5.6           |

## Capital Expenditure

During 2019/20 the Council spent £9.6m on capital works. The majority of expenditure related to improvement, enhancement or ongoing construction works.

Fixed asset acquisitions in the year include acquisition of 9 properties to be used within the general need stock; and 75 from the ongoing regeneration and construction work at the Tinkers Green and Kerria sites.

## Capital Expenditure

| 2019/20<br>£m |   | 2020/21<br>£m |
|---------------|---|---------------|
| 9.6           | Council Dwellings                       | 5.5           |
| 3.5           | Other Land & Buildings                  | -             |
| 0.2           | Vehicles, Plant & Equipment             | 0.2           |
| 0.3           | Heritage Assets                         | 0.2           |
| 0.7           | Housing & Other Grants                  | 0.6           |
| 10.8          | Assets under Construction               | 2.9           |
| 0.1           | Software                                | 0.2           |
| <b>25.2</b>   | <b>Total</b>                            | <b>9.6</b>    |
|               | Financed by:                            |               |
| 4.8           | Capital Receipts                        | 1.1           |
| 0.9           | Government Grants & Other Contributions | 2.0           |
| 16.3          | Revenue/ Reserves                       | 4.9           |
| 3.2           | Unsupported Borrowing                   | 1.6           |
| <b>25.2</b>   | <b>Total</b>                            | <b>9.6</b>    |

## Balance Sheet – what the Council owns, owes or is owed

| 31 March<br>2020<br>£m |   | 31 March<br>2021<br>£m |
|------------------------|---|------------------------|
| 250                    | Buildings, Land & Assets Owned by the Council | 252                    |
| 16                     | Money Owed to the Council                     | 15                     |
| (17)                   | Money Owed by the Council                     | (18)                   |
| 59                     | Investments                                   | 62                     |
| (41)                   | Pension Liability                             | (50)                   |
| (63)                   | Long Term Debt                                | (63)                   |
| <b>204</b>             | <b>Total</b>                                  | <b>198</b>             |
|                        | Financed by:                                  |                        |
| 17                     | Reserves                                      | 30                     |
| 14                     | Revenue Balances                              | 5                      |
| 20                     | Capital Income not yet used                   | 20                     |
| 194                    | Capital Finance & Revaluation of Assets       | 195                    |
| (41)                   | Pension Reserve                               | (52)                   |
| <b>204</b>             | <b>Total</b>                                  | <b>198</b>             |

The Council's Statement of Accounts has been prepared in accordance with the Accounting Code of Practice under **International Financial Reporting Standards**. For the purposes of this summary some simplifications have been made to provide more meaningful information.

The accounts have been audited by Grant Thornton who have issued an unqualified opinion on the full Statement of Accounts.

A copy of the Council's 2020/21 audited accounts is available on the Council's website [www.tamworth.gov.uk](http://www.tamworth.gov.uk) and available for inspection at Marmion House. Please contact the Executive Director Finance on 01827 709242 for further details.