

Statement of Accounts 2007/08

Summary



This document presents a summary of the main areas of the independently audited accounts of the Police Authority for the financial year 2007/08



Derbyshire Police Authority Summary of Accounts 2007/2008

Treasurer's Introduction

This document provides a summary of Derbyshire Police Authority's Financial Accounts for the financial year ended 31st March 2008. The figures supporting this summary were compiled having regard to proper accounting practice but to provide simplified and more meaningful information, some figures have been combined and modified.

A full copy of the Authority's Statement of Accounts is available on the Derbyshire Police Authority website www.derbyshire.police.uk, click on Police Authority then click on publications.

Financial Review – Revenue Budget

Revenue expenditure is generally spent on day-to-day expenditure and is financed from Police Precept collected through Council Tax, Government Grants and other income.

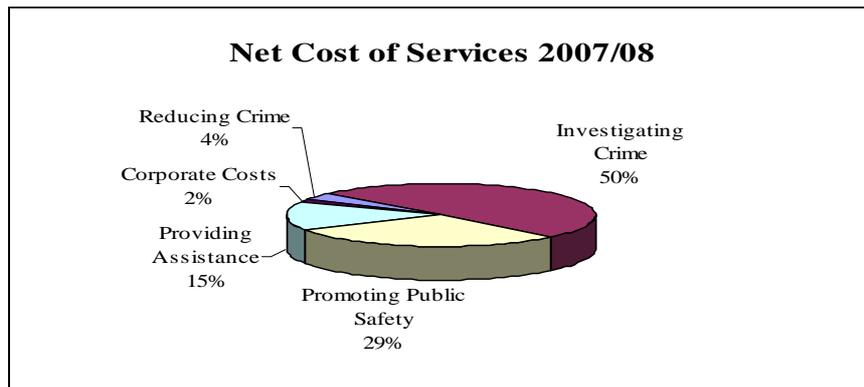
During the financial year 2007/08, the net revenue spending of the Authority was £151.6m, representing an increase of 4.3% when compared to the previous financial year. Funding of £151.6m set out in the accounts was the total of central government formula funding of £105.8m and Police Precept of £45.8m. The consequential Council Tax for an average band D dwelling increased by 5% to £141.91, compared with £135.15 in 2006/07 for the policing element.

The balance on the General Reserve as at 31st March 2008 was £3.0m, which represents 1.98% of the net revenue budget. The year-end balance on the General Reserve was in line with previous budget forecasts and the Medium Term Financial Strategy.

The Income and Expenditure Account below presents the cost of running policing services between April 2007 and March 2008, identifies where the money came from to finance those costs and also illustrates the financial position at the year-end.

Income & Expenditure Account for the year ended 31 March 2008

<u>Policing Costs</u>	<u>£'000</u>
Investigating Crime	84,765
Reducing Crime	5,865
Promoting Public Safety	49,067
Providing Assistance	<u>25,070</u>
Total Policing Costs	164,767
<u>Other Costs</u>	
Other Running Costs	2,988
Capital financing and Interest	(5,448)
Pensions Adjustments	(13,753)
Net Contributions to Reserves / Provisions	<u>3,010</u>
Amount met from Government Grants & Council Tax	151,564
Financed by: -	
Police Precept	45,748
Police Grant	62,057
Business Rates distributed by Government	37,471
Revenue Support Grant	<u>6,288</u>
Sub Total	151,564
Net General Reserve Surplus for the Year	<u>0</u>



The Authority's Balance Sheet at 31 March 2008

The Balance Sheet presents the financial position of the Police Authority at the end of March 2008. It shows what assets and balances the Authority holds, what it is owed and what it owes. It excludes pension liabilities.

Assets	£'000
Buildings, Land and Equipment	38,819
Money owed to the Authority	11,412
Cash, Investments and Stocks	<u>39,475</u>
Sub Total	89,706
Liabilities	
Borrowing	(10,939)
Amounts owed by the Authority	(13,173)
Capital and Government Grants not yet applied	<u>(12,971)</u>
Total	<u>52,623</u>
Financed By:-	
Non-Distributable capital reserves	23,185
Earmarked Reserves	26,438
General Reserve	<u>3,000</u>
Total	<u>52,623</u>

Capital Expenditure

Capital expenditure represents money spent by the Police Authority on purchasing, upgrading and improving assets such as land, buildings, equipment and infrastructure. The Authority receives the benefit from capital expenditure over a long period of time.

In 2007/08, Derbyshire Police Authority spent £6.99 million on capital items, financed by income from capital grants (£2.75 million), revenue contributions and reserves (£2.59 million) and prudential borrowing (£0.98 million) and the sale of assets (£0.67 million).

The main areas of capital investment in 2007/08 were: -

	£'000
East Midlands Counter Terrorism Intelligence Unit	1,750
Building Works	1,410
Vehicles	1,250
Information Technology and Communications	1,180
Equipment	820
Office Automation	<u>580</u>
Total	<u>6,990</u>

Cash Flow

The Authority's transactions with suppliers, taxpayers and employees, lead to cash moving in and out. The Cash Flow Statement summarises the movements in cash. The cash figures comprise of cash in hand, cash at the bank and deposits that are repayable on demand.

	£'000
Cash overdrawn at the Bank 31 March 2007	(1,722)
Cash In during the year	183,419
Cash Out during the year	<u>(183,557)</u>
Cash overdrawn at the Bank 31 March 2008	<u>(1,860)</u>

Looking Ahead to 2008/09

The Authority plans to spend £157.2 million in 2008/09 on revenue expenditure, which represents a 3.7% increase on 2007/08. This figure includes increased investment in operational policing priorities. The Authority has also approved a capital programme of £15.83 million for 2008/09.

Further Information

We would welcome your feedback on these summary accounts or if you have any queries, please contact Helen Boffy, Treasurer to the Police Authority on 01773-733779 or by e-mail to helen.boffy.4808@derbyshire.pnn.police.uk.

If you would like more copies of this document or you would like the document in another language, please write to:

Corporate Development
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Or, phone 0845 123 3333 and ask for Corporate Development

Other useful information such as the policing plan is available on the Derbyshire Police Authority website www.derbyshire.police.uk/policeauthority