

# General County Fund Consolidated Revenue Account

2000/01		Note	2001/02		
Net Expenditure £000			Gross Expenditure £000	Income £000	Net Expenditure £000
	<b>CONTINUING SERVICES</b>	1			
269,563	Education Services		389,448	(100,667)	288,781
75,807	Social Services		112,431	(32,644)	79,787
33,180	Highways, Roads & Transport Services		43,213	(8,317)	34,896
30,562	Cultural, Environmental & Planning Services		42,746	(9,029)	33,717
263	Central Services to the Public		1,009	(546)	463
1,681	Courts Services		7,407	(5,242)	2,165
-	Housing Services		23	(8)	15
3,561	Corporate and Democratic Core		3,740	(154)	3,586
398	Unapportionable Central Overheads		582	-	582
	<b>CONTRIBUTIONS TO OTHER SERVICES</b>				
14,827	Combined Fire Authority		15,783	-	15,783
	<b>DISCONTINUED SERVICES</b>				
988	Probation Committee		-	-	-
<b>430,830</b>	<b>NET COST OF SERVICES</b>		<b>616,382</b>	<b>(156,607)</b>	<b>459,775</b>
	<b>OTHER ITEMS</b>				
(18,845)	Surplus on asset management revenue account	2	26,021	(46,150)	(20,129)
2,176	Flood defence levies		2,428	-	2,428
51	Prior year adjustments		-	(190)	(190)
79	Net (surplus)/deficit on trading accounts	3	29	(171)	(142)
(3,144)	Interest and investment income		1,050	(4,116)	(3,066)
<b>411,147</b>	<b>NET OPERATING EXPENDITURE</b>		<b>645,910</b>	<b>(207,234)</b>	<b>438,676</b>
19	Transfers to/(from) revenue reserves		302	(173)	129
489	Transfers to capital reserves		304	-	304
3,348	Revenue funding of capital expenditure		1,922	-	1,922
2,888	Provision for repayment of external loans	4	-	(1,196)	(1,196)
(3,178)	Repayment of principal on transferred debt/deferred purchase		150	(3,166)	(3,016)
<b>414,713</b>	<b>AMOUNT TO BE MET FROM GOVERNMENT GRANTS AND LOCAL TAXATION</b>		<b>648,588</b>	<b>(211,769)</b>	<b>436,819</b>

<b>2000/01</b>			<b>2001/02</b>
<b>Net Expenditure £000</b>		<b>Note</b>	<b>Net Expenditure £000</b>
<b>414,713</b>	<b>AMOUNT TO BE MET FROM GOVERNMENT GRANTS AND LOCAL TAXATION</b>		<b>436,819</b>
	<b>FINANCED BY</b>		
(136,867)	Precepts on district councils		(146,828)
(126,383)	Revenue Support Grant		(141,285)
(149,629)	National Non-Domestic Rates		(147,894)
(1,132)	Surplus on collection funds		(1,114)
261	Council Tax Benefit Subsidy Contribution		530
<b>(413,750)</b>	<b>SUB TOTAL</b>		<b>436,591</b>
<b>963</b>	<b>(SURPLUS)/DEFICIT FOR THE YEAR</b>		<b>228</b>
	<b>GENERAL COUNTY FUND BALANCE</b>		
16,518	Balance at beginning of year		15,555
(963)	Surplus/(Deficit) for the year		(228)
<b>15,555</b>	<b>BALANCE AT END OF YEAR</b>		<b>15,327</b>

# Notes to the Consolidated Revenue Account

## 1. Consolidated revenue account

The presentation of the revenue account complies in full with the CIPFA Best Value Accounting Code of Practice (BVACOP).

The Revenue account figures for 2000/1 have been adjusted to comply with BVACOP. The opportunity has been taken to revise the net costs of central services to the public and unapportionable central overheads.

## 2. Asset management revenue account

2000/01 £000		2001/02 £000
(36,123)	<b>Income</b>	(41,219)
(4,949)	Capital charges	(4,644)
(295)	Interest on transferred debt	(287)
(41,367)	Release of Government Grants	(46,150)
6,379	<b>Expenditure</b>	9,717
16,010	Depreciation	16,131
133	Interest on External Loans	173
22,522	Premiums on rescheduled debt	26,021
<b>(18,845)</b>	<b>Balance transferred to Consolidated Revenue Account</b>	<b>(20,129)</b>

## 3. Surplus on direct service organisations

For details of this see the 'Trading Revenue Account' on page 38.

## 4. Provision for repayment of external loans

Part IV of the Local Government and Housing Act 1989 requires authorities to set aside certain sums each year as a provision for redemption of outstanding debt.

In 2001/02 the sum required to be set aside for the repayment of outstanding debt is equal to 4% of the Authority's credit ceiling. The extent to which this amount differs from depreciation charges to services is represented in the consolidated revenue account by an adjustment to the appropriation section of that account under the classification 'Provision for the repayment of external loans'

	<b>£000</b>
<b>4% of Credit Ceiling</b>	<b>10,005</b>
Amount charged to Services as:	
-depreciation	9,717
-deferred charges	1,484
Credit to consolidated revenue account	(1,196)
	<b>10,005</b>

## 5. *Publicity*

Section 5 of the Local Government Act 1986 requires the Authority to maintain a separate account of expenditure on a wide range of publicity activities.

This expenditure is included within service totals and is given below:

	<b>2000/01 £000</b>	<b>2001/02 £000</b>
Staff advertising	740	950
Other advertising	288	319
Public relations	188	175
Other publicity (including tourism)	654	741
	<b>1,870</b>	<b>2,185</b>

## 6. *Agency work*

The County Council carries out certain functions as agent for government departments. The principal functions are as follows:

- The County Council was formerly Agent to the Department of Transport for the provision and maintenance of motorways and trunk roads. This agency agreement terminated from 1st April 1998. However, residual Highways Agency work was required under the contract services agreement, expenditure in 2001/02 totalled £49,000.
- Managing Agent to the Leicester Training and Enterprise Council (TEC) for Youth Training Schemes and Employment Training. Reimbursement is often linked to predetermined amounts per trainee. Expenditure incurred totalled approximately £1,093,000.

## 7. Local Authorities Goods and Services Act 1970

The Council provides services to other local authorities and public bodies under the Local Authorities (Goods and Services) Act 1970. The organisations to whom these activities are provided, together with the income generated, are listed below:

	2000/01 £000	2001/02 £000
Services to Leicestershire Police Authority	189	105
Services to Combined Fire Authority	117	104
Services to Probation Board	110	145
Property Services to other bodies	312	167
	<b>728</b>	<b>521</b>

## 8. Leases

Finance lease rentals paid to lessors in the year totalled £96,000. Lease rentals paid to lessors during the year in respect of operating leases totalled £1,314,000, whilst the estimated outstanding obligations under operating lease agreements amount to £3,671,000.

## 9. Pension Schemes

a) The County Council participates in two different pension schemes for employees in particular services. All the schemes provide members with defined benefits related to pay and service. The schemes are as follows:

- **Teachers and Lecturers**

This is an unfunded scheme administered by the Teachers Pensions Agency (TPA) on behalf of the Department for Education and Skills. The pension cost charged to the accounts is the contribution rate set by the TPA on the basis of a notional fund.

- **Other employees**

Other employees, subject to certain qualifying criteria, are eligible to join the Local Government Pension Scheme. The pension costs that are charged to the Council's accounts in respect of these employees are equal to the contributions paid to the funded pension scheme for these employees. Further costs arise in respect of certain pensions paid to retired employees on an unfunded basis.

*Note:* In Leicestershire the Local Government Pension Scheme is administered by Leicestershire County Council and the Pension Fund accounts are included in this booklet on pages 39 to 46.

b) The pension costs included in the accounts in respect of these schemes have been determined in accordance with relevant Government regulations. As a result, the County Council does not, in all cases, comply with the accounting requirements of SSAP 24, 'Accounting for Pension Costs', and the liabilities included in the balance sheet are understated in respect of pension costs. However, in accordance with standard accounting practice for local authorities, the pension costs that it would have been necessary to provide for in the accounts for the period under SSAP 24 are disclosed, where appropriate, by way of a note to the accounts.

## 10. Pensions -Revenue Costs

### • Teachers and Lecturers

In 2001/02 the County Council paid £10.344m (2000/01 £9.095m) to the Teachers Pensions Agency in respect of teachers' pension costs, which represents 7.4% (2000/01 7.2%) of teachers' pensionable pay. In addition, the County Council is responsible for all pension payments relating to pension enhancements for added years service it has awarded together with the related increases. In 2001/02 these amounted to £1.244m (2000/01 £1.182m), representing 0.69% (2000/01 0.76%) of pensionable pay.

### • Other employees

The contribution rate for employers is determined by the funds actuary based upon a triennial actuarial valuation.

In 2001/02 the County Council paid employer's contributions of £10.097m (2000/01 £9.843m) into the Local Government Pension Fund, equivalent to 9.6% (9.6%) of pensionable pay. This sum was based upon the 1998 review.

In addition, the County Council is responsible for all pension payments relating to added years benefits it has awarded together with the related increases. In 2001/02 these amounted to £0.912m (2000/01 £0.827m), representing 0.87% (0.81%) of pensionable pay.

The 2001 actuarial review requires the County Council to phase in over three years an increase in the rate of Employers contributions from 160% of employees contributions to 190% in 2004/05, which would be equivalent to 11.4% of pensionable pay.

## 11. Discretionary Added Years

The capital cost of any discretionary increases in pensions payments under the Local Government Pension Scheme, e.g. discretionary added years agreed by the authority are disclosed below:

	2000/01 £000	2001/02 £000
In year	39	97
In Earlier years	20,013	21,520

## 12. Officers Emoluments

The number of employees whose remuneration, excluding pension contributions was £40,000 or more in bands of £10,000 is detailed below, together with last year's comparative figures:

Remuneration Band	Number of Employees 2000/01	Number of Employees 2001/02
£40,000-£49,999	86	132
£50,000-£59,999	27	29
£60,000-£69,999	9	10
£70,000-£79,999	3	6
£80,000-£89,999	0	0
£90,000-£99,999	1	1

### 13. Members Allowances

Amounts were paid to members of the County Council and Combined Fire Authority as follows:

	2000/01 £000	2001/02 £000
Members Allowances	495	519

### 14. Related Party Transactions

From the information currently available, no council members or senior officers have undertaken any material related party transactions requiring disclosure.

### 15. Specific Government Grants

The County Council receives specific Government Grants for the provision of particular services. This income is included within the net cost of services.

	£000	£000
Department for Education and Skills		
Mandatory Awards	1,980	
Standards Fund	19,326	
Early Years – Schools	3,714	
Teachers Salaries – Threshold	7,976	
Early Years & Childcare	1,073	
School Standards	8,028	
GMS Transitional	125	
School Budget Support	100	42,322
Home Office		
Magistrates Courts		4,618
Department of Health		
Mental Illness	1,203	
Training Support	337	
Quality Protects	989	
Partnership Grant	2,451	
Asylum Seekers	492	
Carers Grant	609	
Prevention Grant	247	
Care Leavers Grant	616	
Building Care Capacity Grant	702	7,646
Office of the Deputy Prime Minister		
Rural Bus Services	710	
Supported Employment	638	
Single Regeneration Budget	244	1,592
Other		589
		56,767