

General County Fund Consolidated Revenue Account

2001/02			2002/03		
Net Expenditure £000		Note	Gross Expenditure £000	Income £000	Net Expenditure £000
	CONTINUING SERVICES				
288,781	Education Services		416,612	(130,348)	286,264
79,787	Social Services		129,434	(42,598)	86,836
34,896	Highways, Roads & Transport Services		45,087	(7,579)	37,508
33,717	Cultural, Environmental & Planning Services		41,326	(6,511)	34,815
463	Central Services to the Public		753	(594)	159
2,165	Courts Services		7,145	(5,335)	1,810
15	Housing Services		16	(8)	8
3,586	Corporate and Democratic Core		5,042	(471)	4,571
582	Unapportionable Central Overheads		0	(242)	(242)
	CONTRIBUTIONS TO OTHER SERVICES				
15,783	Combined Fire Authority		16,629	0	16,629
459,775	NET COST OF SERVICES		662,044	(193,686)	468,358
	OTHER ITEMS				
(20,129)	Surplus on asset management revenue account	1	30,991	(54,564)	(23,573)
2,428	Flood defence levies		2,474	0	2,474
(190)	Prior year adjustments		0	0	0
(142)	Net (surplus)/deficit on trading accounts	2	16	(405)	(389)
(3,066)	Interest and investment income		1,071	(3,700)	(2,629)
438,676	NET OPERATING EXPENDITURE		696,597	(252,356)	444,241
129	Transfers to/(from) revenue reserves		1,388	(583)	805
1,922	Revenue funding of capital expenditure		2,234	0	2,234
(892)	Reconciliation of amount required for repayment of external loans	3	388	(5,076)	(4,688)
(3,016)	Repayment of principal on transferred debt/deferred purchase		150	(2,648)	(2,498)
436,819	AMOUNT TO BE MET FROM GOVERNMENT GRANTS AND LOCAL TAXATION		700,757	(260,663)	440,094

2001/02			2002/03
Net Expenditure £000		Note	Net Expenditure £000
436,819	AMOUNT TO BE MET FROM GOVERNMENT GRANTS AND LOCAL TAXATION		440,094
	FINANCED BY		
(146,828)	Precepts on district councils		(161,446)
(141,285)	Revenue Support Grant		(119,944)
(147,894)	National Non-Domestic Rates		(162,341)
(1,114)	Surplus on collection funds		(840)
530	Council Tax Benefit Subsidy Contribution		0
(436,591)	SUB TOTAL		(444,571)
228	(SURPLUS)/DEFICIT FOR THE YEAR		(4,477)
	GENERAL COUNTY FUND BALANCE		
15,555	Balance at beginning of year		15,327
(228)	Surplus/(Deficit) for the year		4,477
15,327	BALANCE AT END OF YEAR		19,804

Notes to the Consolidated Revenue Account

1. Asset management revenue account

2001/02 £000		2002/03 £000
	Income	
(41,219)	Capital charges	(50,377)
(4,644)	Interest on transferred debt	(3,799)
(287)	Release of Government Grants	(388)
(46,150)		(54,564)
	Expenditure	
9,717	Depreciation & Impairment	14,791
16,131	Interest on External Loans	16,032
173	Premium on rescheduled debt	168
26,021		30,991
(20,129)	Balance transferred to Consolidated Revenue Account	23,573

2. Surplus on trading accounts

For details of this see the 'Trading Revenue Account' on page 41.

3. 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 2002/03 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 'Reconciliation of amount required for the repayment of external loans'

	£000
4% of Credit Ceiling	10,093
Amount charged to Services as:	
-depreciation	10,797
-loss on disposals	8
-deferred charges	370
-impairment	3,994
Credit to consolidated revenue account	(5,076)
	10,093
Write down of Government Grant Deferred	388

4. 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:

	2001/02 £000	2002/03 £000
Staff advertising	950	1,199
Other advertising	319	321
Public relations	175	206
Other publicity (including tourism)	741	845
	2,185	2,571

5. Agency work

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

- Agent to the various Primary Care Trusts in the County for the payment of the nursing care element of accommodation charges in care homes. Payments reimbursed total £2.3m.
- Contract with the Learning & Skills Council (LSC) for Youth Training. Reimbursement is often linked to predetermined amounts per trainee. Expenditure incurred totalled approximately £697,000 (2001/2 £1,093,000).

6. 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:

	2001/02 £000	2002/03 £000
Services to Leicestershire Police Authority	105	68
Services to Combined Fire Authority	104	101
Services to Probation Board	145	150
Property Services to other bodies	167	141
	521	460

7. Leases

Finance lease rentals paid to lessors in the year totalled £228,000 (2001/02 £164,000). Lease rentals paid to lessors during the year in respect of operating leases totalled £1,833,000 (2001/02 £1,314,000), whilst the estimated outstanding obligations under operating lease agreements amount to £4,581,000 (2001/02 £3,671,000).

8. 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 42 to 49.

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.

9. Pensions - Revenue Costs

- **Teachers and Lecturers**

In 2002/03 the County Council paid £12.302m (2001/02 £10.344m) to the Teachers Pensions Agency in respect of teachers' pension costs, which represents 8.35% (2001/02 7.4%) 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 2002/03 these amounted to £1.304m (2001/02 £1.244m), representing 0.68% (2001/02 0.69%) of pensionable pay.

- **Other employees**

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

In 2002/03 the County Council paid employer's contributions of £11.793m (2001/02 £10.097m) into the Local Government Pension Fund, equivalent to 10.2% (9.6%) of pensionable pay. This sum was based upon the 2001 actuarial 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 2002/03 these amounted to £0.982m (2001/02 £0.912m), representing 0.85% (0.87%) 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.

10. Discretionary Added Years

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

	2001/02 £000	2002/03 £000
In year	97	167
In earlier years	21,520	22,625
Total	21,617	22,792

11. Officers Emoluments

The number of employees whose remuneration, excluding pension contributions was £50,000 or more in bands of £10,000 is detailed below, together with last year's comparative figures:

Remuneration Band	Number of Employees 2001/02	Number of Employees 2002/03
£50,000 - £59,999	29	47
£60,000 - £69,999	10	9
£70,000 - £79,999	6	9
£80,000 - £89,999	0	1
£90,000 - £99,999	1	0
£100,000 - £109,999	0	1
Total	46	67

12. Members Allowances

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

	2001/02 £000	2002/03 £000
Members Allowances	519	617

13. Related Party Transactions

Details of the total Government grants received are shown in the Cash Flow Statement, and levies paid to the Fire Authority are shown in the Consolidated Revenue Account. The employers contribution paid to the Pension Fund are shown in note 9.

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

14. 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
Office of the Deputy Prime Minister		
Rural Bus Services	1,188	
Supported Employment	603	
Leicestershire Care On-Line	330	
Single Regeneration Budget	208	
Supporting People	441	
		2,770
Department for Education and Skills		
Early Years & Childcare	1,000	
School Standards	10,230	
Mandatory Awards	913	
Standards Fund	26,080	
Early Years – Schools	4,551	
Teachers Salaries – Threshold	7,804	
Milk Grant	77	
Learning & Skills Council	28,615	
Devolved Formula Capital	7,536	
		86,806
Home Office		
Magistrates Courts	4,573	
Asylum Seekers	396	
		4,969
Department of Health		
Mental Illness	784	
Training Support	457	
Quality Protects	908	
Performance Fund	260	
Partnership	1,510	
Carers	745	
Mental Health	488	
Care Leavers	1,597	
Deferred Charges on Residential Accommodation	307	
Building Care Capacity	1,492	
Residential Allowance	868	
		9,416
Other		772
		104,733