

Cash Flow Statement

2004/05		2005/06		
£'000		£'000	£'000	£'000
	<u>Revenue Activities</u>			
	Cash Outflows			
130,598	Cash Paid to and on behalf of employees	147,117		
28,611	Other Operating Costs	27,966		
159,209			175,083	
	Cash Inflows			
(36,015)	Precept	(38,033)		
(11,857)	Non-Domestic Rates	(14,490)		
(36,776)	Revenue Support Grant	(36,041)		
(65,944)	Police Grant	(68,574)		
(2,429)	Cash Received from Goods and Services	(2,849)		
(11,368)	Other Income	(15,866)		
(164,389)			(175,853)	
(5,180)	Net Cash Flow from Revenues Activities (See Note 1)			(770)
	<u>Servicing of Finance</u>			
	Cash Outflow			
611	Interest Paid		578	
	Cash Inflow			
(2,072)	Interest Received		(2,125)	
(1,461)	Net Cash Flow from Servicing Finance			(1,547)
	<u>Capital Activities</u>			
	Cash Outflow			
10,451	Purchase of Fixed Assets		7,837	
	Cash Inflows			
(260)	Sale of Fixed Assets		(372)	
(1,767)	Capital Grant Received		(3,080)	
8,424	Net Cash Flow from Capital Activities			4,385
1,783	Net Cash Outflow Before Financing			2,068
	Management of Liquid Resources			
(7,370)	Net increase/(decrease) in short term deposits (See Note 2)			5,000
	<u>Financing</u>			
	Cash Outflow			
496	Repayments of Amounts Borrowed		538	
	Cash Inflow			
(1,156)	New Loans Raised		(1,186)	
(660)	Net Cash Flow from Financing			(648)
(6,247)	Net increase / (decrease) Cash (See note 3)			(6,420)

Notes to Cash Flow Statement

1. Reconciliation of Surplus to Net Cash Flow from Operating Activities

2004/05		2005/06	
£'000		£'000	£'000
-	<u>Surplus / (Deficit) for the Year</u>		-
	Add Non-cash Transactions:		
1,741	Transfer to Specific Reserves	2,680	
496	MRP and Additional Voluntary Revenue Provision	537	
6,897	Direct Revenue Financing	4,375	
(5)	Write off Bad Debts	-	
59	Movement in Insurance Provision	-	
-	Movement in car loan bond repayments	-	
12	Compensatory Grant Provision	52	
-	Commuted Overtime Provision	325	
9,200			7,969
	Add:		
34	Decrease in Stocks	22	
99	Decrease in Pre-payments	-	
-	Reduction in Debtors / Accruals	978	
116	Increase in Receipts in Advance	-	
249			1,000
	Less:		
(1,000)	Decrease in creditors / accruals	(2,000)	
(1,808)	Increase in debtors / accruals	-	
-	Increase in stocks	-	
-	Increase in pre-payments	(4,388)	
-	Decrease in Receipts in Advance	(264)	
			(6,652)
	Add:		
(1,461)	Financing items in cashflow		(1,547)
5,180			770

2. Reconciliation of Net Cash Flow to Movement in Net Debt

2004/05		2005/06	
£'000		£'000	£'000
6,247	Increase / (Decrease) in Cash	(6,420)	
(660)	Cash Inflow from Increase in Debt	(648)	
(7,370)	Cash Outflow / (inflow), increase / (Decrease) in liquid resources	5,000	
(1,783)	Change in Debt		(2,068)
(36,076)	Net Debt at 1 April 2005		(34,293)
(34,293)	Net Debt at 31 March 2006		(32,225)
(1,783)			(2,068)

3. Analysis of Changes in Net Debt

	Balance at 1 April 2005	Movement 2005/06	Balance at 31 March 2006
	£'000	£'000	£'000
i. Cash			
Cash in Hand	90	(33)	57
Cash Overdrawn at Bank	(1,754)	(1,597)	(3,351)
Temporary Deposits	7,559	(4,790)	2,769
	<u>5,895</u>	<u>(6,420)</u>	<u>(525)</u>
ii. Financing (PWLB)			
Debt Due / Paid within 1 Year	(513)	(49)	(562)
Debt Due / Paid after 1 Year	(8,839)	(600)	(9,439)
	<u>(9,354)</u>	<u>(649)</u>	<u>(10,001)</u>
iii. Liquid Resources *			
Short Term Investments			
Balance	37,750		42,751
Purchase of Investments		330,907	
Redemption of Investments		(325,906)	
	<u>37,750</u>	<u>5,001</u>	<u>42,751</u>
	<u>34,293</u>	<u>(2,068)</u>	<u>32,225</u>

* The Authority's liquid resources are short term (under 364 days) investments with approved financial institutions.

4. Analysis of Government Grants

2004/05		2005/06	
£'000		£'000	£'000
36,776	Revenue Support Grant	36,041	
65,944	Police Specific Grant	68,574	
<u>102,720</u>			104,615
12,452	Other Grants	15,170	
1,614	Capital Grant	2,234	
<u>116,786</u>			<u>17,404</u>
			<u>122,019</u>