



MELTON PARISH COUNCIL

MPC(21)51.01

MANAGEMENT ACCOUNTS – FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

Contained within papers MPC(21)51.01(a-b), Councillors can see the following reports:

- Statutory Income and Expenditure Account, which shows total income and expenditure for the year ended 31 March 2021.
- Statutory Balance Sheet to note and review.

These financial reports give a clear picture of the final position at the end of the year 2020/21. Adjustments for accruals, creditors and prepayments have been made to arrive at the year end position. For simplicity all figures are rounded.

Total income received in 2020/21 is £324,347 which included CIL receipts transferred to an ear marked reserve of £183,667. Without CIL overall income was £140,680. In March 2021 we received £19,640 from the East Suffolk Council PlayPot to cover the total cost of the replacement tennis fencing.

Overall expenditure for 2020/21 is £ 142,590, which includes the cost of the tennis court fencing as creditor. [Although this shows as an overspend against the annual revised budget of £132,300, the £19,640 was covered by the ESC Playpot grant, so not included in the original budget.]

In terms of cash resources as at 31 March, cash in the Council's bank accounts totalled £580,842 made up as follows:

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|---|----------|
| • Barclays Bank Current Account | £346,621 |
| • Barclays Bank Deposit Account | £114,905 |
| • Ipswich Building Society Deposit Account | £101,116 |
| • Lloyds Bank Treasurer's Account | £ 13,080 |
| • Ipswich Building Society Rent Deposit Account | £ 5,120 |

After adding as assets £3 in respect of the VAT due to us, £496 prepayments for estate charges and deducting £5,120 (rent deposit), £1,370 (accruals) and £19,640 (creditors) for liabilities, the total liquid assets amounted to £555,211. Of that sum, £490,741 relates to the balance of CIL monies and grants held as a restricted reserve. An additional £500 is held in a reserve for renovations to the WW2 memorial. Therefore, there is a general reserve sum of £63,971, a reduction from £71,083 at 28

February 2021. This figure represents approximately 73% of the precept income for 2020/21 which was £87k. After deduction of the Public Works Loan Board repayment the resulting net revenue expenditure (NRE) capacity of the Council is approximately £67.5k. The guidance issued by the Joint Panel on Accountability & Governance (Practitioner's Guide) states that an authority's General Reserve should be maintained at between three and twelve months NRE. Therefore, from an audit perspective the reserve position at year end is very satisfactory.

Recommendations

That members of Full Council **NOTE AND COMMENT** on this report.

William Grosvenor

Clerk to the Council

29th April 2021