Statement of Account

The London Borough of
Barking & Dagenham

www.barking, ag n a .g _ . k

Contents

Explanatory forward

Statement of responsibilities for statement of accounts

The statement on internal control

The statement of accounting policies

The consolidated revenue account

The housing revenue account

The collection fund account

The consolidated balance sheet

The statement of total movement in reserves

The cashflow statement

The pension fund account

External audit report

Signature of chairman of the assembly
to the approval of the statement of accounts

Glossary of terms

Explanatory forward

Explanatory foreword

2. Revenue Budget

(. 21 ,000).

- 41 ,000. 2006/0 .

- 15 ,000 . 255,000. (. 146,000).

- S . 152,000. (. 2 ,000) 0,000

- S

- S S S 150,000. 113,000 4,000. 102,000 . 26,000.

2005/06 13 2006.

S 31/3/2006

31/3/2005 31/3/2006

31 [illegible] 2006, [illegible] 2 [illegible] 2005/06.

2005/2006 [illegible] 1 3. [illegible] 2005/06 [illegible]

7. Further Information

[illegible]

[illegible]
[illegible]
[illegible]

[illegible] 10

Statement of responsibilities for statement of accounts

Statement of Responsibilities for the Statement of Accounts

The Council's Responsibilities

The statement on internal control

1. Introduction

[illegible] ([illegible]) 2003 [illegible] S([illegible]), [illegible]

[illegible] S [illegible]

4. The internal control environment

( )

s

( ) ( ).

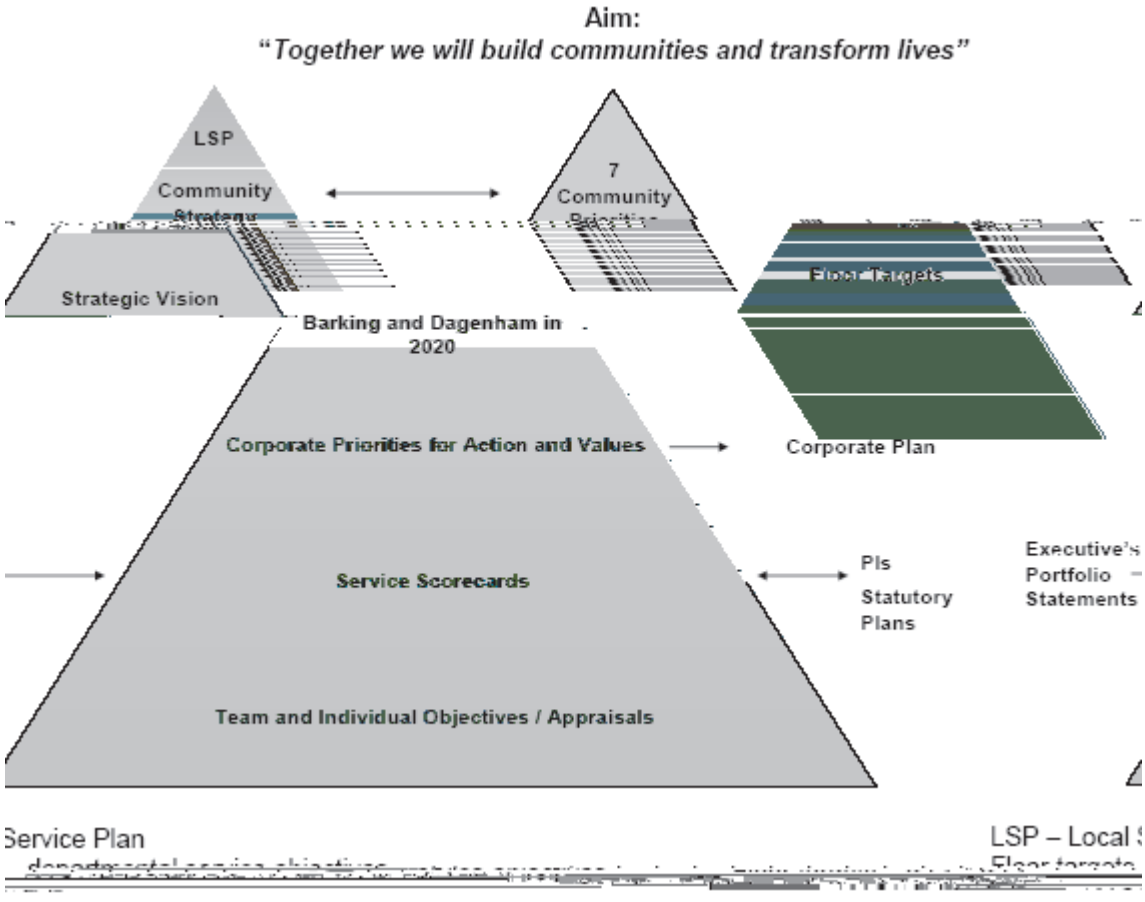
i

2006 200 .

i

2020–

06.


Aim:
"Together we will build communities and transform lives"
LSP
Community
7
Community
Strategic Vision
Barking and Dagenham in 2020
Corporate Priorities for Action and Values
Corporate Plan
Service Scorecards
PIs
Statutory Plans
Executive's Portfolio Statements
Team and Individual Objectives / Appraisals
Service Plan
LSP – Local

[illegible]

[illegible]

[illegible]

[illegible]

5. Review of effectiveness

[illegible]

[illegible]

[illegible]

[illegible]

2005

2005/6.

2004/5

05.

2004/5

2006/ .

6. Significant internal control issues

External Inspections

Business Continuity Planning

[illegible] (2004). [illegible]

) Emergency management/civil protection: [illegible]

) Impact on human welfare, the environment and security: [illegible]

) Legal implications: [illegible] 1 [illegible]

) Financial implications: [illegible]

) Reputation: [illegible]

Other issues

2004/05 [illegible] 2005/06 [illegible]

Certification to the Statement on internal control in the London Borough of Barking and Dagenham

	27/9/06
LEADER OF THE COUNCIL	DATE

The statement of accounting policies

6. Fixed Assets

6.1 [illegible]

6.2 [illegible] &

de minimis [illegible] 20,000 [illegible] 6,000 [illegible]

[illegible] 11 ([illegible]).

[illegible]

Class of Asset	Valuation Method
[illegible]	[illegible]
[illegible] &	[illegible]
[illegible] &	[illegible]
[illegible]	[illegible]
[illegible]	[illegible]
[illegible]	[illegible]

[illegible] 1

6.3 [redacted]

[redacted]

[redacted] s [redacted] ([redacted]).

6.4 [redacted]

([redacted]). [redacted] ([redacted]) [redacted]

[redacted]

Asset Type	Depreciation Method
[redacted]	[redacted] 2004/05, [redacted] ( ) [redacted] 50 [redacted] s [redacted]

[redacted] &

8. Foreign Currency Transactions

[illegible]

12. Costs of Support Services

12.1. [redacted]

16. Reserves

[illegible]

17. Stocks and Long Term Contracts

[illegible]

18. Value Added Tax

[illegible]

19. Capital Receipts

[illegible]

20. Private Finance Initiative

[illegible]

The consolidated revenue account

Consolidated Revenue Account

2004/2005		2005/2006			
NET EXPENDITURE	SERVICE	NOTES	GROSS EXPENDITURE	INCOME	NET EXPENDITURE
£'000			£'000	£'000	£'000
	CONTINUING OPERATIONS	1 &			
4,01	[illegible]		5,045	(55)	4,4
100	[illegible]		10	(4)	104
2 , 11	[illegible]		51, 5	(16, 1)	35,024
12 ,046	[illegible]		1 ,21	(61,3)	135, 40
14, 3	[illegible]		1 , 2	(4,4)	15,430
52,5 0	[illegible]		210,	(164,4 6)	46,403
62,4 1	[illegible]		100,00	(31,213)	6 , 6
6,010	[illegible]		5,44	(12)	5,320
2,043	[illegible]		1, 4	0	1, 4
299,871	**NET COST OF SERVICES**		**592,178**	**(279,024)**	**313,154**
(3)	[illegible]	11			(4)
(54, 5)	[illegible]	4			(4 ,33)
5,665	[illegible]				,212
12,321	[illegible]				12, 45
5,535	[illegible]	2			5, 02
(,5)	[illegible]				(,013)
1 , 4	[illegible]				22, 40
(20, 15)	[illegible]				(20, 30)

Notes to the Consolidated Revenue Account

2. Levies

	2004/2005	2005/2006

5. Section 5 - Publicity Expenditure

S 5 (1) 1 6

10

	2004/2005 £'000	2005/2006 £'000
S	1,64	1,525
S	43	341
	111	136
&	46	444

8. Pension Costs

- **Pension Fund**

2005/2006 [illegible] (2004/2005 [illegible] 6. 4 [illegible]) [illegible] 12% [illegible] 31 [illegible] 2004 [illegible]

([illegible]), [illegible] ([illegible])

	2004/05 £'000	2005/06 £'000
[illegible]		
• [illegible]	13,01	13,560
• [illegible]	35	150
• [illegible]	5 2	120
[illegible]		
• [illegible]	1 , 4	22, 40
• [illegible]	(20, 15)	(20, 30)
[illegible]		
• [illegible]	(5, 64)	(6,150)
[illegible]		
• [illegible]	6, 41	, 0

- **Teachers**

2005/2006 [illegible] .0 ([illegible] 2004/2005) [illegible] 13.5% (13.5% [illegible] 2004/05) [illegible]

9. Pooled Funds

S 31 1 S ( ) S 3 2002/03 2004/05. 31 2005 2005/06

	Total 2004/05 £'000	Total 2005/06 £'000
-	(7,066)	0
-	(3,006)	0
	(10,072)	0
	10,064	0
( ) /	(8)	0
-	0	0
-	(8)	0
/ ( )	(8)	0

10. Disclosure of Audit Costs

2005/06 [illegible]

	2004/05 £'000	2005/06 £'000
• [illegible]	403	431
• [illegible]	11	
• [illegible]	1 5	1 2
• [illegible]	60	120

[illegible]

11. Trading Undertakings

Best Value Accounting Code of Practice [illegible] 10 [illegible]

	Expenditure £'000	Income £'000	2005/06 Net (Income) / Expenditure £'000	Memo Capital Charges Included £'000	2004/05 Net (Income) / Expenditure £'000
[illegible]	260	(205)	**55**	33	**(13)**
[illegible]	6 5	(6 5)	**0**	0	**0**
[illegible]	14	(1,360)	**(1,211)**	1	**(877)**
[illegible]	315	(134)	**181**	0	**170**
[illegible]	3,333	(3,4 6)	**(143)**	0	**(77)**
[illegible]	1,466	(1,431)	**35**	0	**(1)**
[illegible]	2, 4	(2,421)	**573**		**53**
[illegible]	252	(20)	**45**	0	**(2)**
[illegible] 2005/06)	03	(6 4)	**109**	0	**-**
[illegible]	1, 3	(1, 1)	**(142)**	0	**(136)**
Total	**11,996**	**(12,494)**	**(498)**	**121**	**(883)**

[illegible]

12. Remuneration of senior staff (including teachers)

[illegible]

2004/2005 Number of staff	Value Of Remuneration	2005/2006 Number of staff
1	. 50,000 . 5 ,	106
42	. 60,000 . 6 ,	3
	. 0,000 . ,	1
	. 0,000 . ,	
6	. 0,000 . ,	2
0	. 100,000 . 10 ,	3
0	. 110,000 . 11 ,	1
1	. 120,000 . 12 ,	0
0	. 130,000 . 13 ,	0
0	. 140,000 . 14 ,	1

13. Members allowances

[illegible] 2005/06 [illegible] . 45,521 (1 , 1 [illegible] 2004/05). [illegible] 1 [illegible] 2006 [illegible] .

14. Thames Gateway London Partnership

( ) [illegible]

15. Related Party Transactions

3

2005/06,

( ).

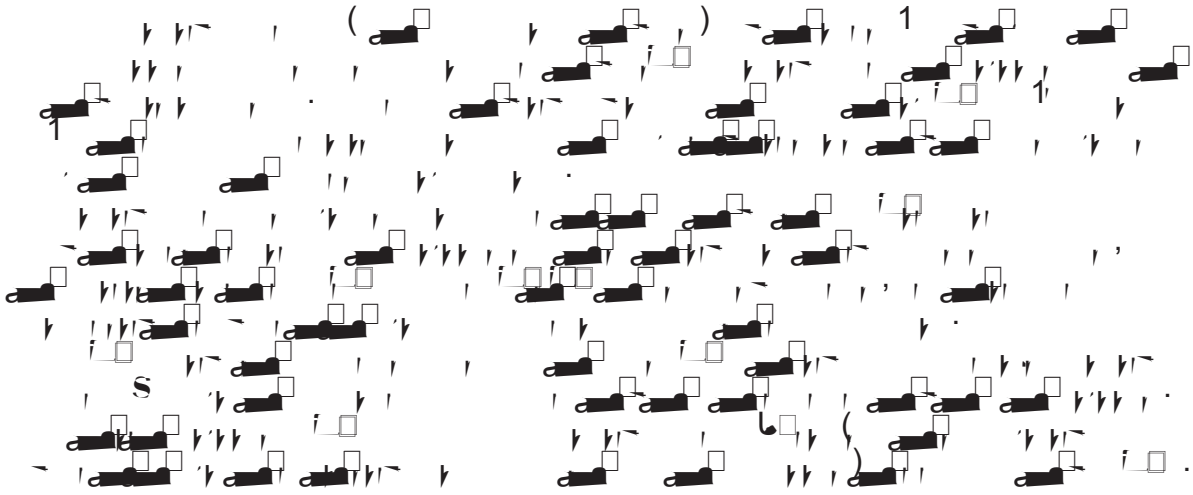
2006 S

2005/2006.

MEMBER/ OFFICER	VALUE OF PAYMENTS BY COUNCIL TO RELATED ORGANISATIONS	Value of Payments

( )

16. Building Control Services



17. Private Finance Initiative (PFI)

30 2004, ( )

Housing Revenue Account

( ) 1 s (s).

2004/2005 s *			Notes	2005/2006	
£'000	£'000			£'000	£'000
		INCOME			
(63, 5)				(65,225)	
(2,32)				(2,302)	
(3,1 4)				(4,400)	
(1,216)				(1,05)	
	(70,594)	**TOTALC-28(L)3(T)-115E702598)**			

5. Major Repairs Reserve (MRR)

	2004-05 . ,000	2005-06 . ,000
1	10, 35	1,604
	,33	6,0 1
	14,40	13, 34
	(23,53)	(13,)
	(,33)	(6,0 1)
31	1,604	1,44

2005/06 . 13.

6. Housing Subsidy

2005/06

)((0 . 6 6 (0 .6 45 6 .2001 5 0.01 2

8. Summary of HRA Capital Expenditure

2004/05 . ,000		2005-06 . ,000
,35	[illegible]	2,24
20,4 4	[illegible]	32,0 6
6	[illegible]	0
0	[illegible]	
565	[illegible]	600
2 ,4 3	[illegible]	34, 44
, 34	[illegible]	1 ,366

2005/06, [illegible] 4 % 3 %, [illegible]

11. Other Information

[illegible] 3.5% [illegible] 2005/06.

[illegible] 2003 [illegible] 2005/06 [illegible] 1 . (1 . 2 2004/05) [illegible]

[illegible] 1 [illegible] 2001 [illegible] 23 -0.2 [illegible] 0.2( )24 [illegible]

The collection fund account

The Collection Fund Income and Expenditure Account 2005/2006

2004/2005			NOTES	2005/2006	
£'000	**£'000**	**INCOME**		**£'000**	**£'000**
(41, 3)		[illegible]	2	(43,0 2)	
(15,0)		[illegible]		(15, 4)	
(41,43)		[illegible]		(41, 64)	
(3)		[illegible]		( )	
(1,653)		[illegible]	4	(1,12)	
	(100,102)				(101, 66)
		EXPENDITURE			
56,6 2		[illegible]	3	5 ,636	
40, 55 356		[illegible]	5	41,201 320	

Notes to the Collection Fund Account

1. General

[illegible]

2. Council Tax

2005/2006 [illegible] 1,153.36 [illegible]

	£ p
[illegible]	. 4
	254.62
	1,153.36

[illegible]

BAND	NUMBER OF PROPERTIES IN BANDS	BAND 'D' EQUIVALENT PROPERTIES
A	5, 43.00	3, 2 .2
B	,460.00	6,5 0.0
C	36,34 .50	32,30 .
D	,116. 5	116.
E	1,5 . 5	1, 2 .6
F	2 .50	432.6
G	42.25	0.4
H	4.50	.0
	59,592.25	**52,275.5**

[illegible] 3.0% [illegible] 50, 3 [illegible]

	2004/2005 £'000	2004/2005

The consolidated balance sheet

Consolidated Balance Sheet As At 31st March 2006

2004/2005 (RE-STATED)*				NOTES	2005/2006		
£'000	£'000	£'000			£'000	£'000	£'000
			FIXED ASSETS	1,2,3,			
13 ,523			•		24,056		
30 , 53			•		314,		
,323			• &		,122		
44,222			•		51,513		
3, 34			•		6, 23		
	1,503, 55					1,305,413	
	66, 60					65, 26	
		1,570,615	**TOTAL FIXED ASSETS**				**1,371,1**

6

Notes to the Consolidated Balance Sheet

1. Information on Assets Held

Fixed Assets owned by the Council include the following:-	Number as at 31st March 2005	Number as at 31st March 2006
Council Dwellings	20,4 6	1 , 3
Operational Buildings		

•

3. Capital Expenditure and Financing

[illegible] 2005/2006 ([illegible] .6 ([illegible] 5.0 [illegible] 2004/2005).

2004/2005 2005/2006

7. [illegible] F[illegible] A[illegible] 2005/2006

	C[illegible] D[illegible]	[illegible] B[illegible]	[illegible] E[illegible]	[illegible] A[illegible]	C[illegible] A[illegible]	[illegible]	A[illegible] C[illegible]	[illegible]
	000	000	000	000	000	000	000	000
B[illegible] 1[illegible]A[illegible] 2005	1,162,779	318,174	16,007	51,877	3,995	53,471	13,388	1,619,691
A[illegible] ([illegible] 1)	34,934	15,165	4,316	8,521	808		16,949	80,693
D[illegible]	(20,694)	(125)	(244)			(1,658)		(22,721)
[illegible]		14,254	(1,325)	1,325	2,100	724	(17,078)	0
[illegible]	(234,155)	(14,065)	54	(5)	28		(70)	(248,213)
B[illegible] 31[illegible] 2006	942,864	333,403	18,808	61,718	6,931	52,537	13,189	1,429,450
DE[illegible]EC A[illegible]								
B[illegible] 1[illegible]A[illegible] 2005	(23,255)	(9,320)	(8,684)	(7,656)	(160)			(49,075)
D[illegible]	(19,272)	(9,432)	(2,305)	(2,549)	(48)			(33,606)
[illegible]	23,719	348	303					24,370
B[illegible] 31[illegible] 2006	(18,808)	(18,404)	(10,686)	(10,205)	(208)	0	0	(58,311)

8. Revaluation of Fixed Assets

[illegible] 1 2004 1 2005. [illegible] 2006/0 [illegible]

9. Long Term Debtors

- **Deferred Capital Receipts:-**

[illegible]

	2004/2005 £'000	2005/2006 £'000
[illegible] 1 [illegible]	3,245 (32) 0	2,413 (5 0) 0
Mortgages Outstanding 31st March	**2,413**	**1,843**

- **Other Mortgage Advances:-**

[illegible]

	2004/2005 £'000	2005/2006 £'000
[illegible] 1 [illegible]	2 (10) 0	2 (6) 0
Mortgages Outstanding 31st March	**72**	**66**

- **Private Finance Initiative:-**

	2004/05 £'000	2005/06 £'000
[illegible] 1 [illegible]	5,5 2 126 0 2,14	, 5 (4) 356 4,561
PFI Outstanding 31st March	**7,857**	**12,277**

[illegible] 12 [illegible] 1 [illegible]

[illegible] 25 [illegible]

TOTAL LONG TERM DEBTORS	**10,342**	**14,186**

10. Stock

	31st March 2005 £'000	31st March 2006 £'000
[illegible]	215	256
[illegible]	41	54
[illegible]	2	24
[illegible]	26	21
[illegible]	5	64
[illegible]	22	1
TOTAL	**388**	**436**

11. Debtors

	31st March 2005 £'000	31st March 2006 £'000
[illegible]	4 ,342	54,155
[illegible]	(,161)	(,4 5)
	40,181	**44,680**

	31st March 2005	31st March

13. Receipts in Advance

	31st March 2005 * as restated	31st March 2006

18. Net Assets Employed

	31st March 2005 £000	31st March 2006 £000
&	1,5 3,45	1,302,23
	(1, 1)	(1,505)

Pensions Liability (Continued)

	31 March 2004 £'000	31 March 2005 £'000	31 March 2006 £'000
	214,664	1 , 00	252,2 0
	53,06	64, 00	66, 30
	1 ,362	33,200	3 ,030
	11,436	,2	,2 0
	2 ,52	306,0	365,530

31 2006, 31 2005 31 2004.

S 1

Analysis of Total Recognised Gains and Losses:

	31 March 2005 £'000	31 March 2006 £'000
	,52	3 ,420
Actuarial Gain / (Loss) in Pension Plan	**(53,140)**	**(19,052)**
/ ( )	0 0	
Actuarial Gain / Loss in STRGL	**(53,140)**	**(19,052)**

Movement in Surplus / Deficit in the Year:

	2004/05 £'000	2005/06 £'000
	(13,01)	(13,560)
(Deficit)/ Surplus at End of the Year	**(117,978)**	**(141,580)**

Pensions Liability (Continued)

History of Experience Gains and Losses:

31 March 2005

The statement of total movement in reserves

Statement of total movements in Reserves 2005/2006

	Fixed Asset Restate-ment Account	Capital Financing Account	Usable Capital Receipts	General Fund	Specific Reserves General Fund	HRA Working Balance	Specific Reserve HRA	Pensions Reserve	Collection Fund	LMS	TOTAL
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
otes								2		1	
1.4.2005											

Purpose Of Reserves

RESERVE	PURPOSE	USAGE	BASIS OF TRANSACTIONS
CAPITAL **Fixed Asset Restatement**	[illegible]	[illegible]	[illegible]
Capital Financing Account	[illegible]	[illegible]	[illegible]
Usable and Set-aside Capital Receipts	[illegible]	[illegible]	[illegible]
REVENUE (SPECIFIC) **General Reserve**	[illegible]	[illegible]	[illegible]
Capital & Revenue Reserve	[illegible]	[illegible]	[illegible]
Repairs and Renewals	[illegible]	[illegible]	[illegible]
Spend to Save Activities & Service Reconfigurations	[illegible]	[illegible]	[illegible]
Interest Equalisation Reserve	[illegible]	[illegible]	[illegible]
Collection Fund Equalisation Reserve	[illegible]	[illegible]	[illegible]
Insurance	[illegible]	[illegible]	[illegible]
PENSION RESERVE	[illegible]	[illegible]	[illegible]
REVENUE (OTHER) **Fund Balances (General, Housing, Collection Fund)**	[illegible]	[illegible]	[illegible]

The cashflow statement

Cash Flow Statement

	2004/2005	2005/2006

Notes to the Cash Flow Statement

1. Reconciliation Of Revenue Cash Flow

3. Analysis of Government Grants etc.

	2004/2005 £'000	2005/2006 £'000

The pension fund account

Pension Fund Account

2004/2005			2005/2006	
£'000	£'000	**Contributions and Benefits**	£'000	£'000
6, 10 41 1,311	,062	•[illegible]	10,462 1, 2 1,4 4	13, 3
4, 23 53 5 0	6,266	•[illegible]	5,26 25 626	6, 1
	5, 2	[illegible]		6, 1
	21,210	[illegible]		2 ,32
12, 1,6 6 1	14,6 0	•[illegible]	13,31 1, 42 2	15,33
2,101 21 1 2	2,4 1	•[illegible]	2,1 0 235 424	2, 3
1 3, 1 445	4,342	[illegible] •[illegible] •[illegible] •[illegible]	61 4,22 4 0	4,
	21,503	[illegible]		22, 55
	(293)	**Net income (withdrawals) (A less B)**		**4,373**
		Returns on investments		
11, 5 26,203 ( )		•[illegible] •[illegible] •[illegible]	11,64 6,40 (1,521)	
	37,101	**Net returns on investments**		**96,535**
	36,808			**100,908**
10,605 ,030 1 ,1 3		[illegible] *Change in market value of investments:* [illegible]	14,501 64,666 21, 41	
	36,808	**Net increase/(decrease) in the fund during the year**		**100,908**
	360,0 0	[illegible]		

Pension Fund
Net Assets Statement

31st March 2005			31st March 2006	
£'000	£'000		£'000	£'000
		INVESTMENT ASSETS		
2 ,523		[illegible]	3 ,622	
143, 6		[illegible]	101, 4	
0		[illegible]	0	
4, 6		[illegible]	200,103	
0		[illegible]	,011	
42,30		[illegible]	52, 3	
, 4		[illegible]	2, 2	
5,54		[illegible]	5,120	
	3 3,12			4 ,435
		CURRENT ASSETS		
2, 06		[illegible]	4,4 1	
1, 43		[illegible]	,	
	4, 4			13,3
		CURRENT LIABILITIES		
	( )	[illegible]		(4,03)

2. Accounting Policies

(i) **Investment Valuation -** [redacted]

(ii) **Accruals Basis -** [redacted]

(iii) **Transfer Values -** [redacted]

(iv) **Foreign Currency Translation -** [redacted]

(v) **Costs of Acquiring Investments –** [redacted]

(vi) **Investment Management Expenses** [redacted]

(vii) [redacted]

3. Actuarial Position

[redacted] 31 [redacted] 2004 [redacted]

- [redacted] 100% [redacted]
- [redacted]
  - [redacted]
  - [redacted]
  - [redacted]
  - [redacted] 360 [redacted]

[redacted]

	Nominal % p.a.	Real % p.a.
	4.	1.
•	2.0	
•	0.4	
•	6.	3.
• (50% , 50%)	4.	2.0
	6.3	3.4
	4.4	1.5
	2.	

% . 1 2005 31 200 15. %

31/3/2004 -

Past Service Liabilities	£m
	1 3 4 1 5
Total	**416**
	360

4. Purchase And Sale Of Investments

[illegible] 13.4 [illegible] 3 .5 [illegible] 64.6 [illegible]

5. Fund Managers

[illegible]

Manager	Value of fund £,000	%
[illegible]	166, 3	33.5
[illegible]	163, 1	32.
[illegible]	15 , 1	32.1
[illegible]	1,015	0.2
[illegible]	6,1 6	1.3
Total	**497,786**	**100**

6. Stock released to third parties

[illegible] 31 [illegible] 2006. 12. [illegible] 102.5% [illegible]

7. Statement of Investment Principles

[illegible]

8. Further Analysis of Investments

[illegible] 4 . [illegible]

9. Related Party Transactions

[illegible] . 3 2, 15 (2004/05. 31 ,000).

10. Administrative and other expenses

	2004/05 ,000	2005/06 ,000
[illegible]	34	422
[illegible]	10	
[illegible]		5
[illegible]	445	4 0

11. Transfers Out

[illegible] 2,013 [illegible] 31 [illegible] 2001. [illegible]

12. Post Balance Sheet Events

[illegible] 54 [illegible]

Independent Auditors' Report to the members of the London Borough of Barking and Dagenham

Opinion on the Financial Statements

31 2006 1

Respective Responsibilities of the Chief Financial Officer and Auditors

2005).

1 36

2005,

2003. 2 2004.

[illegible]

Basis of audit opinion

[illegible] 1 [illegible]

Opinion

[illegible] 2005

- [illegible] 31 [illegible] 2006 [illegible]
- [illegible] 31 [illegible] 2006, [illegible]

[illegible]

32 [illegible]

1s

2 s 2006

Conclusion on arrangements for securing economy, efficiency and effectiveness in the use of resources

Council's Responsibilities

[illegible]

[illegible] 1 [illegible]

Auditor's Responsibilities

[illegible] 1 [illegible]

[illegible] 1 [illegible]

- [illegible]
- [illegible] 6 [illegible] 1 [illegible]
- [illegible] 1 [illegible]

Conclusion

[illegible] 2005, [illegible] 31 [illegible] 2006.

Best Value Performance Plan

[illegible] 2005/06. [illegible]

Certificate

[illegible] 1 [illegible]

[illegible]

s

32 [illegible] s

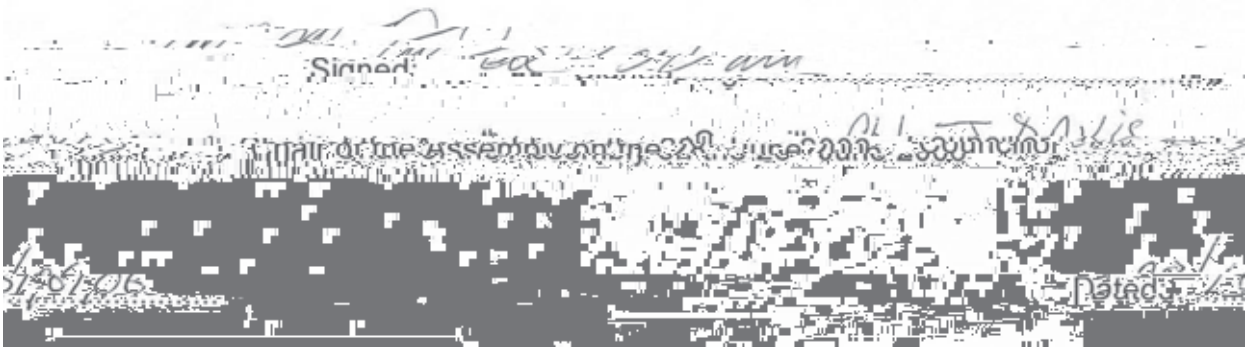
s 1s

2 s 2006

Signature of chairman of the assembly to the approval of the statement of accounts

SIGNATURE OF THE CHAIRMAN OF THE ASSEMBLY TO THE APPROVAL OF THE 2005/2006 STATEMENT OF ACCOUNTS

S 2005/2006
2 2006



Glossary of terms

32 20 32004( )-6 6 20 0.0031 (

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible] (1) [illegible]

1 [illegible] ([illegible])

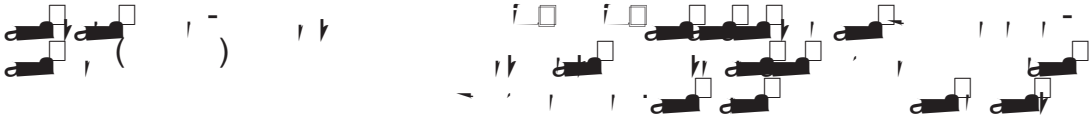
[illegible] 31 [illegible] 2004 [illegible]

[illegible] 31 [illegible] 2004. [illegible]

[illegible]

[illegible] S [illegible]

[illegible]



[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]