

Balance Sheet - What the Council owns, owes and is owed

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| Buildings, Land & Assets Owned by the Council | £305m |
| Cash in Bank | £1m |
| Money Owed to the Council | £17m |
| Money Owed by the Council | (£21m) |
| Capital Grants & Contributions | (£40m) |
| Investments | £56m |
| Pension Liability (FRS17) | (£69m) |
| Long Term Debt | (£116m) |
| Total | £133m |
| Financed by: | |
| Reserves | £28m |
| Capital Finance & Revaluation of Assets | £174m |
| Pension Reserve (FRS17) | (£69m) |
| Total | £133m |

Capital Expenditure

| | |
|--------------------|-------------|
| School related | £12m |
| Housing Grants | £2m |
| Highways & Roads | £3m |
| Flood prevention | £2m |
| Torquay Waterfront | £2m |
| Torre Abbey | £2m |
| Palace Theatre | £1m |
| Other schemes | £1m |
| Total | £25m |

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5212/10/07



Summary of Accounts 2006/07

Details of the Council's spending during 2006/07



www.torbay.gov.uk

Director's Statement

The Council's Statement of Accounts has been prepared in accordance with the Accounting Code of Practice. The figures in this summary were originally compiled having regard to proper accounting practice. For the purposes of this summary some modifications were made to provide more meaningful information.

The Council 2006/07 accounts have been audited by an auditor appointed by the Audit Commission. The auditor has issued an unqualified opinion of the Council's full accounts for 2006/07.

A full copy of the Council's 2006/07 audited accounts is on the Council's website www.torbay.gov.uk/financial_services and available for inspection at Connections and libraries throughout Torbay.

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Financial review

Financial Performance

Torbay Council budgeted to break even in 2006/07. The year end position was a small underspend. The Council balanced higher than anticipated expenditure on Adult Social Care with increase income from its treasury management activities. The funding of schools changed from general government grant to a specific grant – the Dedicated Schools Grant of £63 million which is now reported as income to the Education service.

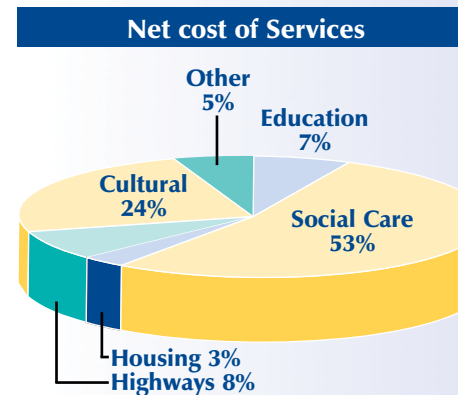
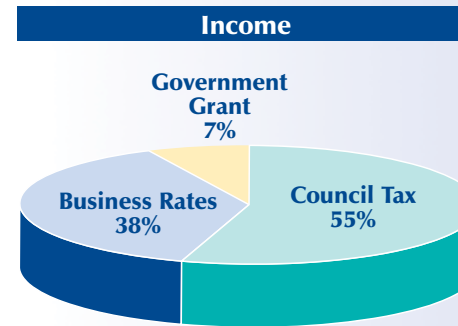
The Council's general reserve balance as at 31st March 2007 increased to £2.8 million. This is equal to 2.8% of the Council's 2007/08 budget.

Capital Expenditure

Capital expenditure represents money spent by the Council for the purchase, upgrading or improvement of assets such as buildings and roads. The Council spent £25 million on its capital programme in 2006/07 primarily on school buildings. A summary is shown on the back page.

The cost of Council services' Revenue Account for the year ended 31 March 2007

The Revenue account below presents the net cost of running Council Services between April 2006 and March 2007 and where the money came from to finance those costs.



Cash Flow

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|---------------------|--------------|
| Cash 1/4/06 | £1m |
| In | £438m |
| Out | £438m |
| Cash 31/3/07 | £1m |

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|---|------|
| Education | £6m |
| Social Services | £48m |
| Housing | £3m |
| Highways | £7m |
| Culture & Environmental . . . | £22m |
| Corporate and Democratic Core | £4m |
| Other Services | £1m |
| Net Cost of Services | £91m |

| | |
|--|-----|
| Add Treasury Management | £2m |
| Add Appropriations and other Internal Accounting | £3m |

Amount to be met from Government Grants and local taxation £96m

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|---------------------------------|-------------|
| Financed By: | |
| Revenue Support Grant | £7m |
| Business Rates | £36m |
| Council Tax | £53m |
| Total | £96m |
| Net surplus for year | £0.1m |