The Compact Accounts 2012/13

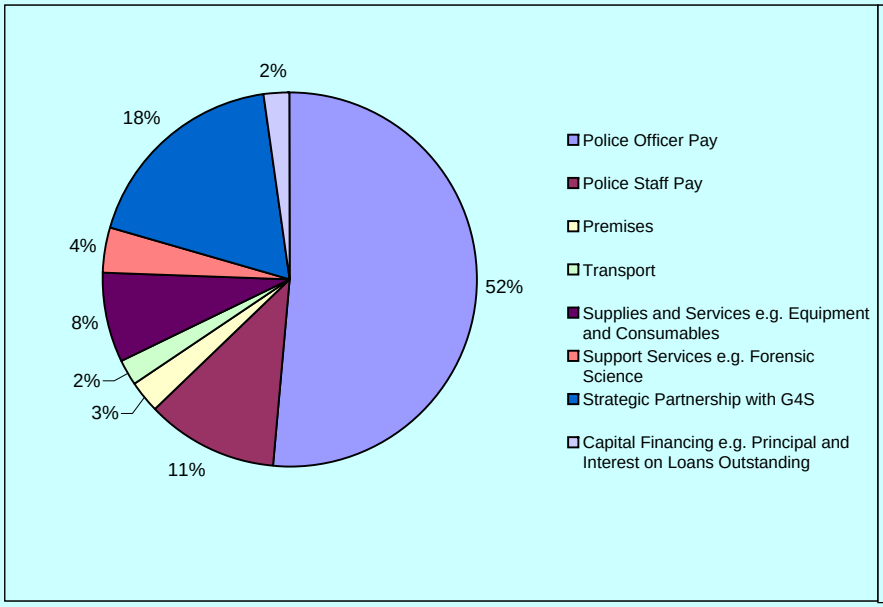
The Police and Crime Commissioner Group consists of two separate organisations: the Police and Crime Commissioner; and the subsidiary of the Chief Constable. They are referred to together in this document as the PCC Group.

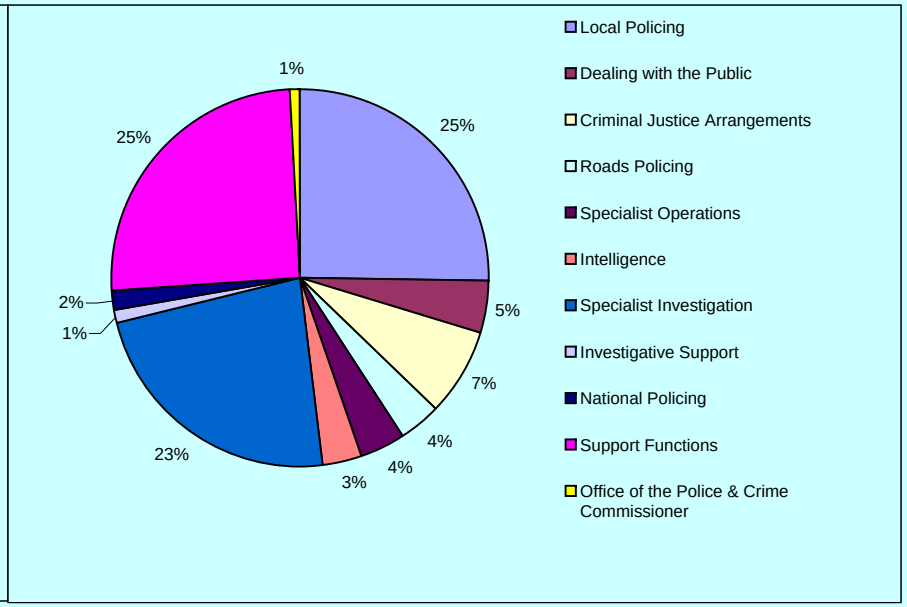
This document summarises the full 2012/13 Statement of Accounts for the PCC Group and gives a view of the financial position at 31st March 2013. In order to present this information in a more concise and user-friendly way, modifications to the audited Statement of Accounts have been made. Consequently, these accounts have no legal standing.

The Police and Crime Commissioner for Lincolnshire

The **Revenue Account** summarises the costs of the police activity during the year and the sources of funding that support it.

2011/12 Net Spending £000's	Revenue Account	2012/13 Net Spending £000's
63,505	Police officer pay	60,827
31,793	Police staff pay	13,512
25,222	Non pay costs	41,481
120,520	**Expenditure for the year**	**115,820**
(7,075)	Cost recovery through recharges and local funding arrangements	(6,762)
1,544	Contribution to/(from) Specific Reserves & Provisions	4,027
114,989	**Net Cost of Services for the year**	**113,085**
	less	
	Income receivable	
(71,732)	Home Office grants	(67,268)
(42,357)	Council tax	(44,317)
(1,500)	Other Grants	(1,500)
(600)	**Surplus available for the general fund**	**(0)**





Where the money was spent 2012/13

The **Balance Sheet** gives a snapshot of the PCC Group's financial situation at the end of the year.

31 March 2012 £000's	Balance Sheet	31 March 2013 £000's	
	Assets and Liabilities		
	Assets		
21,014	Land and Buildings	20,631	
6,789	Vehicles, Plant and Equipment	10,469	
-	Intangible Assets	-	
2,054	Non-Operational Assets	795	
7,941	Debtors	9,473	
493	Stock	432	
1,002	Cash	-	
12,215	Short Term Investments	10,300	
51,508			52,100
	Liabilities		
(8,574)	Creditors	(10,151)	
-	Cash	(299)	
(333)	Provisions	(1,746)	
(20,253)	Borrowing	(18,030)	
(29,160)			(30,226)
22,348	**Total Net Assets**		**21,874**
	Financed By		
9,883	Unusable Reserves	7,493	
5,629	General Reserve	5,629	
6,836	Specific Reserves and Capital Receipts	8,752	
22,348	**Total Reserves and Balances**		**21,874**

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The Balance Sheet shows the financial standing of the PCC Group at a point in time. As at the 31 March 2013 the PCC Group had long-term assets (such as land, buildings and vehicles) valued at £31.9m. Current assets (such as money due to us, short term investments, stocks of consumable items) were worth £20.2m. Importantly, this is more than enough to meet the £11.7m that we owe to other organisations in the short term (creditors and short term borrowing). The PCC Group's total borrowing amounts to about £18m, which is much less than the value of the long-term assets it has been used to finance. The Balance Sheet also shows the usable cash reserves. These include reserves which are held for a specific purpose such as to meet the cost of Major Incidents and unused capital receipts from the sale of capital assets. Amounts held against unknown future financial risks are included in the General Reserve. Unusable reserves are required to be included but are not available for use by the PCC Group.

The cost of the Office of the Police and Crime Commissioner in 2012/13 was £902k (2011/12 £884k).

It should be noted that the accounting entries relating to International Financial Reporting Standards for Pensions, Jointly Controlled Assets and Employee Benefits have been excluded from this Statement. Please see the Notes Page.

The **Cash Flow** Statement summarises the money which actually moved into and out of our accounts during the year.

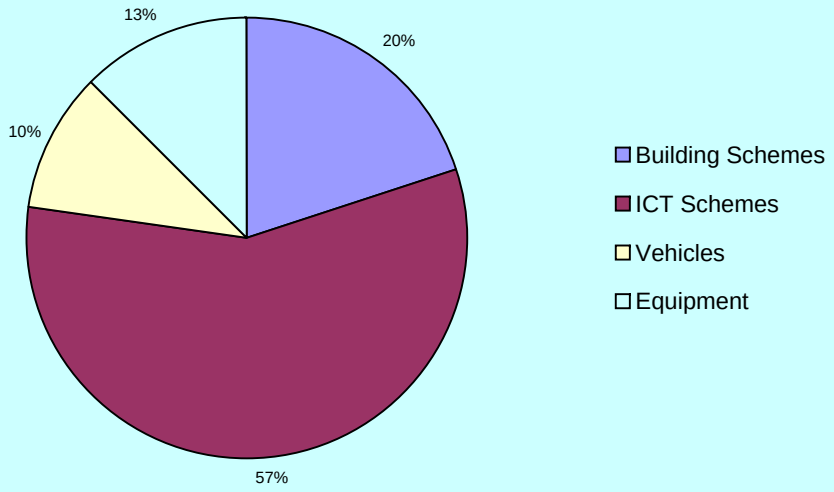
2011/12 £000's	Cash Flow	2012/13 £000's	
	Revenue		
117,802	Cash Payments for Employees, Supplies and Services, Interest on loans etc	113,271	
(122,664)	Receipts from Precepts, Government Grants, Interest on Investments etc	(121,687)	
(4,862)			(8,416)
	Capital		
4,244	Payments for land, buildings, vehicles etc	8,282	
(1,389)	Receipts from capital grants, sale of assets etc	(2,702)	
2,855			5,580
(2,007)	**Net cash outflow / (inflow) for services**		**(2,836)**
	Financing		
1,966	Loans Repaid	2,222	
(3,040)	Loans Raised	0	
(1,074)	Net decrease / (increase) in Loans		2,222
2,219	Net decrease / (increase) in Investments		1,915
1,145	**Total Financing**		**4,137**
(862)	**Decrease / (Increase) in Cash**		**1,301**

The **Capital Summary** gives an overview of investments made during the year and how we paid for it.

2011/12 £000's	Capital Summary	2012/13 £000's
	Capital Spending	
4,244	Operational Assets	8,282
4,244		**8,282**
	Financed by	
3,040	External Borrowing	-
-	Use of Internal Cash Resources	5,433
-	Capital Receipts	1,497
792	Capital Grants	1,205
412	Revenue Contribution	147
4,244		**8,282**

Capital Expenditure relates to the provision of assets which will bring long term benefit to the PCC Group such as Building schemes, the purchase of ICT systems, vehicles and equipment.

Capital Expenditure 2012/13



Notes to the compact accounts

These compact accounts simplify our financial position considerably from the accounts required in law and under accounting regulations. The following notes explain the significant items that are excluded.

Accounting for Pensions

The Accounting Regulations require the PCC Group to recognise the financial consequences of retirement benefits when they are earned by employees rather than when the benefits are eventually paid as pensions. As a result on this basis the PCC Group has a total liability of £1,002.1m million. However the arrangements for funding this liability are in place with the Local Governments Pension Scheme latest valuation showing assets of £85.3 million against liabilities of £117.9 million. The Police Pensions Scheme costs are met each year by a specific grant from the Home Office.

Accounting for Capital

The statutory accounts are charged with a capital charge for all long-term assets used in the provision of services. The total charge covers the annual provision for depreciation. These summarised accounts only include the capital charges incurred by the PCC Group during the year.

Jointly Controlled Assets

The PCC Group has several jointly controlled asset arrangements, both with police forces across the East Midlands and with the public sector in Lincolnshire. The compact accounts do not include any adjustments for these arrangements.

Collection Fund and Employee Benefits

The accounting entries relating to the Collection Fund and Employee Benefit liabilities have been removed from these compact accounts as they have no effect on the amount to be raised from council tax.

Anyone who would like to see the full financial statements can do so by looking at the PCC website at www.lincolnshire-pcc.gov.uk