

## Changes to Wirral Council Draft Statement of Accounts 2019/20

This appendix sets out the items identified either by the Council to the auditors or by the auditors to the Council, and whether changes have been made to the accounts during the audit process.

| # | Description  | Financial impact on CIES and Balance Sheet | Changes made to Accounts |
|---|--|--|--------------------------|
| 1 | Note 18 and 47 Financial Instruments – reclassification of two investments from Fair Value through Other Comprehensive Income to Fair Value through Profit and loss. The change is not material for the CIES.<br>1) CCLA investment of £1m<br>2) Public Sector Social Investment Fund investment of £10m | Not Material for CIES                      | Yes                      |
| 2 | Note 14 Property Plant and Equipment. Assets to the value of £895k have been identified as no longer in existence. These will be corrected in 2020/21 financial year, as the value does not materially misstate the accounts.  | Not material                               | No                       |
| 3 | Note 42 Concessionary arrangements – PFI liabilities<br>The model Grant Thornton use to compare against the Council modelling shows a variance of £0.4m which could be due to different attributes / inputs.<br>A onerous contract exists between the DfE and the Council which has not been recognised. | None                                       | No                       |
| 4 | Change to note 10, Other Operating Expenditure and note 11, Financing and Investment Income and Expenditure, to correctly report the disposal/transfer of schools to Academies.  | None                                       | Yes                      |
| 5 | Note 13 Expenditure and Income analysed by Nature, additional table added.   | None                                       | Yes                      |
| 6 | Note 40 Capital expenditure and Funding and Unusable note 26 updated to correctly report REFCUS and Grants. £1.2m was incorrectly analysed in the original notes.  | None                                       | Yes                      |

| #  | Description   | Financial impact on CIES and Balance Sheet | Changes made to Accounts |
|----|---|--|--------------------------|
| 7  | Note 35 Officers' Remuneration, heading changed to report £ and not £000 on exit package table.   | None                                       | Yes                      |
| 8  | Note 38 Grant Income, updated to correctly disclose the values of grants for:<br>1. Improved Better Care Fund (from £2.602m to £2.546m)<br>2. Wirral Ways to Work (from £1.736m to £1.423m)<br>3. Housing Benefit grant (from £83.5m to £96.4m)               | None                                       | Yes                      |
| 9  | Note 39 Related Parties. Updated to report the correct in year transactions with Wirral Evolutions as the VAT was included in the original values.  | None                                       | Yes                      |
| 10 | Note 18 Financial Instruments. Included text under the heading Financial Assets to include the investment with the Public Sector Impact Fund (PSSIF) and move from hierarchy level 2 to level 3.  | None                                       | Yes                      |
| 11 | Narrative Report and Note 6 Events after the balance sheet date have been updated to reflect the current budget and Covid-19 position of the authority.   | None                                       | Yes                      |
| 12 | Note 4 Assumptions made about future and other major sources of estimation uncertainty. This will be updated to reflect the updated for the Pension Liability as MPF have updated their note to provide more detail about the material valuation uncertainty. | None                                       | Yes                      |
| 13 | Note 35 - Exit packages £5k misstatement  | None                                       | No                       |
| 14 | Note 46 – External Audit Costs, additional narrative relating to 18/19 to report subscription for £13k  | None                                       | Yes                      |
| 15 | Note 3 – Critical Judgements narrative to include Going Concern statement   | None                                       | Yes                      |
| 16 | CIES / Note 7 and Note 13 updated to eliminate the reporting of recharges to avoid double counting of income and expenditure, no impact on net  | None                                       | Yes                      |
| 17 | Note 43 – Pension fund narrative to include three schools who don't use Council services and also include text that the liability includes an estimate for McCloud liabilities  | None                                       | Yes                      |
| 18 | Note 37 – sign conventions changed to fall in line with CIFPA   | None                                       | Yes                      |
| 19 | Notes 27 and 28 – updated narrative for 18/19 restatement   | None                                       | Yes                      |

| #  | Description                                      | Financial impact on CIES and Balance Sheet | Changes made to Accounts |
|----|--|--|--------------------------|
| 20 | Note 2 – updated to reflect deferment of IFRS 16 | None                                       | Yes                      |
| 21 | CIES updated to remove internal recharges        | None                                       | Yes                      |