Appendix 2

Summary of the unaudited Statement of Accounts 2025/26

Comprehensive Income and Expenditure Statement

2024/25				2025/26		
Expenditure £000	**Income £000**	**Net £000**		**Expenditure £000**	**Income £000**	**Net £000**
254,573	(108,228)	146,345	Adult Care and Health	281,121	(119,069)	162,052
424,410	(291,359)	133,051	Childrens, Families & Education	451,131	(291,548)	159,583
124,892	(99,859)	25,033	Finance	113,560	(82,596)	30,964
20,245	(3,519)	16,726	Law & Corporate Services	17,755	(2,046)	15,709
94,896	(25,801)	69,095	Neighbourhood Services	93,495	(27,696)	65,799
60,687	(18,297)	42,390	Regeneration and Place	63,302	(27,954)	35,348
4,871	(4,566)	305	Strategic Holding Account and Corporate Items	6,126	(6,452)	(326)
984,574	**(551,629)**	**432,945**	**Cost of Services**	**1,026,490**	**(557,361)**	**469,129**
47,870	0	47,870	Other Operating Expenditure	51,712	0	51,712
38,919	(10,185)	28,734	Financing and Investment Income and Expenditure	63,206	(7,723)	55,483
0	(438,392)	(438,392)	Taxation and Non-Specific Grant Income	0	(496,021)	(496,021)
1,071,363	**(1,000,206)**	**71,157**	**Surplus or Deficit on Provision of Services**	**1,141,408**	**(1,061,105)**	**(80,303)**
		(37,326)	Surplus or deficit on revaluation of PPE			(29,777)
		(4)	Surplus or deficit from investments in equity instruments designated at fair value through other comprehensive income			1
		(859)	Surplus or deficit on financial instruments measured at fair value through other comprehensive income			548
		(4,719)	Remeasurement of the net defined pension liability / asset			6,705
		(42,908)	**Other Comprehensive Income and Expenditure**			**(22,523)**
		28,249	**Total Comprehensive Income and Expenditure**			**57,780**

Balance Sheet

31 March 2025 (restated) £000	Notes		31 March 2026 £000
873,191	14	Property, Plant and Equipment	872,228
19,110	15	Heritage Assets	20,240
26,020	16	Investment Property	18,597
1,525	17	Intangible Assets	1,120
9,828	18	Long-Term Investments	9,185
5,433	18&19	Long-Term Debtors	5,369
935,107		**Long Term Assets**	**926,829**
2,888	18	Short-Term Investments	2,916
464		Inventories	377
137,323	19	Short-Term Debtors	157,465
21,427	21	Cash and Cash Equivalents	40,509
12,617	14	Assets Held for Sale	4,437
174,719		**Current Assets**	**205,704**
(1,110)	21	Cash and Cash Equivalents	(5,888)
(159,416)	18 & 29	Short-Term Borrowing	(244,124)
(90,068)	22	Short-Term Creditors	(82,178)
(8,569)	23	Provisions	(7,324)
(4,161)	35	Grants Received in Advance – Revenue	(2,222)
(263,324)		**Current Liabilities**	**(341,754)**
(3,570)	23	Provisions	(3,065)
(231,789)	18 & 29	Long-Term Borrowing	(244,054)
(165,917)	18, 22 & 29	Other Long-Term Liabilities	(157,030)
(33,088)	40 & 41	Pension Liability	(32,508)
(435)	35	Grants Receipts in Advance - Capital	(198)
(434,799)		**Long Term Liabilities**	**(436,855)**
411,703		**Net Assets**	**353,924**
(119,565)	24	Usable Reserves	(115,174)
(292,138)	25	Unusable Reserves	(238,750)
(411,703)		**Total Reserves**	**(353,924)**

Amendments to the Draft Accounts

The following amendments to the financial statements (draft to final) have been identified since publication and will be reflected in the final accounts to be brought back to the next sitting of this Committee.

Description	**Amount £m**	**Financial impact on Comprehensive Income and Expenditure Statement (CIES) and Balance Sheet**
Note 35 – Grant Income and Note 12 – Taxation & Non-Specific Grant Income: Correction of Social Care Grant from Taxation and Non-Specific Grant to specific grant reported in Net Cost of Services in the CIES.	2025/26: £49.545m 2024/25: £41.899m	CIES has been amended to report the Social Care Grant for 2024/25 and 2025/26, originally presented in Taxation & Non-Specific Grants, against Adults Care and Health and Children, Families & Education within Cost of Services. There is no change to Outturn or General Fund balances as these are presentational/reporting adjustments.
Note 14 – Property Plant & Equipment: Additional narrative added reflecting the change to The Code for new indexation arrangements, and revised revaluation table.	n/a	n/a – correction of disclosure information, and additional disclosure information provided for transparency only.
Note 14 – Property Plant & Equipment: Increase in valuation to reflect late receipt of valuation report from external valuers, and correction journal to reflect abortive capital costs on the balance sheet.	£1.610m	There is a net nil impact on the Balance Sheet, with an adjustment of £0.530m to both Property, Plant and Equipment and Unusable Reserves. CIES has been amended to increase net expenditure by £1.080m. There is no change to Outturn or General Fund balances as these are statutory adjustments.
Note 16 – Investment Property: To reflect amended valuation due to late receipt of valuation report from valuers.	£1.130m	CIES has been amended to increase net expenditure by £1.130m. There is a net nil impact on the Balance Sheet, with an adjustment of £1.130m to both

		Investment Properties and Unusable Reserves. There is no change to Outturn or General Fund balances as these are statutory adjustments.
Note 35 – Grant Income: Capital Grants and revenue grants Credited to Services disclosure tables updated to realign a small number of transactions between grant lines.	£0.367m	n /a – correction of disclosure information only.
Note 38 – Leases: Authority as Lessor disclosure tables updated to include income from additional lease arrangements.	£TBC	n /a – correction of disclosure information only.
Note 41 - Defined Benefit Pension Scheme: Enhanced disclosure has been added to provide further explanation of the pension asset ceiling and the resulting impact on the valuation of the net pension asset reported in the accounts. Additional lines also added to the valuation tables to provide additional transparency.	n/a	n/a – additional disclosure information provided for transparency only.
Additional disclosure information or tables have been added or amended in the Narrative Report, Note 3 Critical Judgements, Note 4 Estimation Uncertainty, Note 5 Material Items of Income and Expense, Note 14 Property Plant and Equipment, and Note 18 Financial Instruments, to provide increased transparency within the accounts.	n/a	n/a – corrections to disclosure information, and additional disclosure information provided for transparency only.

Unadjusted findings

The following change has been identified since publication but not amended in the final Statement of Accounts as explained in the following table:

Description	**Amount £m**	**Financial impact on Comprehensive Income and Expenditure Statement (CIES) and Balance Sheet**
Note 19 – Debtors: An immaterial error was identified in the value of a debtor balance. As the misstatement is below the audit materiality threshold, no amendment has been made to the financial statements.	£0.088m	No impact on the General Fund or outturn. If adjusted, Short-Term Debtors would decrease by £88k, with a corresponding reduction in Usable Reserves. The overall impact on the Balance Sheet would be nil.
Note 22 – Creditors: Audit sampling identified a capital payment relating to 2025/26 was made in April 2026 and not accrued. Due to being below audit materiality, no amendment has been made to the financial statements.	£0.403m	No impact on the General Fund or outturn. If adjusted, Short-Term Creditors would increase by £403k, with a corresponding increase in Infrastructure assets. The overall impact on the Balance Sheet would be nil.
Note 38 – Leases, Note 14 - Property Plant & Equipment, Note 18 - Financial Instruments, and Note 22 - Creditors: Small differences were identified between the accounts and the lease register for a number of leases. Due to immateriality, these the financial statements have not been updated, and will be corrected in the 2026/27 accounts.	£0.284m	No impact on the General Fund or outturn. Authority as Lessee disclosure tables updated to reflect corrections to lease disclosures for rent increases and associated impacts on asset disclosures and lease liabilities.