

## APPENDIX 1

### Changes from the Draft Accounts to the Final Accounts

Ref No	Description	Page	Statement/Note	Detail
1	Revenue Budget by directorate	10		Housing General Fund – actual expenditure has increased by £3.341M due to the correction of the debtor held in relation to housing benefits overpayments. Corporate core - actual expenditure has increased by £0.019M in relation to the increased Audit Fee
2	Analysis of reserves	14		General Reserves has reduced by 0.019M in relation to the increased Audit Fee Earmarked reserves has increased due to removal of DSG deficit. DSG central reserve of £21.407M has been removed – incorrectly classified as usable reserve and now has been moved to unusable.
3	The Collection Fund	24	Council Tax	Movement in year – reduced £0.103M due to adjustment required re treatment of discretionary relief
4	Comprehensive income and expenditure statement (CIES)	32	CIES / 5	Expenditure and income analysed by nature shows a difference to be due to depreciation, amortisation and impairment initially shown as being a deficit is now shown as a surplus. Income has a small movement overall but significant changes in the classifications where Government grants and contributions has moved from £244.4M to £310.3M as it was identified these were classed as other income rather than Government grants and contributions.
5	Movement in Reserves Statement (MIRS)	33	MIRS	MIRS shows an increase in total reserves from £117.4M to £127.328M. <ul style="list-style-type: none"> <li>• General Fund – increased cost of service (Housing General Fund) reducing general fund balances (see note 1)</li> <li>• Earmarked General Fund reserves – as noted above</li> <li>• HRA – increased income from CIES, Increased adjustments between accounting and funding basis</li> <li>• Unusable reserves – decrease from CIES, Increased adjustments between accounting and funding basis and adjustment to revaluations.</li> </ul>
6	Balance Sheet	35	14/17	Long Term Assets

				<ul style="list-style-type: none"> <li>Changes to the PPE due to academisation of Prestwich High School, revaluation of HRA properties &amp; correction of asset life values, and Investment properties due to reclassification of investment properties to PPE</li> </ul> <p>Current Assets</p> <ul style="list-style-type: none"> <li>There has been a reduction in sundry debtors and advance payments by £62.7M. £59.5m is related to COVID debtors now netted off creditors, £3.341M adjustment to Housing Benefit Debtor, £0.103M adjustment to Collection Fund arrears</li> </ul> <p>Current Liabilities</p> <ul style="list-style-type: none"> <li>A corresponding transaction has also been included in the sundry creditors and advance payments and has been rectified. This has reduced the current liabilities £59.5m was COVID grant as above, External Audit costs £0.019m and Collection Fund of £0.016m</li> </ul> <p>The overall net assets have increased due to the changes in the long-term Assets There was a transposition error in the draft which has now been corrected.</p>
7	Cash Flow Statement	36		<p>The overall Cash and Cash equivalents at the end of the reporting period are in line with the draft set of accounts but there have been some changes between the categories. This includes:</p> <ul style="list-style-type: none"> <li>Net surplus on the provision of services has increase from £1.9M to £6.0M. This is due to adjustments relating to capital as detailed in note 1</li> <li>Adjustments to surplus on the provision of services for non-cash movements has reduced by a corresponding amount</li> <li>Net cash flows from Financing activities has increase due to capital in note 1</li> </ul>
8	Expenditure and Funding Analysis	53	2.1	<p>Net expenditure and expenditure chargeable to General Fund and HRA has reduced due to changes in None Service Specific and HRA. The cost of the provision of services has therefore moved from a deficit position to a surplus position.</p> <ul style="list-style-type: none"> <li>Children, Young People and Culture – adjustments in expenditure funding basis and therefore net expenditure due to downward revaluation of schools. Changes in expenditure and net expenditure due to adjustment for internal recharges</li> <li>Corporate Core – Changes in expenditure and net expenditure due to adjustment for internal recharges</li> <li>NSS – changes in GF expenditure and between funding and accounting basis has reduced due to an adjustment for correction of asset lives</li> </ul>

				<ul style="list-style-type: none"> <li>• Operations - changes in adjustments between funding and accounting basis due to capital adjustments— adjustment for correction of asset lives, depreciation &amp; land &amp; building split</li> <li>• HRA adjustment between funding and accounting basis has an increase surplus due to revaluation of housing stock</li> <li>• Housing General fund has shown an increase in its expenditure due to an adjustment to the Housing General Fund debtor held of £3.341m</li> <li>• Other income and expenditure has increased the adjustment between funding and accounting basis</li> </ul> <p>Overall, the surplus on provision of services has moved from a deficit position of £1.907M to a surplus of £6.017M Movement in General Fund and HRA balances has changed from the draft position in line with the adjustment above</p>
9	Expenditure and Analysis by Nature	57	Note 3	<p>Now in line with the revised balance sheet. Changes to the 19/20 categories but deficit on provision of services in line with reported. Changes to the 20/21 for income and expenditure to show a Surplus on the provision of services.</p>
10	Adjustments between accounting Basis and funding Basis under regulations	59	Note 4	<p>Overall, a movement in the total which is due to Changes in categories within the table</p> <ul style="list-style-type: none"> <li>• Adjustment of the capital adjustment account for depreciation, amortisation and impairment of non-current assets. Of £15.5M due to revaluation in the HRA stock</li> <li>• An increase to the GF transfer of non-current asset sale proceeds from revenue to the capital receipts reserve.</li> </ul>
11	Analysis of other operating expenditure	59	Note 5	<p>Loss on disposal of non-current assets has increased by £11.1M due to the academisation of Prestwich high School</p>
12	Material Items of income and Expenditure	60	Note 8	<p>The addition of Prestwich High School – Deregulation of school on Academy Conversion has been added as was omitted in the Draft.</p>
13	PPE note	64	Note 9	<p>Closing NBV has moved by £14.8M due to the following</p> <ul style="list-style-type: none"> <li>• Council Dwellings valuation increase-revaluations recognised in the revaluation reserve and in the provision of the service due to the valuation increase between 1/4/20 &amp; 31/3/21</li> </ul>

				<ul style="list-style-type: none"> <li>• Other land and buildings – increase in the disposals recognised in the account’s revaluations recognised in the revaluation reserve and the provision of the service and changes in the depreciation charged in year due to reassessment of land &amp; building split</li> <li>• Increase in the infrastructure assets – depreciation charged within year adjustments for incorrect asset life values and depreciation charged</li> </ul>
14	Investment Properties	67	Note 11	Movement (increase) in fair value on investment properties due to increase in value of Manchester Airport Group land (Quantum)
15	Intangible assets	68	Note 12	Increase in amortisation in year due to changes in depreciation
16	Financial Instruments	69	Note 13	<p>Financial Assets</p> <ul style="list-style-type: none"> <li>• Current Debtors has decreased from £103.3M to £40.7M - see current assets in note 3</li> </ul> <p>Financial Liabilities</p> <ul style="list-style-type: none"> <li>• Current Creditors has decreased in line with above</li> </ul> <p>Investments in Equity instruments designed at Fair value through other Comprehensive Income</p> <ul style="list-style-type: none"> <li>• There has been an adjustment in the change in fair value during the year due to the increased valuation of the shares held in the Manchester Airport group</li> <li>• Airport has been split between shares held and car Park Ltd.</li> </ul>
17	Amounts arising from expected Credit losses	73	13	<ul style="list-style-type: none"> <li>• Reduction in sundry debtors leads to a reduction in expected losses</li> </ul>
18	Analysis of short- and long-term Debtors	81	Note 14	<p>Short Term Debtors</p> <ul style="list-style-type: none"> <li>• Overall reduction in net Debtors - see current assets in note 3</li> <li>• NHS debtors reclassified from Bodies external to General government</li> <li>• Adjustment required to Collection fund due to discretionary relief treatment</li> <li>• The impairment allowance for bad debt has been split out and shown separately – previously netted off each line</li> </ul>
19	Analysis of creditors	83	Note 17	<ul style="list-style-type: none"> <li>• Overall reduction in net Creditors – see current liabilities in note 3</li> <li>• NHS creditors reclassified from Bodies external to General government</li> </ul>

20	Usable Reserves	90	Note 20	<ul style="list-style-type: none"> <li>• Formatting error corrected on table 20. Have been amended</li> </ul>
21	Earmarked Reserves	91	Note 20.3	Changes to the way the DSG reserve is shown.
22	Unusable reserves	95	Note 21 Table 21.1  Table 20.2  Table 21.8 Table 21.9	<p>Revaluation reserve</p> <ul style="list-style-type: none"> <li>• An increased upward revaluation of assets and downward revaluation of assets due to (academisation of Prestwich high School)</li> <li>• An increase on accumulated gains on assets sold or scrapped</li> <li>• An increase is the amount written off to the capital adjustment account due to HRA stock</li> <li>• The total of the above has led to an associated change in the net written out amount of the cost of non-current assets consumed in year.</li> </ul> <p>Pension Reserve – A reduction in the remeasurement of net defined Liability as informed by the actuarial valuation received</p> <p>DSG adjustment account – New to the statement of accounts</p>
23	Cash flow	100	Note 22	<p>Non-Cash Movements</p> <ul style="list-style-type: none"> <li>• Depreciation has changed as detailed above</li> <li>• Impairment has changed as detailed above</li> <li>• Increase in debtors and creditors as noted above in note 3</li> <li>• Increase in the carrying amount of non-current assets held for sale due to revaluation and depreciation adjustments detailed above</li> </ul>
24	Capital Expenditure and Financing Requirement	102	Note 25	<ul style="list-style-type: none"> <li>• Increased need to borrow unsupported by government Financial now has been included changing the overall position to a cost rather than an income</li> <li>• Capital Commitments included now only include those schemes where we have a clear commitment, evidenced by a contract which is in place.</li> </ul>
25	External Audit Costs	106	Note 29	Increased cost of external auditor in line with known costs as amounts were not known at time of original draft
26	Leases	105	Note 31	<ul style="list-style-type: none"> <li>• Operating leases where we are Lessor – this is a new table to help users of the accounts</li> </ul>
27	Related Parties	116	Note 35	Addition of a table detailing related parties within the accounts

28	Housing Revenue Account	121		<p>HRA income and Expenditure Statement</p> <ul style="list-style-type: none"> <li>• There is a decrease in the Depreciation and Impairment of Property, Plant &amp; Equipment</li> <li>• Revaluation losses on non-current assets has moved</li> <li>• Removal of the share of Corporate and Democratic core</li> <li>• The above adjustments change the surplus on HRA from £10.7M to £21.2M</li> </ul> <p>Note to the Movement on the HRA statement</p> <ul style="list-style-type: none"> <li>• Depreciation, impairment and revaluation losses of non-current assets has increased by £15.5M due to revaluation of HRA stock</li> </ul>
29	Impairment Charges	122	Note 6	Changes to impairment charges to council dwellings due to revaluation of valuations
30	Group accounts – CIES	129		<p>Changes are detailed in single entity accounts above</p> <p>Reflected to show the changes made to the accounts</p>