

**REPLACEMENT PAGE 24 OF STATEMENT OF ACCOUNTS**

restated to reflect this. The directorate figures shown in paragraph 2.2.4 include some items which are required to be shown after the net cost of services in the Income and Expenditure account.

- 5.4 The Accounting Code of Practice requires that service expenditure analysis should be shown in accordance with the Best Value Accounting Code of Practice (BVACOP) for consistency and comparability among local authorities. The BVACOP analysis is set out below:

2007/08 Net £000		2008/09 Expenditure £000	2008/09 Income £000	2008/09 Net £000
	<b>BVACOP Analysis of Services</b>			
39,431	Adult Social Care	66,062	19,033	47,029
	Cultural, Environmental, Regulatory and			
32,356	Planning	55,536	17,492	38,044
32,454	Children and Educational Services	153,836	116,454	37,382
14,413	Highways and Transport Services	24,478	7,274	17,204
5,478	Housing Services	44,179	36,398	7,781
4,281	Corporate and Democratic Core	4,371	644	3,727
3,438	Non-distributed Costs	950	0	950
2,182	Central Services	15,164	12,773	2,391
235	Court Services	280	0	280
1,271	Other Services	1,204	1,411	(207)
<u>135,539</u>	<b>Net Cost of Services</b>	<u>366,060</u>	<u>211,479</u>	<u>154,581</u>

- 5.5 In both versions of the Income and Expenditure account the net cost of services is shown after support services have been recharged, so that the recharged cost is reflected only in the accounts of the service receiving it. This is also a requirement of BVACOP.

- 5.6 Under the BVACOP analysis of the Income and Expenditure Account:

- a. **Central Services** includes local tax collection, registration of births, deaths and marriages, elections, emergency planning, and local land charges.
- b. **Corporate and Democratic Core** includes two categories of expenditure, Democratic Representation and Management (DRM) and Corporate Management Costs. DRM includes all aspects of members' activities and Corporate Management includes activities that provide the infrastructure that allows services to be provided e.g. the Chief Executive, external audit, corporate level financing and treasury management.
- c. **Non-distributed costs** include costs relating to retirement benefits and capital charges for non-operational assets.

