

Actual 2008/09	Original 2009/10	Revised 2009/10	Budget 2010/11
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### CAPITAL ADJUSTMENT ACCOUNT

The Income and Expenditure account is charged with a depreciation charge for the use of assets with a finite life (e.g. vehicles). They are however excluded when determining council tax and the corresponding movement on the general fund balance and therefore have to be removed, and are replaced by a provision for the repayment of debt.

New regulations came into force on 31st March 2008 require a larger provision for debt repayment if unsupported borrowing is used to acquire vehicles or equipment. Currently vehicles and equipment are not financed through borrowing and so the authority's debt repayments are made at the minimum level of 4% required by legislation.

### INTEREST PAYABLE AND RECEIVABLE

The Authority borrows from two main sources:

- The Public Works Loans Board to finance capital expenditure, normally long-term at fixed rate.
- The County Council at variable rates based on local authority seven day notice rates. This can be used to meet short-term cash requirements, or to finance capital expenditure when circumstances are appropriate.

The authority invests any surplus funds on a daily basis with the County Council earning interest based on the local authority seven-day notice rate.

### NON DISTRIBUTED COSTS

Overheads for which no direct user now benefits and which are therefore not apportioned to services.

### PENSIONS ACCOUNT

From 1st April 2006 new financial arrangements have applied to firefighters' pensions.

Employer contributions, employee contributions and ill health charges are paid into this separate pensions account. The pensions account is charged with the cost of pension payments and the overall deficit is currently met by a 100% funded specific Department of Communities and Local Government (DCLG) grant.

703	Number of pensioners	738	726	<b>734</b>
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The 2010/11 budget is at November 2009 prices.



**HAMPSHIRE FIRE & RESCUE AUTHORITY**
**REVENUE BUDGET**

Actual 2008/09 £'000		Original 2009/10 £'000	Revised 2009/10 £'000	Budget 2010/11 £'000
<b>CAPITAL ADJUSTMENT ACCOUNT</b>				
-11,929	Reversal of depreciation net of deferred government grants released, amortisation and impairment of fixed assets	-1,365	-2,588	<b>-2,588</b>
554	Statutory provision for debt repayment	596	595	<b>614</b>
-	Deferred charges written down	-5	-	-
-11,375	<b>Net expenditure inc in Income and Expenditure Account</b>	<b>-774</b>	<b>-1,993</b>	<b>-1,974</b>
<b>INTEREST PAYABLE AND RECEIVABLE</b>				
74	Interest payable on bank balance	60	30	<b>60</b>
(1)	Interest receivable on bank balance	-	-	-
288	Interest on external loans	416	352	<b>445</b>
11	Finance lease interest payable	-	11	<b>10</b>
(9)	Finance lease interest receivable	-	-	-
<b>NON DISTRIBUTED COSTS</b>				
-	Non-distributed costs	-	-	-
<b>PENSIONS ACCOUNT</b>				
9,673	Pension Paid	10,532	10,668	<b>11,205</b>
4,264	Lump sums paid	1,020	4,390	<b>3,155</b>
284	Outwards Transfers	451	920	<b>379</b>
14,221		12,003	15,978	<b>14,739</b>
Less income :				
2,520	Employee Contributions - 1992 scheme	2,378	2,403	<b>2,407</b>
376	Employee Contributions - 2006 scheme	483	461	<b>482</b>
4,869	Employer Contributions - 1992 scheme	4,756	4,643	<b>4,650</b>
486	Employer Contributions - 2006 scheme	624	596	<b>624</b>
-	Ill health charges	259	77	<b>241</b>
195	Inward Transfers	538	648	<b>442</b>
8,446		9,038	8,828	<b>8,846</b>
5,775	<b>Deficit funded by DCLG grant</b>	2,965	7,150	<b>5,893</b>

