

## Appendix A

### SOMERSET WASTE PARTNERSHIP

Income and Expenditure Statement  
(Period 1 April 2016 - 31 March 2017)

2015/16 £		WDA £	WCA £	Total £	2016/17 £	Notes
	<b>INCOME</b>					
27,671,000	Somerset County Council Contribution	27,007,900		27,007,900		1
3,242,875	Mendip District Council		3,250,758	3,250,758		
3,343,912	Sedgemoor District Council		3,369,250	3,369,250		
4,859,462	South Somerset District Council		4,878,974	4,878,974		
3,276,222	Taunton Deane Borough Council		3,311,972	3,311,972		
1,154,853	West Somerset District Council		1,154,248	1,154,248		
2,318,248	Recycling Credit Payments to Districts		2,350,520	2,350,520		
908,757	Other Income	415,410	444,040	859,450		2
309,070	Vehicle Sales and Rental		148,344	148,344		
173,247	Treasury Management	70,130	43,607	113,737		
47,257,646		27,493,440	18,951,713		46,445,153	
	<b>EXPENDITURE</b>					
848,233	Staff	464,002	478,599	942,601		3
76,690	Admitted Body Pension Costs		57,586	57,586		
383,913	Admin & Support Costs (Client Group)	178,572	218,625	397,197		4
71,352	Projects	32,909	(109)	32,800		
8,624,002	Waste Collection - Recycled		8,636,565	8,636,565		
5,768,306	Waste Collection - Refuse		5,749,384	5,749,384		
2,297,358	Waste Collection - Garden		2,355,539	2,355,539		
593,012	Waste Collection - Other		592,110	592,110		
9,265,171	HWRC's	8,949,697		8,949,697		5
1,578,815	Composting	1,526,891		1,526,891		
1,329,628	Food Waste	1,338,864		1,338,864		
11,899,452	Landfill	11,705,602		11,705,602		
281,918	Hazardous Waste	296,156		296,156		
2,338,423	Recycling Credits	2,371,894		2,371,894		6
236,095	Depot Costs		227,709	227,709		
395,935	Container Purchases - Districts		397,074	397,074		7
177,564	Container Delivery - Districts		171,573	171,573		7
46,165,867		26,864,587	18,884,655		45,749,242	
<b>1,091,779</b>	<b>OPERATING SURPLUS FOR THE YEAR</b>	<b>628,853</b>	<b>67,058</b>		<b>695,911</b>	
	Income held from Prior year vehicle sales and rental of old fleet		309,070		309,070	
	<b>Total Surplus for the year</b>				<b>1,004,981</b>	

## Notes to the Income and Expenditure Statement

1. Partner contributions are set as part of the Annual Budget approved by the Board prior to the commencement of the financial year in question.
2. Other Income includes depots charges from Kier, transfers between partners, commercial income for landfill disposal, income received at Recycling Centres and staff time recharged to other Local Authorities. There was no external grant income received in 2016/17.
3. The Waste Partnership has made a commitment to show Managing Director's remuneration as senior officers' pay is shown as part of the individual accounts of the partner authorities. This is set out in the table below.
4. Under the Inter Authority Agreement, the Waste Partnership buys in a number of support services from the Administering Authority and the South West Audit Partnership where it would not be practical for it to provide the expertise within its staff. This is set out in the table below. Other costs on this line include rent, running costs at Monmouth House and officer's travel.
5. The expenditure shown on the Recycling Centres line includes the costs of providing the sites to the residents of Somerset, and also the disposal of the waste passing through these sites, be it to landfill or to recycling.
6. Recycling credits paid out by the County Council include some to third parties, such as furniture reuse groups. Therefore, this amount will always be slightly higher than the figure paid to District partners, because of these payments.
7. Container costs split by District are shown below.

### **Grant Income**

<b>Grant Income</b>	<b>2015/16 £</b>	<b>2016/17 £</b>
Waste and Resources Action Programme (WRAP) Department for Communities and Local Government (DCLG)	6,325	-
WEEE Fund Grant	19,200	-
	18,020	-
<b>Total</b>	<b>43,545</b>	<b>-</b>

## Managing Directors' Remuneration

Post Holder Information	Salary £	Loss of office £	Benefits in kind £	Total not including pension 2015/16 £	Employer's pension contributions £	Total wages and benefits 2015/16 £
Managing Director	87,154.98	-	-	87,154.98	11,761.80	98,916.78

Post Holder Information	Salary £	Loss of office £	Benefits in kind £	Total including pension contributions 2016/17 £	Employer's pension contributions £	Total wages and benefits 2016/17 £
Managing Director	86,559.35	-	-	86,559.35	11,685.43	98,244.78

## Support Services Costs

2015/16 £	Support Costs Breakdown	2016/17 £
19,071	Legal	20,674
5,993	Insurance	6,686
81,490	Finance	81,490
10,650	Internal Audit	10,650
0	Property Services	0
17,601	Other Services (including ICT),	20,483
215	Archiving of Records	235
<b>135,020</b>	<b>Total</b>	<b>140,218</b>

## Container Supply and Delivery

2015/16 Container Supply £	2015/16 Container Delivery £	Partner Authority	2016/17 Container Supply £	2016/17 Container Delivery £
86,749	36,827	Mendip District Council	79,219	38,621
79,068	33,932	Sedgemoor District Council	76,041	30,797
124,007	56,359	South Somerset District Council	118,237	54,903
89,283	42,136	Taunton Deane Borough Council	80,254	39,067
16,828	8,310	West Somerset District Council	15,740	8,184
<b>395,935</b>	<b>177,564</b>	<b>Contributions from Partner Authorities</b>	<b>369,491</b>	<b>171,572</b>

## SOMERSET WASTE PARTNERSHIP

Balance Sheet as at 31 MARCH 2017  
(Period 1 April 2016 - 31 March 2017)

2015/16 £		£	2016/17 £	Notes
	<b>CURRENT ASSETS</b>			
70,065	Inventories		38,069	1
134,057	Short Term Debtors & Payments in Advance		1,524,689	2
2,206,219	Cash and Cash Equivalents		187,814	
<b>2,410,341</b>			<b>1,750,572</b>	
	<b>CURRENT LIABILITIES</b>			
-	Cash and Cash Equivalents	-		
1,112,127	Short Term Creditors & Receipts in Advance	539,156		2
-	Provisions	-		3
<b>1,112,127</b>		<b>539,156</b>		
<b>1,298,214</b>	<b>NET CURRENT ASSETS</b>		<b>1,211,416</b>	
-	<b>LONG TERM ASSETS</b>		-	
-	<b>LONG TERM LIABILITIES</b>		-	
<b>1,298,214</b>	<b>NET ASSETS</b>		<b>1,211,416</b>	
	<b>Usable Reserves</b>			4
917,656	Somerset County Council Reserve	628,855		
95,884	Mendip District Council Reserve	123,131		
46,312	Sedgemoor District Council Reserve	107,697		
117,150	South Somerset District Council Reserve	208,259		
75,706	Taunton Deane Borough Council Reserve	98,102		
45,506	West Somerset District Council Reserve	45,372		
<b>1,298,214</b>			<b>1,211,416</b>	
-	<b>Unusable Reserves</b>		-	5
<b>1,298,214</b>	<b>TOTAL RESERVES</b>		<b>1,211,416</b>	

## Notes to the Balance Sheet

1. The only inventory carried by the Waste Partnership is a stock of various bins for the collection service. The balance sheet figure represents the amount of stock not yet distributed to District partners. Partners are not charged for bins until they are ordered and delivered to a household within their area. Stock purchases and issues are set out in the table below.
2. A breakdown of creditors and debtors is shown in the tables below. The only exceptional item to note is that we pay Kier in advance in return for a contract discount, and that April's payment was therefore made in March, increasing the debtors and receipts in advance figure.
3. At the end of the financial year, finance staff consider whether there is any financial risk to the Waste Partnership's figures, and whether a provision is necessary to acknowledge a risk. (A typical provision would be a bad debt provision, if payment of monies owing was considered doubtful.) Finance officers are content that no provisions are necessary. The Partnership has only ever experienced a single bad debt in its history, for less than £100.
4. All reserves held by the Waste Partnership are "usable", which means that they are cash reserves and can be applied as the Board and partners see fit. The Use of Balances Appendix B makes a request of the Board members to utilise these balances.
5. "Unusable" reserves would be for accounting adjustments, (such as asset revaluation), and it is unlikely that the Waste Partnership would ever require such reserves.

## **Stock Account**

	<b>Bins &amp; Containers</b>	
	<b>2015/16</b>	<b>2016/17</b>
	<b>£</b>	<b>£</b>
<b>Balance outstanding at start of year</b>	<b>136,996</b>	<b>70,065</b>
Purchases	329,004	337,495
Recognised as an expense in the year	(395,935)	(369,491)
<b>Balance outstanding at year-end</b>	<b>70,065</b>	<b>38,069</b>

## Creditors and Debtors Analysis

Creditor	Creditor Accruals 2015/16 £	Creditor Accruals 2016/17
<b>Central government bodies</b>	-	
<b>Other local authorities</b>	-	
Mendip District Council	67,998	-
Sedgemoor District Council	73,676	19,000
South Somerset District Council	116,321	18,000
Taunton Deane Borough Council	70,435	-
West Somerset District Council	51,076	26,136
Other	-	-
<b>NHS bodies</b>		
<b>Public corporations and trading funds</b>		
Audit Commission		
<b>Other entities and individuals</b>		
Viridor	235,491	146,798
Kier	423,330	154,130
Wessex Water	61,000	58,000
Other	12,800	117,093
<b>TOTAL</b>	<b>1,112,127</b>	<b>539,157</b>

Debtor	Debtor Accruals 2015/16 £	Debtor Accruals 2016/17
<b>Central government bodies</b>	-	
<b>Other local authorities</b>		
Mendip District Council	-	-
Sedgemoor District Council	16,875	19,375
South Somerset District Council	-	-
Taunton Deane Borough Council	-	-
West Somerset District Council	7,650	7,650
OLA	-	-
<b>NHS bodies</b>	-	-
<b>Public corporations and trading funds</b>	-	-
<b>Other entities and individuals</b>		
Kier	97,894	1,392,021
Viridor	-	94,005
Other	11,638	11,638
<b>TOTAL</b>	<b>134,057</b>	<b>1,524,689</b>

## SOMERSET WASTE PARTNERSHIP

Movement in Reserves Statement (MIRS)  
(Period 1 April 2015 - 31 March 2017)

	Balance at 31 March 2015 £	Prior year balances repaid £	Current year balances £	Balance at 31 March 2016 £	Prior year balances repaid £	Current year balances £	Balance at 31 March 2017 £
Somerset County Council Reserves	100,189	(100,189)	917,656	917,656	(917,656)	628,855	628,855
Mendip District Council Reserves	29,129	15,220	51,535	95,884	12,083	15,164	123,131
Sedgemoor District Council Reserves	23,688	11,082	11,542	46,312	52,032	9,353	107,697
South Somerset District Council Reserves	99,037	(33,045)	51,158	117,150	44,513	46,596	208,259
Taunton Deane Borough Council Reserves	36,401	(212)	39,517	75,706	21,914	482	98,102
West Somerset Council Reserves	25,135		20,371	45,506	4,405	(4,539)	45,372
<b>Total Earmarked Reserves</b>	<b>313,579</b>	<b>(107,144)</b>	<b>1,091,779</b>	<b>1,298,214</b>	<b>(782,709)</b>	<b>695,911</b>	<b>1,211,416</b>

### Notes to Movement in Reserves Statement

1. This statement ties up the balances at the end of each financial year on the Balance Sheet, the surplus and deficits in each year from the Income and Expenditure Statement, and the decisions made by the Board to apply such balances. (A positive figure denotes where cash is held or when funds have come into the Partnership, such as an in year surplus. A negative number denotes where a balance is in deficit or where money leaves the Partnership, such as an in year deficit.)
2. Columns headed "Current year balances" show the surplus or deficit for a given financial year attributable to each partner.
3. Columns headed "Prior year balances repaid" show where the Board has agreed a recommendation either to repay a partner, or to request it makes good a shortfall, or when it has released funds back to the Partnership to spend on specific projects.
4. West Somerset is not allowed to take positive cash balances out of the Partnership under the Board's previous agreement for other partners to support its roll out of Sort It Plus.

## Cash Flow Statement

2015/16 £			2016/17 £	Notes
1,091,779	Net surplus or (deficit) on the provision of services		695,911	
-	Adjustments to net surplus or deficit on the provision of services for non-cash movements		-	
269,405	Add increase / less (-) decrease in creditors / RIA / Provisions	(572,971)		
622,147	Less (-) increase / add decrease in debtors / PIA	(1,390,632)		
66,931	Less (-) increase / add decrease in stocks and Work-in-progress	31,996		
(107,144)	Less (-) transfers from / add transfer to Earmarked Reserves	(782,709)		
			(2,714,316)	
1,943,118	Net increase or decrease in cash and cash equivalents		(2,018,405)	
263,101	Cash and cash equivalents at the beginning of the reporting period		2,206,219	
2,206,219	Cash and cash equivalents at the end of the reporting period		187,814	1,2

### Notes to Cash Flow Statement

1. For the purposes of the Statement of Accounts, the contribution from Somerset County Council is shown as a cash inflow into the Somerset Waste Partnership. However, in its' capacity as the Administering Authority, Somerset County does not operate a separate bank account for the Somerset Waste Partnership, and income and expenditure for the Partnership goes through the main Somerset County bank account. Therefore, the Somerset County Council contribution is actually a budgetary allocation, which we treat as a notional cashflow in the accounts.
2. The cash at the end of the reporting period is significant reduced because of the payment in advance made to Kier in March, in return for a contractual discount. Because the Somerset Waste Partnership's activity is contained within the Somerset County Council overall finances, this is not of concern.