Audit adjustments

Impact of unadjusted misstatements

The table below provides details of adjustments identified during the 2019/20 audit which have not been made within the final set of financial statements. The Audit Committee is required to approve management's proposed treatment of all items recorded within the table below:

Detail	Comprehensive Income and Expenditure Statement £'000	Statement of Financial Position £' 000	Impact on total net expenditure £'000	Reason for not adjusting
Testing of disposed assets identified proceeds in relation to an asset had been incorrectly classified as a deposit rather than a disposal. This should have been recognised as a loss on disposal	910	(910)	910	Not material
Within the valuation of buildings it was identified that indexation of external factors could not be supported and that a revaluation exercise for all externals was required. This has led to an overstatement in the value of assets.	3,958	(3,958)	3,958	Not material
A review of accruals for major capital projects identified that mid month project accruals had been incorrectly calculated and did not take account of the accrual spanning two financial years. This has led to an understatement of accruals in 2019/20	(1,671)	1,671	(1,671)	Not material
Overall impact	**£3,197**	**(£3,197)**	**(£3,197)**	

Impact of prior year unadjusted misstatements

The table below provides details of adjustments identified during the prior year audit which had not been made within the final set of 2018/19 financial statements.

Detail	Comprehensive Income and Expenditure Statement £'000	Statement of Financial Position £' 000	Impact on total net expenditure £'000	Reason for not adjusting
Testing of a creditor accrual of £558k to supporting evidence identified that the value was £904k. The variance is due to the Authority removing £346k of internal recharges which they were unable to evidence. Therefore creditors are potentially understated and the error has been extrapolated.		1,900	1,900	Not material
Overall impact		**£1,900**	**£1,900**	