



Public Document Pack

Cambridge City Council

CIVIC AFFAIRS

AGENDA

**5 AUDIT COMMISSION ANNUAL GOVERNANCE REPORT AND
APPROVAL OF STATEMENT OF ACCOUNTS *(Pages 1 - 2)***

Pension change to Statement of Accounts – as tabled at meeting

Facilities for disabled people

Access for people with mobility difficulties is via the Peas Hill entrance.

A loop system is available in Committee Room 1, Committee Room 2 and the Council Chamber.

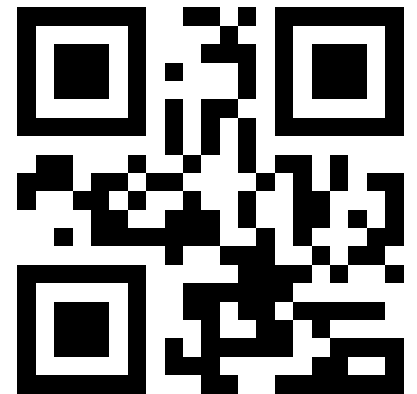
Adapted toilets are available on the ground and first floor.

Meeting papers are available in large print and other formats on request.

For further assistance please contact Democratic Services on 01223 457013 or democratic.services@cambridge.gov.uk.

Queries on reports

If you have a question or query regarding a committee report please contact the officer listed at the end of relevant report or Democratic Services on 01223 457013 or democratic.services@cambridge.gov.uk.



General Information

Information regarding committees, councilors and the democratic process is available at www.cambridge.gov.uk/democracy.



Cambridge City Council Statement of Accounts 2010/11
Pension Adjustment September 2011

Details of Change	Reason for Change	Note/Statements Affected (figures in £'000s unless otherwise stated)
<p>An increase of £2.554 million in the Council's share of the assets of the Cambridgeshire County Council pension fund, reducing the net pension liability at 31 March 2011 from £60.425 million to £57.871 million. There is a corresponding entry in the pension reserve so that net unusable reserves have increased from £649.245 million to £651.799 million.</p>	<p>The total value of the pension fund managed by Cambridgeshire County Council at 31 March 2011 exceeded the actuary's estimate by £31 million. This was identified during the audit of the pension fund accounts by Cambridgeshire County Council's auditors, PricewaterhouseCoopers, and notified to the Audit Commission on 9 September 2011.</p>	<p>Introduction (page 5) – Update text to reflect change in the net pension liability from £60.4 million to £57.9 million.</p> <p>Movement in Reserves Statement (Page 9) – Update other comprehensive income and expenditure from £(12,842) to £(15,396) and corresponding changes to total comprehensive income and expenditure and the movement in the year to give revised balances on unusable reserves of £(651,799) and total reserves of £(706,084).</p> <p>Comprehensive Income and Expenditure Statement (Page 11) – Change actuarial gain to £(28,019) and corresponding revision to Total Comprehensive Income and Expenditure to £18,929.</p> <p>Balance Sheet (Page 12) – Update other long-term liabilities to £(57,871) and unusable reserves to £(651,799).</p>
<p>The change is reported in the Comprehensive Income and Expenditure Statement as an increase in the actuarial gain on the pension fund from £25.465 million to £28.019 million.</p>	<p>Consequently, the Council's fund assets are greater than the IAS19 figures provided by the actuary (which are necessarily provided on an estimated basis) by approximately £2.5 million. This is a material misstatement and must therefore be adjusted.</p>	<p>Note 34 (Page 51) – Pensions reserve now £57,871 giving total net unusable reserves of £(651,799).</p> <p>Note 34 (Page 54) – Update actuarial gain to £(28,019) and balance on pensions reserve to £57,871.</p> <p>Note 38 (Page 64) – Update actuarial gain to £(28,019), total post employment benefit charged to the comprehensive income and expenditure statement to £(43,215) and reversal of net charges to £48,322.</p>
		<p>Note 38 (Page 65) – Update text to reflect revised cumulative actuarial losses to 31 March 2011 of £53.7 million. Amendment to reconciliation of the fair value of scheme assets to reflect revised net actuarial gain of £1,710 from previous net loss of £(844), giving a revised closing asset balance of £132,610.</p> <p>Note 38 (Page 66) – Fair value of assets updated to £132,610 to give total net deficit in the scheme of £(57,871). Corresponding update to text to reflect decrease in total liability.</p> <p>Note 38 (Page 68) – Revision from (0.6%) to 1.3% to the difference between the expected and actual return on assets for 2010/11.</p>

Corresponding changes have also been made to the balance sheet presented on page 15 of the Annual Report and Summary Statement of Accounts to reflect the changes in long term liabilities and unusable reserves.

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