

Summary of Changes to the City Fund Balance Sheet between July and September 2016

	31 March 2016	(1)	(2)	(3)	(4)	(5)	31 March 2016
	ARMC July 2016	Revaluation Adjustments	Police Pension Liability	Finance Lease Liability	External Bank Account	Receipt In Advance	ARMC Sept 2016
	£m		£m	£m	£m	£m	£m
Property, Plant and Equipment	890.5	(4.6)					885.9
Heritage Assets	8.9						8.9
Investment Property	1,359.0	6.2		1.5			1,366.7
Intangible Assets	0.1						0.1
Investments	0.2						0.2
Long-Term Debtors	36.6						36.6
Long-Term Assets	2,295.3	1.6		1.5			2,298.4
Short-Term Investments	712.4						712.4
Inventories	0.5						0.5
Intangible Current Assets	0.4						0.4
Short-Term Debtors	68.0						68.0
Cash and Cash Equivalents	57.1				0.6		57.7
Current Assets	838.4				0.6		839.0
Short-Term Creditors	(271.0)				(0.6)	(0.3)	(271.9)
Provisions	(46.3)						(46.3)
Current Liabilities	(317.3)				(0.6)	(0.3)	(318.2)
Pensions Liability	(1,017.1)		(1.8)				(1,018.9)
Capital Grants and Contributions Received in Advance	(90.8)						(90.8)
Deferred Credits	(151.7)						(151.7)
Other Long-Term Liabilities	(0.9)			(1.5)			(2.4)
Long-Term Liabilities	(1,260.5)		(1.8)	0.0			(1,263.8)
NET ASSETS	1,555.9	1.6	(1.8)	0.0	0.0	(0.3)	1,555.4
Usable Reserves	(258.5)					0.3	(258.2)
Unusable Reserves	(1,297.4)	(1.6)	1.8				(1,297.2)
TOTAL RESERVES	(1,555.9)	(1.6)	1.8	0.0	0.0	0.3	(1,555.4)

1. The net increase of £1.6m comprises an understatement of £6.2m in relation to an investment property partly offset by an overstatement of £4.6m on the valuation of residential property.

2. In the original actuarial report an amount of £2.4m for commutation lump sums was double counted. A revised report was provided by the actuary and, after taking into account the impact of this adjustment on other actuarial assumptions, the overall liability on the police pension increased by £1.8m.

3. An adjustment is required to show separately the entries in relation to a finance lease liability which had been valued on a net basis (i.e. the valuation was based on rent receivable net of rent payable)

4. The original balance sheet did not include a rent deposit (a creditor) of £0.6m held in new bank account.

5. Rent income in the draft statements was overstated by £0.3m as an adjustment had not been posted for a rent received in advance. This adjustment increases creditors by £0.3m and reduces usable reserves by the same amount.