

# **Michael District Commissioners**

## **Financial Statements**

**For the year ended 31 March 2019**

# Michael District Commissioners

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# Michael District Commissioners

## Members, Officers and Advisors

Michael District Commissioners are situated at

Commissioner's Offices  
Main Road  
Kirk Michael  
IM6 1EW

## Members and officers

During the year ended 31 March 2019 and to date, the members of the Authority and their respective responsibilities were:

Matthew Diehl - Chairman - (2019 – 2020) - Vice Chairman (2018 - 2019)  
Stephen Shaw (Debnam) - Vice Chairman - (2019 – 2020)  
Carole Josephine Lilywhite - Commissioner  
Michael Anthony Neary - Commissioner  
Kerry Ann Best - Commissioner  
Jason O'Neill - Commissioner  
Andrew Walter Berry - Commissioner – Chairman (2018 - 2019)

Clerk to the Commissioners – Krystina Malcolm Hodgson

## External Boards and Committees

Andrew Walter Berry - Western Civic Amenity Site  
Andrew Walter Berry – Neighbourhood Policing Team  
Andrew Walter Berry – Northern Parishes Refuse Collection Board  
Carole Josephine Lilywhite – Municipal Association  
Carole Josephine Lilywhite – Western Traffic Management  
Michael Anthony Neary – Western Swimming Pool  
Andrew Berry - Western Housing Committee

## Professional advisors

The Board's internal auditor is Alexander Elliott and the external auditor is Grant Thornton Limited.

Their registered addresses are as follows:

Alexander Elliott  
Media House  
Cronkbourne  
Douglas  
Isle of Man  
IM4 4SB

Grant Thornton Limited  
Exchange House  
54/62 Athol Street  
Douglas  
IM1 1JD

# Michael District Commissioners

## Explanatory Foreword

### **Authority's objectives**

The primary objectives of the Authority are:

- To provide a reliable weekly refuse collection service;
- To carry out property searches for land and building sales within the district;
- To set a rate for the district to adequately meet budgeted expenditure and to provide funds to cover unplanned costs that may arise from time to time including the funding of capital works and improvements;
- To provide street lighting within the district;
- To provide public conveniences including disabled toilet facilities.

### **Overall financial performance and results for the year**

The Income and Expenditure Account covers the day to day running costs of the Authority's services. Expenditure relating to General Services is met from Income from the General and Refuse Rate Fund.

For the year ended 31 March 2019, the overall surplus amounted to £20,422 (2018: deficit £64,315). Following adjustments to the result for the year as shown in the Statement of Movement on Reserves, the General Revenue reserve result for the year shows a deficit of £24,735 (2018: deficit £15,686). The result was as budgeted and included revenue contribution to capital spend of £51,135 for the year (2018: £41,251). As at 31 March 2019, the district has general revenue reserves of £134,923 (2018: £159,658).

### **Significant achievements and future plans**

During the year ended 31 March 2019, we have built public disabled toilets on Main Road, Kirk Michael.

We have also added a brand new CCTV to the toilets.

We plan to replace/add more Playground Equipment to the Main Road (Crowes Field) play area.

We plan to renovate the guttering and pointing plus fascia of the Commissioners building/offices, Main Road Kirk Michael.

We plan to upgrade any street lights that may need to be upgraded.

# Michael District Commissioners

## Statement of Responsibilities for the Statement of Accounts

### **The Authority's responsibilities**

The Authority is required to:

- make arrangements for the proper administration of its financial affairs and to secure that one of its officers has the responsibility for the administration of those affairs through the appointment of a Responsible Financial Officer;
- manage its affairs to secure economic, efficient and effective use of resources and safeguard its assets; and
- approve the Statement of Accounts.

### **The Responsible Financial Officer's responsibilities**

The Responsible Financial Officer is responsible for the preparation of the Authority's Statement of Accounts.

In preparing this Statement of Accounts, the Responsible Financial Officer has:

- selected suitable accounting policies and then applied them consistently; and
- made judgements and estimates that were reasonable and prudent.

The Responsible Financial Officer has also:

- kept proper accounting records which were up to date; and
- taken reasonable steps for the prevention and detection of fraud and other irregularities.

# Michael District Commissioners

## INDEPENDENT CHARTERED ACCOUNTANT'S REVIEW REPORT TO THE COMMISSIONERS OF MICHAEL DISTRICT COMMISSIONERS

### Report on the Financial Statements

We have reviewed the accompanying financial statements of Michael District Commissioners for the year ended 31 March 2019 that comprise the Comprehensive Income and Expenditure Statement, the Statement of the Movement on Reserves, the Balance Sheet, the Cash Flow Statement, the Statement of Accounting Policies and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102; The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

### Responsible Financial Officer's Responsibility for the Financial Statements

As explained more fully in the Statement of Responsibilities, the Responsible Financial Officer is responsible for the preparation of the Statement of Accounts, including the financial statements which give a true and fair view.

### Accountant's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements. ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

### Scope of the Assurance Review

A review of financial statements in accordance with ISRE 2400 (Revised) consists primarily of making inquiries of management and others within the entity involved in financial and accounting matters, applying analytical procedures, and evaluating the sufficiency and appropriateness of evidence obtained. A review also requires performance of additional procedures when the reviewer becomes aware of matters that cause the reviewer to believe the financial statements as a whole may be materially misstated.

We believe that the evidence we have obtained in our review is sufficient and appropriate to provide a basis for our conclusion.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

# Michael District Commissioners

## INDEPENDENT CHARTERED ACCOUNTANT'S REVIEW REPORT TO THE COMMISSIONERS OF MICHAEL DISTRICT COMMISSIONERS - CONTINUED

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements have not been prepared:

- So as to give a true and fair view of the financial affairs of the authority for the year ended 31 March 2019, and comply with the requirements of any other statutory provision applicable to them; and
- In compliance with any regulations under section 12 of the Act, and any directions under section 13, which are applicable to them.

*Grant Thornton Limited*

**Grant Thornton Limited**

Douglas, Isle of Man

Date: *11 October 2019*

# Michael District Commissioners

## Statement on Internal Control

### Introduction

Regulation 6 of the Accounts and Audit Regulations 2018 requires the Authority to conduct a review at least once a year of the effectiveness of its systems of internal control and include a statement on internal control within the Authority's Statement of Accounts.

This statement is made by the Michael District Commissioners to the Isle of Man Government Treasury in accordance with the requirements of the Isle of Man Government's Corporate Governance Principles and Code of Conduct ("the Code").

### Responsibilities of the Board and the Responsible Finance Officer

The Board controls strategy, policy and key financial and operational matters within the Authority. In addition, it is the Board's responsibility to ensure that the work of the Responsible Finance Officer and other senior officers supports the strategy and policy approved by the Board.

The Board is responsible for implementing and maintaining systems of internal control and corporate governance which:

- ensure compliance with legislation and other regulations;
- safeguard public money, ensure that it is properly accounted for and that it is used economically, efficiently and effectively; and
- support the achievement of the strategy, policies, aims and objectives approved by the Board.

In discharging this responsibility, the Board works with senior officers to put in place arrangements for the governance of the Authority's affairs and the stewardship of resources, in accordance with the Code.

### Internal control and corporate governance environment

The Authority's systems of internal control and corporate governance have been developed through an ongoing process designed to identify the principal risks, to evaluate the nature and extent of those risks and to manage them efficiently, effectively and economically. The following are considered to be key aspects of the internal control and corporate governance environment:

- **Authority's corporate governance framework**  
A corporate governance framework has been developed which documents the Authority's policies and procedures in relation to community focus, performance management, internal control, risk management, delegated authority, human resources management, standards of conduct and management of Health & Safety and the environment. The framework provides a structure for documenting the legislation, regulations, policies, procedures and other internal controls which, when taken together, form the Authority's internal control and corporate governance environment.
- **Board meetings**  
The Board meets monthly and consists of a Chairman and 5 other Board members. The Board receive reports from the Authority's Officers on operational matters and ensure that the work of the Responsible Finance Officer and other senior officers supports the strategy and policy approved by the Board.



# Michael District Commissioners

## Statement on Internal Control (continued)

### Internal control and corporate governance environment (continued)

- comprehensive budgeting systems;
- regular reviews of periodic and annual financial reports to evaluate financial performance against forecasts;
- setting targets to measure financial and other performance;
- the preparation of regular financial reports which indicate actual expenditure against the forecasts; and
- clearly defined capital expenditure guidelines

### Review of internal control and corporate governance environment

The effectiveness of the Authority's internal control and corporate governance arrangements is continuously assessed by the work of management and the Board.

The review of the effectiveness of the system of internal financial control is informed by:

- the work of the Responsible Finance Officer within the Authority;
- the work of the internal auditors as described above; and
- the external auditors in their annual audit letter and other reports.

The internal auditor concluded that there were no high risk observations although a number of medium risk observations were identified.

The RFO has met with the Commissioners to discuss the detailed findings of the report with a view to implementing, where practical, the key recommendations of the Internal Auditor.

### Report on internal control and corporate governance environment

Attention is drawn to the fact that systems of internal control and corporate governance are designed to manage rather than eliminate the risk of failure to achieve objectives. They can therefore only provide reasonable and not absolute assurance. Accordingly, reasonable assurance is given that Authority's internal control and corporate governance arrangements are adequate and operate effectively during the period ended 31 March 2019.

(Signed) MJD (Chairman)

(Signed) [Signature] (Responsible Finance Officer)

Dated 2<sup>nd</sup> October 2019.

# Michael District Commissioners

## Comprehensive Income and Expenditure Statement

for the year ended 31 March 2019

|  | Gross<br>Expenditure | Gross<br>Income | 2019<br>Net<br>Expenditure | 2018<br>Net<br>Expenditure<br>restated |
|--|----------------------|-----------------|----------------------------|--|
|  | £                    | £               | £                          | £                                      |
| General services   | (229,061)            | 10,045          | (219,016)                  | (209,424)                              |
| Pension current service cost                                   | (1,000)              | -               | (1,000)                    | (2,000)                                |
| Impairment of community assets                                 | -                    | -               | -                          | (12,864)                               |
| Loss on revaluation of investment property                     | -                    | -               | -                          | (17,000)                               |
| Net cost of services   | <u>(230,061)</u>     | <u>10,045</u>   | <u>(220,016)</u>           | <u>(241,288)</u>                       |
| Interest paid  |                      |                 | (51)                       | (150)                                  |
| Interest income  |                      |                 | 99                         | 21                                     |
| Pension interest cost and expected<br>return on pension assets |                      |                 | <u>(1,000)</u>             | <u>(1,000)</u>                         |
| Net operating expenditure                                      |                      |                 | <u>(220,968)</u>           | <u>(242,417)</u>                       |
| Source of finance  |                      |                 |                            |  |
| Income from rates  |                      |                 |                            |  |
| General rates  |                      |                 | 152,586                    | 148,602                                |
| Refuse rates   |                      |                 | 86,804                     | 77,774                                 |
|  |                      |                 | <u>239,390</u>             | <u>226,376</u>                         |
| Surplus/(deficit) on provision of services                     |                      |                 | 18,422                     | (16,041)                               |
| <b>Other Comprehensive Income and<br/>Expenditure</b>          |                      |                 |                            |  |
| Remeasurement of net pension liability                         |                      |                 | 2,000                      | 3,000                                  |
| Revaluation adjustment   |                      |                 | -                          | (51,274)                               |
| Net surplus/(deficit) for the year                             |                      |                 | <u>20,422</u>              | <u>(64,315)</u>                        |

# Michael District Commissioners

## Statement of Movement on Reserves

for the year ended 31 March 2019

|   | Notes | General<br>revenue<br>reserve<br>£ | Capital<br>adjustment<br>account<br>£ | Revaluation<br>reserve<br>£ | Pensions<br>reserve<br>£ |
|---|-------|------------------------------------|---------------------------------------|-----------------------------|--------------------------|
| <b>Total comprehensive income and expenditure</b> |       | 18,422                             | -                                     | -                           | 2,000                    |
| Depreciation and impairment of fixed assets       |       | 12,500                             | (11,103)                              | (1,397)                     | -                        |
| Net charges made for retirement benefits          |       | 2,000                              | -                                     | -                           | (2,000)                  |
| Loan fund principal repayments                    |       | (6,522)                            | 6,522                                 | -                           | -                        |
| Fixed assets financed from General Fund           |       | (51,135)                           | 51,135                                | -                           | -                        |
|   |       | <u>(24,735)</u>                    | <u>46,554</u>                         | <u>(1,397)</u>              | <u>-</u>                 |
| Balance brought forward                           |       | 159,658                            | 141,222                               | 124,136                     | (53,000)                 |
| <b>Balance carried forward</b>                    |       | <u>134,923</u>                     | <u>187,776</u>                        | <u>122,739</u>              | <u>(53,000)</u>          |

# Michael District Commissioners

## Statement of Movement on Reserves for the year ended 31 March 2018

|   | Notes | General<br>revenue<br>reserve<br>£ | Capital<br>adjustment<br>account<br>£ | Revaluation<br>reserve<br>£ | Pensions<br>reserve<br>£ |
|---|-------|------------------------------------|---------------------------------------|-----------------------------|--------------------------|
| <b>Total comprehensive income and expenditure</b> |       | <b>(16,041)</b>                    | <b>-</b>                              | <b>(51,274)</b>             | <b>3,000</b>             |
| Depreciation and impairment of fixed assets       |       | 46,870                             | 15,922                                | (62,792)                    | -                        |
| Net charges made for retirement benefits          |       | 3,000                              | -                                     | -                           | (3,000)                  |
| Loan fund principal repayments                    |       | (8,264)                            | 8,264                                 | -                           | -                        |
| Fixed assets financed from General Fund           |       | (41,251)                           | 41,251                                | -                           | -                        |
|   |       | <u>(15,686)</u>                    | <u>65,437</u>                         | <u>(114,066)</u>            | <u>-</u>                 |
| Balance brought forward                           |       | 175,346                            | 75,785                                | 238,202                     | (53,000)                 |
| <b>Balance carried forward</b>                    |       | <b>159,658</b>                     | <b>141,222</b>                        | <b>124,136</b>              | <b>(53,000)</b>          |

The presentation of the above statement has been updated from the prior year signed accounts to provide clearer movements in reserves. There has been no restatement of figures.

# Michael District Commissioners

## Balance Sheet

as at 31 March 2019

|  | Notes | 2019<br>£      | 2018<br>£      |
|--|-------|----------------|----------------|
| Fixed assets   |       |                |                |
| Tangible fixed assets                                | 1     | 344,917        | 306,282        |
| Current assets                                       |       |                |                |
| Debtors  | 3     | 25,592         | 18,329         |
| Cash at bank   |       | 104,546        | 127,998        |
|  |       | <u>130,138</u> | <u>146,327</u> |
| Current liabilities                                  |       |                |                |
| Short-term borrowing                                 | 5     | -              | 6,471          |
| Creditors  | 4     | 29,617         | 21,122         |
|  |       | <u>29,617</u>  | <u>27,593</u>  |
| Net current assets                                   |       | <u>100,521</u> | <u>118,734</u> |
| Total assets less current liabilities                |       | 445,438        | 425,016        |
| Long-term liabilities                                |       |                |                |
| Liability relating to defined benefit pension scheme | 15    | (53,000)       | (53,000)       |
| Total assets less liabilities                        |       | <u>392,438</u> | <u>372,016</u> |
| Financed by:   |       |                |                |
| Revaluation reserve                                  |       | 122,739        | 124,136        |
| General revenue                                      |       | 134,923        | 159,658        |
| Pensions reserve                                     |       | (53,000)       | (53,000)       |
| Capital adjustment account                           |       | 187,776        | 141,222        |
|  |       | <u>392,438</u> | <u>372,016</u> |

The financial statements were approved by the Authority on their behalf by:

and were signed on

Chairman



RFO



# Michael District Commissioners

## Cash Flow Statement

for the year ended 31 March 2019

|  | Notes | 2019            | 2018             |
|--|-------|-----------------|------------------|
|  |       | £               | As restated<br>£ |
| Net surplus/(deficit) on provision of services   |       | <b>18,422</b>   | (16,041)         |
| Adjustments to net surplus/(deficit) on provision of services for non-cash movements   | 10    | <b>15,732</b>   | 53,857           |
| Adjustments for items included in net surplus/(deficit) on provision of services that are investing and financing activities |       | <b>(48)</b>     | 129              |
| Net cash flows from Operating Activities   |       | <b>34,106</b>   | 37,945           |
| Net cash flows from Investing Activities   | 11    | <b>(51,135)</b> | (41,251)         |
| Net cash flows from Financing Activities   | 12    | <b>(6,423)</b>  | (8,393)          |
|  |       | <b>(57,558)</b> | (49,644)         |
| Net decrease in cash and cash equivalents  |       | <b>(23,452)</b> | (11,699)         |
| Cash & cash equivalents at the beginning of the reporting period   |       | <b>127,998</b>  | 139,697          |
| Cash & cash equivalents at the end of the reporting period   |       | <b>104,546</b>  | 127,998          |

The prior year cashflow has been restated to correctly show the net deficit on provision of services. The effect has been to decrease the net deficit on provision of services by £48,274 and to decrease the adjustments to net deficit on provision of services for non cash movements by £48,274.

# Michael District Commissioners

## Statement of Accounting Policies

### **1. Basis of preparation**

These financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' Section 1A ('FRS 102'), and with the Audit Act 2006 and the Accounts and Audit Regulations 2018. The financial statements have been prepared on the historical cost basis except for the modification to a fair value basis for certain land and buildings as specified in the accounting policies below.

The financial statements are presented in Sterling (£) to the nearest £.

### **2. Going concern**

After reviewing the budget of the Authority, the board have a reasonable expectation that the Authority has adequate resources to continue in operational existence for the foreseeable future.

### **3. Income**

#### **Rates receivable**

Rates income for the year credited to the Comprehensive Statement of Income and Expenditure is the accrued income for the year, adjusted for discounts, exempt and uninhabitable properties.

#### **Other income**

Other income is credited to the Comprehensive Statement of Income and Expenditure on a receivable basis.

### **4. Accruals of income and expenditure**

The accounts of the Authority are maintained on an accruals basis: activity is accounted for in the year that it takes place not simply when cash payments are made or received.

### **5. Value Added Tax**

Value Added Tax is included in income and expenditure accounts, whether of a capital or revenue nature, only to the extent that it is irrecoverable.

# Michael District Commissioners

## Statement of Accounting Policies (Continued)

### 6. Tangible fixed assets

Tangible fixed assets have physical substance and are held by the Authority for the provision of services or for administrative purposes on a continuing basis.

#### (a) Recognition

Expenditure on the acquisition or creation of tangible fixed assets and subsequent expenditure that adds to, replaces part of, or services tangible fixed assets, is capitalised on an accruals basis where:

- It is probable that the future economic benefits or service potential associated with the asset will flow to the Authority; and
- The cost can be measured reliably.

Expenditure that maintains but does not add to an asset's potential to deliver future economic benefits or service potential (e.g. repairs and maintenance) is charged as an expense to the relevant service when it is incurred.

#### (b) Measurement (Valuation Bases)

All assets are initially measured at cost. The initial cost includes all expenditure that is directly attributable to bringing the asset into working condition for its intended use. Borrowing costs are not capitalised.

Subsequent to initial recognition, assets are then carried on the Balance Sheet using the following measurement bases:

- Assets under construction – historic cost.
- Land and buildings are measured at current value which is determined as the amount that would be paid for the asset in its existing use ("existing use value" – EUV).

Where there is no market-based evidence of current value because of the specialist nature of an asset, depreciated replacement cost (DRC) is used as an estimate.

For non-property assets that have short useful lives or low values (or both) depreciated historical cost basis is used as a proxy for current value.

#### (c) Revaluation

A class of assets included in the Balance Sheet at current value (fair value for Surplus assets) may be revalued on a rolling basis provided revaluation of the class of assets is completed within five years.

The valuations are undertaken with sufficient regularity to ensure that their carrying amount is not materially different from current value (fair value for Surplus assets). All valuations are undertaken by a qualified valuer, using a professional valuer contracted to the Authority.



# Michael District Commissioners

## Statement of Accounting Policies (Continued)

### 6. Tangible fixed assets - continued

#### (c) Revaluation - continued

Short-life assets, such as vehicles and computer equipment are not revalued but are measured at depreciated historic cost as a proxy for fair value.

Increases in valuation are matched by credits to the Revaluation Reserve to recognise unrealised gains. When assets are subject to revaluation losses they are accounted for as follows:

- where there is a balance of revaluation gains for the asset in the Revaluation Reserve, the carrying amount of the asset is written down against that balance (up to the amount of the accumulated gains);
- where there is no balance in the Revaluation Reserve or an insufficient balance, the carrying amount of the asset is written down against the relevant service line in the Comprehensive Income and Expenditure Statement.

#### (d) Impairment

Assets are subject to an annual impairment review at the end of each financial year for evidence of reductions in value. Where indications exist and the reduction is material, the recoverable amount of the asset is estimated and, where this is less than the carrying amount of the asset, an impairment loss is recognised for the shortfall.

Where impairment losses are identified, they are accounted for as follows:

- where there is a balance of revaluation gains for the asset in the Revaluation Reserve, the carrying amount of the asset is written down against that balance (up to the amount of the accumulated gains);
- where there is no balance in the Revaluation Reserve or an insufficient balance, the carrying amount of the asset is written down against the relevant service line(s) in the Comprehensive Income and Expenditure Statement.

Where an impairment loss is reversed subsequently, the reversal is credited to the relevant service line in the Comprehensive Income and Expenditure Statement, up to the amount of the original loss, adjusted for depreciation that would have been charged if the loss had not been recognised.

# Michael District Commissioners

## Statement of Accounting Policies (Continued)

### 6. Tangible fixed assets - continued

#### (e) Depreciation

Depreciation is provided for on all Tangible Fixed Assets by the systematic allocation of their depreciable amounts over their useful lives. An exception is made for assets without a determinable finite useful life (e.g. freehold land and community assets) and assets that are not yet available for use (i.e. assets under construction).

Depreciation is calculated on a straight-line basis by allocating the cost (or re-valued amount) of the asset over the number of years that the asset is expected to be of useful benefit as follows:

Property and Dwellings – 40 years  
Street Lights – 10 years  
Equipment – 7 years  
Vehicles – 5 years

The useful life of an asset is estimated on a realistic basis and is regularly reviewed as part of the revaluation process. Where the useful life of a fixed asset is revised, depreciation is charged over the revised life of the asset.

Revaluation gains are also depreciated, with an amount equal to the difference between current value depreciation charged on assets and the depreciation that would have been chargeable based on their historical cost being transferred each year from the Revaluation Reserve to the Capital Adjustment Account.

Where an item has major components whose cost is significant in relation to the total cost of the asset, the components are depreciated separately.

#### (f) Disposals

Income from the disposal of fixed assets is accounted for on an accruals basis. Capital receipts are held in the Usable Capital Receipts Reserve until such time as they are used to finance other capital expenditure, when they are credited to the Capital Adjustment Account.

### 7. Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are investments that mature in 3 months or less from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Cash and cash equivalents include bank overdrafts that are repayable on demand and form an integral part of the authority's cash management.

# Michael District Commissioners

## Statement of Accounting Policies (Continued)

### **8. Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

### **9. Creditors**

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

### **10. Employee benefits**

The authority provides a range of benefits to employees, including paid holiday arrangements and a defined benefit pension plan.

#### **(a) Short term benefits**

Short term benefits, including holiday pay, are recognised as an expense in the period in which the service is received.

#### **(b) Defined benefit pension plan**

The authority participates in the Local Government Superannuation Scheme administered by Douglas Borough Council in accordance with the Isle of Man Local Government Superannuation Scheme Regulations. A defined benefit plan defines the pension benefit that the employee will receive on retirement, usually dependent upon several factors including age, length of service and remuneration.

The authority and its employees pay contributions into the scheme and these contributions are calculated at a level intended to balance the pensions liabilities with investment assets. The liability recognised in the balance sheet in respect of the defined benefit plan is the present value of the authority's defined benefit obligation at the end of the reporting date less the fair value of the plan assets attributable to the authority's members at the reporting date.

The defined benefit obligation is calculated using the projected unit credit method. Annually the administering authority engages independent actuaries to calculate the obligation of the authority. The present value is determined by discounting the estimated future payments using market yields on high quality corporate bonds that are denominated in sterling and that have terms approximating the estimated period of the future payments ('discount rate').

The fair value of plan assets is measured in accordance with the FRS 102 fair value hierarchy. This includes the use of appropriate valuation techniques.

# Michael District Commissioners

## Statement of Accounting Policies (Continued)

### **10. Employee benefits - continued**

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to the Comprehensive Income and Expenditure Statement. These amounts together with the return on plan assets, less amounts included in net interest, are disclosed as 'Remeasurement of net pension liability'.

The cost of the defined benefit plan, recognised in profit or loss as employee costs, except where included in the cost of an asset, comprises:

- the increase in pension benefit liability arising from employee service during the period; and
- the cost of plan introductions, benefit changes, curtailments and settlements.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is recognised in profit or loss as 'Finance expense'.

### **11. Provisions**

Provisions are made for any liability of uncertain timing where there is a legal or constructive obligation that probably requires settlement by a transfer of economic benefits or service potential and a reliable estimate can be made of the amount of the obligation.

Provisions are charged to the Comprehensive Income and Expenditure Statement in the year that the obligation arises and are based on the best estimate of the amount that is likely to settle the obligation.

# Michael District Commissioners

## Statement of Accounting Policies (Continued)

### 12. Reserves

Reserves include earmarked reserves set aside for specific policy purposes and balances which represent resources set aside for purposes such as general contingencies and cash flow management.

The Authority maintains the following significant reserves:

**General Revenue Reserve:** set up to act as a buffer against the potential risks of increased expenditure to be charged to future years' Accounts and to assist in organisational development.

The following accounts have been established in accordance with the capital accounting provisions. They are not fully backed by cash, nor generally available to finance expenditure.

**Revaluation Reserve:** representing principally the balance of the surpluses or deficits arising on the periodic revaluation of fixed assets.

**Capital Adjustment Account:** amounts set aside from capital receipts or revenue resources to finance expenditure on fixed assets or for the repayment of external loans and certain other capital financing transactions.

**Pensions reserve:** The Pensions Reserve absorbs the timing differences arising from the different arrangements for accounting for post-employment benefits and for funding those benefits.

# Michael District Commissioners

## Significant Judgements and Estimates

### (a) Judgements

In applying the accounting policies set out above the authority has had to make assumptions and form judgements about transactions which are complex in nature and where there is uncertainty about future events. The critical judgements made in the Statement of Accounts are as follows:

- The authority operates a rolling 5 year revaluation programme for assets held on the Balance Sheet at revalued amount. This means that not all assets are revalued formally every year. However a desktop review is undertaken of the assets that were not formally revalued during the year, taking into account factors such as changes to building cost indices since the asset's last revaluation and the impact of revaluations in year for similar assets. As a result it is judged that the potential difference in value that would result from formal revaluation is not material in the context of the overall carrying value of the assets, and therefore the risk of material misstatement to the Balance Sheet is low.
- Property, Plant and Equipment assets are judged to be held for their service potential rather than future resale value and therefore the authority does not allocate residual values to assets when calculating depreciation. This could lead to the potential overstatement of depreciation and the understatement of asset carrying values in the Balance Sheet. The calculation of depreciation, however, does not affect the amount to be collected from rate payers.
- The authority has judged that amounts held on deposit or invested for periods of less than three months are sufficiently liquid as to be classed as cash equivalents. Judgement is also required as to whether the primary purpose of holding such investments is for meeting short term cash commitments (in which case the investment is classified as a cash equivalent) or for investment return (in which case the investment remains classified as a short term investment).

### (b) Estimates

The authority is required to disclose those estimates and assumptions which it has made in the preparation of its accounts for which there is the potential for a material adjustment within the next financial year.

- Pension Liability - The estimation of the net pension liability depends on a number of complex and inter-related actuarial assumptions and judgements, i.e. the rate of inflation, rate of increase in salaries, age of retirement, rate of increase in pensions, mortality rates and expected returns on pension fund assets. A firm of actuaries is engaged to provide expert advice about the assumptions to be applied. As a result there is inevitably some uncertainty concerning the value of the net pension liability in the financial statements. Changes in the assumptions can give rise to major changes in the liability within the year and across years, i.e. actuarial gains and losses.

# Michael District Commissioners

## Notes to the financial statements for the year ended 31 March 2019

### 1. Tangible fixed assets

|  | <b>Land &amp;<br/>Buildings</b> | <b>Street Lights</b> | <b>Equipment</b> | <b>Total</b>   |
|--|---------------------------------|----------------------|------------------|----------------|
|  | £                               | £                    | £                | £              |
| <b>Cost and valuation</b>                      |                                 |                      |                  |                |
| At 31 March 2018                               | 243,000                         | 51,646               | 58,702           | 353,348        |
| Additions                                      | 46,018                          | 5,117                | -                | 51,135         |
|  | <hr/>                           | <hr/>                | <hr/>            | <hr/>          |
| <b>Cost and valuation<br/>At 31 March 2019</b> | <b>289,018</b>                  | <b>56,763</b>        | <b>58,702</b>    | <b>404,483</b> |
|  | <hr/>                           | <hr/>                | <hr/>            | <hr/>          |
| <b>Depreciation</b>                            |                                 |                      |                  |                |
| As at 31 March 2018                            | -                               | 28,284               | 18,782           | 47,066         |
| Depreciation for year                          | 4,650                           | 3,038                | 4,812            | 12,500         |
|  | <hr/>                           | <hr/>                | <hr/>            | <hr/>          |
| <b>Depreciation<br/>At 31 March 2019</b>       | <b>4,650</b>                    | <b>31,322</b>        | <b>23,594</b>    | <b>59,566</b>  |
|  | <hr/>                           | <hr/>                | <hr/>            | <hr/>          |
| <b>Net Book Value<br/>At 31 March 2019</b>     | <b>284,368</b>                  | <b>25,441</b>        | <b>35,108</b>    | <b>344,917</b> |
|  | <hr/>                           | <hr/>                | <hr/>            | <hr/>          |
| At 31 March 2018                               | 243,000                         | 23,362               | 39,920           | 306,282        |
|  | <hr/>                           | <hr/>                | <hr/>            | <hr/>          |

#### Valuation of land and property

Valuations were carried out by Chrystals Commercial, Chartered Surveyors of Douglas Isle of Man, the Authority's external valuer, as at 31 March 2018. The basis for valuation is set out in the Statement of Accounting Policies. The Authority plans to revalue its fixed assets every five years.

#### Historical cost of revalued fixed assets

Included within the above are assets with a historical cost as follows:

Land and buildings - £168,284.

# Michael District Commissioners

## Notes to the financial statements for the year ended 31 March 2019

### 2. Assets held

| Operational assets           | Number at<br>31 March 2018 | Changes<br>In year | Number at<br>31 March 2019 |
|------------------------------|----------------------------|--------------------|----------------------------|
| Car parks                    | 2                          | -                  | 2                          |
| Public conveniences          | 2                          | -                  | 2                          |
| Public halls/offices         | 1                          | -                  | 1                          |
| Recreational properties      | 3                          | -                  | 3                          |
| <b>Infrastructure Assets</b> |                            |                    |                            |
| Park and open spaces         | 1                          | -                  | 1                          |
| Streetlights                 | 157                        | -                  | 157                        |

### 3. Debtors

|                        | 2019<br>£     | 2018<br>£     |
|------------------------|---------------|---------------|
| Government departments | 4,838         | 4,349         |
| Ratepayers             | 8,957         | 3,849         |
| Value added tax        | 1,760         | 1,146         |
| Sundry debtors         | 10,037        | 8,985         |
|                        | <u>25,592</u> | <u>18,329</u> |

Debtor balances are shown net of provisions for bad or doubtful debts as follows:

|            | 2019<br>£    | 2018<br>£    |
|------------|--------------|--------------|
| Ratepayers | <u>6,985</u> | <u>5,309</u> |



# Michael District Commissioners

## Notes to the financial statements (Continued) for the year ended 31 March 2019

### 4. Creditors

|                               | 2019          | 2018          |
|-------------------------------|---------------|---------------|
|                               | £             | £             |
| Sundry creditors and accruals | 27,721        | 19,278        |
| Trade creditors               | 1,896         | 1,844         |
|                               | <u>29,617</u> | <u>21,122</u> |

### 5. Borrowings

Loans outstanding may be analysed as follows:

|  | 2019 | 2018  |
|--|------|-------|
|  | £    | £     |
| <i>Falling due within one year:</i>          |      |       |
| Commercial loans                             | -    | 6,471 |
| <i>Falling due after more than one year:</i> |      |       |
| Commercial loans                             | -    | -     |

The Isle of Man Bank loan was unsecured and repayable by 30 April 2023 with interest charged on the loan at a variable rate of 1.25% above base rate.

The Isle of Man bank loan was sanctioned by both Treasury and the Department of Infrastructure and is secured by way of a letter of comfort issued by Treasury.

During the year, the bank loan was repaid in full.

# Michael District Commissioners

## Notes to the financial statements (Continued) for the year ended 31 March 2019

### 6. General Rate Account

|  | 2019           |                | 2018           |
|--|----------------|----------------|----------------|
|  | £              | £              | £              |
| General rates levied for the year                          | 158,750        |                | 155,040        |
| <i>Add:</i>  |                |                |                |
| Due from Treasury re prior year                            | 2,755          |                | 2,943          |
| Arrears brought forward                                    | 5,833          | 8,588          | 4,738          |
|  |                | <u>167,338</u> | <u>162,721</u> |
| <i>Less:</i>   |                |                |                |
| Discounts  | (4,948)        |                | (5,218)        |
| Exempt and uninhabitable properties                        | (1,217)        |                | (1,220)        |
| Collection charges   | (1,866)        | (8,031)        | (1,870)        |
|  |                | <u>(8,031)</u> | <u>(8,308)</u> |
| <br>   |                |                |                |
| Irrecoverable amounts and re-rating adjustments            | 88             |                | 67             |
|  |                | <u>159,395</u> | <u>154,480</u> |
| <br>   |                |                |                |
| <i>Rates received in the year:</i>                         |                |                |                |
| Current year rates   | 141,875        |                | 141,542        |
| Arrears collected  | 1,497          |                | 1,407          |
| Balance from Treasury re prior year                        | 2,755          |                | 2,943          |
| Total rates received in the year                           | <u>146,127</u> |                | <u>145,892</u> |
| <br>   |                |                |                |
| Balances outstanding carried forward:                      |                |                |                |
| Due from Treasury re current year                          | 3,117          |                | 2,755          |
| Arrears – current year                                     | 5,727          |                | 2,435          |
| – previous years   | 4,424          | 13,268         | 3,398          |
|  |                | <u>13,268</u>  | <u>8,588</u>   |
|  |                | <u>159,395</u> | <u>154,480</u> |
| <br>   |                |                |                |
|  |                | 2019           | 2018           |
|  |                | £              | £              |
| General rates levied for the year                          |                | 158,750        | 155,040        |
| Less: Discounts, exempt/uninhabitable properties & refunds |                | (6,164)        | (6,438)        |
|  |                | <u>152,586</u> | <u>148,602</u> |
| Per Comprehensive Income and Expenditure Statement         |                | <u>152,586</u> | <u>148,602</u> |

# Michael District Commissioners

## Notes to the financial statements (Continued) for the year ended 31 March 2019

### 7. Refuse Rate Account

|  | 2019           |                | 2018           |
|--|----------------|----------------|----------------|
|  | £              | £              | £              |
| Refuse rates levied for the year                           | 90,112         |                | 80,955         |
| <i>Add:</i>  |                |                |                |
| Due from Treasury re prior year                            | 1,593          | 1,713          |                |
| Arrears brought forward                                    | 3,325          | 2,630          | 4,343          |
|  | <u>95,030</u>  |                | <u>85,298</u>  |
| <i>Less:</i>   |                |                |                |
| Discounts  | (2,716)        | (2,637)        |                |
| Exempt and uninhabitable properties                        | (593)          | (545)          |                |
| Collection charges   | (1,061)        | (977)          |                |
|  | <u>(4,370)</u> | <u>(4,159)</u> | <u>(4,159)</u> |
| <br>   |                |                |                |
| Irrecoverable amounts and re-rating adjustments            | 45             |                | 34             |
|  | <u>90,705</u>  |                | <u>81,173</u>  |
| <br>   |                |                |                |
| <i>Rates received in the year:</i>                         |                |                |                |
| Current year rates   | 80,790         | 73,789         |                |
| Arrears collected  | 809            | 753            |                |
| Balance from Treasury re prior year                        | 1,593          | 1,713          |                |
| Total rates received in the year                           | <u>83,192</u>  | <u>76,255</u>  | 76,255         |
| <br>   |                |                |                |
| Balances outstanding carried forward:                      |                |                |                |
| Due from Treasury re current year                          | 1,722          | 1,593          |                |
| Arrears – current year                                     | 3,230          | 1,414          |                |
| – previous years   | 2,561          | 1,911          |                |
|  | <u>7,513</u>   | <u>4,918</u>   | 4,918          |
|  | <u>90,705</u>  |                | <u>81,173</u>  |
| <br>   |                |                |                |
|  |                | 2019           | 2018           |
|  |                | £              | £              |
| Refuse rates levied for the year                           |                | 90,112         | 80,955         |
| Less: Discounts, exempt/uninhabitable properties & refunds |                | (3,308)        | (3,181)        |
|  |                | <u>86,804</u>  | <u>77,774</u>  |
| Per Comprehensive Income and Expenditure Statement         |                | <u>86,804</u>  | <u>77,774</u>  |

# Michael District Commissioners

## Notes to the financial statements (Continued)

*for the year ended 31 March 2019*

### **8. Employee remuneration**

During the year and the prior year, there were no employees whose remuneration, excluding pension contributions, was £50,000.

### **Key management compensation**

Key management personnel compensation paid amounted to £22,663 including employers pension contributions (2018: £23,137).

### **Members' allowances**

During the year the Authority paid £1,324 to its Members in respect of their attendance at meetings, undertaking duties and responsibilities (2018: £1,784).

### **9. Related party transactions**

The Authority is required to disclose material transactions with related parties – bodies or individuals that have the potential to control or influence or to be controlled or influenced by the Authority. Disclosure of these transactions allows readers to assess the extent to which the Authority might have been constrained in its ability to operate independently or might have secured the ability to limit another party's ability to bargain freely with the Authority.

Central Government - has a direct influence over the general operations of the Authority – it is responsible for providing the statutory framework within which the Authority operates. It also provides funding in the form of grants and prescribes the terms of many transactions that the Commissioners has with other parties ie housing rents.

All Commissioners and officers of the Authority are asked to complete a disclosure statement in respect of themselves and their family members/close relatives, detailing any material transactions with related parties.

Related party transactions and balances with the above parties are disclosed within the relevant notes to the financial statements.

During the period, the Authority paid £29,954 (2018: £29,969) to Western Civic Amenity Site and also paid £2,867 (2018: £2,840) to Western Swimming Pool Board.

The Authority also paid £90,112 (2018: £80,955) in respect of refuse collection costs to Northern Parishes Refuse Board. An amount of £16,796 was due to Northern Parishes Refuse Board (2018: £11,201 due from Northern Parishes Refuse Board).

The Authority also paid £22,310 (2018: £15,223) to Manx Utility Authority during the year in respect of electricity charges and street lighting maintenance and lighting charges

No related party disclosures arose in relation to officers.

# Michael District Commissioners

## Notes to the financial statements (Continued) for the year ended 31 March 2019

### 10. Cash flow statement – Operating activities

The following table provides a breakdown of the main elements within the adjustment for the non-cash movements figure shown in the cash flow statement:

|  | 2019          | 2018<br>restated |
|--|---------------|------------------|
|  | £             | £                |
| Depreciation, impairment & revaluation losses for non-current assets | 12,500        | 46,870           |
| Increase in creditors  | 8,495         | 1,285            |
| (Increase)/decrease in debtors                                       | (7,263)       | 2,702            |
| Net charges for retirement benefits                                  | 2,000         | 3,000            |
|  | <u>15,732</u> | <u>53,857</u>    |

### 11. Cash flow statement – Investing activities

|   | 2019            | 2018            |
|---|-----------------|-----------------|
|   | £               | £               |
| Purchase of assets (Fixed assets, investment property, intangible assets) | (51,135)        | (41,251)        |
|   | <u>(51,135)</u> | <u>(41,251)</u> |

### 12. Cash flow statement – Financing activities

|  | 2019           | 2018           |
|--|----------------|----------------|
|  | £              | £              |
| Repayments of short-term and long-term borrowing | (6,471)        | (8,264)        |
| Loan interest paid                               | (51)           | (150)          |
| Loan interest received                           | 99             | 21             |
|  | <u>(6,423)</u> | <u>(8,393)</u> |

### 13. Independent examination fees

During 2018/19 the Authority incurred the following fees relating to independent examination:

|   | 2018/19      | 2017/18      |
|---|--------------|--------------|
|   | £            | £            |
| Fees payable with regard to assurance review services | <u>2,350</u> | <u>2,025</u> |

### 14. Total rateable value

The total rateable value of the District at 31 March 2019 is £114,673 (2018: £114,449) with a 138p rate being charged (2018: 136p). Refuse rates were levied at 55p in the £ (2018: 50p) on a rateable value of £107,743 (2018: £107,519).

# Michael District Commissioners

## Notes to the financial statements (Continued) for the year ended 31 March 2019

### 15. Post employment benefits

The authority operates a defined benefit pension scheme with assets held in a separately administered fund. The scheme provides retirement benefits on the basis of members' final salary. The plan is administered by Douglas Borough Council as the Administering Authority. The authority has committed to a funding plan with the Administering Authority, whereby ordinary contributions are made into the scheme based on a percentage of active employees' salary. Additional contributions are agreed with the Administering Authority to reduce the funding deficit where necessary.

A comprehensive actuarial valuation of the Local Government Superannuation Scheme, using the projected unit credit method, was carried out at 31 March 2019 by independent consulting actuaries. Adjustments to the valuation at that date have been made based on the following assumptions:

|   | 31 March 2019 | 31 March 2018 |
|---|---------------|---------------|
| Rate of increase in salaries            | 3.20%         | 3.20%         |
| Rate of increase in pensions            | 2.40%         | 2.40%         |
| Rate for discounting scheme liabilities | 2.45%         | 2.70%         |

The assets in the Isle of Man Local Government Superannuation Scheme are valued at fair value, principally market value for investments, and the asset categories are shown in the Isle of Man Local Government Superannuation Scheme Accounts.

The mortality assumptions used were as follows:

|   | 31 March 2019<br>Years |
|---|------------------------|
| Longevity at the age of 65 for current pensioners |                        |
| • Men   | 20.5                   |
| • Women   | 23.1                   |
| Longevity at the age of 65 for future pensioners  |                        |
| • Men   | 22.2                   |
| • Women   | 25.7                   |

The local Authority's share of the fair value of plan assets was:

|                    | 2019<br>%  | 2018<br>%  |
|--------------------|------------|------------|
| Equity instruments | 50         | 60         |
| Bonds              | 32         | 28         |
| Property           | 15         | 12         |
| Cash               | 3          | -          |
| Total              | <u>100</u> | <u>100</u> |

# Michael District Commissioners

## Notes to the financial statements (Continued) for the year ended 31 March 2019

### 15. Post employment benefits - continued

Reconciliation of scheme assets and liabilities:

|   | Assets<br>£    | Liabilities<br>£ | Total<br>£      |
|---|----------------|------------------|-----------------|
| At 1 April 2018                                   | 103,000        | 156,000          | (53,000)        |
| Benefits paid                                     | -              | -                | -               |
| Plan participants contributions                   | 1,000          | 1,000            | -               |
| Employer contributions                            | 5,000          | -                | 5,000           |
| Current service cost                              | -              | 6,000            | (6,000)         |
| Interest income/(expense)                         | 3,000          | 4,000            | (1,000)         |
| Remeasurement gains/(losses)                      |                |                  |                 |
| • Actuarial gains                                 | -              | -                | -               |
| • Return on plan assets excluding interest income | 2,000          | -                | 2,000           |
| At 31 March 2019                                  | <u>114,000</u> | <u>167,000</u>   | <u>(53,000)</u> |

Total cost recognised as an expense:

|  |                      |               |
|--|----------------------|---------------|
|  | <b>2019</b>          | <b>2018</b>   |
|  | £                    | £             |
| Current service cost                       | <b>6,000</b>         | 6,000         |
| Interest cost                              | <b>4,000</b>         | 4,000         |
|  | <u><b>10,000</b></u> | <u>10,000</u> |
|  | <b>2019</b>          | <b>2018</b>   |
|  | £                    | £             |
| Interest income                            | <b>4,000</b>         | 3,000         |
| Return on plan assets less interest income | <b>2,000</b>         | (1,000)       |
| Total return on plan assets                | <u><b>6,000</b></u>  | <u>2,000</u>  |

### 16. Capital commitments

There were no commitments for capital expenditure that had started, or legal contracts entered into as at 31 March 2018 or 2019.

### 17. Post Balance Sheet Events

After the year end, a small parcel of land was sold for £2,000.

# Michael District Commissioners

## Detailed Income and Expenditure Account

For the year ended 31 March 2019

|   | 2019           | 2018             |
|---|----------------|------------------|
|   | £              | £                |
| <b>Income</b>   |                |                  |
| Property search fees  | 2,880          | 4,050            |
| Hall rental   | 1,495          | 750              |
| Miscellaneous income  | 5,325          | 3,147            |
| Garden Rental   | 345            | 100              |
|   | <u>10,045</u>  | <u>8,047</u>     |
| <b>Expenditure</b>  |                |                  |
| Accountancy fees  | 3,783          | 3,683            |
| Amenity areas maintenance                                       | 6,842          | 7,088            |
| Assurance fees / Audit fees                                     | 2,350          | 1,975            |
| Bad debts written off   |                |                  |
| General rates   | (88)           | (67)             |
| Refuse rates  | (45)           | (34)             |
| Bank charges  | 307            | 331              |
| Cleaning & public conveniences                                  | 3,506          | 3,570            |
| Community events  | 2,652          | 2,966            |
| Depreciation  | 12,500         | 17,005           |
| Employers NI  | 1,144          | 1,149            |
| Insurance   | 4,465          | 3,810            |
| Internal audit fee  | 1,800          | 1,800            |
| Legal & actuarial fees  | 1,050          | 967              |
| Office expenses   | 4,672          | 5,023            |
| Litter, dog bins & by-law duties                                | 8,753          | 8,006            |
| Meeting attendance allowances                                   | 1,324          | 1,784            |
| Miscellaneous expenses  | 2,112          | 1,395            |
| Photocopier maintenance   |                | -                |
| Provision for bad debts – (release)/charge                      |                |                  |
| General rates   | 1,026          | 1,052            |
| Refuse rates  | 650            | 601              |
| Rates   | 389            | 796              |
| Rate collection charges   | 2,927          | 2,847            |
| Refuse collection costs   |                |                  |
| Net collections by IOM Treasury                                 | 84,517         | 76,071           |
| Shortfall met out of General Rates Revenue                      | 5,595          | 4,884            |
| Repairs and renewals  | 10,552         | 4,222            |
| Salary and wages  | 22,663         | 23,137           |
| Street lighting   | 10,794         | 10,601           |
| Western Civic Amenity Site Board – contribution                 | 29,954         | 29,969           |
| Western Local Authorities Swimming Pool Board<br>- contribution | 2,867          | 2,840            |
| Total Expenditure   | <u>229,061</u> | <u>217,471</u>   |
| Net expenditure from services                                   | <u>219,016</u> | <u>(209,424)</u> |

This page does not form part of the reviewed financial statements