



# STATEMENT OF ACCOUNTS

FOR THE YEAR ENDED  
31 MARCH 2006

# NEW FOREST NATIONAL PARK AUTHORITY

## STATEMENT OF ACCOUNTS - YEAR ENDED 31 MARCH 2006

### CHAIRMAN OF THE AUTHORITY

Edward Johnson

### CHIEF EXECUTIVE

Lindsay Cornish

### CHIEF FINANCE OFFICER

Patricia Higgins

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## **NEW FOREST NATIONAL PARK AUTHORITY RESPONSIBILITY 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. In this Authority, that officer is the Chief Finance Officer;
- manage its affairs to secure economic, efficient and effective use of resources and safeguard its assets;
- approve the statement of accounts.

**Edward Johnson – Chairman  
New Forest National Park Authority**

**Date**

### **The Chief Finance Officer's Responsibilities**

The Chief Finance Officer is responsible for the preparation of the Authority's statement of accounts in accordance with proper practices as set out in the Chartered Institute of Public Finance and Accountancy (CIPFA) Code of Practice on Local Authority Accounting in the United Kingdom ("the Code of Practice").

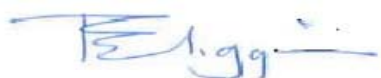
In preparing this statement of accounts, the Chief Finance Officer has:

- selected suitable accounting policies and then applied them consistently;
- made judgements and estimates that were reasonable and prudent;
- complied with the Code of Practice.

The Chief Finance Officer has also:

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

***I certify that the statement of accounts presents fairly the financial position of the New Forest National Park Authority at 31 March 2006 and the income and expenditure for that year ended.***



**Patricia Higgins – Chief Finance Officer**

**Date: 9 June 2006**

## **EXPLANATORY FOREWORD**

### **1 Information on Financial Statements**

The purpose of this foreword is to provide a clear and understandable guide to the most significant matters reported in the financial statements.

#### **Responsibility for the Statement of Accounts**

This sets out the respective responsibilities of the Authority and the Chief Finance Officer for the accounts.

#### **Statement of Accounting Policies**

Discloses the accounting policies used by the National Park Authority in compiling the financial statements.

#### **Consolidated Revenue Account**

Discloses the revenue expenditure and income by service for the year ended 31 March 2006.

#### **Consolidated Balance Sheet**

Discloses the financial position of the Authority as at 31 March 2006.

#### **Notes to the Accounts**

Disclose more detailed information on the figures provided in the Consolidated Revenue Account, Consolidated Balance Sheet and Cash Flow Statement.

#### **Statement of Total Movement in Reserves**

This statement brings together all gains and losses of the Authority for 2005/2006 and identifies those which are not reported through the Consolidated Revenue Account.

#### **Cash Flow Statement**

Discloses the inflows and outflows of cash arising from the activities of the Authority for the year ended 31 March 2006.

### **2 Financial Performance During the Year**

- Consolidated Revenue Account  
The 2005/06 revenue budget of £3,517,297 was underspent by £241,956. This will largely be utilised to fund committed items where the goods or services had not been received at 31 March 2006.

- Capital Expenditure  
During 2005/06 the Authority incurred capital expenditure of £627,668, which was all funded by a contribution from the Consolidated Revenue Account. Expenditure was incurred as follows:

	£
Office Accommodation	386,680
Computer Hardware	71,769
Computer Software	169,219
	<b>627,668</b>

## STATEMENT OF ACCOUNTING POLICIES

### 1 General

These accounts have been prepared in accordance with the Code of Practice on Local Authority Accounting in the United Kingdom 2005: A Statement of Recommended Practice, issued by the Chartered Institute of Public Finance and Accountancy (CIPFA). The guidance notes issued by CIPFA on the application of accounting standards have also been followed unless otherwise stated.

### 2 Fixed Assets

Expenditure on fixed assets is capitalised in the accounts on an accruals basis. Only expenditure that benefits the Authority for a period of more than one year is capitalised. This excludes spending on routine repairs and maintenance of fixed assets, which is charged directly to service revenue accounts.

A de minimis level is set for operational assets below which expenditure is not capitalised.

<b>Category of asset</b>	<b>De minimis level</b>
Land and Buildings	£10,000
Infrastructure Assets	£10,000
Community Assets	£10,000
Vehicles, Plant, Fittings & Equipment	£1,000

Fixed assets are valued on the basis recommended by the Statement of Recommended Practice issued by CIPFA, which is based on FRS11 issued by the Accounting Standards Board, and in accordance with the Statements of Asset Valuation Principles and guidance notes issued by the Royal Institute of Chartered Surveyors (RICS):

- Operational, non-specialised properties are valued at existing use value
- Operational, specialised properties are valued at depreciated replacement cost.
- Non-operational assets, including investment properties and assets that are surplus to requirements, are included in the balance sheet at open market value.
- Assets, such as vehicles, plant and equipment, including intangible assets, are valued at historic cost.

Any surplus or deficits arising from revaluations will be recorded in the fixed asset restatement account.

Income from the disposal of fixed assets will be accounted for on an accruals basis. All receipts will be included in the Balance Sheet as Usable Capital Receipts until they are utilised for funding future capital expenditure.

### 3 Depreciation

Depreciation charges are accounted for in accordance with the Statement of Recommended Practice issued by CIPFA, which is based on FRS15, issued by the Accounting Standards Board.

Depreciation is provided on operational assets with a finite useful life and is applied in the year that the asset is acquired. All depreciation is charged over the life of the asset and using the straight-line method.

The following table indicates the estimated remaining useful life of each type of asset owned by the Authority.

Type of Asset	Remaining Useful Asset Life at 31.03.06
<b>Tangible Fixed Assets</b>	
Equipment - ICT Hardware	Up to 4 years
Premises (temporary building)	2 years
<b>Intangible Assets</b>	
Equipment - ICT Software	Up to 5 Years

The premises may have a longer useful life than 2 years but this period has been used in the accounts as the Authority has only a 2 year period left on the lease of the main office building. The temporary accommodation above will have a residual value after 2 years but the accommodation may not be retained by the Authority.

### 4 Asset Rentals

Service revenue accounts are charged with an asset rental for fixed assets used in the provision of services. The total charge covers the annual provision for depreciation plus a capital financing charge determined by applying a specified notional interest rate to net asset values. For 2005/06 the specified rate is 3.5%.

The provision for depreciation is charged to the asset management revenue account, which is credited with the asset rentals charged to services. Capital charges therefore have a neutral impact on the Authority's overall revenue expenditure.

### 5 Investments

The Authority's investments are recorded in the balance sheet at original cost which is the same as the current book value.

## **6 Interest**

Interest income on external lending is accrued and accounted for in the accounts of the period to which it relates.

## **7 VAT**

All of the amounts in the statement of accounts are shown net of VAT.

## **8 Foreign Currency Transactions**

Any income and expenditure arising from transactions made in foreign currency has been translated into pounds sterling at the exchange rate in operation on the day of the transaction.

## **9 Pension Costs**

New Forest National Park's salaried employees have their pensions administered through Hampshire County Council's superannuation fund. Detailed regulations govern rates of contribution and scales of benefits, the latter normally being in the form of a lump sum and annual pension.

The pension scheme is detailed in notes 5 to the Consolidated Revenue Account and 9 to the Consolidated Balance Sheet.

## **10 Reserves**

The Authority maintains a General Fund Reserve to meet general needs. Other reserves are either statutory or are held to meet specific future expenditure.


## **11 Debtors and Creditors**

The accounts of the Authority are maintained on an accruals basis, in accordance with FRS18 Accounting Policies, i.e. sums due to or from the Authority are included whether or not the cash has actually been received or paid in the year.



## CONSOLIDATED REVENUE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2006

		2005/06		
	Note	Gross Expenditure £	Income £	Net Expenditure £
<b>STATEMENT OF NET EXPENDITURE</b>				
Conservation of Natural Environment		58,915	0	58,915
Promoting Understanding – Information, Interpretation and Education		213,156	0	213,156
Development Control		239,824	0	239,824
Forward Planning		82,064	0	82,064
Corporate & Democratic Core		2,107,544	(135)	2,107,409
Training		29,676	0	29,676
<b>Net cost of services</b>		<b>2,731,179</b>	<b>(135)</b>	<b>2,731,044</b>
Transfer from Asset Management Revenue Account	8			(1,975)
Interest Received	9			(57,431)
Pensions Interest Cost and Expected Return on Pensions Assets	5			3,000
<b>Net Operating Expenditure</b>				<b>2,674,638</b>
<b>APPROPRIATIONS</b>				
Financing of Capital Expenditure				627,668
Contribution from Capital Financing Account				(11,100)
Movement on Pensions Reserve	5			(16,000)
Contribution to Revenue Reserve				135
<b>Amount to be met from Government Grant</b>				<b>3,275,341</b>
<b>Financing</b>				
National Park Grant				(3,517,297)
<b>(Surplus)/Deficit for the year</b>				<b>(241,956)</b>
<b>Balance at 1 April 2005</b>				<b>0</b>
<b>Balance at 31 March 2006</b>				<b>(241,956)</b>



**Patricia Higgins – Chief Finance Officer**

**Date: 9 June 2006**

## NOTES TO CONSOLIDATED REVENUE ACCOUNT

### 1 Income

New Forest National Park Authority received Parliament approved grant of £3,517,297, from the Department of the Environment, Food and Rural Affairs.

### 2 Publicity and Advertising

Section 5(1) of the Local Government Act 1986 requires the National Park Authority to declare the amount of money spent on publicity. Publicity and promotions includes leaflets promoting attractions to visit the Park, the visitor newspaper and public relations costs.

	<b>2005/06</b>
	<b>£</b>
Advertising staff vacancies	109,393
Other advertising	7,630
Publicity and promotions	111,695
	<b>228,718</b>

### 3 Employee Remuneration

The number of employees whose remuneration, excluding pension contributions, fell in each £10,000 band over £50,000 was:

<b>Remuneration</b>	<b>Number of Employees</b>
	<b>2005/06</b>

£50,000 - £59,999	1
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### 4 Audit Costs

In 2005/06 New Forest National Park Authority incurred the following fees relating to external audit:

	<b>2005/06</b>
	<b>£</b>
Fees payable to the Audit Commission with regard to external audit services carried out by the appointed auditor	12,661
Fees payable to the Audit Commission for the certification of grant claims	0
Fees payable in respect of other services provided by the appointed auditor	3,526
	<b>16,187</b>

## 5 Pensions

As part of the terms and conditions of employment the Authority offers retirement benefits. Although these benefits will not actually be payable until employees retire, the Authority has a commitment to make the payments that need to be disclosed at the time that employees earn their future entitlement.

The authority participates in the Hampshire County Council Pension Fund. This is a funded scheme, meaning that the authority and employees pay contributions into a fund, calculated at a level intended to balance the pension liabilities with the investment assets.

The Authority recognises the cost of retirement benefits in the Net Cost of Services when employees earn them, rather than when the benefits are eventually paid out as pensions. However the charge required to be made against the consolidated revenue account is based on the cash payable in the year, so the real cost of retirement benefits is reversed out of the Consolidated Revenue Account after Net Operating Expenditure. The following transactions have been made in the Consolidated Revenue Account during the year:

	2005/06
	£
Net Cost of Service: Current service cost	53,000
Net Operating Expenditure	
Interest Cost	16,000
Expected return on assets in the scheme	(13,000)
Amounts to be met from Government Grants	
Movement on pensions reserve	(16,000)
Actual amount charged against the Consolidated Revenue Account: Employers' contributions payable to the scheme	(40,000)

Note 9 to the Consolidated Balance Sheet contains details of the assumptions made in estimating the figures included in this note.

New Forest National Park's standard contribution rate over the accounting period was 250% of members' contributions. The contribution rates certified at the 31 March 2005 valuation are as follows:

April 2006 to March 2007 275% of members' contributions  
April 2007 to March 2008 295% of members' contributions

In 2005/2006 the National Park paid an employer's contribution of £40,000 into the Hampshire County Council Pension Fund.

Further information on the Fund can be obtained from:

The County Treasurer  
Hampshire County Council  
The Castle  
Winchester  
SO23 8UJ Telephone: (01962) 841841

## 6 Members' Allowances

During 2005/06, payments to Members of the National Park amounted to £40,003. This sum includes all allowances plus traveling and subsistence payments.

## 7 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 the Authority 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 limit another party's ability to bargain freely with the Authority.

Central Government has effective control over the general operations of the Authority – it is responsible for providing the statutory framework within which the Authority operates, provides the majority of funding in the form of grants and prescribes the terms of many of the transactions that the Authority has with other parties. Details of transactions with government departments are set out in this document.

There were no material transactions with any chief officers, Members or any other related parties during the year.

## 8 Asset Management Revenue Account

	<b>2005/06</b>
	<b>£</b>
<b>Income</b>	
Asset Rentals	(13,075)
<b>Less Expenditure</b>	
External Interest Charges	0
Provision for Depreciation	11,100
<b>Surplus to the Consolidated Revenue Account</b>	<b>(1,975)</b>

## 9 Interest and Investment Income

This item represents the gross interest receivable on all investments and banking transactions.

**CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2006**

		<b>2005/06</b>	
		<b>£</b>	<b>£</b>
<b>Tangible Fixed Assets</b>	<b>Notes</b>		
	1,3,4		
Land and Buildings		160,692	
Equipment (Hardware)		66,721	
<b>Intangible Assets</b>	<b>2</b>		
Equipment (Software)		167,474	394,887
<b>Current Assets</b>			
Investments		2,265,000	
Debtors	<b>7</b>	177,508	2,442,508
<b>Current Liabilities</b>			
Creditors	<b>8</b>	(949,265)	
Receipts in Advance	<b>8</b>	(1,037,314)	
Bank Overdraft	<b>8</b>	(213,837)	(2,200,416)
Total Assets less Current Liabilities			636,979
<b>Long Term Liabilities</b>			
Pension Liabilities			(197,000)
<b>Total Assets less Liabilities</b>			<b>439,979</b>
Capital Financing Account		616,568	
Fixed Asset Restatement Account		(221,680)	
Pension Reserve	<b>9</b>	(197,000)	
Donations Reserve		135	
General Fund Balance		241,956	
<b>Total Equity</b>			<b>439,979</b>



**Patricia Higgins – Chief Finance Officer**

**Date: 9 June 2006**

## NOTES TO CONSOLIDATED BALANCE SHEET

### 1 Valuation of Fixed Assets

A full valuation exercise on the premises asset was completed by the New Forest District Council's valuer, R Edwardes-Jones FRICS and implemented in the Authority's accounts at 31 March 2006. It was completed in accordance with the principles of the Royal Institution of Chartered Surveyors Appraisal and Valuation Manual, as agreed with the Chartered Institute of Public Finance and Accountancy (CIPFA) in 1996. All information was obtained from site inspection.

Assets, such as vehicles, plant and equipment are valued at historic cost.

Operational, non-specialised properties are valued at existing use value.

Each asset will be revalued at least once every 5 years according to a rolling programme of revaluation, other than assets that are valued at historic cost.

Tangible assets are depreciated over the estimated life of the individual item.

### 2 Intangible Assets

The intangible assets comprise wholly of computer software licences. These are recorded at historic cost and are depreciated over their lives (estimated at 5 years) on a straight line basis. The depreciation charged for intangible assets in 2005/06 was £1,745.

### 3 Valuation of assets carried at Current Value

The following statement shows the Authority's valuation of fixed assets. The basis for valuation is set out in the statement of accounting policies.

	<b>Valued at Historic Cost</b>	<b>Valued at Current value in 2005/06</b>
	<b>£</b>	<b>£</b>
Land and Building	0	165,000
Vehicles Plant and Equipment	71,769	0
Intangible Assets	169,219	0
<b>Total</b>	<b>240,988</b>	<b>165,000</b>

These valuations show the gross current value before depreciation is applied.

#### 4 Movements in Assets during the year

Purchases during the year were as follows:

	<b>Certified</b>	<b>Expenditure</b>	<b>Revaluation s and adjustments</b>	<b>Depreciation</b>	<b>Net Book</b>
	<b>Value at 31 Mar 05</b>				<b>Value</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>31 Mar 06</b>
					<b>£</b>
<b>2005/06</b>					
<b>Operational Assets</b>					
Land and Building	0	386,680	(221,680)	(4,308)	160,692
Vehicles, Plant and Equipment	0	71,769	0	(5,048)	66,721
<b>Intangible Assets</b>	0	169,219	0	(1,745)	167,474
<b>Total</b>	<b>0</b>	<b>627,668</b>	<b>(221,680)</b>	<b>(11,101)</b>	<b>394,887</b>

The revaluation and adjustments figure of £221,680 reflects capital expenditure on the premises asset that has not resulted in enhancement in value of the asset.

#### 5 Capital Expenditure and Financing

Capital expenditure may be financed in various ways, including borrowing, the use of internal resources, the receipt of grants or contributions and directly from revenue income.

A requirement of capital accounting is that the Capital Financing Requirement (CFR) needs to be calculated. The CFR shows the overall indebtedness of the Authority. The Authority has no debt, as the Authority's 2005/06 capital expenditure has been fully financed from the revenue account

This table sets out the transactions required for the financing of capital expenditure for 2005/06.

	<b>2005/06</b>
	<b>£</b>
<b>Opening Capital Financing Requirement</b>	0
<b>Capital Investment</b>	
Operational Assets	458,449
Intangible Assets	169,219
<b>Sources of Finance</b>	
Revenue Provision	(627,668)
<b>Closing Capital Financing Requirement</b>	<b>0</b>

## 6 Analysis of Assets

The following list shows the range and number of assets owned by the Authority.

	<b>2005/06</b>
Administration Buildings	1
ICT Hardware	45
ICT Software	3

## 7 Debtors and Payments in Advance

An Analysis of the Authority's debtors and payments in advance as of 31 March is shown below

	<b>2005/06</b>
	<b>£</b>
Revenue & Customs	176,957
Accrued Interest	551
	<u>177,508</u>



## 8 Current Liabilities

An Analysis of the Authority's current liabilities as of 31 March is shown below:

	<b>2005/06</b>
	<b>£</b>
New Forest District Council	180,075
Government Departments (DEFRA)	1,035,147
Other creditors and receipts in advance	771,357
Bank Overdraft	213,837
	<u><b>2,200,416</b></u>

## 9 Pension Assets and Liabilities

Note 5 to the Consolidated Revenue Account contains details of the National Park's participation in the Hampshire County Council Pension Fund.

The underlying assets and liabilities for retirement benefits attributable to the Authority at 31 March are as follows:

	<b>31 March 2006</b>
	<b>£</b>
Estimated liabilities in scheme	(718,000)
Estimated assets in scheme	521,000
<b>Net asset/(liability)</b>	<b>(197,000)</b>

The liabilities show the underlying commitments that the authority has in the long-run to pay retirement benefits. The total liability of £197,000 has a substantial impact on the net worth of the authority as recorded in the balance sheet. However, statutory arrangements for funding the deficit mean that the financial position of the authority remains healthy as the deficit on the scheme will be made good by increased contributions over the remaining working life of employees, as assessed by the scheme actuary.

Liabilities have been assessed on an actuarial basis using the projected unit method, an estimate of the pensions that will be payable in future years dependent on assumptions about mortality rates, salary levels, etc. The liabilities have been assessed by Hewitt, Bacon and Woodrow, an independent firm of actuaries, estimates for the Fund being based on the latest full valuation of the scheme as at 1 April 2005.

	£
<b>Net Liability at 1 April</b>	<b>(146,000)</b>
<b>Movement in year:</b>	
<b>Operating Charge</b>	
Current Service Costs	(53,000)
<b>Contributions</b>	
Cash paid - Funded Liabilities	40,000
<b>Finance Income</b>	
Expected Return on Assets	13,000
Interest on Liabilities	(16,000)
<b>Actuarial Gain/Loss</b>	(35,000)
<b>Net Liability at 31 March</b>	<b>(197,000)</b>

The main assumptions used in their calculations have been:

	2005/06
	%
Rate of inflation	3.0
Rate of increase in salaries	4.5
Rate of increase in pensions	3.0
Rate of increase in deferred pensions	3.0
Rate of discounting scheme liabilities	4.9

31 March 2006			
	£	%	Long-Term Return %
Equity	366,106	70	7.3
Investments			
Bonds	107,222	21	4.3
Property	20,788	4	6.3
Other Assets	26,884	5	4.6
Average			6.5
<b>Total</b>	<b>521,000</b>		

## STATEMENT OF TOTAL MOVEMENT IN RESERVES

The following statements bring together all the recognised gains and losses of the authority during the period by identifying the movements during the year on both capital and revenue reserves.

<b>CAPITAL RESERVES</b>	<b>Balance 1 Apr 05</b>	<b>Financing of Capital Assets</b>	<b>Unrealised gains/ (losses) from fixed asset revaluations and depreciation</b>	<b>Balance 31 Mar 06</b>
	£	£	£	£
Capital Financing Account	0	627,668	(11,100)	616,568
Fixed Asset Restatement	0	0	(221,680)	(221,680)
	<b>0</b>	<b>627,668</b>	<b>(232,780)</b>	<b>394,888</b>

<b>REVENUE RESERVES</b>	<b>Balance 1 Apr 05</b>	<b>Expenditure</b>	<b>Receipts</b>	<b>Net surplus/ deficit for the year</b>	<b>Balance 31 Mar 06</b>
	£	£		£	£
General Fund	0	0	0	241,956	241,956
Pensions	(146,000)			(51,000)	(197,000)
Donations	0	0	135	0	135
	<b>(146,000)</b>	<b>0</b>	<b>135</b>	<b>190,956</b>	<b>45,091</b>

<b>Total Movement in Reserves</b>	<b>Balance 1 Apr 05</b>	<b>Movement In Year</b>	<b>Balance 31 Mar 06</b>
	£	£	£
<b>Capital Reserves</b>	0	394,988	394,888
<b>Revenue Reserves</b>	(146,000)	191,091	45,091
<b>Total Reserves</b>	<b>(146,000)</b>	<b>585,979</b>	<b>439,979</b>

## Fixed Asset Restatement Account

This account records the change in the valuation of assets under capital accounting rules.

The account will be written down by the net book value of assets as they are disposed of and debited or credited with the deficits or surpluses arising on future revaluations

	<b>2005/06</b>
	<b>£</b>
<b>Balance 1 April 2005</b>	0
Capital expenditure not enhancing asset value	(221,680)
<b>Balance 31 March 2006</b>	<b>(221,680)</b>

## Capital Financing Account

This account records the financing of capital expenditure from sources other than loan.

	<b>2005/06</b>
	<b>£</b>
<b>Balance 1 April 2005</b>	0
Financing of capital expenditure from revenue	627,668
Depreciation for the year	(11,100)
<b>Balance 31 March 2006</b>	<b>616,568</b>

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2006

		2005/06	
		£	£
<b>REVENUE ACTIVITIES</b>			
<b>Cash Outflows</b>			
		362,407	
		1,570,388	1,932,795
<b>Cash Inflows</b>			
		(4,552,444)	
		(2,302)	(4,554,746)
	1		(2,621,951)
<b>RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>			
<b>Cash Outflows</b>			
		0	
		(56,880)	(56,880)
<b>CAPITAL ACTIVITIES</b>			
<b>Cash Outflows</b>			
		627,668	627,668
			<b>(2,051,163)</b>
<b>MANAGEMENT OF LIQUID RESOURCES</b>			
	3		2,265,000
<b>FINANCING</b>			
<b>Cash Outflows</b>			
		0	
<b>Cash Inflows</b>			
		0	0
	2		<b>213,837</b>

## NOTES TO CONSOLIDATED CASH FLOW

### 1 Reconciliation of Surplus for the Year to Net Cash Inflow from Revenue Activities

	<b>2005/06</b>
	<b>£</b>
Revenue Deficit/(Surplus) for the year	(241,956)
<b>Non Cash Transactions</b>	
Revenue Financing of Capital Expenditure	(627,668)
<b>Accruals:</b>	
Increase/(Decrease) in debtors	177,508
(Increase)/Decrease in creditors	(949,265)
(Increase)/Decrease in receipts in advance	(1,037,314)
Contribution to Reserves	(135)
Interest received	56,880
Rounding	(1)
<b>Net cash inflow from revenue activities</b>	<b><u>(2,621,951)</u></b>

### 2 Movement of Cash

	At 1st April 2005	Cash change in year	At 31st March 2006
	£	£	£
Cash at bank and in hand	0	0	0
Bank overdraft	0	213,837	213,837
		<b><u>213,837</u></b>	<b><u>213,837</u></b>

### 3 Financing and Management of Liquid Resources

	Balance at 1 Apr 05	Balance at 31 Mar 06	Movement
	£	£	£
Temporary Investments	0	2,265,000	2,265,000