

## APPENDIX 1 - SUMMARY OF MAIN CHANGES TO FINANCIAL STATEMENTS ARISING FROM AUDIT

Section of Accounts Changed	Audited Accounts £000s	Unaudited Accounts £000s	Change £000s	Comment/Explanation
<b>Income &amp; Expenditure Account (Page 16)</b>				
Net Cost of Services	237,514	236,532	982	Single Status Provision for appeals settled, back pay due to 31 March 2009 - £768k charge against services. Reversal of depreciation on investment properties - £233k credit to services. Correction of amortization of deferred government grants - £68k charge against services. Correction of Strathclyde Joint Police Board Requisition - £112k charge against services. Oban Airport Accrual Reversal - £267k charge against services.
Interest Payable and Similar Charges	13,281	9,888	3,393	Change reflects gross interest payable including internal interest paid on other balances.
Interest and Investment Income	(4,808)	(1,415)	(3,393)	Change reflects Interest and Investment Income received from all external resources.
Surplus/(Deficit) for the year	8,167	9,149	982	Due to the net impact of the above changes.
<b>Statement of Movement on the General Fund Balance (Pages 17-18)</b>				
Surplus/(Deficit) for the year	8,167	9,149	982	See Income and Expenditure Account above.
Net Additional Amount to be debited or credited to the General Fund for the year	(6,546)	(6,381)	165	Reversal of depreciation on investment properties - £233k credit to services. Correction of amortization of deferred government grants - £68k charge against services.
Increase/(Decrease) in General Fund Balance for the Year	1,621	2,768	1,147	Due to the net impact of the various changes to the Income and Expenditure Account plus the reversals out through the Statement of Movement on the General Fund Balance.
Balance on General Fund Carried Forward	32,627	33,774	1,147	As above.

Section of Accounts Changed	Audited Accounts £000s	Unaudited Accounts £000s	Change £000s	Comment/Explanation
<b>Balance Sheet (Page 20)</b>				
Fixed Assets	349,601	349,414	187	Increase mainly due to reversal of depreciation on Investment Properties.
Debtors	22,558	22,825	(267)	Decrease due to reversal of Oban Airport Income Accrual - £267k
Creditors	(34,699)	(34,587)	(112)	Increase due to adjustment in Joint Police Board Requisition, £112k owed to Joint Scottish Police Authority.
Government Grants - Deferred	(60,629)	(60,561)	(68)	Correction of amortisation of deferred government grants £68k.
Provisions	(1,989)	(1,191)	(798)	Single status provision for appeals settled - £798k
Deferred Liabilities	(1,822)	(1,072)	(750)	Transfer of Land Contamination Repairs and Renewal Reserve to Deferred Liabilities.
Capital Adjustment Account	77,039	75,664	1,375	Transfer from revaluation reserve for depreciation on properties revalued in the year £1,256k.
Revaluation Reserve	20,056	21,312	(1,256)	Transfer to capital adjustment account for depreciation on properties revalued in the year £1,256k. Reversal of depreciation on investment properties £233k and correction of deferred government grant amortisation - £68k.
General Fund Balance	32,627	33,774	1,147	As above