

Communication schedule for uncorrected misstatements

Entity:		South Cambridgeshire District Council		Period Ended:		31-Mar-2017		Currency:		GBP			
Uncorrected misstatements				Analysis of misstatements Debit/(Credit)									
No.	W/P ref.	Account (Note 1)	Assets Current	Assets Non-current	Liabilities Current	Liabilities Non-current	Equity components	Effect on the current period OCI	Income statement effect of the current period		Income statement effect of the prior period		
		(misstatements are recorded as journal entries with a description)	Debit/(Credit) (Note 2)	Debit/(Credit) (Note 2)	Debit/(Credit) (Note 2)	Debit/(Credit) (Note 2)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Non taxable	Prior period Debit/(Credit)	Non taxable
Factual misstatements:													
5		Correction of the £480k cont to the pool - move to UCR from HRA Reserve - NB Notes 5, 7, 11, 11a, 13, 14, 16, also require updating and the MIRS & CIES & Cash Flow											
		MIRS - GF (Surplus) or deficit on provision of services					479,835						
		MIRS - HRA (Surplus) or deficit on provision of services					(479,835)						
		MIRS - Adjustments bewteen Acct Basis (HRA) Reserve					479,835						
		MIRS / BS / Adjustments (HRA) - UCR					(479,835)						
Projected misstatements:													
7		Extrapolated overstatement of Council Dwellings due to estimation error.											
		PPE - Council Dwellings		(1,016,892)									
		Net Cost of Services downward revaluations								1,016,892			
		Usable Reserve General Fund MIRS adjustment					(1,016,892)						
		Unusable Reserve CAA					1,016,892						
Total of uncorrected misstatements before income tax			0	(1,016,892)	0	0	0	0	0	1,016,892		0	
Total of uncorrected misstatements			0	(1,016,892)	0	0	0	0	0	1,016,892		0	
Financial statement amounts			77,653,000	493,765,000	(30,348,000)	(262,619,000)	(278,452,000)			(202,000)			
Effect of uncorrected misstatements on F/S amounts			0.0%	-0.2%	0.0%	0.0%	0.0%	0.0%		-503.4%		0.0%	
Memo: Total of non-taxable items (marked 'X' above)											0	0	
Uncorrected misstatements before income tax								-503.4%	1,016,892	0	0		
Less: Tax effect of misstatements at current year marginal rate								0%	0	0	0		
Uncorrected misstatements in income tax									0	0	0		
Cumulative effect of uncorrected misstatements after tax but before turnaround								-503.4%	1,016,892	0	0		
Turnaround effect of prior period uncorrected misstatements													
All factual and projected misstatements:									0	0			
Judgmental misstatements (Note 3):									0	0			
Cumulative effect of uncorrected misstatements, after turnaround effect								-503.4%	1,016,892				
Current year income before tax									(202,000)				
Current year income after tax									(202,000)				

Cash flow misstatements schedule

Entity: South Cambridgeshire District Council

Period ended: 31-Mar-2017

Currency: GBP

		Statement of cash flows line	Analysis of misstatements Increase/(Decrease)			
No.	W/P ref.	(Misstatements in the statement of cash flows are recorded as journal entries with a description)	Operating cash flows	Investing cash flows	Financing cash flows	
Uncorrected cash flow misstatements:						
6		Omitted adjustment for capital creditors				
	U	Operating is overstated	-932,524			
	U	Investing is understated		932,524		
7		Understatement of the usable Capital receipts from the HRA RTB Disposals				
	U	Adjust for items included in the net surplus or deficit on the provision of service	-479,835			
	U	Net Cash flows from Investing Activities		479,835		
Total of uncorrected cash flow misstatements			(1,412,359)	1,412,359	0	
Statement of cash flows subtotals			29,408,000	(16,074,000)	3,818,000	
Effect of uncorrected cash flow misstatements on subtotals:			-4.8%	-8.8%	0.0%	

Schedule of misstatements in disclosures

Entity: South Cambridgeshire District Council
Period ended: 31-Mar-2017
Currency: GBP

We accumulate all misstatements in disclosures that merit the attention of those charged with governance.

No.	FN reference	Description of misstatements in disclosures	Management Response
Uncorrected misstatements in disclosures:			
4	Note 32 Financial Instruments	The fair values disclosed in note 32 do not reflect the correct fair values as advised by the Council's expert in respect of short and long term investments in South Cambs Ltd. The fair values are overstated by £164,000 and £1,143,000 respectively.	Noted. Will ensure fair value reports are obtained as part of closedown and action for 2017/18.
20	Note 6 - earmarked reserves	The Council has not included a description of the nature and purpose of each reserve to be disclosed in the accounts as required by the Code of Practice.	These are described in fuller detail in the medium term financial strategy. We will refer the reader to this
25	Note 22 Related Parties	Related party disclosures in note 22 do not disclose the value of transactions and balances with the Council's subsidiary. The amounts are not separately identified elsewhere in the financial statements and the cross reference to note 47 does not disclose the amounts either.	We will review the details of the note for next year.
43	Group cashflow	The group cash flow statement cross refers to notes 13, 14 and 15. The cross reference is not appropriate as the amounts do not agree. The group accounts should contain its own disclosure notes where the amounts differ from the Council's disclosure.	We will review Group Disclosures in 2017/18.
44	Collection Fund	Disregarded amounts on the face of the Collection Fund include £363,000 in relation to transitional payment protection. Per the Code of Practice this should be deducted from Business Rate income rather than added to collection fund expenditure.	Noted. Will disclose as requested in future.
49	CIES - Other operating Expenditure	The journal to transfer the HRA disposals to the CIES was incorrectly processed. This has left an unexplained inconsistency of £479,000 between the gain/loss on disposal of non current assets in note 7 (£2,949,000) and the calculated gain/loss on disposal of assets from note 5 (being £2,470,000).	Agreed that this has no effect on the reserves of the Council, and the journals will be posted at the same time in 2017/18.
51a / 51b	Note 13 Cash Flow Statement - Operating Activities Note 14 Cash Flow Statement - Investing Activities	The surplus or deficit on the provision of services was not correctly adjusted for the following £932,000 capital creditors; The adjustment for items included in the surplus or deficit on the provision of services did not include the adjustment of £479,000 in relation to proceeds from disposals of non-current assets. As a result Investing Activities were understated by £479,000.	This is not an adjustment, this is classification between capital and revenue creditors, not impacting on cash balance. Will provide further analysis in 2017/18.