

LGA consolidated financial statements for the year to 31 March 2012

Summary

This Report provides the General Assembly with the LGA consolidated financial statements for 2011-12.

Recommendation

That the General Assembly receives the financial statements.

Background

The LGA's consolidated financial statements are **attached**. They were reviewed by the Audit & Scrutiny Panel on 30 May and have been approved by the Resources Panel.

This is the first year for which the LGA has prepared consolidated financial statements incorporating the financial results of the companies it controls as well as the Association's own activities. This new basis of accounting reflects the changes made last year to integrate the operations of the Association and its related bodies.

The financial statements show a consolidated surplus of £5.1m, of which £3m relates to the Association. The underlying surplus before adjustments related to pension scheme accounting, joint ventures and payments that had been agreed to be funded from reserves was around £2m, of which around £1m relates to the Association.

The Association's two joint ventures contributed around a further £2m to the surplus. The overall pension deficit increased from £60.8m to £68m, principally because of the adoption of a lower percentage discount rate now applied in the calculation of long term pension liabilities.

Contact officer: Stephen Jones
Position: Director of Finance and Resources
Phone no: 020 7664 3171
E-mail: stephen.jones@local.gov.uk