

LONAN PARISH COMMISSIONERS

Statement of Accounts

For the period ended 30 April 2016

LONAN PARISH COMMISSIONERS

Statement of Accounts

For the period ended 30 April 2016

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LONAN PARISH COMMISSIONERS

Explanatory Foreword

For the period ended 30 April 2016

Introduction

This Statement provides a summary of the Authority's financial performance for its final period to 30 April 2016. From 1 May 2016 the authorities of Laxey Village, Lonan Parish and Maughold Parish have merged to create one local authority known as Garff Parish District Commissioners. The assets and liabilities of the Authority at 30 April 2016 transfer to the new district at book value under the provisions of the Garff Order.

It has been prepared in accordance with the Isle of Man Statement of Recommended Practice 2007 on accounting for entities subject to the Audit Act 2006 ("the SORP") and subject to the Accounts and Audit Regulations 2013 under the Audit Act 2006.

The individual accounts within the Statement are as follows:

The **Income and Expenditure Account** reports the net cost for the period of all functions for which the Authority is responsible and how those costs are financed from income from local ratepayers.

The **Statement of the Movement on the General Fund Balance** shows the surplus or deficit on the Income and Expenditure Account adjusted for the additional amounts which are required by statute and non-statutory proper practices to be charged or credited to the General Fund in determining the movement on the General Fund Balance for the period.

The **Statement of Total Recognised Gains and Losses** shows all gains and losses recognised by the Authority during the year which are not reflected in operating performance within the Income and Expenditure Account.

The **Balance Sheet** sets out the financial position of the Authority at the end of the period.

The **Cash Flow Statement** summarises the inflows and outflows of cash arising from the Authority's transactions with third parties during the period.

The **General Rate and Refuse Fund** shows the transactions of the Authority as a charging authority in respect of general and refuse income.

This section provides a summary review of performance during the period and of key areas which impact the Authority's financial position.

Income and Expenditure Account

The Income and Expenditure Account covers the day to day running costs of the Authority's services.

Net expenditure is met from the following sources:

- Income from the General Rate and Refuse Fund
- Other income

The Income and Expenditure Account for the period shows a surplus of £30,072 (2015: £6,411).

Movement on the General Fund Balance

The movement on the General Fund Balance relates to the surplus of £30,072 (2015: £6,411) arising from the Income and Expenditure Account for the period, adjusted for £4,223 (2015: £4,229) in relation to depreciation and £1,614 (2015: £3,563) in relation to capital additions less disposals, if any. The balance at period end on the account is £113,850 (2015: £81,169).

LONAN PARISH COMMISSIONERS

Explanatory Foreword

For the period ended 30 April 2016

Movement on the Capital Adjustment Account

There has been a decrease on the Capital Adjustment Account for the current period amounting to £2,609 being £1,614 of fixed asset additions financed by the General Fund during the period less £4,223 (2015: £666) debited in relation to depreciation. The balance at period end on the account is £19,358 (2015: £21,967).

General Rate Fund

The general rate income due and collected by the Authority is shown in the General Rate Fund. Rates were levied at 89p (2015: 62p) in the £ on a rateable value of £111,887 (2015: £109,570) during the period.

Rate income for April 2016 of £8,331 has also been included.

Refuse Rate Fund

Other rate income of £104,517 (2015: £99,734) comprised income from refuse rates and was levied at a fixed charge of £147 on the 710 rated properties (2015: £141 on the 704 rated properties) in the Parish.

Refuse rate income for April 2016 of £8,722 has also been included.

Tangible Fixed Assets

An amount of £864 was spent on additions to operational assets and £750 was spent on additions to community assets. These additions were financed from the general fund account. No additions were made to infrastructure assets.

There were no disposals of operational assets during the period.

Reserves

The Authority has increased its general reserves from £81,169 at 31 March 2015 to £113,850 at 30 April 2016. These resources are retained to cover planned and potential expenditure and as a buffer against anticipated financial risks.

LONAN PARISH COMMISSIONERS

Statement of Responsibilities for the Statement of Accounts

For the period ended 30 April 2016

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 accordance with proper practices as set out in the SORP.

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

- selected suitable accounting policies and then applied them consistently;
- made judgements and estimates that are reasonable and prudent; and
- complied with the SORP.

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.

The Responsible Financial Officer has signed and dated the Statement of Accounts, stating that it presents fairly the financial position of the Authority at the accounting date and its income and expenditure for the period ended 30 April 2016.

LONAN PARISH COMMISSIONERS

Statement of Internal Control

For the period ended 30 April 2016

Introduction

Regulation 9, paragraph 3(e) of the Accounts and Audit Regulations 2013 requires the Authority to conduct a review at least once in a year of the effectiveness of its system of internal control and include a statement on internal control within the Authority's Statement of Accounts.

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

Responsibilities of the Board and the Responsible Financial 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 Financial Officer 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 the Responsible Financial Officer 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, 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 Board members. The Board receive reports from the Responsible Financial Officer on operational matters and ensure that the work of the Responsible Financial Officer supports the strategy and policy approved by the Board.

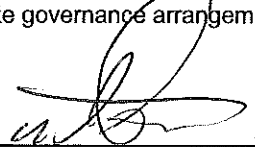
LONAN PARISH COMMISSIONERS

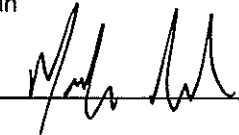
Statement of Internal Control

For the period ended 30 April 2016

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 the Authority's internal control and corporate governance arrangements are adequate and operate effectively during the period ended 30 April 2016.

Signed 
Chairman

Signed 
RFO

Date 4th November 2016

The Statement of Internal Control is signed by the Chairperson and RFO of Garff Parish District Commissioners following the implementation of the Garff Order which amalgamated Maughold Parish Commissioners with Laxey District Commissioners and Lonan Parish Commissioners.

INDEPENDENT CHARTERED ACCOUNTANT'S REVIEW REPORT TO THE COMMISSIONERS OF GARFF PARISH DISTRICT COMMISSIONERS**Report on the Financial Statements**

We have reviewed the accompanying financial statements of Lonan Parish Commissioners for the period ended 30 April 2016 that comprise the statement of accounting policies, the income and expenditure account, statement of the movement on the general fund balance, the statement of total recognised gains and losses, balance sheet, the cash flow statement, the general rate and refuse fund and the related notes for the period ended 30 April 2016. The financial reporting framework that has been applied in their preparation is applicable law and the Statement of Recommended Practice 2007: Accounting for entities subject to the Audit Act 2006.

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.

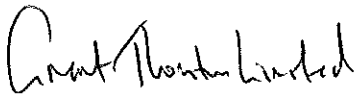
The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

**INDEPENDENT CHARTERED ACCOUNTANT'S REVIEW REPORT TO THE COMMISSIONERS OF
LONAN PARISH 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 period ended 30 April 2016, 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
Chartered Accountants

Douglas, Isle of Man

Date: 7 November 2016

LONAN PARISH COMMISSIONERS

Income and Expenditure Account

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

	Period ended 30 April 2016	Year ended 31 March 2015
Income		
Laxey Village Commissioners – Clerk's Fee	6,776	11,405
Miscellaneous	1,435	1,816
Search Fees	945	840
	<hr/>	<hr/>
	9,156	14,061
	<hr/>	<hr/>
Expenditure		
Refuse collection	49,543	46,803
User pays charges	43,867	41,508
Clerk's salary	30,638	25,519
Gardening	16,689	11,343
ECAS	13,815	14,075
Public lighting	9,219	7,829
Miscellaneous	8,120	3,761
Depreciation	4,223	4,229
Members' allowances	4,011	3,762
Rates collection charge	2,553	2,216
Rent	2,341	2,289
Assurance review	2,268	1,329
Accounting	1,387	1,820
Insurance	983	798
Bad and doubtful debt adjustment	952	(256)
Office expenses	723	965
Douglas library charges	550	550
Parish events	375	-
Bank charges	222	216
Repairs and maintenance	-	618
Rates written off / (back)	77	(304)
	<hr/>	<hr/>
	(192,556)	(169,070)
	<hr/>	<hr/>
Net cost of services	(183,400)	(155,009)
Interest income	50	50
	<hr/>	<hr/>
Net operating expenditure	(183,350)	(154,959)
Income from the general and refuse rate fund	213,422	161,370
	<hr/>	<hr/>
Net surplus for the period / year	<u>£30,072</u>	<u>£6,411</u>

The accompanying notes on pages 17 to 21 form an integral part of these financial statements.

LONAN PARISH COMMISSIONERS

Statement of the Movement on the General Fund Balance

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

	Period ended 30 April 2016	Year ended 31 March 2015
Surplus for the period / year on the Income and Expenditure Account	30,072	6,411
Amounts included in the Income and Expenditure Account but required to be excluded by statute when determining the movement on the General Fund Balance for the period / year:		
Add back: Depreciation	4,223	4,229
Amounts not included in the Income and Expenditure Account but required to be included by statute when determining the movement on the General Fund Balance for the period / year:		
Less: Fixed assets financed from General Revenue Account	(1,614)	(3,563)
	<hr/> 32,681	<hr/> 7,077
General Fund Balance brought forward	81,169	74,092
	<hr/> £113,850	<hr/> £81,169
General Fund Balance carried forward	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes on pages 17 to 21 form an integral part of these financial statements.

LONAN PARISH COMMISSIONERS

Statement of Total Recognised Gains and Losses

As at 30 April 2016

(Expressed in Pounds Sterling)

	Period ended 30 April 2016	Year ended 31 March 2015
Surplus on the Income and Expenditure Account for the period / year	30,072	6,411
Any other gains and losses required to be included in the statement of total recognised gains and losses	-	-
	<u>£30,072</u>	<u>£6,411</u>

The accompanying notes on pages 17 to 21 form an integral part of these financial statements.

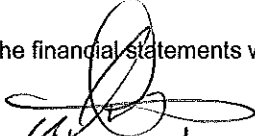
LONAN PARISH COMMISSIONERS

Balance Sheet

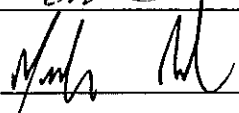
As at 30 April 2016
(Expressed in Pounds Sterling)

	30 April 2016	31 March 2015
Fixed assets		
Infrastructure assets (note 4)	10,275	12,818
Operational assets (note 4)	4,842	4,993
Community assets (note 4)	4,241	4,156
	<u>19,358</u>	<u>21,967</u>
Current assets		
Debtors (note 2)	213,046	25,622
Cash at bank	99,649	63,267
	<u>312,695</u>	<u>88,889</u>
Creditors: amounts falling due within one year		
Creditors and accruals (note 7)	(198,845)	(7,720)
	<u>113,850</u>	<u>81,169</u>
Net current assets		
	<u>113,850</u>	<u>81,169</u>
Net assets	<u>£133,208</u>	<u>£103,136</u>
Represented by		
Capital adjustment account (note 6)	19,358	21,967
General Fund (note 5)	113,850	81,169
	<u>£133,208</u>	<u>£103,136</u>


The financial statements were approved and authorised for issue:



Chairman



RFO



4th November 2016 Date

The financial statements were signed by the Chairman and RFO of Garff Parish District Commissioners following the implementation of the Garff Order which amalgamated Lonan Parish Commissioners with Laxey District Commissioners and Maughold Parish Commissioners

The accompanying notes on pages 17 to 21 form an integral part of these financial statements.

LONAN PARISH COMMISSIONERS

Cash Flow Statement

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

	Note	Period ended 30 April 2016		Year ended 31 March 2015	
		£	£	£	£
Revenue activities:					
Cash outflows					
Cash paid to and on behalf of employees		(31,097)		(27,487)	
Other operating cash payments		<u>(160,141)</u>		<u>(138,470)</u>	
			(191,238)		(165,957)
Cash inflows					
Rate receipts		218,319		157,488	
Cash received for goods and services		7,440		10,360	
Other operating cash receipts		<u>3,425</u>		<u>2,656</u>	
			229,184		170,504
Net cash inflows /(outflows) from revenue activities	11 (i)		37,946		4,547
Returns on Investments and servicing of finance:					
Cash inflows:					
Interest received – revenue		<u>50</u>		<u>50</u>	
			50		50
Capital activities					
Cash outflows					
Purchase of fixed assets		<u>(1,614)</u>		<u>(3,563)</u>	
			(1,614)		(3,563)
Net increase in cash			<u>36,382</u>		<u>1,034</u>
Cash at 31 March 2015			63,267		62,233
Cash at 30 April 2016			<u>£99,649</u>		<u>£63,267</u>

The accompanying notes on pages 17 to 21 form an integral part of these financial statements.

LONAN PARISH COMMISSIONERS

General Rate and Refuse Fund

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

	Period ended 30 April 2016	Year ended 31 March 2015
Rates levied for the period (note 1)	221,325	168,316
Add: Due from Treasury re: prior year	13,693	12,424
Arrears brought forward	6,715	6,622
	<hr/>	<hr/>
	241,733	187,362
Less:		
Discounts	7,301	5,921
Rates collection charge	2,553	2,216
Exempt and unoccupied properties	602	1,024
Write off / (back)	77	(304)
	<hr/>	<hr/>
	(10,533)	(8,857)
	<hr/>	<hr/>
Total rates collectable	£231,200	£178,505
	<hr/>	<hr/>
Rates received for the period / year:		
Current period / year rates	239,360	142,749
Arrears collected	1,683	2,924
Balance from Treasury re: prior year	13,693	12,424
Rates received in error (paid back to Treasury)	(40,000)	-
	<hr/>	<hr/>
Total rates received in the period / year	214,736	158,097
Balances outstanding carried forward		
Due from the Treasury re: current period / year (note 2)	17,054	13,693
Arrears – current period / year (notes 2 and 3)	2,710	2,713
Arrears – prior years (note 2)	4,954	4,002
Treasury overpayment – due to Garff Parish District (note 13)	(8,255)	-
	<hr/>	<hr/>
	16,464	20,408
	<hr/>	<hr/>
	£231,200	£178,505
	<hr/>	<hr/>

The accompanying notes on pages 17 to 21 form an integral part of these financial statements.

LONAN PARISH COMMISSIONERS

Statement of Accounting Policies

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

Basis of Preparation

These financial statements have been prepared under the historical cost convention, and in accordance with the Isle of Man Statement of Recommended Practice 2007 on accounting for entities subject to the Audit Act 2006 ("the SORP") issued by Treasury. This SORP is recognised under the Audit Act 2006 and the Accounts and Audit Regulations 2013 as representing proper accounting practices.

The SORP is based on Accounting Standards and the Urgent Issues Task Force's (UITF) Abstracts issued by the Financial Reporting Council (the 'Standards'), except where these are inconsistent with specific statutory requirements. The SORP prescribes the accounting treatment and disclosures for all normal transactions of the authority. Where accounting treatments and disclosure requirements are not covered by the SORP, but which are covered the Standards, the requirements of the relevant standard should be followed.

The Standards upon which the SORP is based were replaced by the Financial Reporting Council for periods ending on or after 31 December 2015. The SORP has not been updated to reflect the requirements of the new standards, or those of another acceptable accounting framework such as the Code of Practice on Local Authority Accounting (modified as necessary for application to Isle of Man bodies) issued by the Chartered Institute of Public Finance & Accountancy (the "CIPFA Code"). Whilst there are measurement and presentational differences between the requirements of the SORP and those of the CIPFA code, these are not considered to be of sufficient significance such that the Statement of Accounts prepared in line with the SORP would not give a true and fair view.

Key principles of the SORP are set out below.

a) Accruals of Income and Expenditure

The capital and revenue 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. In particular:

- Fees and charges are accounted for as income at the date the Authority provides the relevant goods and services.
- Employee costs are charged as expenditure when they are due rather than paid, including any arrears of pay or pay awards.
- Supplies are recorded as expenditure when they are consumed – where there is a gap between the date supplies are received and their consumption, they are carried as stocks on the balance sheet.
- Works are charged as expenditure when they are completed, before which they are carried as work in progress on the balance sheet.
- Where income and expenditure has been recognised but cash has not been received or paid, a debtor or creditor for the relevant amount is recorded in the balance sheet. Where it is doubtful that debts will be settled, the balance of debtors is written down and a charge is made to revenue for the income that might not be collected.
- Income and expenditure are credited and debited to the relevant account, unless they properly represent capital receipts or capital expenditure. Those accruals are largely based on known commitments and can be assessed accurately. Where estimates are made, they are based on historical records, precedence and officers' knowledge and experience. In all cases the Authority adopts a prudent approach to avoid overstating its resources.

*b) Tangible fixed assets**Recognition*

Expenditure on the acquisition, creation or enhancement of fixed assets has been capitalised on an accruals basis. Fixed assets are recognised as cost.

The assets included in the category Land and Buildings have been included in the accounts at historic cost and have not been valued at the lower of net current replacement cost or net realisable value in existing use, as required by the SORP, as this is considered to be an appropriate approximation of net current replacement cost. Office and Children's recreational equipment and public furniture assets have been included at historic cost, net of depreciation, which is considered to be an appropriate approximation of net current replacement cost.

LONAN PARISH COMMISSIONERS

Statement of Accounting Policies

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

b) *Tangible fixed assets (continued)**Depreciation*

Depreciation is provided on all assets with a finite useful life, other than freehold land. Depreciation is calculated using the straight line method, on Balance Sheet values over periods reflecting the estimated useful lives:

	Years
Operational assets	10
Community assets	10
Infrastructure assets	10

The use of these depreciation methodologies means that the Authority is not required to carry out a detailed impairment review at the end of each reporting period (SORP section 3.107(a)). However an impairment review should be carried out if events or changes in circumstances indicate that the carrying amount of a fixed asset may not be recoverable.

c) *Value added tax*

VAT is accounted for on an accruals basis. The Commissioners operate a policy of only including VAT in the income and expenditure account, whether of a capital or revenue nature, only to the extent that it is irrecoverable, in accordance with section 3.126 of the SORP.

d) *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 fund account

This account has been 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.

Capital adjustment account

Incorporates 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.

e) *Events after the balance sheet date*

Post balance sheet events, whether favourable or unfavourable, that affect the conditions existing at the balance sheet date are adjusted in the accounts and disclosures. For events occurring after the balance sheet date relating to conditions that arose after that date, adjustments are not made in the accounts but details are disclosed in a note to the balance sheet. These principles apply up to the date when the accounts are authorised for issue.

f) *Donations received*

Donations received and other contributions toward the cost of capital assets are credited to deferred income. These are released to the General Fund Account over the useful life of the asset to set against the depreciation of the asset to which it relates.

g) *Bad and doubtful debt provision*

The Authority adjusts the carrying amount of debtors for any doubtful debts by providing for these doubtful debts through the Income and Expenditure Account. Any known uncollectable debts are written off.

LONAN PARISH COMMISSIONERS

Statement of Accounting Policies

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

h) Going concern

As of 1 May 2016 the Authority was dissolved under the provisions of the Garff (Local Government District) Order 2015. On that date the assets and liabilities of the Authority were transferred to the newly formed Garff Parish District Commissioners. Garff Parish District Commissioners assumed full responsibility for safeguarding the assets and discharge of any liabilities if and when they become due. These financial statements have therefore been prepared on a basis other than that of a going concern, however no adjustments are considered necessary as a consequence of the terms of the Garff (Local Government District) Order 2015.

LONAN PARISH COMMISSIONERS

Notes to the Financial Statements

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

1. Rates levied for the period

	2016	2015
General rates		
Rate levied on a certified rateable value	108,086	68,582
Adjustments for revaluation during the period	-	-
Refuse rates		
Rate levied at a fixed charge on the rated properties in the parish	113,239	99,734
	<u>£221,325</u>	<u>£168,316</u>

2. Debtors

	2016	2015
Rates		
Due from Treasury re. Accounting period	17,054	13,693
Due from Treasury re 30 April 2016 to 31 March 2017	11,662	-
Due from rate payer 1 April 2016 to 31 March 2017	175,921	-
Current period / year arrears	2,710	2,713
Prior year arrears	4,954	4,002
Provisions for doubtful debts	(4,954)	(4,002)
	<u>207,347</u>	<u>16,406</u>
VAT	2,116	6,913
Other debtors	2,989	-
Laxey Village Commissioners – Clerk's salary recharges	594	1,258
Laxey Village Commissioners – trade debtor	-	1,045
	<u>£213,046</u>	<u>£25,622</u>

3. Rate arrears

	2016	2015
Current year rate arrears	<u>2,710</u>	<u>2,713</u>

Arrears relating to current financial period / year represent 1% (2015: 2%) of the rates levied.

LONAN PARISH COMMISSIONERS

Notes to the Financial Statements

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

4. Fixed assets

	Operational Assets	Community Assets	Infrastructure Assets	Total
Cost				
At 31 March 2015	30,964	22,348	25,430	78,742
Additions	864	750	-	1,614
At 30 April 2016	£31,828	£23,098	£25,430	£80,356
Depreciation				
At 31 March 2015	25,971	18,192	12,612	56,775
Charge for the year	1,015	664	2,543	4,223
At 30 April 2016	£26,986	£18,856	£15,155	£60,998
Net book value				
At 30 April 2016	£4,842	£4,241	£10,275	£19,358
At 31 March 2015	£4,993	£4,156	£12,818	£21,967

Community assets - land

The following land assets have been gifted to the Authority and due to the size and restrictions on use have no value attributed to them:

Millennium Gardens, Baldrine	(historical asset)
Millennium Clock Paved Area	(historical asset)
Baldrine Park	(gifted during the year ended 31 March 2010)
Triangle of land at Clay Head Road, Baldrine Hill	(historical asset)
Church Close	(gifted during the year ended 31 March 2013)
All Saints Park	(gifted during the year ended 31 March 2013)

Community land represents assets which the Authority intends to hold in perpetuity, which has no determinable life, and may carry restrictions on its disposal.

LONAN PARISH COMMISSIONERS

Notes to the Financial Statements

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

5. General Fund Account

	2016	2015
Represented by:		
Brought forward at 1 April	81,169	74,092
Surplus for period / year	30,072	6,411
Depreciation charged to Capital Adjustment Account	4,223	4,229
Fixed assets financed from General Revenue Account	(1,614)	(3,563)
	<u>£113,850</u>	<u>£81,169</u>

6. Capital Adjustment Account

	2016	2015
Represented by:		
Balance brought forward	21,967	22,633
Current period / year depreciation	(4,223)	(4,229)
Fixed assets financed from General Revenue Account	1,614	3,563
	<u>£19,358</u>	<u>£21,967</u>

7. Creditors and Accruals

	2016	2015
Creditors		
Related party creditors – due to Garff Parish District	195,838	-
Trade creditors	87	4,374
Accruals		
Accountancy fee	1,450	1,488
Assurance review	1,470	1,400
ITIP creditor	-	459
	<u>£198,845</u>	<u>£7,720</u>

The balance due to Garff Parish District represents rates invoiced by Lonan Parish Commissioners for the year 2016/2017 of which the period from 1 May 2016 is rates income to be accounted for by the new district.

8. Members' attendance allowances

During 2015/16, the Authority paid £4,011 (2015: £3,762) to its Members in respect of their attendance at meetings, undertaking duties and responsibilities.

9. Employees' remuneration

During the period 2015/16 there were no members whose remuneration exceeded the disclosure threshold of £50,000 under section 4.31(7) of the SORP.

LONAN PARISH COMMISSIONERS

Notes to the Financial Statements

For the period ended 30 April 2016
(Expressed in Pounds Sterling)

10. Assurance fees

The Commissioners incurred the following fees relating to assurance services:

	2016	2015
External assurance services carried out by the appointed auditors	£1,470	£1,400

11. Notes to the Cash Flow Statement**(i) Reconciliation of net deficit to cash outflow from activities.**

	2016	2015
Net surplus/(deficit) for the period / year on General Revenue Income and Expenditure account	30,072	6,411
Net surplus/(deficit)	30,072	6,411
Depreciation	4,223	4,229
Interest received	(50)	(50)
Realised loss on disposal of fixed asset	-	-
Increase in debtors	(187,424)	(2,218)
Increase / (decrease) in creditors	191,124	(3,825)
Net cash inflow from activities	£37,946	£4,547

(ii) The Commissioners do not consider it necessary to complete the disclosures to the Cash Flow Statement, namely the Reconciliation of the Movement in Net Debt, and the Reconciliation of Financing and Liquid Resources.

This is not considered necessary due to there being no debt or external financing.

12. Post balance sheet events

During the period, a Treasury Direction was issued that stated that the financial accounts for the period commencing 1 April 2015 should be made up for the period ended 30 April 2016.

This is due to the village district of Laxey, the parish districts of Maughold and Lonan uniting to form a new Local Government District to be known as the Garff Parish District.

All assets and liabilities of the Authority were transferred to the Garff Parish District on 1 May 2016, following which the Authority was dissolved.

LONAN PARISH COMMISSIONERS

Notes to the Financial Statements

For the period ended 30 April 2016
(Expressed in Pounds Sterling)**13. 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. There were no Government grants made available to the Authority during the year.

All Commissioners and officers of the Authority are obliged to disclose in respect of themselves their family members/close relatives, any material transactions with related parties.

	2016	2015
Treasury rates receivable due to Garff Parish District	£187,583	-
Treasury overpayment due to Garff Parish District	£8,255	-
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