

CASH FLOW STATEMENT

2016-17 £000		2017-18 £000
132,922	Net deficit on the provision of services	96,731
-38,350	Depreciation	-37,331
-48,199	Impairment and downward valuations	-12,142
-	Amortisation	-288
-25	Movement in impairment for bad debts	-569
-25,679	Increase (-)/ decrease in creditors	6,991
14,601	Increase/ decrease (-) in debtors	4,807
-26	Increase/ decrease (-) in inventories	-64
-21,952	Movement in pension liability (difference between employer's contributions paid and IAS19 adjustments)	-21,619
-88,538	Carrying amount of non-current assets and non-current assets held for sale, sold or de-recognised	-76,635
6,488	Other non-cash items charged to the deficit on the provision of services	4,440
-201,679	Adjustments to the net deficit on the provision of services for non-cash movements:	-132,410
252	Proceeds from the sale of property, plant and equipment	2,893
69,480	Grants for financing capital expenditure	58,380
-	Any other items for which the cash effects are investing or financing activities	-28,114
69,732	Adjustments for items included in the deficit on the provision of services that are investing and financing activities	33,159
974	Net cash flows from Operating Activities	-2,520
112,433	Purchase of property, plant and equipment	96,633
-	Purchase of short-term and long-term investments	28,170
-252	Proceeds from the sale of property, plant and equipment	-3,407
-61,221	Capital Grants Received	-72,089
50,961	Investing Activities	49,307
-173,476	Cash receipts of short and long-term borrowing	-300,000
2,166	Cash payments for the reduction of the outstanding liabilities relating to finance leases and on-balance sheet PFI contracts (Principal)	-303
92,512	Repayments of short and long-term borrowing	242,162
-78,797	Financing Activities	-58,141
-26,862	Net increase (-)/ decrease in cash and cash equivalents	-11,354
1,064	Cash and cash equivalents at the beginning of the reporting year	27,926
27,926	Cash and cash equivalents at the end of the reporting year (note 21)	39,280

The purpose of this statement is explained in the Narrative Report (page 17).