

APPENDIX 2 - RESPONSES TO FURTHER REVIEW POINTS ON THE DRAFT ACCOUNTS

Suggested Change / Query	Response / Update
Change of format for the key numbers summary at the start of the narrative report to be in tabular form rather than narrative.	A draft amended summary has been provided and feedback is awaited before the original summary is replaced in the final accounts.
Check that wording in narrative report regarding future assumptions for Revenue Support Grant remains correct.	In the business plan RSG for 2020/21 was assumed to be -£3.5m. The latest indications based on further information from central government Officers are planning to remove the negative RSG assumption. However the central government published position for 2018/19 was for a planned negative RSG in 2020/21 so it is right that this is reflected in the narrative statement for 2018/19.
In the Post Balance Sheet Events disclosure note, the sum paid for Cromwell Leisure Park should read £6.558m (not £6.58m).	The figure has been amended for the final accounts.
In the Taxation and Non-Specific Grant Income disclosure note, disclosure of the main capital grants should be added for context.	Details added to the wording in this disclosure note (Basic Need grants and S106/Community Infrastructure Levy receipts).
Due to the large year-on-year increase in Long Term debtors, in the Financial Instruments disclosure note a comment should be added outlining what this figure consists of.	Wording under the fair value table in this disclosure note has been added to include this information (loans to This Land) in the final accounts.
Check that overdraft disclosed in cash and cash equivalents disclosure notes is correct and, if so, include explanation below the table.	The Council has a formal netting off agreement with Barclays for a number of bank accounts; the overdraft classification is based upon the total balance of all of these accounts. In the draft accounts the imprest and schools bank account balances were excluded from the calculation in error and this resulted in a reported overdraft position. The classification of the imprest and schools bank accounts has been corrected for the final accounts and the cash and cash equivalents disclosure note no longer reports and overdraft figure.
Check the 31/03/2018 figures in the Other Long Term Liabilities disclosure note, as these do not cast.	The typing error in the comparator figures has been corrected in the final accounts.
Add a comment to the Grant Income disclosure note that 2018/19 is the last year of receiving Revenue Support Grant.	A comment has been added to this disclosure note accordingly.
Name the finance lease properties in the Leases disclosure note for context.	The school, libraries and depot held as finance leases have been named in this disclosure note.
The formatting of the service line section of the table in the Impairment Losses disclosure note needs changing to improve understandability.	This section of the disclosure note has been tidied up.
In the Retirement Benefits disclosure note, why has there been no change to longevity assumptions from the previous year?	The assumptions (of which longevity is one) for retirement benefits are undertaken in line with triennial valuation reviews. The assumptions for the 2018/19 financial year reflect those set out in the 2016 valuation, which is reflected in the notes to the pension fund accounts.

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In the group accounts, Basis of Consolidation disclosure note, the first bullet point relates to 2017.	The date in the final accounts has been updated from 2018 to 2017.
In the Pension Fund Account statement, why has 'profit on disposal of investments and changes in the value of investments' has more than doubled.	This is due to strong performance from the Cambridgeshire Pension Fund of 7.1% net of fees where as in the previous year performance was only 2.5%.
Please clarify why, in the Pension Fund Notes, it states that AVCs (Additional Voluntary Contributions) are not included in the accounts but are shown in the disclosure note.	AVC's are not included in the accounts as AVC payments do not belong to the Pension Fund, we facilitate the relationship with Prudential and Equitable Life but the money belongs to them.
In the Pension Fund Notes Assumptions disclosure note, it should state that the 0.5% sensitivity effect if actual results differ from assumptions can apply positively or negatively.	Wording has been added at the end of the Note to say, "Although the example above is based on an increase, a decrease to discount rate and assumed life expectancy could also occur."
Please explain who/what the group transfers line relates to in the Pension Fund Notes Payments to and on Account of Leavers.	Related to Cambridgeshire (Revenue and Benefits) staff who came into the Fund from Norwich City Council in 2012 and transferred out to Norfolk Pension Fund in 2018/19
In the Pension Fund Notes Management Expenses disclosure note, why have the 'oversight and governance costs' doubled?	This is the result of new projects within the year including the data cleanse and GMP Project. There has also been an increase in staffing within the team for the new projects.
Please add an example to support the understanding of the second sentence in the objectives and policies section of the Pension Fund Notes Analysis of Derivatives disclosure note.	The explanation for futures and forward foreign currency is provided on following page in the accounts. The wording comes directly from the CIPFA guidance. The Cambridgeshire Pension Fund however has no derivatives.
Please check whether there were any leavers during 2018/19 that have not been included in the Governance section of the Pension Fund Notes Related Parties disclosure note.	Leavers are included in this disclosure note however there were 2 leavers missing from the list in the draft accounts which will be included in the final accounts.