

# COMMITTEE REPORT

<b>Subject:</b>	<i>Annual Full Code Accounts (SoRP) 2025/26</i>
<b>Committee:</b>	<i>Extraordinary Full Council</i>
<b>Item Number:</b>	<i>13</i>
<b>Date:</b>	<i>29 June 2026</i>
<b>Author:</b>	<i>Steve Bishop, Responsible Finance Officer (RFO)</i>
<b>Report status:</b>	<i>Approval</i>
<b>Confidential / Exempt:</b>	<i>No</i>

## 1. Report Summary

- 1.1 This report presents, a full set of accounts, which provide much greater detail than the 'accounting statements' included within the Annual Governance and Accountability Return (AGAR).
- 1.2 The fuller accounts appended to this report are prepared in accordance with the professional accounting Statement of Recommended Practice (SoRP), known as the Code of Practice on Local Authority Accounting (CoPoLAA), issued by the Chartered Institute of Public Finance and Accountancy (CIPFA).

## 2. Recommendation

- 2.1 The Council is asked to approve the annual SoRP Full Code accounts 2025/26 (**Appendix A**).

## 3. Explanation of the various statements

- 3.1 The SoRP reflects international accounting standards, which govern how all private and public sector organisations report their financial performance. Therefore any reader of those accounts should find those appended to this report very familiar.
- 3.2 The primary schedule for displaying an organisation's in-year performance is the 'Profit and Loss Account' (called 'Income and Expenditure Account' in the public sector. As the name suggests, this compares all income receivable in 2025/26 with all matching expenditure payable in the year. When Income exceeds expenditure, there is a surplus (or profit); when expenditure exceeds income, there is a deficit (or loss). The Council's Income and Expenditure Account for 2025/26 is provided in **Appendix A**.

- 3.3 The Primary schedule for displaying an organisation's net worth is the Balance Sheet. It compares all the Council's assets (property, plant, bank balances, debtors) at 31 March 2026 with liabilities (loans, creditors, ringfenced Receipts) and reserves. The Council's Balance Sheet for 31 March 2026 is also provided in **Appendix A**.
- 3.4 The Cashflow Statement provides a detailed picture of how cash moved into and out of the Council during 2025/26, which provides insights into the Council's liquidity, operational efficiency and overall financial health, which in turn helps to demonstrate our ability to operate in the short and longer term. The Council's Cashflow Statement for 2025/26 is also provided in **Appendix A**.

#### 4. Implications

<b>Implication Area</b>	<b>Impact</b>	<b>Comments / Mitigation</b>
<b>Financial</b>	Medium	The Council's entire financial performance over the course of its 2025/26 financial year is encapsulated in its year-end accounts. Unlike budgets, the accounts provide the official record which our public and stakeholders will use to judge the Council's activity. Once approved they are fixed, cannot be amended and will be searchable in perpetuity.
<b>Legal</b>	Low	The Council discharges its legal obligations by producing and approving its AGAR accounts. These SoRP accounts are not a legal duty but contribute to its transparent accountability.
<b>Risk</b>	None	
<b>Personnel</b>	None	
<b>Environmental Impact</b>	None	
<b>Equalities Impact Statement</b>	None	
<b>Community / Public Impact</b>	None	
<b>Procurement / Contractual</b>	None	
<b>Property / Asset</b>	None	
<b>Data Protection</b>	None	

#### 5. Appendices / Background Papers

- 5.1 Appendix A – SoRP Accounting Statements 2025/26

**Salisbury City Council**

**Financial Statements**

**for the year ended 31st March 2026**



# SALISBURY CITY COUNCIL

## Comprehensive Income and Expenditure Statement (CIES)

This statement shows the accounting cost in the year of providing services in accordance with generally accepted accounting practices, rather than the amount to be funded from precept. Councils raise precepts to cover expenditure in accordance with regulations; this may be different from the accounting cost.

2024/25			Comprehensive Income & Expenditure Statement (CIES)	2025/26		
Gross Expenditure £	Gross Income £	Net Expenditure £		Gross Expenditure £	Gross Income £	Net Expenditure £
469,920	71,862	398,058	Community Services	566,496	76,213	490,283
1,366,756	867,379	499,377	Business Operations	1,663,045	818,467	844,578
3,715,166	1,450,404	2,264,762	Environmental Services	4,274,876	2,093,515	2,181,361
433,473	990	432,483	Corporate Services	678,586	680	677,906
1,197,373	3,078	1,194,295	General	1,118,548	13	1,118,535
<b>7,182,688</b>	<b>2,393,713</b>	<b>4,788,975</b>	<b>Cost of Services</b>	<b>8,301,551</b>	<b>2,988,888</b>	<b>5,312,663</b>
302,929	67,800	235,129	Other Operating Expenditure	251,376	-	251,376
198,092	743,314	(545,222)	Financing & Investment Income & Expenditure	210,320	360,553	(150,233)
-	5,642,672	(5,642,672)	Taxation & Non-Specific Grant Income	-	5,943,766	(5,943,766)
<b>7,683,709</b>	<b>8,847,499</b>	<b>(1,163,790)</b>	<b>(Surplus) / Deficit on Provision Of Services</b>	<b>8,763,247</b>	<b>9,293,207</b>	<b>- 529,960</b>
-	-	-	Surplus on Revaluation Of property, plant, and equipment	-	-	-
-	-	-	Actuarial (Gains) / Losses on Pension Assets / Liabilities	-	-	-
	<b>(1,163,790)</b>		<b>Other Comprehensive (Income) &amp; Expenditure</b>			<b>(529,960)</b>
	<b>(1,163,790)</b>		<b>Total Comprehensive (Income) &amp; Expenditure</b>			<b>(529,960)</b>

# Balance Sheet

The Balance Sheet shows the value of the assets and liabilities recognised by the Council. The net assets of the Council (assets less liabilities) are matched by the reserves held by the Council. Reserves are reported in two categories. The first category of reserve are usable reserves, i.e., those reserves that the Council may use to provide services, subject to the need to maintain a prudent level of reserves and any statutory limitations on their use. The second category of reserves is those that the Council is not able to use to provide services. This category of reserves includes the reserves that hold unrealised gains and losses, where amounts would only become available to provide services if the assets are sold.

31 March 2025 £	Balance Sheet	Notes	31 March 2026 £
42,438,428	Property, Plant & Equipment	1	42,322,942
<u>42,438,428</u>	<b>Long Term Assets</b>		<u>42,322,942</u>
16,701	Inventories		43,714
3,000,000	Short Term Investments	2	2,378,208
504,629	Short Term Debtors	3	462,907
712,504	Cash & Cash Equivalents	2	1,383,467
<u>4,233,835</u>	<b>Current Assets</b>		<u>4,268,296</u>
(893,656)	Short Term Creditors	4	(512,238)
-	Provisions		0
<u>(893,656)</u>	<b>Current Liabilities</b>		<u>(512,238)</u>
(2,190,515)	Long Term Borrowing	5	(1,946,618)
-	Other Long-Term Liabilities		0
<u>(2,190,515)</u>	<b>Long Term Liabilities</b>		<u>(1,946,618)</u>
<u>43,588,091</u>	<b>Net Assets</b>		<u>44,132,382</u>
2,599,664	Usable Reserves	6	3,259,441
40,988,427	Unusable Reserves	8	40,872,941
<u>43,588,091</u>	<b>Total Reserves</b>		<u>44,132,382</u>

## Cash Flow Statement

The Cash Flow Statement shows the changes in cash and cash equivalents of the Council during the reporting period. The statement shows how the Council generates and uses cash and cash equivalents by classifying cash flows as operating, investing and financing activities. Investing activities represent the extent to which cash outflows have been made for resources which are intended to contribute to the Council's future service delivery. Cash flows arising from financing activities are useful in predicting claims on future cash flows by providers of capital (i.e., borrowing) to the Council.

2025 £	Cash Flow Statement	Notes	2026 £
(1,163,790)	Net (Surplus)/Deficit on the Provision of Services		(529,960)
(403,680)	Adjustments to Net (Surplus)/Deficit on the Provision of Services for Non-Cash Movements	10	366,711
(540,886)	Adjustments for items included in the net surplus or deficit on the provision of services that are investing and financing activities	10	(129,817)
<b>(2,108,356)</b>	<b>Net Cash Flow from Operating Activities</b>		<b>(293,066)</b>
522,300	Investing Activities	11	-
237,208	Financing Activities	12	243,896
<b>(1,348,848)</b>	<b>Net (increase) or decrease in cash and cash equivalents</b>		<b>(49,170)</b>
2,363,656	Cash & cash equivalents at the beginning of the reporting period		3,712,504
<b>3,712,504</b>	<b>Cash &amp; cash equivalents at the end of the reporting period</b>	2	<b>3,761,675</b>

## Movement in Reserves Statement

This statement shows the movement in the year on the different reserves held by the Council, analysed into 'usable reserves' (i.e. those that can be applied to fund expenditure or reduce local taxation) and other reserves. The Surplus or Deficit on the Provision of Services line shows the true cost of providing the Council's services, more details of which are shown in the Comprehensive Income and Expenditure Statement, page 3. These are different from the statutory amounts required to be charged to the General Fund Balance for council tax setting purposes.

Movement in Reserves during 2024/25 and 2025/26	General Fund Balance	Earmarked Reserves	Capital Receipts Reserve	Total Useable Reserves	Unusable Reserves	Total Council Reserves
	£	£	£	£	£	£
<b>Balance at 31 March 2024</b>	(577,390)	1,514,837	412,482	1,349,929	40,796,060	42,145,989
Total Comprehensive Income & Expenditure	1,163,790	-	-	1,163,790	-	1,163,790
Adjustments between accounting basis and funding basis under regulations	117,469	84,502	(116,026)	85,945	192,367	278,312
Transfers to / (from) Reserves	247,638	(247,638)	-	-	-	-
Increase / (Decrease) in 2024/25	1,528,897	(163,136)	(116,026)	1,249,735	192,367	1,442,102
<b>Balance 31 March 2025</b>	<b>951,507</b>	<b>1,351,701</b>	<b>296,456</b>	<b>2,599,664</b>	<b>40,988,427</b>	<b>43,588,091</b>
<b>Balance 31 March 2025</b>	<b>951,507</b>	<b>1,351,701</b>	<b>296,456</b>	<b>2,599,664</b>	<b>40,988,427</b>	<b>43,588,091</b>
Total Comprehensive Income & Expenditure	529,960	-	-	529,960	-	529,960
Adjustments between accounting basis and funding basis under regulations	-	129,817	-	129,817	(115,486)	14,331
<b>Transfers to / (from) Reserves</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Increase/ (Decrease) in 2025/26	529,960	129,817	-	659,777	(115,486)	544,291
<b>Balance 31 March 2026</b>	<b>1,481,467</b>	<b>1,481,518</b>	<b>296,456</b>	<b>3,259,441</b>	<b>40,872,941</b>	<b>44,132,382</b>

# SALISBURY CITY COUNCIL

## Note 1 Fixed Assets

	Land and buildings	Investment Properties	Community Assets	Non Operational Assets	Inventory Assets	Plant & Equipment	Total
	£	£	£	£	£	£	£
<b>Cost or Valuation</b>							
At 1 April 2025	17,430,000	4,862,999	17,564,000	1,953,959	123,243	701,513	42,635,714
Revaluations	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
At 31 March 2026	17,430,000	4,862,999	17,564,000	1,953,959	123,243	701,513	42,635,714
<b>Depreciation</b>							
At 1 April 2025	-	-	-	-	23,167	174,119	197,286
Charged in year	-	-	-	-	10,008	105,478	115,486
On disposals	-	-	-	-	-	-	-
At 31 March 2026	-	-	-	-	33,175	279,597	312,772
<b>Net book values</b>							
At 31 March 2026	17,430,000	4,862,999	17,564,000	1,953,959	90,068	421,916	42,322,942
At 31 March 2025	17,430,000	4,862,999	17,564,000	1,953,959	100,076	527,394	42,438,428