

Adjusted misstatements

A number of adjustments to the draft accounts have been identified during the audit process. We are required to report all non trivial misstatements to those charged with governance, whether or not the accounts have been adjusted by management. The table below summarises the adjustments arising from the audit which have been processed by management.

Impact of adjusted misstatements

All adjusted misstatements are set out in detail below along with the impact on the key statements and the reported net expenditure for the year.

Detail	Comprehensive Income and Expenditure Statement £'000	Balance Sheet £'000	Impact on total net expenditure £000
1 Income incorrectly includes a reversal from 2014-15 that was removed from the 2014-15 accounts. Income is therefore understated. Compensated by a correction to Brought Forward General Fund reserves.	-356	0	0
2 Income incorrectly includes a reversal from 2014-15 that was removed from the 2014-15 accounts. Expenditure is understated. Compensated by a correction to Brought Forward General Fund reserves.	1299	0	0
3 The discounting for the closed landfill provision was not unwound by one year. The provision is understated by £202K. Compensated by contribution from the Capital Adjustment Account.	202	-202	0
4 In the Balance Sheet there is £5,138K relating to the long term investment in the share capital of Mersey Waste Holdings Limited. After a review of the Mersey Waste Holdings Limited audited accounts, this has now changed to £1 due to a share capital reduction. Following an impairment review of this investment, the carrying value has been reduced by the Authority to £5,042K reflecting its current fair value. The difference of £96K is an impairment charge to the CIES.	96	-96	96
5 Debtors testing found that debtors are overstated by £103K.	103	-103	103
6 Creditors testing found that for the sample selected for testing, creditors are understated by £166K.	166	-166	166
Overall impact	£1,502	£-567	£567