

**Greater London Authority Group
Summary Statement of Accounts 2010-11**

GREATER LONDON AUTHORITY



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Introduction

This summary contains information from the Greater London Authority (GLA), its Functional Bodies and the London Pension Fund Agency's (LPFA) Statements of Accounts for 2010/11. The information summarises how the Greater London Authority, the Functional Bodies and the London Pension Fund Authority spent the money they received during the year and the reserves position at 31 March 2011.

This Summary Statement of Accounts is prepared under s134 of the Greater London Authority Act 1999. Each organisation reported herein prepares its own detailed accounts separately. Copies of the full accounts may be obtained by contacting the individual bodies, whose contact details are at the end of this document or by clicking on the hyper links embedded in this document.

The **main responsibilities** of each functional body of the Greater London Authority are:

Metropolitan Police Authority (MPA)	Responsible for the Metropolitan Police Service, covering all of London, except for the City of London
London Fire & Emergency Planning Authority (LFEPA)	Responsible for the London Fire Brigade
Transport for London (TfL)	Transport links, including major roads, underground, buses, Docklands Light Railway, London Overground and Crossrail
London Development Agency (LDA)	The Mayor's agency for delivering sustainable economic growth

The **relationship** between the GLA and each of the functional bodies is set out below:

The **LDA** is a Regional Development Agency and a functional body of the GLA. The Mayor appoints the LDA Board and the Mayor may give directions and guidance in relation to the exercise of the LDA's functions. The Government approves an annual grant to the LDA and imposes conditions on its usage. However, the Mayor determines the LDA's budget requirement and borrowing limits. The LDA has consolidated SME Wholesale Finance Ltd as a subsidiary in its Statement of Accounts.

LFEPA is a functional body of the GLA. The Mayor appoints all LFEPA's 17 Members and chooses one of them to be the Chairman of the Authority. Eight are nominated from the London Assembly, seven from the London Boroughs and two Mayoral appointees. The Mayor has the power to give LFEPA directions and guidance. The Mayor is responsible for setting LFEPA's budget requirement and borrowing limits.

The **MPA** is a functional body of the GLA. The MPA comprises 12 London Assembly members, appointed to the Authority by the Mayor of London, and 11 Independent members. The Mayor is the direct line of accountability between the Metropolitan Police Service and the people of London and he appoints the Chair and Vice chair of the MPA. A key duty of the MPA is to secure the maintenance of an efficient and effective police service for its area. The Mayor is responsible for setting the MPA's budget requirement and borrowing limits.

TfL is a functional body of the GLA and is a statutory corporation. The Mayor is the Chairman of TfL's Board and appoints the Board's membership. The Mayor is responsible for setting fares, TfL's budget requirement and borrowing limits. The legal structure of TfL comprises:

- the Corporation, which is made up of London Streets, the Public Carriage Office and the corporate centre which for legal and accounting purposes, constitutes TfL; and
- the TfL Group which is made up of the Corporation and its subsidiaries, which are summarised below:

The TfL Group's principal subsidiaries are:

Subsidiaries	Principal activity
Transport Trading Limited	Holding company
London Underground Limited	Passenger transport by underground train
LUL Nominee BCV Limited	Maintenance of underground lines
LUL Nominee SSL Limited	Maintenance of underground lines
Tube Lines (Holdings) Limited	Holding company
Tube Lines Limited	Holding company
Tube Lines (Finance) Plc	Financing company
UIC (Transport) Limited	Financing company
Rail for London Limited	Passenger transport by rail
Docklands Light Railway Limited	Passenger transport by rail
Tramtrack Croydon Limited	Passenger transport by tram
London Bus Services Limited	Passenger transport by bus
London Buses Limited	Bus operator and Dial-a-Ride
Victoria Coach Station Limited	Coach station
London River Services Limited	Pier operator
Crossrail Limited	Construction of Crossrail infrastructure
Transport for London Finance Limited	Manages financial risk of the Group
London Transport Museum Limited	Charitable company
London Transport Museum (Trading) Limited	Trading company
London Transport Insurance (Guernsey) Limited	Insurance

The TfL Group holds 100 per cent of the share capital of all subsidiaries. The financial statements of these companies are lodged at Companies House and also at the Charity Commission for the London Transport Museum Limited. The statutory financial statements for the subsidiary companies for the period ended 31 March 2011 all received unqualified audit opinions.

London Pensions Fund Authority

Whilst not a functional body of the Greater London Authority, the Greater London Authority Act 1999 gives the Mayor certain powers in relation to the London Pensions Fund Authority, such as appointing members to the LPFA board.

M. D. Clarke

1.3.12

Martin Clarke
Executive Director, Resources
Greater London Authority

Date:

Independent Auditor's Statement to the Greater London Authority

Comprehensive Income and Expenditure Statement

	2010/11 £000						2010/11 £000						2010/11 £000							
	Gross Expenditure			Gross Income			Gross Expenditure			Gross Income			Not Expenditure			Not Expenditure				
	GLA	LDA	LFEPA	MPA	TFL	GLA Group	GLA	LDA	LFEPA	MPA	TFL	GLA Group	GLA	LDA	LFEPA	MPA	TFL	GLA Group		
Gross expenditure, gross income and net expenditure of continuing operations																				
Central services to the public	1,288					1,288	(133)					(133)	1,155					1,155		
Cultural, environmental, regulatory and planning services	120,016	306,375				426,391	(22,930)	(36,564)				(59,494)	97,096	269,811				366,897		
Education and children's services	734					734	(716)					(716)	18					18		
Highways and transport services	1,006,855				6,072,464	7,079,309	(227,442)				(3,884,223)	(4,111,665)	779,413				2,189,231	2,987,644		
Other housing services	1,297					1,297	(1)				(1)	(1)	1,296					1,296		
Adult social care																				
Pensions - Past Service Gain	(14,090)	(6,956)	(444,041)	(2,262,700)	(5,976)	(2,733,753)		(444,041)				(896,343)	(14,090)	(6,956)	(444,041)	(2,262,700)	(5,976)	(2,733,753)		
Police Services						3,919,921						(896,343)							3,023,578	
Fire and Rescue Services			582,809	3,919,921		582,809		(30,147)	(896,343)			(30,147)							552,662	
Corporate and democratic core		807	2,134	15,668		46,370	(310)					(310)	27,451	807	552,662	15,668		46,060		
Non distributed costs	79		1,293	5,935		7,307		(50,600)				(50,600)	79		(49,307)	5,935		(45,293)		
Cost Of Services	1,145,950	300,226	142,195	1,678,824	6,066,478	9,331,673	(251,532)	(36,564)	(80,747)	(896,343)	(3,884,223)	(5,149,409)	892,418	263,662	61,448	792,481	2,182,255	4,182,264		
Other Operating Expenditure													835,288	73,683		(5,893)	321,821	1,224,929		
Financing and Investment Income and Expenditure													31,754	16,765	179,056	1,014,396	405,075	1,647,036		
Surplus or deficit of Discontinued Operations																				
Taxation and Non-Specific Grant Income													(983,150)	(296,476)	(445,911)	(2,853,701)	(4,672,612)	(9,241,860)		
(Surplus) or Deficit on Provision of Services													776,300	67,634	(205,407)	(1,062,697)	(1,763,461)	(2,187,631)		
Share of the surplus or deficit on the provision of services by joint ventures																				
Tax expenses of subsidiaries																				
Tax expenses of associates and joint ventures																				
Group Surplus or Deficit													776,300	67,634	(205,407)	(1,062,697)	(1,763,461)	(2,187,631)		
Surplus or deficit on revaluation of non-current assets														31,864	(1,312)	(22,499)	(967)	7,149		
Surplus or deficit on revaluation of available-for-sale financial assets																				
Actuarial gains/losses on pension assets/ liabilities																				
Net change in fair value of cash flow hedges reclassified to profit or loss																				
Share of other comprehensive expenditure and income of associates and joint ventures													(5,217)	3	(563,440)	(1,262,900)	(547,150)	(2,478,704)		
Other Comprehensive Income and Expenditure*																			(4,352)	
Corporation tax																				
Total Comprehensive Income and Expenditure													(5,217)	31,867	(554,752)	(1,283,336)	(552,469)	(2,473,907)		
													771,083	99,501	(770,189)	(2,348,033)	(2,417,238)	(4,664,846)		

Comprehensive Income and Expenditure Statement

	2009/10 £000						2009/10 £000													
	Gross Expenditure			Gross Income			Net Expenditure													
	GLA	LDA	LFEPA	MPA	TFL	GLA GROUP	GLA	LDA	LFEPA	MPA	TFL	GLA GROUP	GLA	LDA	LFEPA	MPA	TFL	GLA GROUP		
Gross expenditure, gross income and net expenditure of continuing operations	18				18	(18)						(18)								
Central services to the public	113,031	245,320			358,351	(19,845)	(40,110)					(59,955)	208,210						301,396	
Cultural, environmental, regulatory and planning services	598				598	(92)						(92)							506	
Education and children's services	4,802				6,112,760	(1,282)					(3,594,965)	(3,596,267)							2,516,493	
Highways and transport services	1,266				1,266	(632)						(632)							584	
Other housing services																				
Adult social care																				
Pensions - Past Service Gain				4,074,991						(862,190)		(862,190)				3,192,811			3,192,811	
Police Services			542,228		542,228			(30,300)				(30,300)			511,928				511,928	
Fire and Rescue Services		853	2,002	16,705	44,933	(2,033)						(2,033)	853	2,002	16,705				42,900	
Corporate and democratic core	25,373		1,035	8,474	10,461								23,340	1,035	8,474				42,900	
Non-distributed costs	952				952								952						10,461	
Cost Of Services	146,040	249,173	545,265	4,100,170	6,107,958	(23,552)	(40,110)	(30,300)	(862,180)	(3,594,965)	(4,571,527)	(4,571,527)	209,063	514,965	3,217,990	2,512,973	6,577,079	6,577,079		
Other Operating Expenditure																				
Financing and Investment Income and Expenditure																				
Surplus or deficit of Discontinued Operations																				
Taxation and Non-Specific Grant Income (Surplus) or Deficit on Provision of Services																				
Share of the surplus or deficit on the provision of services by joint ventures																				
Tax expenses of subsidiaries																				
Tax expenses of associates and joint ventures																				
Group Surplus or Deficit																				
Surplus or deficit on revaluation of non-current assets																				
Surplus or deficit on revaluation of available-for-sale financial assets																				
Actuarial gains/losses on pension assets/ liabilities																				
Net change in fair value of cash flow hedges reclassified to profit or loss																				
Share of other comprehensive expenditure and income of associates and joint ventures																				
Other Comprehensive Income and Expenditure*																				
Corporation tax																				
Total Comprehensive Income and Expenditure	19,769	346,799	1,236,474	6,066,357	999,480	(7,990,737)	(243,833)	(2,414)	1,001,894	1,066,955	3,337,771	1,066,955	19,769	346,799	1,236,474	6,066,357	999,480	1,066,955	3,337,629	
	4,709	5,917	1,488,844	7,291,692	755,597	8,658,879	5,917	8,658,879	5,917	8,658,879	5,917	8,658,879	4,709	5,917	1,488,844	7,291,692	755,597	8,658,879	5,917	

Movement in Reserves Statement - 2010/11

	Usable Reserves					Unusable Reserves					Total Reserves	
	2010/11					2010/11					2010/11	
	GLA £000	LDA £000	LFEPA £000	MPA £000	TfL £000	GLA £000	LDA £000	LFEPA £000	MPA £000	TfL £000	Total Unusable Reserves 2010/11 £000	Total Reserves 2010/11 £000
Balance at 31 March 2010	41,725	33,410	54,163	302,092	1,041,547	(23,065)	(66,176)	(4,408,934)	(18,709,252)	11,250,451	(11,956,976)	(10,484,040)
Movement in reserves during 2010/11												
Surplus or (deficit) on provision of services	(776,300)	(67,634)	205,407	1,062,697	1,140,341	5,217	(31,867)	564,752	1,285,336	624,428	624,428	2,188,939
Other Comprehensive Expenditure and Income	-	-	-	-	-	5,217	(31,867)	564,752	1,285,336	652,469	2,475,907	2,475,907
Total Comprehensive Expenditure and Income	(776,300)	(67,634)	205,407	1,062,697	1,140,341	5,217	(31,867)	564,752	1,285,336	1,276,897	3,100,335	4,664,846
Gain arising from Revaluation of Asset	-	-	-	-	-	-	(22,904)	-	-	-	(22,904)	(22,904)
Actuarial losses/(gains) on Pension fund assets and Liabilities	-	-	-	-	-	-	-	-	-	-	-	-
Adjustments between Balance Sheet	-	983	-	-	-	-	(4,110)	-	-	-	(4,110)	(3,127)
Adjustments between accounting basis & funding basis under regulations	791,785	87,775	(189,732)	(1,031,133)	(311,860)	(791,785)	(87,776)	189,732	1,030,313	311,870	652,354	(811)
Net Increase/Decrease before Transfers to Earmarked Reserves	15,485	21,124	15,675	31,564	828,481	(786,568)	(146,657)	754,484	2,315,649	1,588,767	3,725,675	4,638,006
Transfers to/from Earmarked Reserves	-	-	-	(38,700)	-	-	-	-	38,700	-	38,700	-
Increase/Decrease (movement) in Year	15,485	21,124	15,675	(7,136)	828,481	(786,568)	(146,657)	754,484	2,354,349	1,588,767	3,764,375	4,638,006
Balance at 31 March 2011 carried forward	57,210	54,534	69,838	294,956	1,870,028	(809,633)	(212,833)	(3,654,450)	(16,354,903)	12,839,218	(8,192,601)	(5,846,034)

Movement in Reserves Statement 2009/10

	Usable Reserves 2009/10					Unusable Reserves 2009/10					Total Usable Reserves		Total Unusable Reserves	
	GLA £000	LDA £000	LFEP £000	MPA £000	TfL £000	GLA £000	LDA £000	LFEP £000	MPA £000	TfL £000	GLA £000	TfL £000	2009/10 £000	2009/10 £000
Balance at 31 March 2010	27,302	15,900	51,159	339,607	1,318,961	(3,333)	31,531	(2,917,086)	(11,378,683)	11,728,633	(786,609)			
Movement in reserves during 2010/11														
Surplus or (deficit) on provision of services	15,060	161,807	(252,370)	(1,232,483)	(448,226)	-	-	(2,852)	692,109	689,257	(1,066,955)			
Other Comprehensive Expenditure and Income	-	(5,917)	-	-	(5,917)	(19,769)	(346,799)	(1,236,474)	(6,056,357)	(999,480)	(8,658,879)			
Total Comprehensive Expenditure and Income	15,060	155,890	(252,370)	(1,232,483)	(448,226)	(19,769)	(346,799)	(1,236,474)	(6,059,209)	(307,371)	(9,731,751)			
Gain arising from Revaluation of Asset	-	-	-	-	-	-	87,975	-	-	-	87,975			
Actuarial losses/(gains) on Pension fund assets and Liabilities	-	-	-	-	-	-	-	-	-	-	-			
Adjustments between Balance Sheet	-	(4,210)	-	-	-	-	26,947	-	-	-	26,947			
Adjustments between accounting basis & funding basis under regulations	(637)	(134,170)	255,374	1,229,068	170,812	637	134,170	(255,374)	(1,305,460)	(170,811)	(76,391)			
Net Increase/Decrease before Transfers to Earmarked Reserves	14,423	17,510	3,004	(3,415)	(277,414)	(19,132)	(97,707)	(1,491,848)	(7,364,669)	(478,182)	(9,451,558)			
Transfers to/from Earmarked Reserves	-	-	-	(34,100)	-	-	-	34,100	-	-	34,100			
Increase/Decrease (movement) in Year	14,423	17,510	3,004	(37,515)	(277,414)	(19,132)	(97,707)	(1,491,848)	(7,330,569)	(478,182)	(9,417,438)			
Balance at 31 March 2011 carried forward	41,725	33,410	54,163	302,092	1,041,547	(23,065)	(66,176)	(4,408,934)	(18,709,252)	11,250,451	(11,956,976)			

Capital Expenditure

	2010/11						2009/10					Group Total
	£m						£m					2009/10
	GLA	LDA	LFEPA	MPA	TFL Corporate	TFL Corporate	GLA	LDA	LFEPA	MPA	TFL Corporate	2009/10
Intangible Fixed Asset Additions	-	-	0	1	8	8	0	-	1	3	109	113
Tangible Fixed Asset Additions	1	81	38	187	424	731	1	127	21	184	553	886
Capital Grants	1,002	118	-	-	1,705	2,825	3	19	-	-	1,806	1,828
Investments	-	-	-	-	450	450	-	-	-	-	-	-
Long Term Debtors	-	17	-	-	17	17	-	19	-	-	-	19
Loans to TfI Subsidiaries	-	-	-	-	2,225	2,225	-	-	-	-	875	875
Total Capital Expenditure	1,003	216	38	188	4,812	6,257	4	165	22	187	3,343	3,721

London Pensions Fund Authority Summary

<u>Pension Fund Account</u>		
	<u>2009-10</u>	<u>2010-11</u>
	£m	£m
<u>Dealings with members, employers and others directly involved in the Fund</u>		
Contributions	193	191
Transfers in from other pension funds	34	25
	227	216
Benefits	(227)	(232)
Payment to and on account of leavers	(23)	(49)
Administration expenses	(6)	(6)
	(256)	(287)
Net additions/(withdrawals) from dealings with members	(29)	(71)
<u>Returns on investments:</u>		
Investment income	31	46
Taxes on income	(1)	(1)
Profit and losses on disposal of investment and changes in the market value of investments	821	304
Investment management expenses	(8)	(7)
Net return on investments	843	342
Net increase in the net assets available for benefits during the year	814	271
Net Asset Statement for the year ended 31 March 2011		
	2009-10	2010-11
	£m	£m
Investment assets	3,731	4,013
Cash Deposits	109	13
	3,840	4,026
Investments in Associates	13	19
Investment liabilities	(20)	(11)
Current assets	37	104
Current liabilities	15	(11)
Net assets of the Fund available to the fund benefits at the period end	3,885	4,127

Further Information

Electronic copies of this document are held on our website at
<http://www.london.gov.uk/who-runs-london/greater-london-authority/accounts-information>

Further information, including the full audited accounts, may be obtained from:

Greater London Authority

www.london.gov.uk

Telephone: 020 7983 4100 Fax: 020 7983 4057

Minicom: 020 7983 4458

Public Liaison Unit, Greater London Authority, City Hall, The Queen's Walk, More London, London SE1 2AA

Auditor: Audit Commission

For Full Audited Accounts please use link to the right: [GLA 2010-11 Audited Accounts](#)

London Development Agency

www.lda.gov.uk

Telephone: 020 7593 9000 Fax: 020 7593 8001

Public Liaison Unit, London Development Agency, Palestra, 197 Blackfriars Road, London SE1 8AA

Auditor: Audit Commission

For Full Audited Accounts please use link to the right: [LDA 2010-11 Audited Accounts](#)

London Fire & Emergency Planning Authority

www.london-fire.gov.uk

Telephone: 020 8555 1200

London Fire & Emergency Planning Authority, 169 Union Street, London SE1 0LL

Auditor: Audit Commission

For Full Audited Accounts please use link to the right: [LFEPA 2010-11 Audited Accounts](#)

Metropolitan Police Authority

www.mpa.gov.uk

Telephone: 020 7202 0202 Fax: 020 7202 0200

Minicom: 020 7202 0173

Metropolitan Police Authority, 10 Dean Farrar Street, London SW1H 0NY

Auditor: Audit Commission

For Full Audited Accounts please use link to the right: [MPA 2010-11 Audited Accounts](#)

Transport for London

www.tfl.gov.uk

Telephone: 020 7222 5600

Transport for London, Windsor House, 42-50 Victoria Street, London SW1H 0TL

Auditor: KPMG LLP

For Full Audited Accounts please use link to the right: [TfL 2010-11 Audited Accounts](#)

London Pensions Fund Authority

www.lpfa.org.uk

Telephone: 0845 3030335 Fax: 020 7369 6111

Minicom: 020 7369 6119

London Pensions Fund Authority, Dexter House, 2 Royal Mint Court, London EC3N 4LP

Auditor: Audit Commission

For Full Audited Accounts please use link to the right: [LPFA 2010-11 Audited Accounts](#)

