

Upper Witham Internal Drainage Board



Annual Report & Statement of Accounts 2018/19

For Year Ended 31st March 2019

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Upper Witham Internal Drainage Board Statement of Accounts and Annual Report 2018/19

Annual Report 2018/19

Upper Witham Internal Drainage Board [IDB] is a Public Body, an independent Flood Risk Management and Drainage Authority created under land drainage statutes. The IDB has a duty to work in partnership with other Flood Risk Management Authorities in Lincolnshire including IDBs, the Environment Agency, District Councils and Lincolnshire County Council [In LCC's role as Lincolnshire's Lead Local Flood Authority since April 2012]. The Board is responsible for flood risk, land drainage and water level management, works and improvement schemes and operational maintenance of watercourses and pumping stations within its defined drainage district of 21,094 hectares, other than on main rivers where the Environment Agency has this role and towards which the Board pays an annual precept [£166,826 in 2018/19]. A map of the Board's drainage district and extended rainfall catchment (the Board undertakes works for LCC as the lead local Flood Authority in the extended rainfall catchment) is included at Appendix 1 to this Annual Report and Statement of Accounts.

The Board comprises 35 members including a Chairman, Mr F H Myers and two Vice Chairmen, Mr. John Scarborough and Cllr. Pat Vaughan. Of the 35 members, 17 are elected by and represent the occupiers of land in the area and 18 are nominated by one of five District Councils, namely North Kesteven District Council, South Kesteven District Council, West Lindsey District Council, City of Lincoln Council and Newark & Sherwood District Council. All Members have a corporate responsibility to represent the interests of the Board. The Board's role is to determine strategy, direction and policy for the organisation and to ensure the IDB operates within an appropriate Governance framework. The Board is supported by officers, led by a Chief Executive, who advise the Board and implement the Board's agreed strategies, plans and policies and operationally manage and provide the Board's services. The Board's current organisational structure chart is provided at Appendix 2. The Board's support services, as this chart demonstrates, are provided to a group of four IDBs, the other three being Witham First District and Witham Third District IDBs and, from 1st April 2017, North East Lindsey IDB joined the partnership under the terms of a new Joint Services Agreement. The 4 Boards remain separate legal statutory bodies but work collectively as the "Witham and Humber Drainage Boards".

The Board secures income from two main sources. Firstly, through a direct levy on owners and occupiers of land within the drainage district, with rates being payable on 01st April each year. This produced £234,461 (with costs) of income for 2018/19. Secondly, through special levies paid by each of the five District Councils in two instalments `paid on 01st May and 01st November each year. This totalled £810,768 for 2018/19. The Special levy for City of Lincoln Council in 2018/19 was £433,460, for North Kesteven District Council it was £192,345, for South Kesteven District Council it was £130,136 for West Lindsey District Council it was £44,429, and for Newark and Sherwood District Council it was £10,398.

The levy for the forthcoming year is set at a Board meeting before 15th February annually. The Board is asked to agree the land valuation as at 31st December in the

previous year, the proposed budget for the forthcoming year [which outlines any planned developments and the plant, vehicle and machinery programme] and any consequent percentage uplift to the penny rate.

The Board agreed on 29th January 2018 a rates uplift for 2018/19 of 2.00% in order to set a balanced budget for 2018/19, with total planned income and expenditure of £1,258,659.

In 2012/13, we experienced one of the wettest years on record, according to recorded rainfall. The Board's pumps in its 15 Pumping Stations operated longer hours than usual, according to comparative records, to protect property, agricultural land and critical infrastructure. Since 2014/15 we have experienced much drier years although there have been localised heavy rainfall events, eg in Long Bennington in August 2015. Where these lead to internal flooding to property these are subject to a multi-agency Section 19 investigation and report led by Lincolnshire County Council as the Lead Local Flood Authority. Appendix 3 sets out the key interrelationship over the last 5 years between rainfall, the number of hours the Board's pumps operated and electricity costs for the year (electricity being one of the main cost drivers for the Board). After a wet April/Easter 2018, the remainder of 2018/19 was exceptionally dry.

The Board is a signatory to the Lincolnshire Biodiversity Action Plan, now part of the Greater Lincolnshire Nature Partnership. The Board has continued to monitor and record locally important species on all Drains and roll out its programme of owl boxes installation and monitoring in partnership with the Wildlife Conservation Partnership.

Since April 2012 the Board, in common with other IDBs in Lincolnshire, has provided a consents and enforcements service for and on behalf of Lincolnshire County Council [LCC], the Lead Local Flood Authority in Lincolnshire, beyond the Board's drainage district in its extended catchment. This has been provided under a Memorandum of Understanding with LCC for 2018/19, which has been extended for the Board to continue the service until 31.03.21.

Examples of the Board's work in 2018/19 include:

- Operation of the Board's 15 Pumping Stations to protect properties, agricultural land and critical infrastructure throughout the drainage district from South Witham to Gainsborough (including Grantham, Lincoln and villages) covering 21,095 hectares.
- Completion of the Board's Summer 2018 maintenance programme and weedcutting programme on 61 watercourses.
- Winter 2018/19 maintenance programme, has been completed at various locations throughout the district.
- Continuing with the Board's conservation initiatives including the erection of owl boxes, the leaving of reed margins for water voles, birds and insects and continued membership of the Greater Lincolnshire Nature Partnership. Annual Report and staff/member training.
- Burton Pumping Station pump no.1 was removed for periodic refurbishment. Repairs have been carried out on the automatic weed screen cleaners at Burton and Torksey Syke pumping stations and the water level monitoring and control equipment at Pyewipe, Aubourn and Oxpasture pumping stations.

- Provided a consents and enforcements service to Lincolnshire County Council (as the Lead Local Flood Authority) in the Board's extended rainfall catchment under a Memorandum of Understanding to 31.03.21. As at March 2019, 6 enforcement cases under investigation & 9 consent cases.
- Purchase of new/replacement equipment; Volvo EWR150E excavator at a cost of £129,000, Kubota KX08-4 midi excavator at a cost of £73,400 plus associated attachments and trailer.
- Awarded contract to Taylor Pearson Construction Limited for the start on site 01.05.19 of a new depot facility and office at Meadow Lane, North Hykeham (a major scheme for 2019/20).
- Provided a service to Lincoln Water Transfer Service Ltd, to support efficient use of water. A vital service in the 2018 dry summer.
- Public Sector Co-operation Agreement (PSCA) works undertaken on behalf of the Environment Agency at Boutham Catchwater Drain, Cardinal Dyke, Foston Beck, Shire Dyke, Skellingthorpe Beck and Skinnand Dyke plus other rechargeable works.

All figures exclude VAT

The Board ended 2018/19 as at 31st March 2019 with a deficit position of £30,856 which has been met by the Board's General Reserve. The main reason for the deficit is the enabling works adjacent to the depot ahead of its redevelopment during 2019 to form a new depot with ancillary offices.

Statement of Accounts 2018/19

The statement of responsibilities:

This statement identifies the officer who is responsible for the proper administration of the Board's financial affairs ensures that one of its Officers has the responsibility for the administration of those affairs.

The Board is required to manage its affairs to secure economic, efficient and effective use of its resources and to safeguard its assets.

The Board's Accountable Officer is the Chief Executive.

During 2018/19 the Board, to support its Governance arrangements, reviewed its Risk Register on 21st May 2018 and again on 21st January 2019. On 21st May 2018 the Board updated its Financial Regulations and Statement of Internal Control.

The Statement of Accounting Policies:

This statement details the legislation and source of accounting principles on which the financial statements are prepared.

The Income and Expenditure Account:

This statement summarises the resources that have been generated and consumed in providing services and managing the IDB during the last year.

The Balance Sheet:

This statement is fundamental to the understanding of the Board's financial position at the year end. It shows the balances and reserves at the Board's disposal and the fixed and net current assets employed in its operation, together with summarised information on the fixed assets held. The statement also includes assets and liabilities of the Board.

Notes to the accounts:

The notes relating to the statements above are detailed after the core statements, including cost centre budgets and variance analysis where appropriate for the period 2018/19.

Upper Witham Internal Drainage Board – Members 2018/19

The Board comprises 35 Members, 17 elected by the occupiers of land in the drainage district and 18 who are appointed by one of 5 District Councils. Elections of occupiers of land are every 3 years and the latest term of office runs from 01.11.18 to 31.10.21. Council nominated members are for the period of the civic year. Members 01.04.18 to 31.03.19 were:

Elected Member's Name	Electoral District	Finance & General Purposes Committee Member [12]
Frederick H Myers (Chairman)	River Till & Burton	Yes
John R Scarborough (Vice Chairman)	North Scarle, Broadholme & Skellingthorpe	Yes
Jacky S P Smith	Borough of Grantham	Yes
Noel Tobin	City of Lincoln	n/a
Vacant (from Nov 15) (filled May19)	Long Bennington, Barkston & Normanton	No
David R Knight	Long Bennington, Barkston & Normanton	No
Peter J Roe (Dec'd Sept 18)	North Scarle, Broadholme & Skellingthorpe	Yes
Vacant (from Sept 18)	North Scarle, Broadholme & Skellingthorpe	n/a
Raymond J Phillips	Pike Drain & Lincoln	Yes
John R Hollis	River Brant	No
Graham E Porter	River Brant	No
Stuart H White	River Brant	No
Andrew Buckley	River Till & Burton	n/a
Richard W Parker	River Till & Burton	Yes
Paul Wright	River Till & Burton	Yes
Emma Jenkinson	South Witham	No
Albert V [Vic] Kerr	Stapleford & Claypole	No
Bryan F White	Stapleford & Claypole	No

Nominated Member's Name	Nominating Authority	Finance & General Purposes Committee Member [12]
Cllr Patrick Vaughan (Vice Chairman)	City of Lincoln	Yes
Jeff Boyall	City of Lincoln	No
Brent Charlesworth	City of Lincoln	No
Cllr Paul Gowen	City of Lincoln	No
Cllr Gary Hewson	City of Lincoln	No
Rebecca Longbottom	City of Lincoln	No
David Jackson	City of Lincoln	No
Colin Smith	City of Lincoln	No
Tony Speakman	City of Lincoln	Yes
Cllr Maureen Dobson	Newark & Sherwood District Council	No
Cllr Peter Burley	North Kesteven District Council	No
Cllr Mrs Susan K Howe	North Kesteven District Council	No
Cllr Lance Pennell	North Kesteven District Council	Yes
Cllr Mrs Pat Woodman, MBE	North Kesteven District Council	Yes
Cllr Nick Craft	South Kesteven District Council	Yes
Cllr Rosemary Kaberry Brown	South Kesteven District Council	No
Cllr Ian Stokes	South Kesteven District Council	No
Cllr Steve England	West Lindsey District Council	No

The Annual Governance Statement

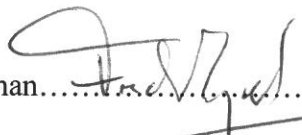
We acknowledge as the Members of Upper Witham Internal Drainage Board our responsibility for ensuring that there is a sound system of internal control, including the preparation of the statement of accounts, and confirm, to the best of our knowledge and belief, with respect to the Board's statement of accounts for the year ended 31 March 2019, that:

1. We have approved the statement of accounts which has been prepared in accordance with the requirements of the Accounts and Audit Regulations and proper practices.
2. We have maintained an adequate system of internal control, including measures designed to prevent and detect fraud and corruption, and reviewed its effectiveness.
3. We have taken all reasonable steps to assure ourselves that there are no matters of actual or potential non-compliance with laws, regulations and codes of practice which could have a significant financial effect on the ability of the Board to conduct its business or on its finances.
4. We have provided proper opportunity during the year for the exercise of electors' rights in accordance with the requirements of the Accounts and Audit Regulations.
5. We have carried out an assessment of the risks facing the Board and taken appropriate steps to manage those risks, including the introduction of internal controls and/or external insurance cover where required.
6. We have maintained throughout the year an adequate and effective system of internal audit of the Board's accounting records and control systems and carried out a review of its effectiveness.
7. We have taken appropriate action on all matters raised in previous reports from the internal and external audit.
8. We have considered whether any litigation, liabilities or commitments, events or transactions, occurring either during or after the year-end, have a financial impact on the Board and where appropriate have included them in the statement of accounts.

This annual governance statement is approved by the Board and recorded as a Board minute, dated 20th May 2019.

Signed on behalf of Upper Witham Internal Drainage Board

Signed by: Mr Frederick H Myers,

Chairman.......... Date.....20 May 2019.....

Signed by: Mrs Jane E Froggatt,

Chief Executive..... Date.....20/05/19.....

The Statement of Responsibilities for the Statement of Accounts

The Board is required:

- To make arrangements for the proper administration of its financial affairs and to secure that one of its officers has the responsibility for the administration of those affairs. In this the Board that officer is the Chief Executive.
- To manage its affairs to secure economic efficient and effective use of its resources and safeguard its assets

The Chief Executive's responsibilities:

The Chief Executive is responsible for the preparation of the Board's Statement of Accounts which is required to present a true and fair view of the financial position of the Board at the accounting date and its income and expenditure for the year ended 31 March 2019.

In preparing this statement of accounts, the Chief Executive has:

- selected suitable accounting policies and then applied them consistently;
- made judgements and estimates that were reasonable and prudent;
- compiled the accounts in accordance with the Financial Reporting Standard for Smaller Entities 2008 issued by the Accounting Standards Board and had regard to the guidance published by the Association of Drainage Authorities' on Accounting for Larger IDBs (a further update to the 2006 Practitioners' Guide having been issued by ADA on 03.04.17);
- applied the accounting concept of a "going concern" by assuming that the IDB will continue to operate for the foreseeable future.

The Chief Executive has:

- kept proper accounting records which were up to date
- taken reasonable steps for the prevention and detection of fraud and other irregularities.


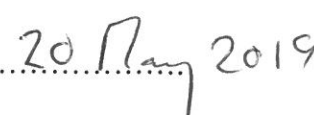
Certificate of the Chief Executive

This statement of accounts is that upon which the auditor should enter their certificate and opinion. It provides a true and fair view of the financial position of the Board as at 31 March 2019 and its income and expenditure for the year then ended.

Certificate of the Chairman of the Board

I confirm that these accounts have been approved by Upper Witham Internal Drainage Board at a meeting held on Monday, 20th May 2019.

Signed by: Mr Frederick H Myers,

Chairman.......... Date..........

Statement of Accounting Policies

1. General

This statement of accounts has been prepared in accordance with the Financial Reporting Standard for Smaller Entities 2008 (FRSSE) issued by the Accounting Standards Board. In preparing the statements, regard has been had to the Guidance published by the Association of Drainage Authorities (ADA) in 2006 (the ADA Practitioners Guide) (as updated April 2017).

These accounts have been prepared in accordance with the following accounting concepts:

- Accruals
- Relevance
- Consistency
- reliability
- Comparability
- Understandability
- Materiality
- Going Concern.

2. Non Current Assets

Non Current Assets are recognised as expenditure on the acquisition, creation or enhancement of fixed assets with a value in excess of £5,000 and with estimated useful lives in excess of one year are capitalised on an accruals basis in the accounts valued on the following basis:

- 2.1 land, operational and non-operational buildings are included in the Balance Sheet at historical cost. Pumping Stations are included in the Balance Sheet at insurance valuation (reinstatement cost).
- 2.2 vehicles, plant and equipment are included at depreciated historic cost. A depreciation charge is made against the appropriate income and expenditure code and balances created in the renewal funds based on the life and estimated residual value.
- 2.3 disposals are written off at cost less depreciation. Any surplus/deficit arising is charged to the Income and Expenditure Account and transferred to/from reserves.

3. Depreciation

Land and buildings are not depreciated on the grounds that an on-going repairs and maintenance policy results in an extension of useful life and negates the necessity for material depreciation.

A depreciation charge is made against the running costs of plant and equipment and vehicles on a straight line basis over their useful economic life, if the value of the plant does not negate the necessity for material depreciation.

The following assumptions are made with regards to life cycle of assets:

Plant

Excavators	6 to 12 years
Tractors	9 to 11 years
Motor Vehicles	5 to 12 years
General equipment	between 5 to 15 years

Pumping Stations

Automated Weed Screen Cleaners	30 Years
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Computer Equipment

All computer equipment	4 Years
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4. Debtors and creditors

The revenue accounts of the Board are maintained on an accruals basis in accordance with SSAP 2. That is, sums due to or from the Board during the year are included whether or not the cash has actually been received or paid in the year. If the invoice spans two financial years and the apportionment is not material, then this will be charged to the financial year with the larger portion.

There is no provision for bad debts

5. Stock

Stocks are valued in the Balance Sheet on the average price basis with no allowance made for obsolescent and slow moving items. This is a departure from the requirements of SSAP 9 which require stocks to be shown at actual cost or net realisable value, if lower. The effect of the different treatment is not material. Full stock takes have been undertaken.

6. Government Grants and Contributions

Government Grants and contributions when received are recognised in the income and expenditure account on an accruals basis. Government Grants used for the acquisition of fixed assets have been netted of the asset purchase cost.

7. Leases

The Board has no finance leases. It has entered Operating Leases during 2018/19 that are charged to the Income and Expenditure Account for the period to which it relates for 6 fleet vans and 2 4x4's.

8. Reserves

A reserves policy was agreed at its Board meeting on 27th January 2014.

- 8.1 Revenue Reserve. The Board's policy is to maintain this balance at approximately 10% to 15% of the annual revenue expenditure.
- 8.2 Plant Renewal Funds. The Board's policy is to build up sufficient funds over the useful economic life of major assets to enable replacement. This is through a depreciation charge as set out in the fixed asset register.

8.3 One Off Project reserve is used for any slippage in the financial year for one-off projects that have not yet been completed. The works will then be completed and funded in the following financial year.

9. Provisions

The Board sets aside provisions where there is a definite liability, but the amount and timing of settlement is not known. Details are given as notes to the accounting statements if a provision has been required.

10. Taxation

Drainage Boards are exempt from Corporation and Capital Gains Tax. Income Tax is paid by employees in the normal way. Value Added Tax is paid/recovered in the usual manner and is only included in the accounts to the extent that it is irrecoverable.

11. Post Balance Sheet Events

Any material post balance sheet events, which did not exist at the date of the balance sheet, have been disclosed as a separate note to the accounts if an event has occurred.

12. Pensions

Pension costs are accounted for on a defined benefits basis.

The Annual Report of Lincolnshire County Council's Superannuation Fund is available from Lincolnshire County Council, Superannuation Section, County Offices, Lincoln, LN1 1YE.

The full Disclosure of Net Pensions Asset/Liability and associated information is contained in the notes to the accounts on an FRS102 basis.

13. Exceptional Items

Any material, exceptional or prior year adjustments will be accounted for once they are known and shown in the accounts and associated notes.

14. Discontinued Operations

The Board had no material operations that it acquired, or which were discontinued in the year.

Income and Expenditure Account for the Year Ended 31st March 2019

	Note	31st March 2019 £	31st March 2018 £
Income			
Drainage Rates & Costs		234,461	233,629
Special Levies	1	810,768	786,678
Highland Water Contributions	2	176,386	156,688
Flood Defence Grant in Aid (FDGIA)	2	0	51,000
Consents & Enforcement		18,852	14,073
Insurance Claims		710	8,855
Rechargeable Works		96,355	50,879
Developer Contributions		0	0
Sale of Surplus Assets (net)		7,282	1,613
Rent, Interest, Wayleaves & Sundry Income		12,995	9,143
Total Income		1,357,809	1,312,558
Expenditure			
Drains		582,862	546,583
Pumping Stations		178,341	173,577
Depot		83,012	24,389
Engineering		111,574	87,514
Conservation		1,560	1,013
One Off Schemes		0	13,154
Environment Agency Precept		166,826	166,826
Consents & Enforcement		18,852	14,106
Board Administration	6	18,116	27,188
Joint Administration	7	154,905	179,033
Rechargeable Works		77,494	37,796
Wages & Plant Holding Account		14,123	7,349
FRS17 Pension Adjustment (net)	3	(19,000)	(10,000)
Total Expenditure		1,388,665	1,268,528
(Surplus)/ Deficit		30,856	(44,030)

Signed: 

Name: Mr F Myers


Designation: Chairman

Date: 20th May 2019

Balance Sheet as at 31st March 2019

	Note	31st March 2019		31st March 2018	
		£	£	£	£
Non Current Assets					
Land & Buildings			2,908,000		2,908,000
Vehicles and Plant			781,844		700,903
Other			0		0
Total Non Current Assets	10		3,689,844		3,608,903
Current Assets					
Stock			14,285		16,467
Debtors & Prepayments	11		183,541		110,997
Short Term Investments					
Bank & Cash			1,417,783		396,697
Total Current Assets			1,615,609		524,161
Current Liabilities					
Creditors	12		(122,229)		(118,985)
Short Term Loans			(26,482)		
Total Current Liabilities			(148,711)		(118,985)
Net Current Assets			1,466,898		405,176
Total Assets less Current Liabilities			5,156,742		4,014,079
Long Term Liabilities					
Long Term loans			(1,173,518)		
LGPS Net Pension Liability	13		(1,706,000)		(1,617,000)
			(2,879,518)		(1,617,000)
Total Assets less Liabilities			2,277,224		2,397,079
Represented by:	14				
Capital Discharged	10		3,689,844		3,608,903
Funds, Balances & Reserves			293,380		405,176
Pensions Reserve	13		(1,706,000)		(1,617,000)
Capital Receipts Unapplied			0		0
Total			2,277,224		2,397,079

Signed:



Name: Mr F Myers

Designation: Chairman

Date: 20th May 2019

Notes to the Accounts

Note 1: Special Levies

Special levies were paid by the following District Councils:

Special Levies	2018/19	2017/18
	£	£
City of Lincoln Council	433,460	423,916
Newark & Sherwood D.C.	10,398	10,194
North Kesteven District Council	192,345	186,248
South Kesteven District Council	130,136	122,762
West Lindsey District Council	44,429	43,558
	810,768	786,678

Note 2: Government Grants & Contributions

The following grants and contributions were received from the Environment Agency:

Government Grants	2018/19	2017/18
	£	£
Flood Defence Grant in Aid	0	51,000
Highland Water	176,386	156,688
	176,386	207,688

Note 3: Pension Contributions

In 2018/19 the Board paid an employer's contribution rate of 18.4% plus a lump sum of £56k (18.4% + £55k in 2017/18) of each employee's gross pay into Lincolnshire County Council's Superannuation Fund. This amounted to £118,097 in 2018/19 (£111,633 in 2017/18). Further pension disclosures are shown in the FRS102 Pension Note below.

Note 4: Officers' Remuneration

Remuneration of Employees	2018/19	2017/18
<i>Remuneration band</i>		
70,000 - 79,999	0	0
60,000 - 69,999	0	0
50,000 - 59,999	0	0

This Board has no staff directly employed that fall into these bandings.

The Chief Executive, who is employed by Witham Third District IDB but who provides a service also as joint Chief Executive to North East Lindsey IDB, Upper Witham IDB and Witham First DIDB, has remuneration in the £80,000 to £89,999 banding and is recharged in accordance with the Joint Services Agreement of 1st April 2017.

There is one Officer employed by the Witham First DIDB, the Director of Operations & Engineering, who has a gross annual salary in the £60,000 to £69,999 banding and is charged to Engineering. This Officer is also the Director of Operations & Engineering for

this Board, North East Lindsey IDB and for Witham Third DIDB and is recharged in accordance with the Joint Services Agreement of 1st April 2017.

There is one Officer employed by the Witham Third District IDB, the Operations Manager, who has remuneration in the banding £50,000 to £59,999. This Officer is also the Operations Manager for this Board, North East Lindsey IDB and for Witham First DIDB and is recharged in accordance with the Joint Services Agreement of 1st April 2017.

The Joint Services Agreement of 1st April 2017 allocates costs of 33.4% to Upper Witham IDB, 16.5% to North East Lindsey IDB. 20.9% to Witham First DIDB and 29.2% to Witham Third DIDB

Note 5: Public Works Loans Board

The Board has taken out a loan of £1.2m from the Public Works Loans Board (PWLB) in order to undertake a redevelopment of its depot site to provide a new depot and ancillary offices. The Annuity loan was drawn down on 18th January 2019 at a fixed interest rate of 2.68% and is repayable in 6 monthly instalments over 30 years. The final repayment is on 15th November 2048. The loan will be serviced 2/3rds by UWIDB for the depot site and 1/3 by the Joint Services Agreement (JSA) for the offices element which will be recharged on the agreed JSA percentage allocations (see Note 7).

Note 6: Audit Fees & Expenses

The fees paid to the Board's external auditors (PKF Littlejohn LLP) for 2018/19 is £2,000 (£2,000 in 2017/18).

Note 7: Joint Services

The Board is party to a Joint Services Agreement of 1st April 2017 between Upper Witham IDB, North East Lindsey IDB, Witham First DIDB and Witham Third DIDB for the provision of certain functions. Recharges are made for the Chief Executive, Finance and Administration Services, GIS & Environment Officer, Engineering Services and Director of Operations & Engineering on the following proportions; 33.4% to Upper Witham IDB, 16.5% to North East Lindsey IDB. 20.9% to Witham First DIDB and 29.2% to Witham Third DIDB.

	Total Charge for 2018/19				
	UW	NEL	W1	W3	TOTAL
	£	£	£	£	£
<u>Joint Administration</u>					
Witham House (UW)	8,662	4,279	5,420	7,572	25,933
Joint Admin (UW)	16,434	8,119	10,284	14,367	49,204
Joint Admin (W1)	123,189	60,857	77,085	107,698	368,829
Total Joint Admin	148,285	73,255	92,789	129,637	443,966
<u>Engineering & Operational Services</u>					
Engineering & Operational Services (W1)	33,323	16,462	20,852	29,133	99,770
Engineering & Operational Services (W3)	75,988	37,538	47,549	66,433	227,508
Engineering & Operational Services (UW)	24,253	11,981	15,176	21,205	72,615
Total Engineering & Operational	133,564	65,981	83,577	116,771	399,893
Total Inter Recharges between Boards	281,849	139,236	176,366	246,408	843,859

Note 8: Related Party Transactions

Board Members are either elected by and represent the occupiers and ratepayers of land in the Board's area (and are ratepayers) or are nominated by one of the 5 District Councils who pay Special Levies (City of Lincoln Council, North Kesteven District Council, South Kesteven District Council, West Lindsey District Council and Newark & Sherwood District Council). Except for normal transactions with the Board (eg payment of Drainage Rates), no other related party transactions have been identified.

Note 9: Post Balance Sheet Event

There are no post balance sheet events that are material to the accounts and require disclosure.

Note 10: Non Current Assets

Non Current Assets	Land & Buildings	Pumping Stations	Depot	Plant & Vehicles	Office Equip	Total
	£	£	£	£	£	£
Cost						
Opening Balance	509,000	2,124,000	275,000	1,197,298	0	4,105,298
Additions				223,875		223,875
Disposals				(42,837)		(42,837)
Closing Balance 31/03/19	509,000	2,124,000	275,000	1,378,336	0	4,286,336
Depreciation						
Opening Balance	0	0	0	496,395	0	496,395
Depreciation Charged	0	0	0	129,216		129,216
Disposals Written Out	0	0	0	(29,119)		(29,119)
Closing Balance 31/03/19	0	0	0	596,492	0	596,492
Net Book Value 31/03/18	509,000	2,124,000	275,000	700,903	0	3,608,903
Net Book Value 31/03/19	509,000	2,124,000	275,000	781,844	0	3,689,844

The above Capital has been financed as follows:

Capital Discharged	2018/19	2017/18
	£	£
Capital Receipts Applied	2,090,403	2,090,403
Revenue Contributions	1,471,863	1,290,825
Renewals Fund	724,070	724,070
Revaluation Reserve	0	0
less Depreciation	(596,492)	(496,395)
	3,689,844	3,608,903

Note 11: Debtors and Prepayments

Debtors & Prepayments	2018/19	2017/18
	£	£
Drainage Ratepayers	2,583	4,811
Sundry Debtors & Prepayments	169,141	90,543
HMRC	11,817	15,643
	183,541	110,997

Note 12: Creditors and Receipts in Advance

Creditors & Receipts in Advance	2018/19	2017/18
	£	£
Sundry Creditors	(101,868)	(98,627)
HMRC	(10,683)	(10,218)
Payroll Deductions	(9,678)	(10,140)
	(122,229)	(118,985)

Note 13: FRS102 Pensions

The following disclosures are based upon the 'Actuarial Valuation as at 31st March 2019 for FRS102 Purposes' prepared by Hymans Robertson LLP, the fund Actuaries for the Lincolnshire County Council Pension Fund.

The impact on the Balance Sheet is:

Balance Sheet	31/03/19	31/03/18
	£000's	£000's
Fair Value of Employer Assets	3,557	3,275
Present Value of Funded Liabilities	(5,256)	(4,885)
Net (Under)/Overfunding in Funded Plans	(1,699)	(1,610)
Present Value of Unfunded Liabilities	(7)	(7)
Unrecognised Past Service Cost		
Net Asset/(Liability)	(1,706)	(1,617)
Amount in the Balance Sheet		
Liabilities	(1,706)	(1,617)
Assets		
Net Asset/(Liability)	(1,706)	(1,617)

The Fair Value of the Employer Assets can be analysed as follows:

Fair Value of Employer Assets	31/03/19	31/03/18
	£000's	£000's
Equities	2,597	2,496
Bonds	569	389
Property	356	357
Cash	35	33
Cumulative Actuarial Gains and Losses	3,557	3,275

The impact on the Income and Expenditure Account is:

Recognition in the income and expenditure account	31/03/19 £000's	31/03/18 £000's
Current Service Cost	140	122
Interest Cost	127	121
Expected Return on Employer Assets	(85)	(80)
Past Service Cost/ (Gain)	0	0
Losses/(Gain) on Curtailments & Settlements	0	0
Total	182	163

The Defined Benefit Obligation consists of:

Reconciliation of Defined Benefit Obligation	31/03/19 £000's	31/03/18 £000's
Opening Defined Benefit Obligation	4,892	4,875
Current Service Cost	140	122
Interest Cost	127	121
Contribution by Members	24	20
Actuarial Losses/(Gains)	238	(73)
Past Service Cost/ (Gain)	0	0
Estimated Unfunded Benefits Paid	(1)	(3)
Estimated Benefits Paid	(157)	(170)
Closing Defined Benefit Obligation	5,263	4,892

The Fair Value of Employee Assets consists of:

Reconciliation of Fair Value of Employee Assets	31/03/19 £000's	31/03/18 £000's
Opening Fair Value of Employer Assets	3,275	3,242
Expected Return on Assets	85	80
Contribution by Members	24	20
Contribution by Employer	120	109
Contributions in respect of Unfunded Benefits	1	3
Actuarial Losses/(Gains)	210	(6)
Estimated Unfunded Benefits Paid	(1)	(3)
Estimated Benefits Paid	(157)	(170)
Closing Defined Benefit Obligation	3,557	3,275

The following assumptions have been used by the Actuary in making their valuation as at 31st March 2019:

Assumptions	31/03/19	31/03/18
	%	%
Financial Assumptions		
Pension Increase Rate	2.5%	2.4%
Salary Increase Rate	2.9%	2.8%
Discount Rate	2.4%	2.6%
Mortality (future life expectancy at age 65)		
Current Pensioners (Male)	22.1 years	22.1 years
Current Pensioners (Female)	24.4 years	24.4 years
Future Pensioners (Male)	24.1 years	24.1 years
Future Pensioners (Female)	26.6 years	26.6 years

The following table sets out the likely impacts if certain assumptions are changed:

Sensitivity Analysis	Approx increase to Employer Liability %	Approx Monetary Amount £000's
Change in assumptions at 31 March 2019		
0.5% decrease in Real Discount Rate	8%	424
0.5% increase in the Salary Increase Rate	1%	39
0.5% increase in the Pension Increase Rate	7%	379

Projected pension costs. The estimated Employer's contribution for the period to 31st March 2019 will be approximately £122,000.

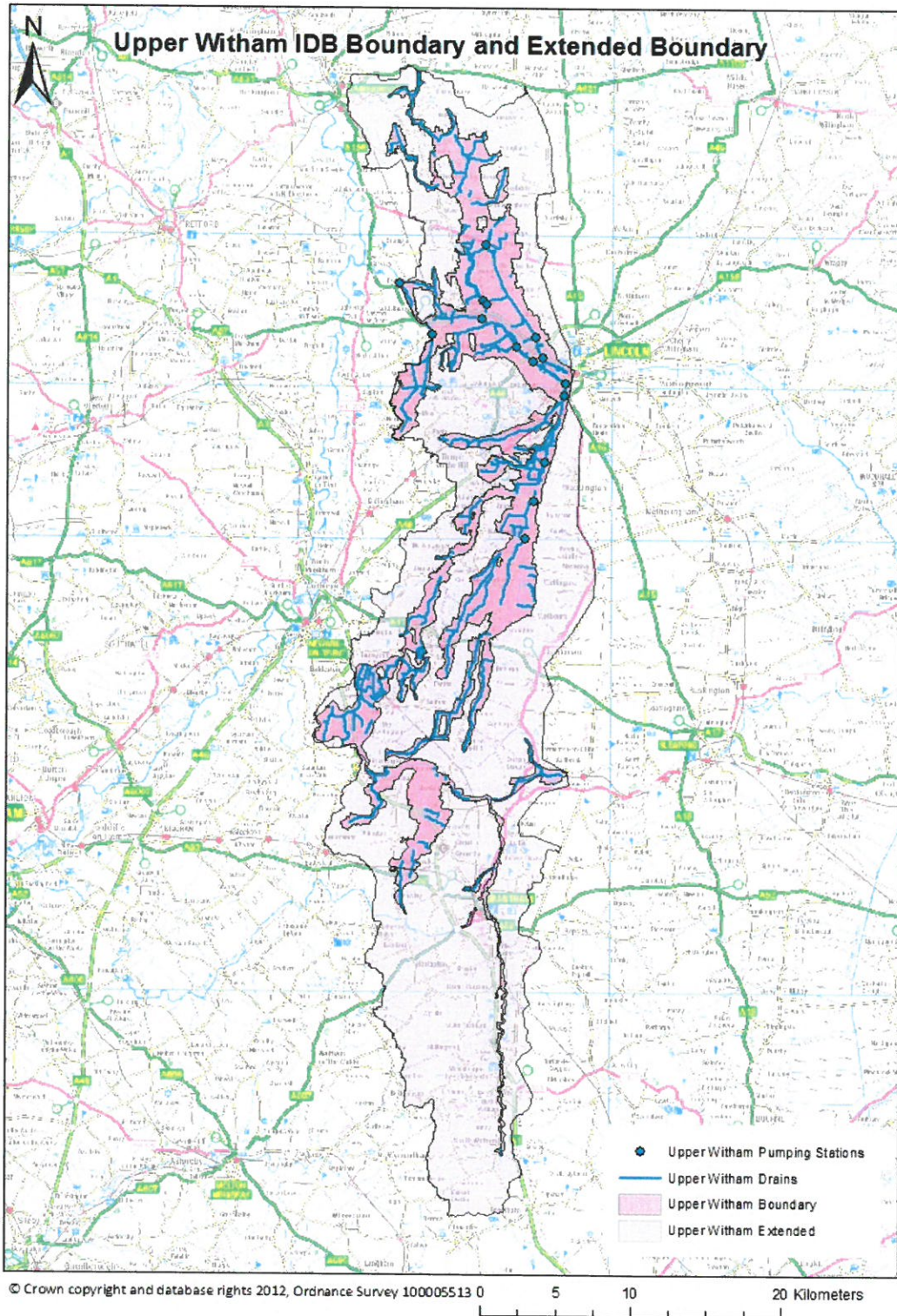
Note 14: Funds & Reserves

UWIDB Schedule of Funds & Reserves as at 31st March 2019

Movement on Reserves	Capital Discharged	Pensions Reserve	Revenue Reserve	Plant & Machinery Reserve	Emergency Events	One Off Projects Reserve	Total
	£	£	£	£	£	£	£
Balance as at 31 March 2018	(3,608,903)	1,617,000	(190,776)	(189,401)	(25,000)	0	(2,397,080)
Depreciation	129,216			(129,216)			0
Capital Purchases	(223,875)			223,875			0
Capital Sales	13,718			(13,718)			0
Pension Interest Cost (Net)		89,000					89,000
Contributions In							0
Contributions Out							0
Transfers							0
(Surplus)/Deficit on I&E			30,856				30,856
Balance as at 31 March 2019	(3,689,844)	1,706,000	(159,920)	(108,460)	(25,000)	0	(2,277,224)

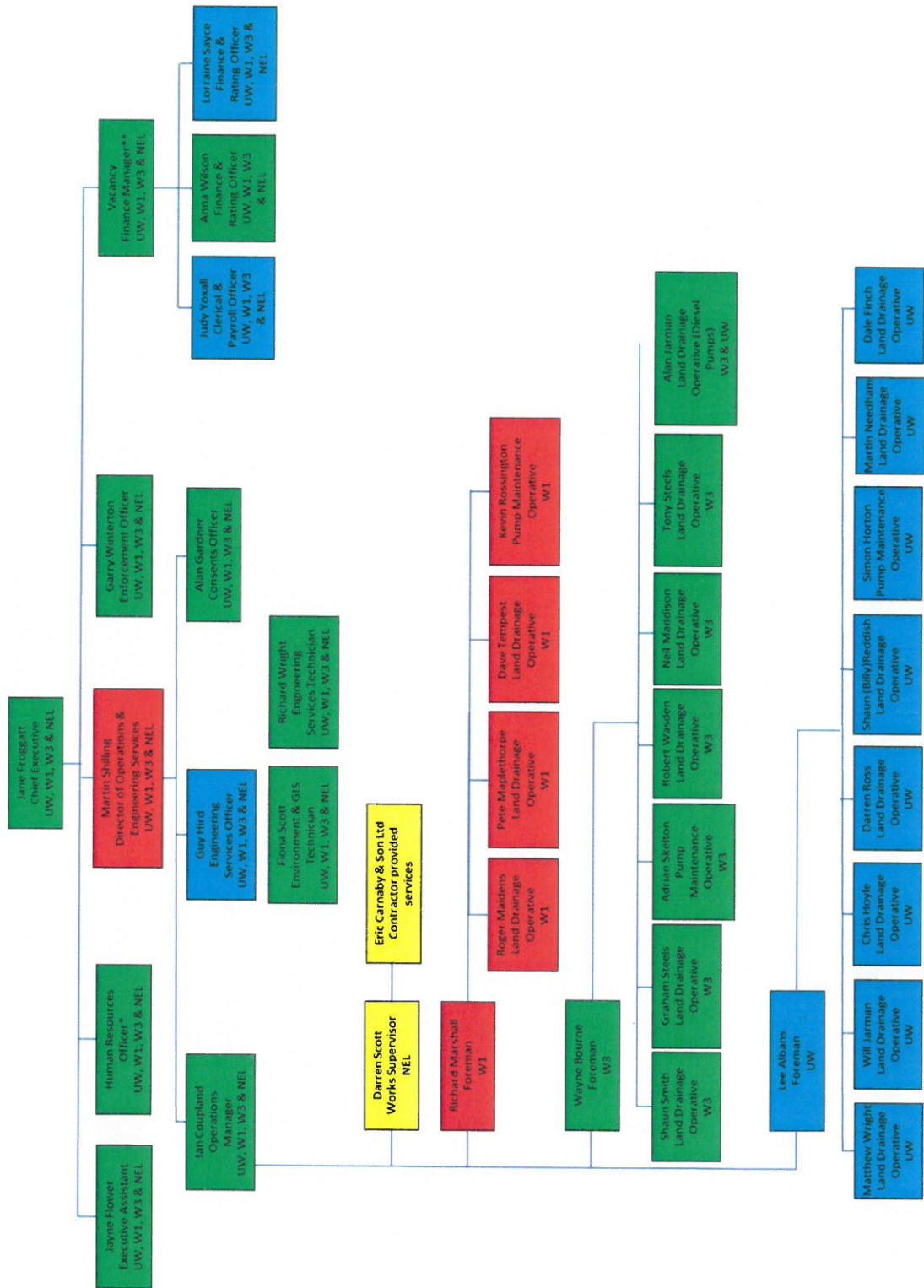
Appendices

Appendix 1



Appendix 2

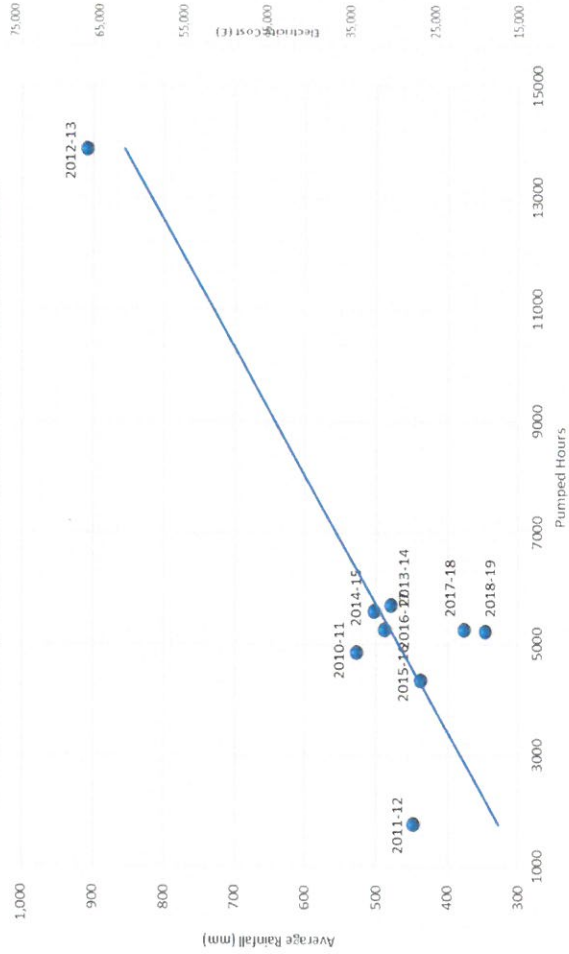
Witham and Humber Drainage Boards' Organisational Structure Chart 11.02.19



Appendix 3 - Upper Witham IDB: Interrelationship between Rainfall, Pumped Hours and Electricity Costs

Pumping Station	2013-14				2014-15				2015-16				2016-17				2017-18				2018-19				
	Rainfall (mm)	Pumped Hours	Electricity Costs (£)	Paid by EA	Rainfall (mm)	Pumped Hours	Electricity Costs (£)	Paid by EA	Rainfall (mm)	Pumped Hours	Electricity Costs (£)	Paid by EA	Rainfall (mm)	Pumped Hours	Electricity Costs (£)	Paid by EA	Rainfall (mm)	Pumped Hours	Electricity Costs (£)	Paid by EA	Rainfall (mm)	Pumped Hours	Electricity Costs (£)	Paid by EA	
Aubourn	480.00	429.00	2,423.10	504.00	306.00	2,703.54	438.40	267	2,552.98	284	2,285.17	343	302	1,766.16	401	2,411.36	360	302	1,766.16	401	360	302	1,766.16	401	2,411.36
Boutham	480.00	319.00	1,885.28	504.00	507.00	2,703.54	438.40	366	2,552.98	366	2,285.17	343	302	1,766.16	360	2,411.36	360	302	1,766.16	401	360	302	1,766.16	401	2,411.36
Brooklime	480.00	31.00	650.14	504.00	7.00	222.22	438.40	-	346.43	27	400.30	43	-	564.07	-	571.86	-	43	564.07	-	-	-	-	-	-
Burton PS	480.00	1,046.00	10,823.47	504.00	689.00	7,880.29	438.40	555	8,392.85	555	10,738.08	466.30	992	6,256.48	909	6,074.86	361.50	992	6,256.48	909	909	992	6,074.86	909	6,074.86
Coulson Road	480.00	68.00	1,256.68	504.00	138.00	1,304.43	438.40	34	858.68	34	1,051.50	74	250	1,935.24	185	1,645.38	-	250	1,935.24	185	185	250	1,645.38	185	1,645.38
Decoy	480.00	442.00	1,210.21	504.00	401.00	988.89	438.40	390	790.23	390	1,225.54	420	465	997.44	428	2,036.04	-	465	997.44	428	428	465	997.44	428	2,036.04
Fen Lane	480.00	556.00	1,385.28	504.00	581.00	1,313.05	438.40	508	1,078.11	508	1,443.34	519	496	828.31	455	1,633.67	-	496	828.31	455	455	496	828.31	455	1,633.67
Hykeham	480.00	218.00	1,908.04	504.00	151.00	1,924.14	438.40	142	876.66	142	1,351.76	174	189	358.50	241	2,927.80	-	189	358.50	241	241	189	358.50	241	2,927.80
Hykeham	480.00	600.00	4,136.51	504.00	1,107.00	3,225.14	438.40	524	3,409.66	524	6,232.98	430	638	4,957.92	348	2,624.52	-	638	4,957.92	348	348	638	4,957.92	348	2,624.52
Ingleby	480.00	577.00	7,171.76	504.00	405.00	6,294.44	438.40	431	7,141.10	431	9,070.21	434	485	6,278.33	531	6,091.15	-	485	6,278.33	531	531	485	6,091.15	531	6,091.15
Oyasture	480.00	419.00	9,070.21	504.00	408.00	9,043.64	438.40	434	9,002.30	434	12,111.10	438.40	121	8,538.14	280	6,211.94	-	121	8,538.14	280	280	121	8,538.14	280	6,211.94
Prevalpe	480.00	275.00	1,125.93	504.00	66.00	638.64	438.40	98	670.78	98	350.85	97	97	990.10	179	1,637.83	-	97	990.10	179	179	97	990.10	179	1,637.83
Sand Syke	480.00	100.00	1,423.81	504.00	185.00	652.95	438.40	112	501.94	112	1,618.66	235	176	947.56	318	3,129.83	-	176	947.56	318	318	176	947.56	318	3,129.83
Thorpe	480.00	197.00	2,818.03	504.00	344.00	2,358.81	438.40	261	2,502.36	261	3,372.08	423.00	322	3,602.16	318	2,523.05	-	322	3,372.08	318	318	322	3,602.16	318	2,523.05
Torksey	480.00	411.00	2,818.03	504.00	344.00	2,358.81	438.40	261	2,502.36	261	3,372.08	423.00	322	3,602.16	318	2,523.05	-	322	3,372.08	318	318	322	3,602.16	318	2,523.05
Mean	480.00	5,688.00	45,403.17	504.00	5,576.00	38,550.18	438.40	4,330	38,124.08	4,330	42,366.41	488.67	5,255	40,223.06	5,218	37,619.09	-	5,255	40,223.06	5,218	5,218	5,255	40,223.06	5,218	37,619.09

Interrelationship between Rainfall and Pumped Hours



Interrelationship between Electricity Costs and Pumped Hours

