

## ADDENDUM - The Audit Findings Report for The Police and Crime Commissioner for Lancashire and Chief Constable for Lancashire Constabulary

When finalising our review of the amended PCC accounts and the Whole of Government Accounts (WGA) we identified another issue which needs to be reported to the Police and Crime Commissioner for Lancashire as 'Those Charged with Governance' (TCWG).

### Adjusted misstatements – Police and Crime Commissioner financial statements

Adjusted misstatement set out below along with the impact on the key statements and the reported financial position.

Detail	Comprehensive Income and Expenditure Account (CIES) £'000	Balance Sheet £'000	Impact on total net expenditure £'000
Additional guidance issued by DCLG into how to account for debtors and creditors for amounts owed to and from the billing authority in respect of Council Tax income.	0	0	0
The identified that both debtor and creditor in the balance sheet were overstated by £578,000.			
The accounts have been amended to correct this but it has no overall effect on the reported financial position.			
<b>Overall impact</b>	<b>£0</b>	<b>£0</b>	<b>£0</b>

### Misclassifications & disclosure changes

The table below provides details of the disclosure change to the PCC's financial statements, including the group consolidation.

Adjustment type	Value £'000	Account balance	Impact on the financial statements
Disclosure	425	Note 22 - Cashflow Statement - Adjustments to Net (Surplus) / deficit on the provision of services for non-cash movements	The reduction in both the creditor and debtor needed to be reflected in this note to the Cashflow Statement which includes lines for the movement in debtors and creditors between years.