

Internal Trading

In accordance with the Accounting Code of practice for Local authorities all costs are analysed or aggregated for financial reporting purposes (Government returns and Formal Accounts) based upon a universal set of services. The services are primarily front line services or services to the general public.

Local Authority Management accounts are based upon the management structure of the Authority and the way budgets are controlled and are known as cost centres. Such cost centres will include Management, Support Services and Corporate Costs and any costs that cannot be 100% charged to a service.

Internal Recharges or Trading relates to the mechanism used to recharge costs to their ultimate financial reporting service i.e. front line service.

To simplify reporting recharges are aggregated under over arching headings e.g. the Director responsible for the provision of the support service etc. Hence the references to the Chief Executive, Deputy Chief Executive; Director of Service Improvement and Organisational Improvement.

An Analysis of internal recharges for the Partnership Development Unit for 2010-11 is as follows:

Internal Recharges	£
Accountancy Unit	1,800.77
Purchases & Accounts Payable	334.62
Chief Executive	15,867.89
Computer Services	16163.62
Corporate Support & Administration	53.09
Health & Safety	29.65
Legal	81.73
Accounts Receivable	28.6
Payroll	277.37
Personnel	2,231.96
Reprographics Unit	2,127.18
Leisure Development Manager	11,528.88
Training Section	174.2
Policy and Performance Unit	13,848.29
PR and Marketing	51,125.96
Total	115,673.8

Chadsmoor Locality Working represents one of the 15 localities selected across Staffordshire for specific funding from the Local Public Sector Agreement (LPSA2 Reward Grant). £35,740 was allocated to the project.