

**CASH FLOW STATEMENT****STATEMENT 7****PURPOSE**

The Cash Flow Statement shows the changes in cash and cash equivalents of the council during the reporting period. The statement shows how the council generates and uses cash and cash equivalents by classifying cash flows as operating, investing and financing activities. The amount of net cash flows arising from operating activities is a key indicator of the extent to which the operations of the council are funded by way of taxation and grant income or from the recipients of services provided by the council. Investing activities represent the extent to which cash outflows have been made for resources which are intended to contribute to the council's future service delivery. Cash flows arising from financing activities are useful in predicting claims on future cash flows by providers of capital (i.e. borrowing) to the authority.

	<b>Note</b>	<b>2023/24 £'000</b>	<b>2022/23 £'000</b>
Net Deficit on the provision of services		<b>(78,130)</b>	<b>(146,935)</b>
Adjustments to net deficit on the provision of services for non-cash movements		119,227	212,988
Adjustments for items included in the deficit on the provision of services that are Investing and Financing Activities		(1,379)	(189)
Net cash flows from Operating Activities	23	39,718	65,864
Net cash flows from Investing Activities	24	(60,038)	(89,676)
Net cash flows from Financing Activities	25	15,936	7,436
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(4,384)</b>	<b>(16,376)</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<b>32,579</b>	<b>48,955</b>
<b>Cash and cash equivalents at the end of the reporting period</b>	26	<b>28,195</b>	<b>32,579</b>