

NOTES TO THE ANNUAL ACCOUNTS**STATEMENT 8**

21.2 Capital Fund	2023/24 £'000	2022/23 £'000
Balance at 1 April	34,929	38,640
Transfer (to) / from Capital Adjustment Account	(16,627)	(14,893)
Appropriation	10,004	11,182
Balance at 31 March	28,306	34,929

22. UNUSABLE RESERVES	2023/24 £'000	Restated 2022/23 £'000
Revaluation Reserve	792,393	804,335
Financial Instruments Revaluation Reserve	267	267
Capital Adjustment Account	340,945	346,686
Financial Instruments Adjustment Account	(6,252)	(6,685)
Pensions Reserve	(20,040)	(20,672)
Employee Statutory Adjustment Account	(11,120)	(12,416)
Total Unusable Reserves	1,096,193	1,111,515

22.1 Revaluation Reserve	2023/24 £'000	2022/23 £'000
Balance at 1 April	804,335	834,066
Unrealised gains / (losses) on revaluation of fixed assets	38,375	18,660
Less: Depreciation on revaluations	(50,317)	(48,391)
Balance at 31 March	792,393	804,335

The Revaluation Reserve represents the store of gains on revaluation of fixed assets not yet realised through sales, and contains revaluation gains recognised since 1 April 2007 only, the date of its formal implementation. Gains arising before that date have been consolidated into the Capital Adjustment Account. The revaluations are depreciated over the life of the revalued assets with the corresponding credit charged to the Capital Adjustment Account.

22.2 Financial Instruments Revaluation Reserve	2023/24 £'000	2022/23 £'000
Balance at 1 April	267	193
Revaluation of long-term Investments at fair value	-	74
Balance at 31 March	267	267

22.3 Capital Adjustment Account	2023/24 £'000	2022/23 £'000
Balance at 1 April	346,686	409,634
Depreciation and impairment	(135,813)	(157,634)
Amortisation of intangible assets	(1,984)	(1,557)
Loans fund principal repayments	18,557	13,555
Capital financed from grants (Government and other bodies)	35,787	32,480
Capital financed from current revenue (General Fund)	5,617	4,864
Capital financed from current revenue (HRA)	7,584	9,532
Gain/ (Loss) on disposal of non-current assets	844	131
Revaluation Reserve - Depreciation on revaluations	50,317	48,391
Transfer of Capital Receipts from Capital Fund	16,627	14,893
Service Concessions	(3,277)	(27,603)
Balance at 31 March	340,945	346,686

The balances on the former Fixed Asset Restatement Account and Capital Financing Account at 31 March 2007 have been transferred into the Capital Adjustment Account. Revaluation gains up to 1 April 2007 have been accumulated in the Capital Adjustment Account. This account accumulates (on the debit side) the write-down of the historical cost of fixed assets as they are consumed by depreciation and impairment. It accumulates (on the credit side) the resources that have been set aside to finance capital expenditure.