

Greater London Authority Group
Summary Statement of Accounts 2008-09

GREATER**LONDON**AUTHORITY



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Introduction

Summary Statement of Accounts 2008-09

This summary contains information from the Greater London Authority's and its Functional Bodies' Statements of Accounts for 2008-09. The information summarises how the Group spent the money it received during the year as well what the Group owned and owed at the end of the year.

The accounting policies adopted by the Greater London Authority, Metropolitan Police Authority, London Fire and Emergency Planning Authority, Transport for London, London Development Agency and London Pensions Fund Authority comply with the relevant recommended accounting practices. However, it should be noted that the members of the Group do not follow a common set of accounting policies and, therefore, figures may not be directly comparable between Group members.

This Summary Statement of Accounts is prepared under s134 of the Greater London Authority Act 1999. Each member of the Greater London Authority Group prepares its own detailed accounts separately. Copies of the full accounts may be obtained by contacting the individual bodies, whose contact details are at the end of this document.

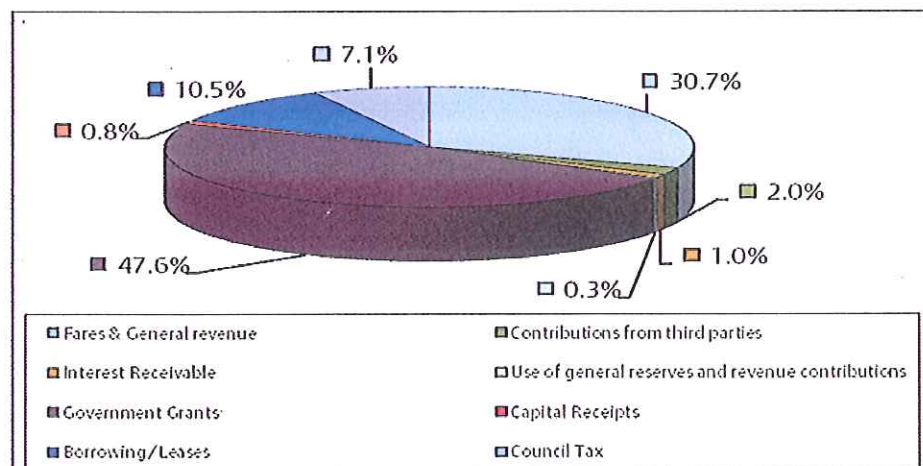
Overview

The functional bodies of the Greater London Authority are:

Metropolitan Police Authority	Responsible for the Metropolitan Police Service, covering all of London, except for the City of London
London Fire & Emergency Planning Authority	Responsible for the London Fire Brigade
Transport for London	Transport links, including major roads, underground, buses, Docklands Light Railway, London Overground and Crossrail
London Development Agency	The Mayor's agency for delivering sustainable economic growth

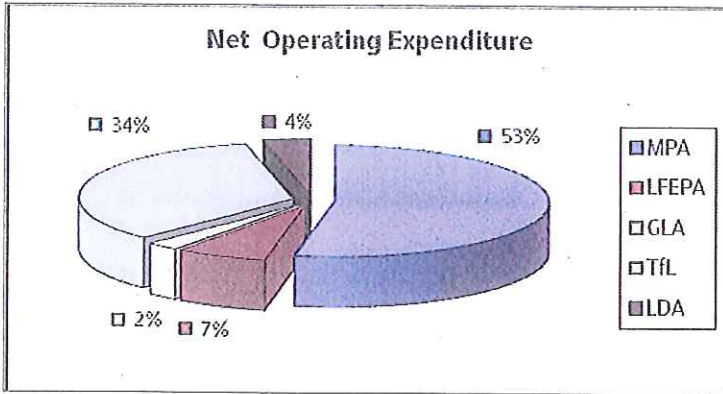
Transport for London conducts significant parts of its activities through subsidiary companies and a 50%-owned joint venture, which is responsible for the development and promotion of new rail links across London. Income and expenditure of these subsidiaries and 50% from the joint venture have been included in these summary accounts.

The GLA Group's activities are funded from income, including fares on buses and London Underground, government grants and redistributed business rates, with the balance being met by London's council taxpayers (see breakdown below). The Group is also able to borrow to fund fixed asset investment and transfers money to and from its reserves when necessary:

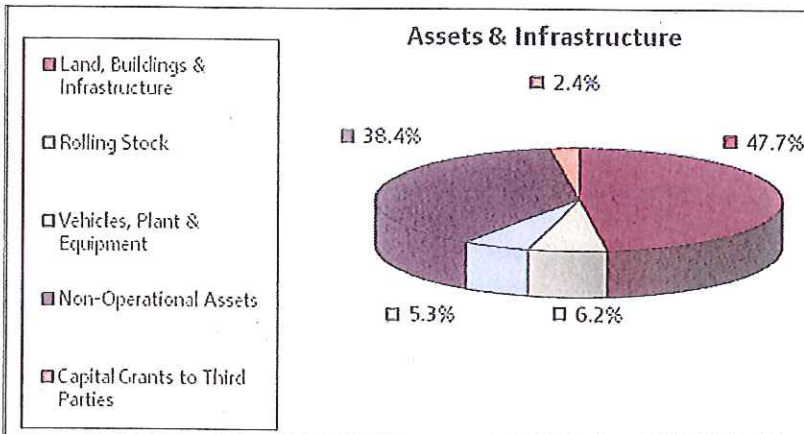


The cost to the council taxpayer for 2008-09 was equivalent to £309.82 for a band D property. This equates to £5.96 per week, of which 38p per week (£20 per annum) is the Greater London Authority's contribution to the 2012 Olympic and Paralympic Games.

The Group's net operating expenditure for the year totalled £5,958m and general fund reserves were decreased by a net £8m:



Meanwhile, the Group's investment in assets and infrastructure during the year, including investment by Transport for London's subsidiaries and 50% of its joint venture investment, totalled £3,544m:



London Pensions Fund Authority

Whilst not a functional body of the Greater London Authority, the Greater London Authority Act 1999 gives the Mayor certain powers in relation to the London Pensions Fund Authority. Over 200 employers (76,600 members) participate in the Fund, including Greater London Authority, London Fire & Emergency Planning Authority and Transport for London, and the Fund has net assets of £3,020m.

There is further information on the performance of the Greater London Authority and each of its functional bodies in the pages that follow.

M. J. Clarke

Martin Clarke
Executive Director, Resources
Greater London Authority

Date: 29.7.10

Independent Auditor's Statement to the Greater London Authority

I have examined the summary statement of accounts, which comprises the Income and Expenditure Summary, the Capital Expenditure Summary and the London Pension Fund Authority Summary Pension Fund Account, set out on pages 11 to 13.

This independent auditor's statement is made solely to the Greater London Authority in accordance with Regulation 8 of the Accounts and Audit Regulations 2003 and for no other purpose, as is set out in paragraph 36 of the Statement of Responsibilities of Auditors and Audited Bodies, prepared by the Audit Commission.

Respective responsibilities of the Executive Director, Resources of the Greater London Authority and the auditor

The Executive Director of Finance and Performance of the Greater London Authority is responsible for preparing the summary statement of accounts in accordance with s134 of the Greater London Authority Act 1999. My responsibility is to report to you my opinion on the consistency of the summary statement of accounts with the full annual accounts of the Greater London Authority, its functional bodies and the London Pensions Fund Authority.

Basis of Opinion

I conducted my work in accordance with Bulletin 1999/6 'The auditor's statement on the summary financial statement' issued by the Auditing Practices Board. The independent auditors' reports on the full annual accounts of the Greater London Authority, its functional bodies and the London Pensions Fund Authority describe the basis of the audit opinions on those financial statements.

I also read the other information set out in pages 3 to 4 and 6 to 10, and consider the implications for my report if I become aware of any apparent misstatement or material inconsistency with the statements of accounts of the Greater London Authority, its functional bodies and the London Pensions Fund Authority.

Opinion

In my opinion the summary statement of accounts is consistent with the full annual accounts of the Greater London Authority, its functional bodies and the London Pensions Fund Authority for the year ended 31 March 2009. I have not considered the effects of any events between the dates on which the independent auditors signed their reports on the full annual accounts and the date of this statement.



Les Kidner
District Auditor
Audit Commission
1st Floor, Millbank Tower
London
SW1P 4HQ
Date: 3.8.2010

Greater London Authority

Who we are

The Greater London Authority (GLA), which is made up of the Mayor and the London Assembly, is unique and is the first elected regional body in England.

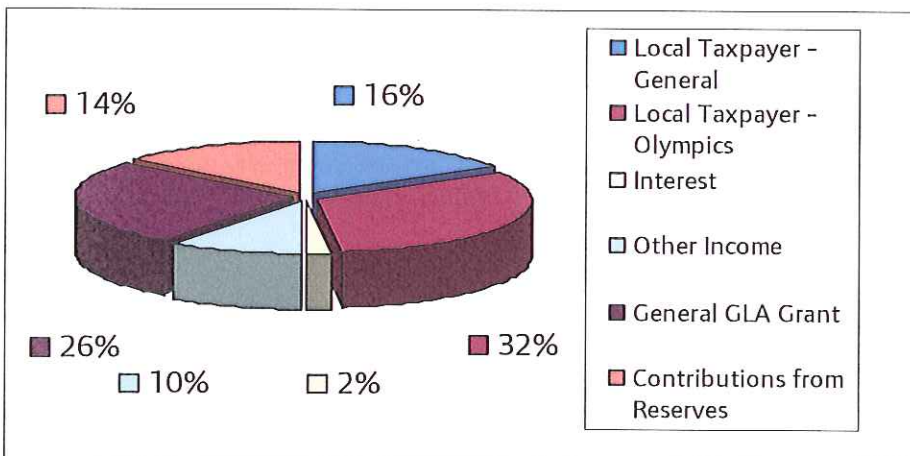
What we do

Whilst the Authority follows Local Authority financial procedures, we do not provide services in the same way as other local authorities but act as the strategic support to the Mayor and scrutiny support to the London Assembly. These functions are staff intensive and employee costs accounted for 23% of the Authority's expenditure, 32% if the Olympics funding is excluded.

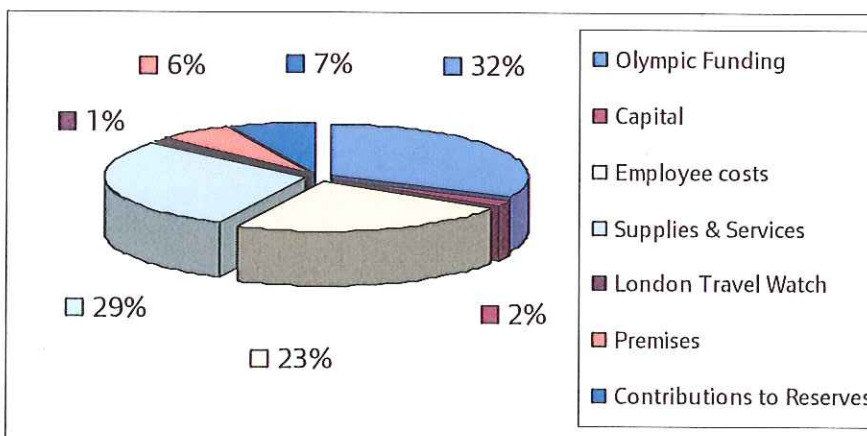
The Mayor holds the executive powers of the GLA. He defines the policies and programme for the Authority and is responsible for approving the overall allocation of resources. The Assembly's primary role is to scrutinise the work of the Mayor and the four functional bodies in relation to their budgets and objectives.

We also have a key role in supporting the delivery of the 2012 Olympic and Paralympic Games. As part of the bid, the Mayor agreed to raise up to £625m from London's council taxpayers and these accounts cover the third year of an estimated 11-year funding plan.

Where the money came from



How the money was spent



Metropolitan Police Authority

Who we are

The Metropolitan Police Authority gives Londoners a regime of local democratic accountability for policing that previously did not exist. Members of the Authority scrutinise and support the work of the Metropolitan Police Service. The Authority was established in 2001 as a functional body of the Greater London Authority.

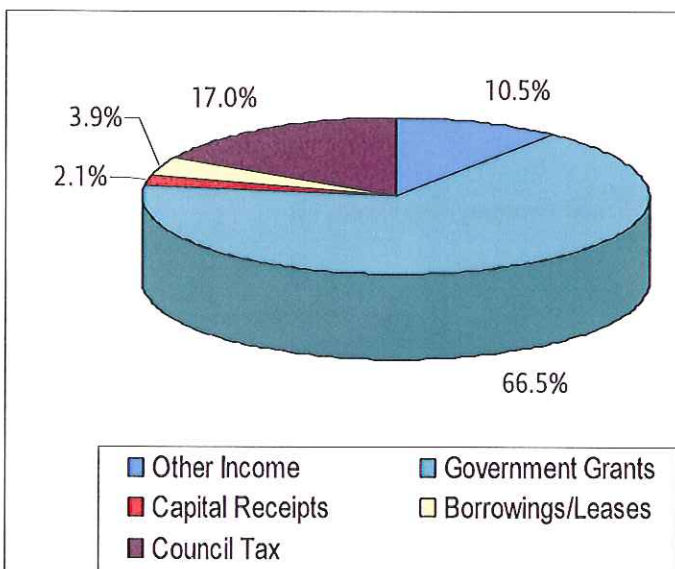
What we do

A key duty of the Authority is to provide an efficient and effective police service. We are responsible for managing overall expenditure within the budget. However, responsibility for the day-to-day financial management is delegated to the Commissioner, in accordance with the financial framework agreed by the Authority.

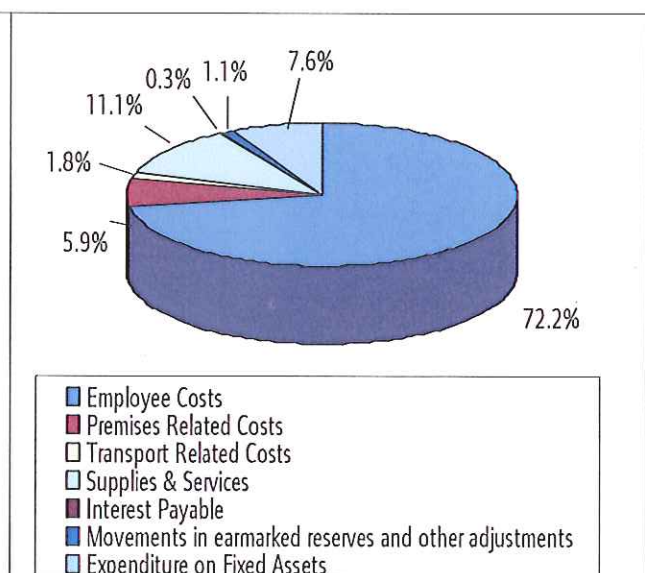
Our performance

- Total recorded crime in London is down by 2.2% or nearly 19,000 fewer crimes when comparing 2008/09 with 2007/08, and the number of recorded crimes remains under 900,000 for the second consecutive year
- Domestic violence offences where an arrest was made related to the offence was above target by 5.9%
- Annual crime statistics released showing robbery at its lowest since 2000/01 and theft of motor vehicles at its lowest since 1973/74.
- The MPS Policing Pledge was launched. It sets out the standards of service the public can expect from the MPS and is an enhanced version of the National Policing Pledge rolled out across the police service in England and Wales by the Home Office
- Airwave went live on all of London's 125 deep underground stations providing officers with the ability to communicate with colleagues and other emergency services whilst travelling or operating on the underground.

Where the Money Came From



How the money was spent



London Fire & Emergency Planning Authority

Who we are

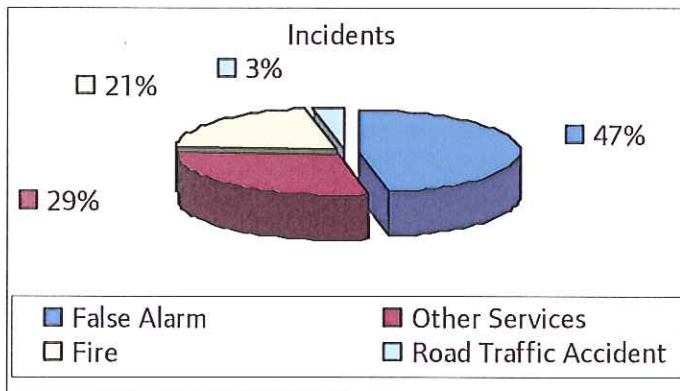
The London Fire and Emergency Planning Authority runs the London Fire Brigade. Our main aim is to make London a safer city by minimising the risks and social and economic costs of fire and other hazards. We are the third largest firefighting organisation in the world, protecting people and property from fire within the 1,587 square kilometers of Greater London.

What we do

As well as dealing with fires and other emergencies, we enforce fire safety laws, give advice about fire safety and carry out various emergency-planning activities. These all form part of our services, which include helping the London boroughs to plan for emergencies.

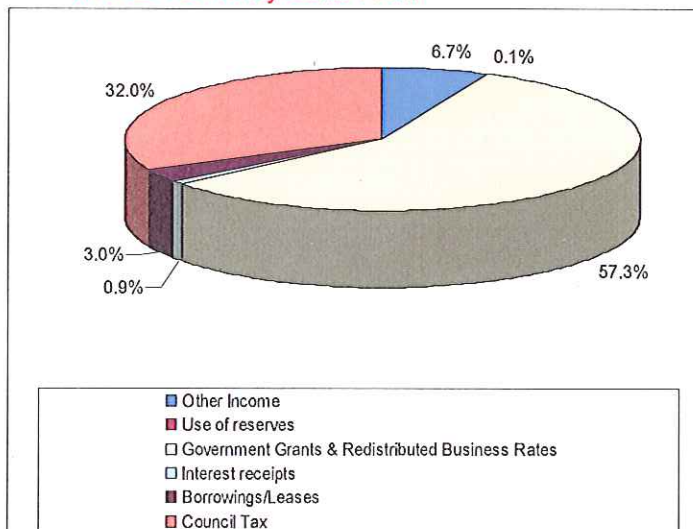
Our performance

We have a number of government-set performance indicators, and some we set locally, which show how well we are performing. We regularly publish information to show our progress in meeting our key objectives. Performance in 2008-09 is set out in our document "Our Performance 2008-09" which is available on our web site. Performance for our key indicators (all of which show an improvement on last year) is set out below:

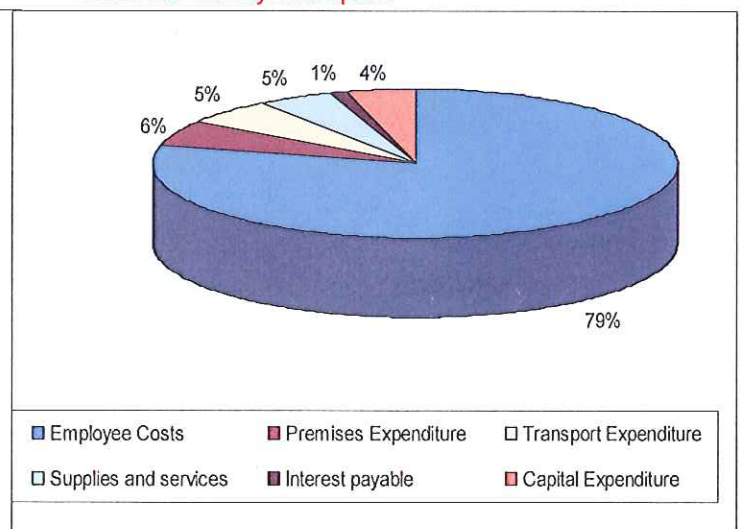


- Lowest number of fires in 40 years of fire statistics
- Deliberate Fires - 10,028 - down from 13,829 the previous year
- Incidents attended - 138,385 - down from 144,753
- 999 Calls received - 229,308 - down from 254,304
- Accidental fires in the home - 5,781 - down from 5,854
- Deaths in fires achieved target and was down by 27%
- Primary (serious) fires was down by 18%

Where the Money Came From



How the money was spent



Transport for London

Who we are

Transport for London (TfL) was created in 2000 as the integrated body responsible for the Capital's transport system. Our primary role is to implement the Mayor of London's Transport Strategy and manage transport services across the Capital.

What we do

We are responsible for London's buses, the Underground, London Overground, Docklands Light Railway (DLR) and the management of Croydon Tramlink and London River Services. We also run Victoria Coach Station, London's Transport Museum and are responsible for a 580km network of main roads and all of London's 4,600 traffic lights.

We manage the central London Congestion Charging scheme and regulate the city's taxis and private hire trade. We also promote a range of walking and cycling initiatives across the Capital.

We co-ordinate schemes for transport users with impaired mobility, as well as running the Dial-a-Ride scheme in conjunction with the London boroughs' Taxicard.

The organisation is made up of a number of different companies. Details of each company can be found on our website, www.tfl.gov.uk.

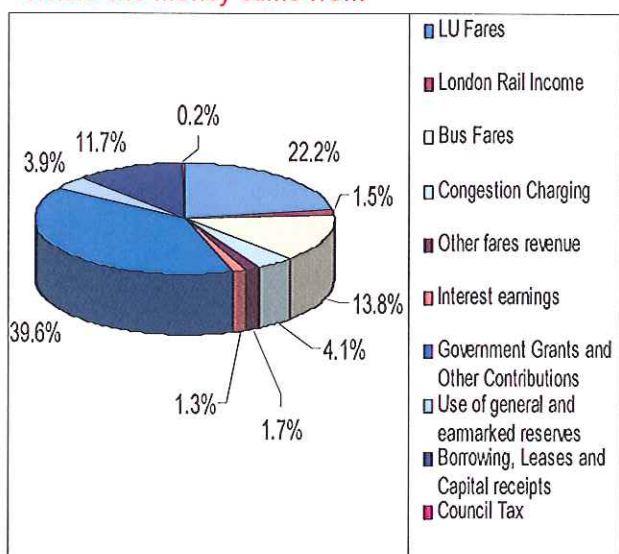
Our performance

The key achievements include:

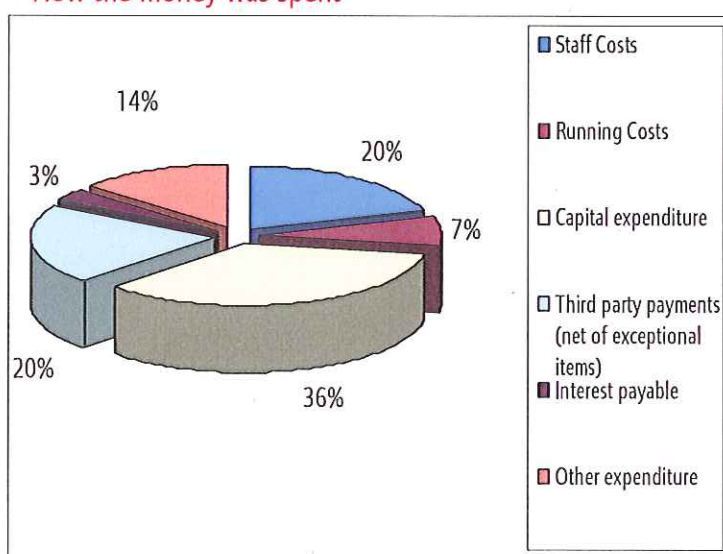
- The number of passenger journeys on the TfL network reached 3,402 million in 2008-09, nearly 87 million higher than 2007-08;
- The success of the Oyster card continues. The number of Oyster Ticket Stops rose by 75 per cent in 2008 and is valid within Greater London on a number of National Rail services
- 91 per cent rise on the TfL road network since 2000, with more than 500,000 cycle journeys made daily in the Capital
- Number of children killed or seriously injured dropped to the lowest rate since records began, total number fell by 16 per cent, from 392 to 331. This represented a 65% reduction from the 1990s.

Detailed information on our performance is available on our website.

Where the money came from



How the money was spent



London Development Agency

Who we are

We are one of the nine Regional Development Agencies (RDAs), set up by Government to transform England's regions through sustainable economic development. We are unique among the nine RDAs - as a functional body of the GLA, we have a key role to play in helping to deliver the Mayor of London's vision and priorities for London.

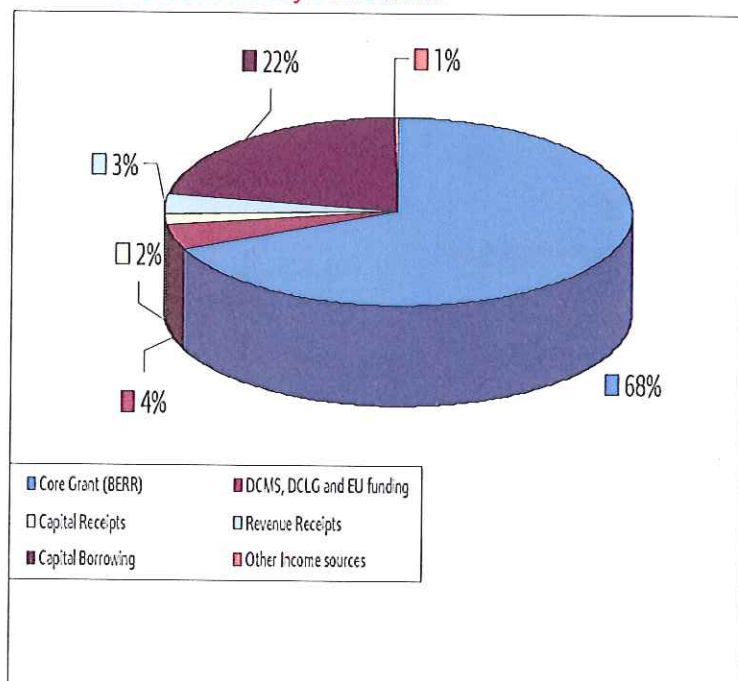
What we do

It is our job to ensure that London remains a global success story. To help us deliver this, we work with partners from industry and the public and voluntary sectors. In addition to driving forward equality, health and sustainability our work is prioritised by four themes: places and infrastructure, supporting people, encouraging business and promoting London.

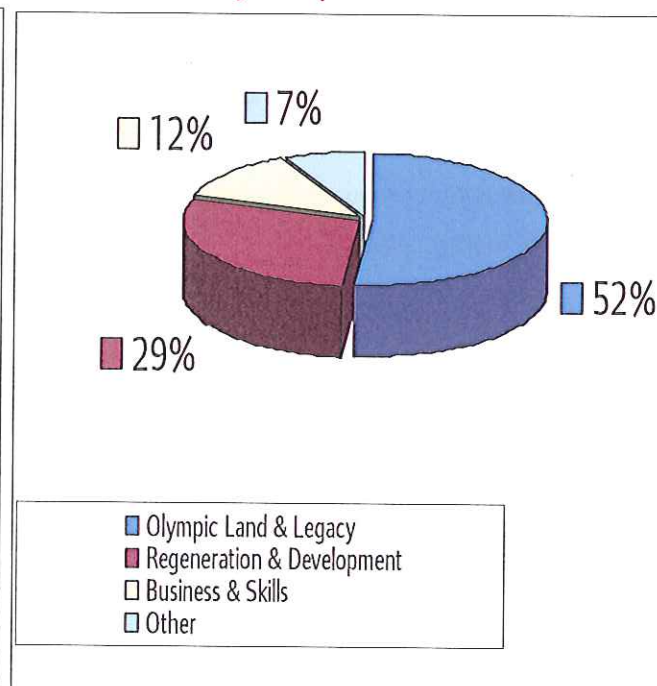
Our performance

Output	Definition	Target	Actual
Housing units	Housing units facilitated	1,400	1,216
Brownfield land reclaimed	Hectares remediated and/or reclaimed	150 hectares	150 hectares
Investment levered in	Regeneration investment levered	£300m	£352.9m
Employment Support	Beneficiaries accessing jobs	30,000	55,556
Basic skills	Adults gaining basic skills	5,700	6,539
Business support	Businesses assisted to improve performance	25,700	37,386
Business creation	New businesses created	1,500	1,812
Jobs created	Jobs created or safeguarded	7,000	13,505

Where the money came from



How the money was spent



Source: 2008/09 LDA Annual Report

Income & Expenditure

	MPA		LFEPA		GLA		TfL		LDA		Group Total	
	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
Employee Costs	2,806	2,818	395	365	42	45	1,214	1,615	36	38	4,493	4,881
Premises Related Expenditure	206	232	27	26	10	11	142	139	1	4	386	412
Transport Related Expenditure	64	69	23	25	-	-	11	22	1	0	100	116
Supplies & Services	439	431	20	22	34	49	503	408	237	31	1,233	941
Third Party Payments	-	-	1	-	-	-	3,153	3,130	29	149	3,183	3,279
Expenditure on Management and Support Services	-	-	-	-	-	26	-	-	-	-	-	26
Contribution to the London 2012 Olympic Games and Paralympic Games	-	-	-	-	60	59	-	-	-	-	60	59
Income	(319)	(389)	(25)	(29)	(20)	(44)	(3,279)	(3,452)	(10)	(16)	(3,654)	(3,930)
Net Current Expenditure	3,196	3,162	441	409	126	146	1,744	1,862	294	206	5,801	5,785
Interest & Investment Income	(17)	(14)	(8)	(4)	(5)	(4)	(114)	(105)	(2)	(2)	(145)	(129)
Interest payable	2	11	6	6	-	-	289	271	6	14	303	302
Net Operating Expenditure	3,181	3,159	439	411	121	142	1,919	2,028	298	218	5,959	5,958
Funding of Subsidiaries and Joint Ventures (1)	-	-	-	-	-	-	60	-	-	-	60	-
Exceptional item for PPP contracts (2)	-	-	-	-	-	-	1,959	(1,503)	-	-	1,959	(1,503)
Movements in earmarked reserves and other adjustments	3,181	3,159	439	411	121	142	3,938	525	298	218	7,978	4,454
	(62)	42	(33)	(16)	4	(9)	100	789	(141)	28	(132)	834
Government Grant funding	3,119	3,201	406	395	125	133	4,038	1,314	157	246	7,846	5,288
Funded from Council Tax	(2,478)	(2,538)	(259)	(262)	(38)	(48)	(4,040)	(1,295)	(279)	(224)	(7,094)	(4,367)
	641	663	147	133	87	85	(2)	19	(122)	22	752	921
	(649)	(665)	(137)	(148)	(87)	(88)	(12)	(12)	-	-	(885)	(913)
(Surplus)/Deficit for the year	(8)	(2)	10	(15)	0	(3)	(14)	7	(122)	22	(133)	8
General Fund balance at beginning of year	(39)	(46)	(35)	(25)	(3)	(3)	(148)	(162)	95	(26)	(130)	(262)
General Fund balance at end of year	(47)	(48)	(25)	(40)	(3)	(6)	(162)	(155)	(27)	(4)	(263)	(254)

NB: Expenditure figures exclude depreciation, impairments and gains or losses on disposals of fixed assets, which are reflected in the above movements in reserves.

(1) Transport for London operates through a number of subsidiary companies, details of which can be found in its full Statement of Accounts, and a joint venture, whose main purpose is the development and promotion of new rail links across London.

(2) For 2007-08 this is a one off payment mainly funded by Government grant of £1.7 billion for the amounts owed on Public Private Partnership (PPP) contracts.

For 2008-09 the items shown also relate to the PPP - the release of a finance lease creditor (£1705.5m) and provision against a loan receivable from the Metronet Infracons (+£104.7m).

(3) The 2007-8 comparators for LDA have been restated compared to the 2007-08 group summary statement due to prior period adjustment resulting from a change in the accounting treatment of grants and third party contributions for capital purposes.

Capital Expenditure

	MPA		LFEPA		GLA		TfL		LDA		Group Total	
	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
Intangible Fixed Asset Additions	4	2	0	1	-	-	-	-	-	-	4	3
Tangible Fixed Asset Additions	144	295	36	16	2	2,164	2,800	198	345	2,544	3,458	
Capital Grants to Third Parties	-	-	2	2	-	-	-	114	80	116	83	
Total Capital Expenditure	148	297	38	19	2	2,164	2,800	312	425	2,664	3,544	
<i>financed by:</i>												
Revenue/Revenue Reserves	(25)	(4)	(2)	(2)	(2)	(75)	(115)	0	-	(104)	(125)	
Other Contributions (third parties)	(5)	(1)	0	0	(0)	(139)	(237)	0	(12)	(144)	(249)	
Borrowing/Finance Leases & Provisions for compulsory purchases*	(27)	(151)	(24)	(14)	-	(1,768)	(932)	(279)	(252)	(2,098)	(1,349)	
Capital Grant applied	(37)	(58)	(2)	(3)	-	(75)	(1,514)	(24)	(151)	(139)	(1,726)	
Capital Receipts	(54)	(83)	(10)	0	-	(107)	(2)	(9)	(10)	(180)	(95)	
	(148)	(297)	(38)	(19)	(2)	(2,164)	(2,800)	(312)	(425)	(2,664)	(3,544)	
Assets at 31 March 2009												
Intangible Fixed Assets	8	12	5	4	-	-	-	-	-	13	16	
Infrastructure, Land & Buildings	1,592	1,401	295	297	-	13,273	13,980	36	34	15,194	15,711	
Rolling Stock	-	-	-	-	-	1,375	1,572	-	-	1,375	1,572	
Vehicles, Plant & Equipment	228	233	11	9	4	496	558	7	6	746	808	
Non-operational Assets	75	140	11	15	2	1,573	2,304	-	-	1,659	2,461	
Community Assets	1	1	0	-	-	-	-	-	-	1	1	
Development Property Stock	-	-	-	-	-	-	-	609	550	609	550	
	1,904	1,787	322	325	4	16,717	18,414	652	590	19,597	21,119	
Borrowings:												
Loans/Finance Leases repayable within	(5)	(5)	(5)	(6)	-	(557)	(193)	0	0	(567)	(204)	
Long-term Borrowings/Finance Leases	(37)	(43)	(103)	(103)	-	(4,704)	(5,017)	(279)	(389)	(5,123)	(5,552)	
Total Borrowings	(42)	(48)	(108)	(109)	-	(5,261)	(5,210)	(279)	(389)	(5,690)	(5,756)	
Investments	233	60	97	55	29	1,870	1,968	1	1	2,230	2,104	
Net (Borrowings)/Investments	191	12	(11)	(54)	29	(3,391)	(3,242)	(278)	(388)	(3,460)	(3,652)	

LDA Borrowing/Finance Leases & Provisions for compulsory purchases includes £134m relating to Provisions for compulsory purchases relating to the 2012 Olympic Site

London Pensions Fund Authority Summary
Pension Fund Account

	2007-08	2008-09
	£m	£m
Dealings with members, employers and others directly involved in the scheme		
Contributions receivable	179	207
Transfers in	18	15
	197	222
Benefits payable	201	218
Transfers out and other payments	15	27
Administration expenses	5	6
	221	251
Net withdrawals from dealings with members	(24)	(29)
Returns on investments		
Investment income	33	(103)
Change in the market value of investments	(24)	(411)
Investment management expenses	(9)	(9)
Net return on investments	=	(523)
Net decrease in the Fund during the year	(24)	(553)
Net assets of the scheme at 1st April	3,597	3,573
Net assets of the scheme at 31 March	3,573	3,020
Net Asset Statement		
Investment assets	3,576	3,027
Current assets	37	27
Current liabilities	(40)	(34)
Net assets of the scheme at 31 March	3,573	3,020

Further Information

Electronic copies of this document are held on our website at www.london.gov.uk. Further information, including the full audited accounts, may be obtained from:

Greater London Authority

www.london.gov.uk

Telephone: 020 7983 4100

Fax: 020 7983 4057

Minicom: 020 7983 4458

Public Liaison Unit, Greater London Authority, City Hall, The Queen's Walk, More London, London SE1 2AA

Auditor: Audit Commission

Metropolitan Police Authority

www.mpa.gov.uk

Telephone: 020 7202 0202

Fax: 020 7202 0200

Minicom: 020 7202 0173

Metropolitan Police Authority, 10 Dean Farrar Street, London SW1H 0NY

Auditor: Audit Commission

London Fire & Emergency Planning Authority

www.london-fire.gov.uk

Telephone: 020 8555 1200

London Fire & Emergency Planning Authority, 169 Union Street, London SE1 0LL

Auditor: Audit Commission

Transport for London

www.tfl.gov.uk

Telephone: 020 7222 5600

Transport for London, Windsor House, 42-50 Victoria Street, London SW1H 0TL

Auditor: KPMG

London Development Agency

www.lda.gov.uk

Telephone: 020 7593 9000

Fax: 020 7593 8001

Public Liaison Unit, London Development Agency, Palestra, 197 Blackfriars Road, London SE1 8AA

Auditor: Audit Commission

London Pensions Fund Authority

www.lpfa.org.uk

Telephone: 0845 3030335

Fax: 020 7369 6111

Minicom: 020 7369 6119

London Pensions Fund Authority, Dexter House, 2 Royal Mint Court, London EC3N 4LP

Auditor: Audit Commission