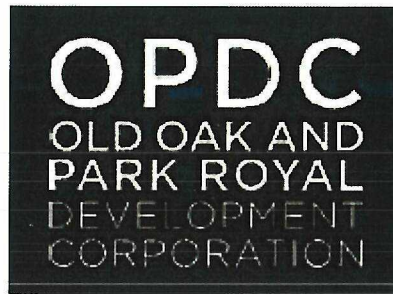


The Greater London Authority
Summary Statement of Accounts 2016-17

GREATER **LONDON** AUTHORITY



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Introduction

This summary contains information from the Greater London Authority (GLA), its Functional Bodies and the London Pension Fund Authority's (LPFA) Statements of Accounts for 2016/17. The information summarises how the Greater London Authority, the Functional Bodies and the London Pension Fund Authority spent the money they received during the year and their reserves position at 31 March 2017.

The GLA assumes responsibility solely for its own statement of accounts; if further information is required on any other organisations included in this report please refer to Page 13 of the report for the individual organisation's contact details.

Basis of preparation

This Summary Statement of Accounts is prepared under s134 of the Greater London Authority Act 1999. Transactions and balances between the GLA and the Functional Bodies have not been eliminated in the preparation of this summary statement of accounts. The figures reported herein for the GLA comprise the consolidated transactions and balances for the GLA and its subsidiary Greater London Authority Holdings Limited.

Functional Bodies

Areas for which the GLA has responsibility include transport, policing, fire and rescue, housing, regeneration and strategic planning. Some of these functions are carried out by five functional bodies, which come under the GLA umbrella, and work under the policy direction of the Mayor and Assembly.

The main responsibilities of each functional body of the Greater London Authority are:

London Fire & Emergency Planning Authority (LFEPA)	Responsible for the London Fire Brigade (LFB), the statutory fire and rescue service for London.
London Legacy Development Corporation (LLDC)	Delivery of the long-term planning, development, management and maintenance of the Olympic Park and its facilities after the London 2012 Games.
Mayor's Office for Policing and Crime (MOPAC).	Maintenance of an efficient and effective metropolitan police force in London.
Old Oak and Park Royal Development Corporation (OPDC)	Regenerate Old Oak and Park Royal, and surrounding areas.
Transport for London (TfL)	Transport links, including major roads, underground, buses, Docklands Light Railway, London Overground and Crossrail.

Each organisation reported herein 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.

The relationship between the GLA and each of the functional bodies is set out below:

LFEPA is a functional body of the GLA. The Mayor appoints all LFEPA's 17 Members and chooses one of them to be the Chairman of the Authority. Eight are nominated from the London Assembly, seven from the London Boroughs and two Mayoral appointees. The Mayor is responsible for setting LFEPA's council tax requirement and borrowing limits.

LLDC is a Mayoral development corporation and a functional body of the GLA. The Mayor is the Chair of the LLDC Board and appoints the Board members. The Mayor is responsible for setting LLDC's budget requirement and borrowing limits.

MOPAC is a functional body of the GLA. The Mayor is responsible for setting the MOPAC's council tax requirement and borrowing limits. The primary function of MOPAC is to secure the maintenance of an efficient and effective metropolitan police force in London, and to hold the Commissioner of Police of the Metropolis (CPM) to account for the exercise of operational policing duties under the Police Act 1996. The CPM is responsible for the Metropolitan Police Service.

OPDC is a Mayoral development corporation and a functional body of the GLA. The Mayor appoints Members to its Board and allocates its budgets.

TfL is a functional body of the GLA and is a statutory corporation. The Mayor is the Chairman of TfL's Board and appoints the Board's membership. The Mayor is responsible for setting fares, TfL's council tax requirement and borrowing limits.

The legal structure of TfL comprises:

- the Corporation, which is made up of London Streets, Taxi and Private Hire and the corporate centre which for legal and accounting purposes, constitutes TfL; and
- the TfL Group which is made up of the Corporation and its subsidiaries, which are summarised below:

Subsidiaries

City Airport Rail Enterprises Limited
Crossrail 2 Limited
Crossrail Limited
Docklands Light Railway Limited
London Bus Services Limited
London Buses Limited

Principal activity

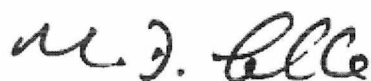
Construction and maintenance of DLR lines
Dormant company
Construction of Crossrail infrastructure
Passenger transport by rail
Passenger transport by bus
Dial-a-Ride

London Dial-a-Ride Limited	Dormant company
London River Services Limited	Pier Operator
London Transport Insurance (Guernsey) Limited	Insurance
Transport Trading Museum (Trading) Limited	Trading Company
London Transport Museum Limited	Charitable company
London Underground Limited	Passenger transport by underground train
LUL Nominee BCV Limited	Maintenance of underground lines
LUL Nominee SSL Limited	Maintenance of underground lines
Rail for London Limited	Passenger transport by rail
Rail for London (Infrastructure) Limited	Maintenance of overground lines
TfL Trustee Company Limited	Pension Fund Trustee
Tramtrack Croydon Limited	Passenger transport by tram
Transport for London Finance Limited	Manages financial risk of the Group
Transport Trading Limited	Holding Company
TTL Earls Court Properties Limited	Holding Company
TTL Properties Limited	Holding Company
Tube Lines Limited	Maintenance of underground lines
Tube Lines Pension Scheme Trustee Ltd	Pension Fund Trustee
Victoria Coach Station Limited	Coach station
Woolwich Arsenal Rail Enterprises Limited	Construction and maintenance of DLR lines

TfL holds 100 per cent of the share capital of all subsidiaries. The financial statements of these companies, except for London Transport Insurance (Guernsey) Ltd, are lodged at Companies House and also at the Charity Commission for the London Transport Museum Limited. London Transport Insurance (Guernsey) Ltd is registered in Guernsey. The financial statements for the subsidiary companies for the period ended 31 March 2017 all received unqualified audit opinions.

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, such as appointing members to the LPFA board.



Martin Clarke
 Executive Director, Resources
 Greater London Authority



 Date:

Independent Auditor's Statement to the Greater London Authority

Report on the GLA Summary Financial Statements

To the Greater London Authority

We have performed the procedures agreed with you and set out below with respect to the Summary Financial Statements. Our engagement was undertaken in accordance with the International Standard on Related Services 4400 applicable to agreed-upon procedures engagements. The procedures undertaken are as follows:

- a. Agree that all bodies captured by the provisions of the Greater London Authority Act 1999 have been included in the GLA Summary Financial Statements.
- b. Agree the 2016/17 amounts within the Summary Comprehensive Income and Expenditure Statement; the Summary Movement in Reserves Statement and the Summary Capital Expenditure Statement have been properly extracted from the individual 2016/17 audited accounts of:
 - i) Greater London Authority (including GLA Holdings Limited);
 - ii) London Legacy Development Corporation;
 - iii) Old Oak and Park Royal Development Corporation
 - iv) London Fire and Emergency Planning Authority;
 - v) Mayor's Office for Policing and Crime; and
 - vi) Transport for London.
- c. Agree the 2015/16 amounts within the Summary Comprehensive Income and Expenditure Statement; the Summary Movement in Reserves Statement and the Summary Capital Expenditure Statement have been properly extracted from the comparative amounts within the individual 2015/16 audited accounts of:
 - i) Greater London Authority (including GLA Holdings Limited);
 - ii) London Legacy Development Corporation;
 - iii) London Fire and Emergency Planning Authority;
 - iv) Mayor's Office for Policing and Crime; and
 - v) Transport for London.
- d. Agree the amounts within the London Pensions Fund Authority Summary Pension Fund Account (including comparative amounts) have been properly extracted from the 2016/17 audited accounts of the London Pensions Fund Authority.

We report our findings below:

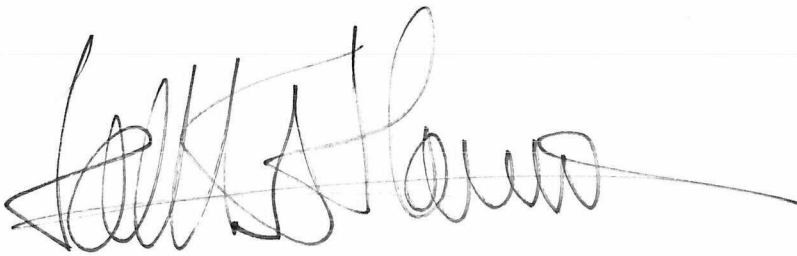
1. With respect to item a we found no exceptions.
2. With respect to item b we found no exceptions.
3. With respect to item c we found no exceptions.

4. With respect to item d we found no exceptions.

Because the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements (or relevant national standards or practices), we do not express any assurance on the Summary Financial Statements for 2016/17.

Had we performed additional procedures or had we performed an audit or review of the financial statements in accordance with International Standards on Auditing (UK and Ireland) or International Standards on Review Engagements, we might have identified other issues that would be of relevance to you.

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties. This report relates only to the accounts and items specified above and does not extend to any financial statements of the Greater London Authority or any functional body taken as a whole. To the fullest extent permitted by law, we do not assume responsibility to anyone other than Greater London Authority for this report.

A handwritten signature in black ink, appearing to read 'Karl Havers', with a long horizontal line extending to the right.

Karl Havers
for and on behalf of Ernst & Young LLP, Appointed Auditor
London

22nd February 2018

Comprehensive Income and Expenditure Statement (Restated)	2015/16 £'000						2015/16 £'000						2015/16 £'000					
	Gross Expenditure						Gross Income						Net Expenditure					
	GLA	OPDC	LLDC	LFEPA	MOPAC	TFL	GLA	OPDC	LLDC	LFEPA	MOPAC	TFL	GLA	OPDC	LLDC	LFEPA	MOPAC	TFL
Gross expenditure, gross income and net expenditure of continuing operations	8,307	-	-	-	-	-	(873)	-	-	-	-	7,428	-	-	-	-	-	-
Assembly & Secretariat	24,401	-	-	-	-	-	(5,030)	-	-	-	-	19,371	-	-	-	-	-	-
Communities and Intelligence	1,062	-	-	-	-	-	(15)	-	-	-	-	1,047	-	-	-	-	-	-
Corporate Management	89,177	-	-	-	-	-	(7,538)	-	-	-	-	81,639	-	-	-	-	-	-
Development, Enterprise & Environment	1,522	-	-	-	-	-	-	-	-	-	-	1,522	-	-	-	-	-	-
Elections	3,098	-	-	-	-	-	(1,572)	-	-	-	-	1,526	-	-	-	-	-	-
External Affairs	335,146	-	-	-	-	-	(102,446)	-	-	-	-	232,700	-	-	-	-	-	-
Housing and Land	4,381	-	-	-	-	-	(207)	-	-	-	-	4,174	-	-	-	-	-	-
Mayor's Office	25,925	-	-	-	-	-	(4,688)	-	-	-	-	20,927	-	-	-	-	-	-
Resources	118,321	-	31,143	-	-	-	-	(41,525)	-	-	-	118,321	-	(10,382)	-	-	-	-
Corporate Items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Olympic Legacy	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fire Services	-	-	-	327,661	-	-	-	-	-	-	-	-	-	-	-	283,514	-	-
Police Services	-	-	-	-	2,988,994	7,436,200	-	-	-	-	-	-	-	-	-	-	-	-
Transport Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Regeneration - Old Oak and Park Royal	-	4,093	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cost Of Services	617,040	4,093	31,143	327,661	2,988,994	7,436,200	(122,385)	(3,766)	(41,525)	(44,147)	(656,134)	(494,655)	327	(10,382)	283,514	2,322,860	2,147,600	2,147,600
Other Operating (Income)/Expenditure	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Financing and Investment (Income) and Expenditure	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in Fair Value of Investment Properties	-	-	-	-	-	-	-	-	-	-	-	1,948,128	-	-	-	(17,383)	(201,018)	46,200
Surplus or deficit of Discontinued Operations	-	-	-	-	-	-	-	-	-	-	-	90,260	7	18,689	208,761	981,784	337,100	
Transferred operations	-	-	-	-	-	-	-	-	-	-	-	(3,007)	-	64,986	-	4,481	-	
Claims Settlement	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Taxation and Non-Specific Grant Income	-	-	-	-	-	-	-	-	-	-	-	(2,940,214)	-	-	(8,596)	(387,374)	(2,415,071)	(3,510,900)
Corporation tax	-	-	-	-	-	-	-	-	-	-	-	619	8	-	5,051	-	(2,200)	(2,200)
Deferred tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(Surplus) or Deficit on Provision of Services	-	-	-	-	-	-	-	-	-	-	-	(410,178)	342	70,367	87,518	693,036	(962,200)	(962,200)
Share of (Profit)/loss of associated undertakings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax expenses of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax expenses of associates and joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Group Surplus or Deficit	-	-	-	-	-	-	-	-	-	-	-	(408,564)	342	173,958	87,518	693,036	(1,008,100)	(1,008,100)
(Surplus) or deficit on revaluation of non-current assets	-	-	-	-	-	-	-	-	-	-	-	(1,709)	-	-	(39,010)	(70,997)	(108,000)	(108,000)
Impairment on revaluation of non-current assets	-	-	-	-	-	-	-	-	-	-	-	(4,866)	-	-	411	-	100	100
(Surplus) or deficit on revaluation of available-for-sale financial assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Actuarial gains/losses on pension assets/liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Movement in the fair value of derivative financial instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Derivative fair value loss recycled to (surplus) or deficit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net change in available-for-sale assets reclassified to the (surplus) or deficit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance lease income credited to pooling of interests reserve	-	-	-	-	-	-	-	-	-	-	-	4,640	-	-	-	-	-	-
Re-measurements of the net defined benefit liability	-	-	-	-	-	-	-	-	-	-	-	(21,571)	(22)	(2,220)	(760,246)	(4,155,200)	162,100	
Tax on other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	(2,239)	-	-	-	-	-	-
Other Comprehensive (Income) and Expenditure	-	-	-	-	-	-	-	-	-	-	-	(23,735)	(22)	(2,220)	(816,845)	(4,226,197)	29,300	(4,226,197)
Total Comprehensive (Income) and Expenditure	(432,299)	(23,735)	(22)	(2,220)	(816,845)	(4,226,197)	(432,299)	(22)	(2,220)	(816,845)	(4,226,197)	(432,299)	320	171,738	(731,327)	(3,533,161)	(978,800)	(978,800)

Movement in Reserves Statement - 2016/17

	Usable Reserves 2016/17						Unusable Reserves 2016/17						Total Reserves 2016/17					
	GLA £'000	OPDC £'000	LLDC £'000	LFEP £'000	MOPAC £'000	TfL £'000	GLA £'000	OPDC £'000	LLDC £'000	LFEP £'000	MOPAC £'000	TfL £'000	GLA £'000	OPDC £'000	LLDC £'000	LFEP £'000	MOPAC £'000	TfL £'000
	Balance at 31 March 2016	(646,911)	-	41,937	(65,453)	(302,421)	(3,233,200)	3,069,165	320	(65,399)	5,389,944	25,157,508	(22,002,900)	2,422,254	320	(23,402)	5,324,491	24,855,087
Movement in reserves during 2016/17																		
Comprehensive Expenditure and Income	(141,807)	58	260,620	99,480	851,830	40,500	34,559	164	7,013	576,985	2,016,157	1,608,800	(107,148)	222	267,633	676,465	2,897,987	1,649,300
Other adjustments	1,330	-	-	-	-	-	(1,330)	-	-	-	-	-	-	-	-	-	-	-
Adjustments between accounting basis & funding basis under regulations	182,416	(58)	(305,983)	(98,633)	(1,169,430)	1,332,200	(182,416)	58	305,983	98,633	1,169,430	(1,332,200)	-	-	-	-	-	-
(Increase)/Decrease in year	41,939	-	(45,363)	847	(287,600)	1,372,700	(149,087)	222	312,996	675,618	3,185,587	276,600	(107,148)	222	267,633	676,465	2,897,987	1,649,300
Balance at 31 March 2017 carried forward	(604,972)	-	(3,426)	(64,606)	(590,621)	(1,860,500)	2,920,078	542	247,657	6,065,562	28,343,095	(21,726,300)	2,315,106	542	244,231	6,000,956	27,753,074	(23,586,800)

**Movement in Reserves Statement - 2015/16
(Restated)**

	Usable Reserves 2015/16						Unusable Reserves 2015/16						Total Reserves 2015/16					
	GLA £'000	OPDC £'000	LLDC £'000	LFEP £'000	MOPAC £'000	TfL £'000	GLA £'000	OPDC £'000	LLDC £'000	LFEP £'000	MOPAC £'000	TfL £'000	GLA £'000	OPDC £'000	LLDC £'000	LFEP £'000	MOPAC £'000	TfL £'000
	Balance at 31 March 2015	(366,360)	-	37,517	(26,571)	(456,563)	(4,660,600)	3,220,915	-	(232,657)	6,082,389	28,844,855	(19,596,700)	2,854,555	-	(195,140)	6,055,818	28,385,292
Movement in reserves during 2015/16																		
Comprehensive Expenditure and Income	(408,564)	342	174,461	87,518	693,036	(911,900)	(23,735)	(22)	(2,723)	(818,845)	(4,226,197)	(66,900)	(432,299)	320	171,738	(731,327)	(3,533,161)	(978,800)
Other adjustments	6,171	-	-	-	-	-	(6,172)	-	-	-	-	-	(1)	-	-	-	-	-
Adjustments between accounting basis & funding basis under regulations	121,842	(942)	(170,041)	(126,400)	(538,894)	2,339,300	(121,843)	342	170,041	126,400	538,850	(2,339,300)	(1)	-	-	-	(44)	-
(Increase)/Decrease in year	(280,551)	-	4,420	(38,882)	154,142	1,427,400	(151,750)	320	167,318	(692,445)	(3,687,347)	(2,406,200)	(432,301)	320	171,738	(731,327)	(3,533,205)	(978,800)
Balance at 31 March 2016 carried forward	(646,911)	-	41,937	(65,453)	(302,421)	(3,233,200)	3,069,165	320	(65,399)	5,389,944	25,157,508	(22,002,900)	2,422,254	320	(23,402)	5,324,491	24,855,087	(23,236,100)

Capital Expenditure

	2016/17					2015/16				
	£'000					£'000				
	GLA	LLDC	LFEPA	MOPAC	TFL Corporate	GLA	LLDC	LFEPA	MOPAC	TFL Corporate
Intangible Fixed Asset Additions	-	73	218	200	21,300	-	50	1,996	248	43,900
Tangible Fixed Asset Additions	1,540	20,890	23,676	176,826	264,400	825	11,605	41,568	237,346	362,600
Investment Property	-	9,127	-	22	-	-	11,871	-	-	-
Loans for Capital Purposes *	99,067	-	-	-	680,500	119,201	852	-	-	1,037,100
Investments	-	35,332	-	-	1,300,000	-	90,103	-	-	1,830,000
Revenue Expenditure Funded from Capital under Statute (REFCUS)**	511,335	15,966	-	-	994,900	555,284	11,504	-	-	848,500
Reversal of previously Capitalised Expenditure	(1,958)	-	-	-	-	(7,286)	-	-	-	-
Other Adjustments	(203)	-	-	-	-	(1,041)	-	-	-	-
Total Capital Expenditure	609,781	81,388	23,894	177,048	3,261,100	666,983	125,985	43,564	237,594	4,122,100

OPDC did not incur any capital expenditure in 2016/17 or 2015/16.

* Loans for Capital Purposes include Loans to TFL Subsidiaries

** The Capital Expenditure table includes REFCUS. REFCUS of £1,522m in 2016/17 (£1.415m in 2015/16) has been included in the above table and is also shown in the CIES (reversed out in the Movement in Reserves Statement) as per the Code of Practice on Local Authority Accounting in the United Kingdom 2016/17.

London Pensions Fund Authority Summary Pension Fund Account

<u>Pension Fund Account</u>	<u>2015/16</u>	<u>2016/17</u>
	£'000	£'000
<u>Dealings with members, employers and others directly involved in the Fund</u>		
Contributions	(160,151)	(165,685)
Transfers in from other pension funds	(36,265)	(8,071)
	(196,416)	(173,756)
Benefits	241,310	245,749
Payment to and on account of leavers	30,716	13,066
Capital funding costs	(170)	(187)
	271,856	258,628
Net (additions)/ withdrawals from dealings with members	75,440	84,872
Management Expenses	38,418	27,107
<u>Returns on investments:</u>		
Investment income	(48,805)	(48,258)
Taxes on income	641	209
Profit and losses on disposal of investment and changes in the market value of investments	30,379	(851,444)
Net return on investments	(17,785)	(899,493)
Net (increase)/decrease in the net assets available for benefits during the year	96,073	(787,514)
<u>Net Assets Statement</u>		
	<u>2015/16</u>	<u>2016/17</u>
	£'000	£'000
Investment assets	5,276,750	6,269,439
Cash Deposits	44,813	3,255
	5,321,563	6,272,694
Investments in Associates	-	-
Investment liabilities	(1,127,471)	(1,285,649)
Current assets	374,050	359,306
Current liabilities	(18,534)	(9,229)
Net assets of the Fund available to the fund benefits at the period end	4,549,608	5,337,122

Further Information

Electronic copies of this document are held on our website at <http://www.london.gov.uk/mayor-assembly/gla/spending-money-wisely/accounts-and-annual-governance-statement>

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: Ernst & Young LLP

London Legacy Development Corporation

www.londonlegacy.co.uk

Telephone: 020 3288 1800

London Legacy Development Corporation, 1 Level 10, 1 Stratford Place, Montfichet Road, London, E20 1EJ

Auditor: Ernst & Young LLP

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: Ernst & Young LLP

Mayor's Office for Policing and Crime

www.london.gov.uk/what-we-do/mayors-office-policing-and-crime-mopac

Telephone: 020 7983 6532

Mayor's Office for Policing and Crime, City Hall, The Queen's Walk, London, SE1 2AA

Auditor: Grant Thornton UK LLP

Old Oak & Park Royal Development Corporation

www.london.gov.uk/about-us/organisations-we-work/old-oak-and-park-royal-development-corporation-opdc

Telephone: 020 7983 5732

Old Oak & Park Royal Development Corporation, City Hall, The Queen's Walk, London, SE1 2AA

Auditor: Ernst & Young LLP

Transport for London

www.tfl.gov.uk

Telephone: 020 7222 5600

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

Auditor: Ernst & Young LLP

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: Grant Thornton UK LLP