

Annual Income and Expenditure Report: 2015/16

Report by Head of Finance

Summary: This report sets out a summary of the Authority's income and expenditure for the 2015/16 financial year, analysed between national park and navigation funds. Original and Latest Available Budget information is provided for comparison.

1 Introduction

- 1.1 The Broads Authority Act 2009 requires the Authority to prepare a report as soon as reasonably possible after the end of each financial year describing the navigation income received by it and the navigation expenditure incurred by it in that year.

2 Actual Income and Expenditure 2015/16

- 2.1 The table in Appendix 1 sets out the Authority's income and expenditure attributed to general (national park grant) and navigation funds for the financial year ended 31 March 2016. To the extent that they are included within the Authority's Statement of Accounts, these figures are subject to audit and formal approval by the Authority's external auditors. For comparative purposes, the Original and Latest Available Budget (LAB) figures are also shown. This information is published on the Authority's website.
- 2.2 The actual outturn for 2015/16 was a surplus of £61,707 for navigation compared with a budgeted LAB surplus for the year of £29,209. The original budget was for a surplus of £55,804. The final forecast outturn reported to the Committee was a surplus of £31,172. (Item 15, 21/04/2016).
- 2.3 Total core income for the year was £3,014,192, which was £19,988 below budget, principally due to adverse variances within the Hire Craft Tolls, offset by favourable variances in Private Craft Tolls and adverse Interest budget lines.
- 2.4 There has been some considerable success in bringing in additional, unbudgeted income during the year, and this has had an impact on the overall Directorate figures (additional income of £25,928 for Operations and £14,968 for Planning and Resources). Some expenditure has also been funded from the Authority's earmarked reserves, in particular in relation to Mutford lock repairs (£87,982), the Turntide jetty repiling (£45,000), land purchases at Potter Heigham and Acle (£123,255), the 2nd launch (£46,194), the linkflotes (£84,870), the construction and maintenance vehicle (£14,807), the third replacement wherry (£67,418) and PRISMA project expenditure (£10,027).

2.5 Total net navigation expenditure in 2015/16 was £2,952,485.

3 Summary

3.1 Core Navigation income was 99.3% of that budgeted in January 2015 and Navigation Expenditure was 99.1% of the budget figure. The total navigation surplus for 2015/16 was therefore a little higher than budgeted and higher than forecast. As a result the balance of the navigation reserve at the end of 2015/16 was £330,090. This is slightly above the recommended minimum reserve balance of 10% at 11.3%. The higher than predicted balance will help cushion the drop in hire craft income in 2016/17.

Background Papers: Nil

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Broads Plan Objectives: None

Appendices: APPENDIX 1 – Navigation Actual Income and Expenditure 2015/16

The Broads Authority – General and Navigation Income and Expenditure 2015/16

The Broads Authority Act 2009 requires the Authority to prepare a report as soon as reasonably possible after the end of each financial year describing the navigation income received by it and the navigation expenditure incurred by it in that year. The table below sets out the Authority's income and expenditure attributed to general (National Park Grant) and navigation funds for the financial year ended 31 March 2016. These figures are derived from the annual Statement of Accounts which is subject to audit and formal approval by the Authority's external auditors, Ernst & Young. For comparative purposes, the final approved budget figures are also shown.

Further details are available on request from the Head of Finance, Yare House, 62-64 Thorpe Road, Norwich NR1 1RY or by email from emma.krelle@broads-authority.gov.uk.

The Statement of Accounts for 2015/16 are currently being audited and will be approved on 30 September 2016

DIRECTORATE	Original Budget 2015/16			Latest Available Budget 2015/16			Actual Income and Expenditure 2015/16		
	General	Navigation	Consolidated	General	Navigation	Consolidated	General	Navigation	Consolidated
INCOME									
National Park Grant	(3,188,952)	-	(3,188,952)	(3,188,952)	-	(3,188,952)	(3,188,952)	-	(3,188,952)
<i>Navigation Charges</i>									
Hire Craft Tolls	-	(1,090,525)	(1,090,525)	-	(1,090,525)	(1,090,525)	-	(1,068,802)	(1,068,802)
Private Craft Tolls	-	(1,869,042)	(1,869,042)	-	(1,869,042)	(1,869,042)	-	(1,873,423)	(1,873,423)
Short Visit Tolls	-	(38,363)	(38,363)	-	(38,363)	(38,363)	-	(43,769)	(43,769)
Other Toll Income	-	(18,750)	(18,750)	-	(18,750)	(18,750)	-	(16,997)	(16,997)
Interest Received	(17,500)	(17,500)	(35,000)	(17,500)	(17,500)	(35,000)	(11,201)	(11,201)	(22,402)
INCOME TOTAL	(3,206,452)	(3,034,180)	(6,240,632)	(3,206,452)	(3,034,180)	(6,240,632)	(3,200,153)	(3,014,192)	(6,214,345)
OPERATIONS									
Construction & Maintenance Salaries	459,760	628,981	1,088,740	459,760	628,981	1,088,740	464,437	618,717	1,083,154
Equipment, Vehicles & Vessels	175,525	455,975	631,499	179,830	463,970	643,799	170,308	435,042	605,350
Water Management	5,000	167,500	172,500	5,000	224,450	229,450	6,222	228,057	234,279
Land Management	54,000	-	54,000	54,000	-	54,000	53,434	-	53,434
Practical Maintenance	64,000	402,200	466,200	64,000	479,420	543,420	45,826	474,836	520,662
Rangers Salaries	231,564	347,346	578,910	231,564	347,346	578,910	243,703	365,555	609,258
Ranger Services	20,400	172,600	193,000	20,400	172,600	193,000	25,971	149,268	175,239
Safety	42,022	78,896	120,918	42,022	78,896	120,918	41,575	70,940	112,515
Asset Management	40,842	68,939	109,781	40,842	68,939	109,781	33,069	67,572	100,641
Operational Premises	60,960	87,211	148,171	60,960	87,211	148,171	64,845	77,508	142,353
Management & Admin	56,113	71,417	127,530	56,113	71,417	127,530	53,246	67,768	121,014
Operations Income	(114,364)	(38,303)	(152,667)	(114,364)	(38,303)	(152,667)	(164,079)	(64,231)	(228,310)
OPERATIONS TOTAL	1,095,821	2,442,760	3,538,581	1,100,126	2,584,925	3,685,051	1,038,557	2,491,031	3,529,588
PLANNING & RESOURCES									

DIRECTORATE	Original Budget 2015/16			Latest Available Budget 2015/16			Actual Income and Expenditure 2015/16		
	General	Navigation	Consolidated	General	Navigation	Consolidated	General	Navigation	Consolidated
Development Management	301,882	-	301,882	321,882	-	321,882	316,147	-	316,147
Strategy & Projects Salaries	219,456	21,704	241,160	241,493	21,704	263,197	269,405	23,759	293,164
Biodiversity Strategy	10,000	-	10,000	12,300	-	12,300	11,631	-	11,631
Strategy & Projects	55,500	-	55,500	123,500	-	123,500	125,109	1,323	126,432
Waterways & Recreation Strategy	34,660	43,160	77,820	34,660	43,160	77,820	35,522	47,771	83,293
Project Funding	162,320	3,740	166,060	162,320	3,740	166,060	142,815	2,417	145,232
Partnerships /HLF	50,000	-	50,000	50,000	-	50,000	80,791	-	80,791
Volunteers	39,402	26,268	65,670	39,402	26,268	65,670	37,149	24,766	61,915
Finance & Insurance	172,769	158,151	330,920	172,769	158,151	330,920	176,804	159,129	335,933
Communications	197,782	62,048	259,830	222,782	62,048	284,830	223,792	59,979	283,771
Visitor Centres & Yacht Stations	328,050	130,470	458,520	328,050	130,470	458,520	326,625	128,335	454,960
Collection of Tolls	-	116,740	116,740	-	116,740	116,740	-	116,217	116,217
ICT	202,135	87,245	289,380	222,235	97,145	319,380	188,199	92,310	280,509
Head Office Premises	180,729	73,819	254,548	180,729	73,819	254,548	166,682	68,081	234,763
Management & Admin	144,541	65,019	209,560	144,541	65,019	209,560	141,594	62,221	203,815
Planning & Resources Income	(283,850)	(56,649)	(340,499)	(283,850)	(56,649)	(340,499)	(518,406)	(71,617)	(590,023)
PLANNING AND RESOURCES TOTAL	1,815,375	731,715	2,547,090	1,972,812	741,615	2,714,427	1,723,859	714,691	2,438,550
CHIEF EXECUTIVE									
Human Resources	65,803	45,727	111,530	65,803	45,727	111,530	68,827	47,828	116,655
Legal	79,664	27,596	107,260	79,664	27,596	107,260	132,955	40,230	173,185
Governance	80,259	39,531	119,790	80,259	39,531	119,790	79,313	39,065	118,378
Chief Executive	61,313	40,147	101,460	61,313	40,147	101,460	65,929	43,177	109,106
Chief Executive Income	-	-	-	-	-	-	(18,229)	(5,955)	(24,184)
CHIEF EXECUTIVE TOTAL	287,039	153,001	440,040	287,039	153,001	440,040	328,795	164,345	493,140
CORPORATE ITEMS									
Pension Lump Sum Payments	67,200	44,800	112,000	67,200	44,800	112,000	67,200	44,800	112,000
Redundancy and Reorganisation costs	-	-	-	-	-	-	-	-	-
PRISMA	-	-	-	-	-	-	-	10,027	10,027
Contributions from Earmarked Reserves									
Property	(35,000)	(130,000)	(165,000)	(148,000)	(255,470)	(403,470)	-	(254,275)	(254,275)
Plant, Vessels & Equipment	(67,100)	(263,900)	(331,000)	(67,100)	(263,900)	(331,000)	(50,915)	(208,107)	(259,022)
Premises	-	-	-	-	-	-	-	-	-
Planning Delivery Grant	(40,500)	-	(40,500)	(40,500)	-	(40,500)	(65,329)	-	(65,329)
Mobile Phone	-	-	-	-	-	-	(469)	-	(469)
PRISMA	-	-	-	-	-	-	-	(10,027)	(10,027)

DIRECTORATE	Original Budget 2015/16			Latest Available Budget 2015/16			Actual Income and Expenditure 2015/16		
	General	Navigation	Consolidated	General	Navigation	Consolidated	General	Navigation	Consolidated
Section 106 Agreements	-	-	-	-	-	-	59,155	-	59,155
Heritage Lottery Fund	-	-	-	-	-	-	5,472	-	5,472
Upper Thurne	-	-	-	-	-	-	-	-	-
CORPORATE ITEMS TOTAL	(75,400)	(349,100)	(424,500)	(188,400)	(474,570)	(662,970)	15,114	(417,582)	(402,468)
NET EXPENDITURE	3,122,835	2,978,376	6,101,211	3,171,577	3,004,971	6,176,548	3,106,325	2,952,485	6,058,810
(SURPLUS) / DEFICIT	(83,617)	(55,804)	(139,421)	(34,875)	(29,209)	(64,084)	(93,828)	(61,707)	(155,535)