

Annual Income and Expenditure Report: 2016/17
Report by Chief Financial Officer

Summary: This report sets out a summary of the Authority's income and expenditure for the 2016/17 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 2016/17

- 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 2017. To the extent that they are included within the Authority's Statement of Accounts, these figures were 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 2016/17 was a deficit of £1,531 for Navigation compared with a budgeted LAB deficit for the year of £27,101. The original budget was for a surplus of £14,653. The final forecast outturn reported to the Committee was a deficit of £882. (Item 11, 20/04/2017).
- 2.3 Total core income for the year was £3,104,405, which was £15,434 below budget, principally due to adverse variances within the Hire Craft Tolls, offset by favourable variances in Private Craft, Short Visit 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 £25,691 for Operations and £9,586 for Planning and Resources). Some expenditure has also been funded from the Authority's earmarked reserves, in particular in relation to Mutford Lock repairs (£4,880), the final fit out for the launch and sale of the old launch (£29,112), the final instalment for the wherry (£7,910), replacement of 3 vehicles (£26,401), linkflotes (£100,397), weed harvester (£21,000), small

tools purchase and sale (£7,556), repairs to the Dockyard Old workshop (£16,800) and repairs to Irstead Boat House (£17,811).

2.5 Total net navigation expenditure in 2016/17 was £3,105,936.

3 Summary

3.1 The total navigation deficit for 2016/17 was lower than budgeted and marginally higher than forecast. As a result the balance of the navigation reserve at the end of 2016/17 was £325,955. This is slightly above the recommended minimum reserve balance of 10% at 10.5%. The higher than predicted balance will help cushion the drop in the hire craft income previously forecast for 2017/18.

Background Papers: Nil

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Broads Plan Objectives: None

Appendices: APPENDIX 1 – Navigation Actual Income and Expenditure
2016/17

The Broads Authority – General and Navigation Income and Expenditure 2016/17

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 2017. These figures are derived from the annual Statement of Accounts which was 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 Chief Financial Officer, Yare House, 62-64 Thorpe Road, Norwich NR1 1RY or by email from emma.krelle@broads-authority.gov.uk.

The Statement of Accounts for 2016/17 have been audited and were approved on 28 July 2017

DIRECTORATE	Original Budget 2016/17			Latest Available Budget 2016/17			Actual Income and Expenditure 2016/17		
	General	Navigation	Consolidated	General	Navigation	Consolidated	General	Navigation	Consolidated
INCOME									
National Park Grant	(3,243,802)	-	(3,243,802)	(3,243,802)	-	(3,243,802)	(3,243,802)	-	(3,243,802)
<i>Navigation Charges</i>									
Hire Craft Tolls	-	(1,079,000)	(1,079,000)	-	(1,079,000)	(1,079,000)	-	(1,053,841)	(1,053,841)
Private Craft Tolls	-	(1,972,000)	(1,972,000)	-	(1,972,000)	(1,972,000)	-	(1,977,048)	(1,977,048)
Short Visit Tolls	-	(40,089)	(40,089)	-	(40,089)	(40,089)	-	(44,214)	(44,214)
Other Toll Income	-	(18,750)	(18,750)	-	(18,750)	(18,750)	-	(21,917)	(21,917)
Interest Received	(10,000)	(10,000)	(20,000)	(10,000)	(10,000)	(20,000)	(7,385)	(7,385)	(14,770)
INCOME TOTAL	(3,253,802)	(3,119,839)	(6,373,641)	(3,253,802)	(3,119,839)	(6,373,641)	(3,251,187)	(3,104,405)	(6,355,592)
OPERATIONS									
Construction & Maintenance Salaries	428,835	693,215	1,122,050	408,333	713,717	1,122,050	405,775	713,039	1,118,814
Equipment, Vehicles & Vessels	124,443	295,390	419,833	151,043	434,790	585,833	157,561	442,020	599,581
Water Management	35,000	112,500	147,500	35,000	112,500	147,500	38,838	116,290	155,128
Land Management	57,000	-	57,000	57,000	-	57,000	62,899	-	62,899
Practical Maintenance	75,000	353,200	428,200	75,000	353,200	428,200	78,269	349,331	427,600
Rangers Salaries	238,744	358,116	596,860	238,744	358,116	596,860	236,418	354,627	591,045
Ranger Services	31,200	140,255	171,455	31,200	140,255	171,455	36,432	158,822	195,254
Safety	50,557	84,043	134,600	50,557	84,043	134,600	52,502	74,754	127,256
Asset Management	59,717	92,564	152,281	61,301	93,860	155,161	57,436	89,679	147,115
Operational Premises	61,451	110,719	172,170	61,451	110,719	172,170	57,806	108,719	166,525
Management & Admin	55,682	70,868	126,550	53,284	67,816	121,100	51,507	66,860	118,367
Operations Income	(127,951)	(53,050)	(181,001)	(127,951)	(53,050)	(181,001)	(148,676)	(78,741)	(227,417)
OPERATIONS TOTAL	1,089,678	2,257,820	3,347,498	1,094,962	2,415,966	3,510,928	1,086,767	2,395,400	3,482,167
PLANNING & RESOURCES									
Development Management	309,550	-	309,550	316,260	-	316,260	364,761	-	364,761
Strategy & Projects Salaries	268,666	21,824	290,490	264,899	21,451	286,350	284,312	21,997	306,309
Biodiversity Strategy	10,000	-	10,000	10,600	-	10,600	16,273	-	16,273
Strategy & Projects	108,849	4,181	113,030	133,838	4,181	138,019	228,617	4,197	232,814
Waterways & Recreation Strategy	100,480	43,980	144,460	100,480	43,980	144,460	100,830	41,302	142,132

DIRECTORATE	Original Budget 2016/17			Latest Available Budget 2016/17			Actual Income and Expenditure 2016/17		
	General	Navigation	Consolidated	General	Navigation	Consolidated	General	Navigation	Consolidated
Project Funding	124,500	-	124,500	124,500	-	124,500	142,761	1,004	143,765
Partnerships /HLF	281,846	-	281,846	281,846	-	281,846	273,985	-	273,985
Volunteers	40,572	27,048	67,620	40,572	27,048	67,620	39,260	26,173	65,433
Finance & Insurance	174,875	162,875	337,750	174,875	162,875	337,750	180,764	168,213	348,977
Communications	204,645	63,605	268,250	228,345	63,605	291,950	235,965	63,114	299,079
Visitor Centres & Yacht Stations	321,595	125,835	447,430	321,595	125,835	447,430	312,779	128,493	441,272
Collection of Tolls	-	122,230	122,230	-	122,230	122,230	-	114,433	114,433
ICT	209,225	90,893	300,118	195,525	90,893	286,418	184,946	85,689	270,635
Head Office Premises	180,729	73,819	254,548	180,729	73,819	254,548	167,617	68,463	236,080
Management & Admin	148,191	66,669	214,860	148,191	66,669	214,860	147,367	66,188	213,555
Planning & Resources Income	(487,447)	(60,400)	(547,847)	(487,447)	(60,400)	(547,847)	(709,178)	(69,986)	(779,164)
PLANNING AND RESOURCES TOTAL	1,996,276	742,559	2,738,835	2,034,808	742,186	2,776,994	1,971,059	719,280	2,690,339
CHIEF EXECUTIVE									
Human Resources	69,461	48,269	117,730	69,722	48,450	118,172	64,205	44,617	108,822
Legal	81,480	28,490	109,970	81,480	28,490	109,970	77,211	46,202	123,413
Governance	82,604	40,686	123,290	82,604	40,686	123,290	79,645	39,228	118,873
Chief Executive	62,630	41,010	103,640	62,630	41,010	103,640	66,552	43,583	110,135
Chief Executive Income	-	-	-	-	-	-	(3,399)	(5,307)	(8,706)
CHIEF EXECUTIVE TOTAL	296,175	158,455	454,630	296,436	158,636	455,072	284,214	168,323	452,537
CORPORATE ITEMS									
Pension Lump Sum Payments	82,200	54,800	137,000	82,200	54,800	137,000	82,200	54,800	137,000
Redundancy and Reorganisation costs	-	-	-	-	-	-	13,203	-	13,203
Contributions from Earmarked Reserves									
Property	-	(8,000)	(8,000)	-	(8,000)	(8,000)	(19,074)	(4,880)	(23,954)
Plant, Vessels & Equipment	(32,140)	(65,648)	(97,788)	(81,940)	(181,848)	(263,788)	(52,320)	(192,376)	(244,696)
Premises	(19,200)	(34,800)	(54,000)	(19,200)	(34,800)	(54,000)	-	(34,611)	(34,611)
Planning Delivery Grant	(134,187)	-	(134,187)	(144,187)	-	(144,187)	(134,297)	-	(134,297)
Section 106 Agreements	-	-	-	-	-	-	31,972	-	31,972
Heritage Lottery Fund	-	-	-	-	-	-	(13,514)	-	(13,514)
Upper Thurne	-	-	-	-	-	-	1,787	-	1,787
CORPORATE ITEMS TOTAL	(103,327)	(53,648)	(156,975)	(163,127)	(169,848)	(332,975)	(90,043)	(177,067)	(267,110)
NET EXPENDITURE	3,278,802	3,105,186	6,383,988	3,263,079	3,146,940	6,410,019	3,251,997	3,105,936	6,357,933
(SURPLUS) / DEFICIT	25,000	(14,653)	10,347	9,277	27,101	36,378	810	1,531	2,341