

HARBOUR REVENUE ACCOUNTS 2010/11

TORQUAY and PAIGNTON HARBOURS

Expenditure	2010/11 Original Budget £ ,000	2010/11 Current Budget £ ,000	2010/11 Profiled Budget £ ,000	2010/11 Actual to Date £ ,000	2010/11 Projected Outturn £ ,000	Notes
Operations and Maintenance :-						
Harbour Attendants Salaries and Wages	118	118	98	109	122	1
Repairs and Maintenance	165	165	147	94	143	2
Rent Concessions	2	2	1	1	2	
Other Operating Costs	111	121	102	102	122	3
Town Dock Costs	26	20	20	1	5	4
Management and Administration :-						
Salaries	177	177	148	137	166	1/5
Internal Support Services	122	122	122	108	108	6
Other Administration Costs	47	46	29	33	46	7
Capital Charges	169	169	169	169	169	
Contribution to Bad Debt Provision	5	5	0	0	0	8
Contribution to Patrol Boat Operation	2	2	0	0	2	
	944	947	836	754	885	
Income						
Rents and Rights :-						
Property and Other Rents/Rights	234	238	238	225	238	9
Marina Rental	250	228	80	80	228	10
Operating Income :-						
Harbour Dues	58	66	66	67	68	11
Visitor and Slipway	51	54	54	55	56	12
Mooring fees	58	68	68	70	71	11
Town Dock	242	234	234	234	234	13
Boat and Trailer parking	33	33	33	39	39	14
Other Income	24	24	22	23	23	
Contribution from General Fund	0	0	0	17	17	15
	950	945	795	810	974	
Operating Surplus /(Deficit)	6	(2)	(41)	56	89	

RESERVE FUND

Opening Balance as at 1st April 2010

478

Interest Receivable

7

Net Surplus / (Deficit) from Revenue Account

89

Expected Closing Balance at 31st March 2011

574

16

Note: The current recommended minimum level for the Torquay and Paignton Harbours Reserve fund is **£440,000** based on 20% of turnover together with a cash figure of £250k

HARBOUR REVENUE ACCOUNTS 2010/11

NOTES

TORQUAY & PAIGNTON HARBOURS

- 1 A review of pay has been undertaken which has changed local arrangements and introduced new employment costs. A one-off contribution from the General Fund has been received to mitigate the impact in the first year (see note 15).
- 2 Savings have been achieved against general and programmed maintenance.
- 3 A new rating assessment has been made against the Beacon Quay Harbour office for an annual charge of £3.6k. A backdated charge of approximately £15k has also been made and an appeal has been lodged which may succeed in reducing this figure. A combination of in-year adjustments has now led to a further small increase in expenditure.
- 4 Energy costs for the Town Dock can be met from the Torquay Quays & Piers provision (reported in December). The rating liability for the Town Dock is now combined within the overall Torquay Harbour assessment and further savings have been achieved on maintenance.
- 5 Employee costs have reduced due to the waiving of superannuation contributions by some employees and the deletion of a provision for the impact of pay reviews.
- 6 The allocation of Support Service charges has reduced for Torquay and Paignton with a corresponding increase to Brixham.
- 7 A combination of in-year adjustments has led to a reduction in expenditure of £1k.
- 8 The existing provision will be sufficient based on current outstanding debt levels and the budgeted contribution has therefore been deleted.
- 9 The estimate for Paignton Harbour rents has been reviewed and increased.
- 10 Marina income was down in 2009/10 due to economic conditions. These conditions are expected to remain during the current year and as a prudent measure the expected rental has been reduced.
- 11 Income from commercial craft is up for Torquay Harbour due to charges for prior years being raised in arrears.
- 12 Visitor income has exceeded expectations at Torquay by around £10k although Paignton activities have fallen with receipts short by £5k.

- 13 Although Town Dock berths are fully allocated the original income projection was overestimated and has been revised down to reflect actual levels.
- 14 Income from Torquay has exceeded target.
- 15 A contribution has been received from the General Fund to mitigate the cost of new local pay arrangements. This is a one-off payment and the full cost will be borne by the Harbour Account going forward.
- 16 Interest credited to the reserve will be limited by the significantly low rates available in the current economic climate.

HARBOUR REVENUE ACCOUNTS 2010/11

BRIXHAM HARBOUR

Expenditure	2010/11 Original Budget £ ,000	2010/11 Current Budget £ ,000	2010/11 Profiled Budget £ ,000	2010/11 Actual to Date £ ,000	2010/11 Projected Outturn £ ,000	
Operations and Maintenance :-						
Harbour Attendants Salaries and Wages	133	129	188	184	117	1/2
Security Operators Salaries and Wages	92	92	77	77	99	1/2
Repairs and Maintenance	138	150	132	132	167	3
Rent Concessions	10	4	0	0	4	4
Other Operating Costs	222	253	253	258	256	5
Management and Administration :-						
Salaries	155	155	128	111	133	1/2
Internal Support Services	95	95	95	85	112	6
Other Administration Costs	45	38	33	33	37	7
Capital Charges/Financing	176	176	0	0	176	8
Contribution to Patrol Boat Operation	2	2	0	0	2	
	1,068	1,094	906	880	1,103	
Income						
Rents and Rights :-						
Rents and Rights	134	134	134	141	141	9
Marina Income	174	169	80	80	169	10
Operating Income :-						
Harbour Dues	74	74	72	76	77	11
Visitor and Slipway	24	15	16	16	16	12
Mooring fees	115	122	113	124	124	13
Fish Tolls income	485	485	398	416	485	
Other Income	35	50	48	48	73	14
Contribution from General Fund	0	0	0	33	33	15
	1,041	1,049	861	901	1,118	
Operating Surplus /(Deficit)	(27)	(45)	(45)	21	15	

RESERVE FUND	
Opening Balance as at 1st April	481
Interest Receivable	6
Net Surplus / (Deficit) from Revenue Account	15
Expected Closing Balance at 31st March 2011	502

Note: The current recommended minimum level for the Brixham Harbour Reserve fund is **£458,000** based on 20% of turnover together with a cash figure of £250k.

HARBOUR REVENUE ACCOUNTS 2010/11

NOTES

BRIXHAM HARBOUR

- 1 A review of pay has been undertaken which has changed local arrangements and introduced new employment costs. A one-off contribution from the General Fund has been received to mitigate the impact in the first year (see note 15). In year savings have been made by reducing the hours of seasonal harbour attendants.
- 2 Employee costs are reduced due to the waiving of superannuation contributions by some employees.
- 3 The original budget provision has proved to be an inadequate for maintaining the harbour structure to an appropriate standard. Savings made over other expenditure headings have been used to increase the provision for the year.
- 4 The concession granted to Brixham 21 is no longer applicable with the organisation vacating their accommodation.
- 5 A new rating assessment has been made against the new Fish Market building resulting in an additional liability of £13k. An appeal has been lodged with the District Valuer which may succeed in reducing this figure.
Water consumption has increased in year due to construction works. These costs will be recharged where appropriate.
A new engine has been purchased for the work boat. An insurance contribution toward the cost was received and reported last financial year.
In year savings have helped to offset some of these costs although the impact of these reductions has lessened since the last report.
- 6 The allocation of Support Service charges has increased for Brixham with a corresponding reduction to Torquay and Paignton.
- 7 Investment in additional IT network infrastructure has been offset by a combination of in year savings to deliver an overall reduction in this area.
- 8 Repayment of borrowing costs in respect of the Brixham Regeneration project will not commence until 2011/12. The unspent provision in the current year has been transferred to the capital budget to provide increased funding for the New Fish Market scheme.
- 9 Additional income from occupation of new employment units.

- 10 Marina income was down in 2009/10 due to economic conditions. These conditions are expected to remain during the current year and as a prudent measure the projected rental has been reduced.
- 11 There has been a minor increase in income received for all categories of mooring charges.
- 12 The numbers of visiting vessels and slipway launches is significantly down on last year.
- 13 Income from commercial and MFV moorings is up due to a revised base budget and the impact of increased mooring charges this year.
- 14 Additional income has been received for winter storage and fish buyers licences. The balance of recharging utilities has also seen a modest increase in revenue.
- 15 A contribution has been received from the General Fund to mitigate the cost of new local pay arrangements. This is a one-off payment and the full cost will be borne by the Harbour Account going forward.
- 16 Interest credited to the reserve will be limited by the significantly low rates available in the current economic climate.