

HARBOUR REVENUE ACCOUNTS - OUTTURN 2010/11

TORQUAY and PAIGNTON HARBOURS

Expenditure	2010/11 Original Budget £ ,000	2010/11 Revised Budget £,000	2010/11 Outturn £ ,000	Notes
Operations and Maintenance :-				
Harbour Attendants Salaries and Wages	118	122	128	1
Repairs and Maintenance	165	143	117	2
Rent Concessions	2	2	1	
Other Operating Costs	111	122	108	3
Town Docks Costs	26	5	1	4
Management and Administration :-				
Salaries	177	166	165	1/5
Internal Support Services	122	108	109	6
Other Administration Costs	47	46	40	7
Capital Charges	169	169	168	
Contribution to Reserve re: Uncompleted Works	0	0	5	8
Contribution to Bad Debt Provision	5	0	0	9
Contribution to Patrol Boat Operation	2	2	3	
	944	885	845	
Income				
Rents and Rights :-				
Property and Other Rents/Rights	234	238	249	10
Marina Rental	250	228	222	11
Operating Income :-				
Harbour Dues	58	68	68	12
Visitor and Slipway	51	56	56	13
Mooring fees	58	71	71	12
Town Dock	242	234	233	14
Boat and Trailer parking	33	39	39	15
Other Income	24	23	27	16
Contribution from General Fund	0	17	17	17
Reduction in Bad Debt Provision	0	0	3	9
	950	974	985	
Operating Surplus /(Deficit)	6	89	140	

RESERVE FUND			
Opening Balance as at 1st April 2010		478	
Interest Receivable		7	
Net Surplus / (Deficit) from Revenue Account		140	
Contributions from Revenue		5	8
Withdrawals		(13)	18
Closing Balance as at 31st March 2011		617	

*Note: The recommended minimum level for the Torquay and Paignton Harbours Reserve fund at year-end 2010/11 is **£440,000** based on 20% of budgeted turnover together with a cash figure of £250k.*

HARBOUR REVENUE ACCOUNTS - OUTTURN 2010/11

TORQUAY AND PAIGNTON HARBOURS

NOTES

- 1 A review of pay undertaken in the year 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 17).
Additional costs have been incurred in covering for long-term sickness absence.
- 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 in future years.
A combination of in-year adjustments has now led to a further small increase in expenditure but this has been more than offset at outturn by savings from not using consultants to implement Decriminalised Parking arrangements.
- 4 Energy costs for the Town Dock are met from the Torquay Quays & Piers provision. 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 was reduced for Torquay and Paignton with a corresponding increase to Brixham.
- 7 A combination of in-year adjustments has led to a reduction in budgeted expenditure.
- 8 Planned works to the Torquay Harbour Bridge and Cill were not completed in the year. A specific contribution has been made to Reserve from the current year budget provision to meet the costs in 2011/12.
- 9 A reduction to the required provision based on current outstanding debt levels has been passed back to the Revenue Account.
- 10 The estimate for Paignton Harbour rents has been reviewed and increased. The outturn figure reflects rent charged to other Council services for premises at Paignton.

- 11 Marina income was down in 2009/10 due to economic conditions and the 2010/11 budget was adjusted during the year. The trend has continued with reported figures giving a further reduction in income.
- 12 Income from commercial craft is up for Torquay Harbour due to charges for prior years being raised in arrears.
- 13 Visitor income has exceeded original expectations at Torquay by around £10k although Paignton activities have fallen with receipts short by £5k.
- 14 Although Town Dock berths were fully allocated the original income projection was overestimated and was revised down to reflect actual levels.
- 15 Income from Torquay has exceeded target.
- 16 The outturn reflects better than expected income from winter storage facilities at Paignton and a small surplus from the British Ports Association Conference held in Torquay in 2010.
- 17 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.
- 18 A final funding contribution toward the Town Dock capital scheme.

BRIXHAM HARBOUR

Expenditure	2010/11 Original Budget £ ,000	2010/11 Revised Budget £,000	2010/11 Projected Outturn £ ,000	Notes
Operations and Maintenance :-				
Harbour Attendants Salaries and Wages	225	216	218	1/2
Repairs and Maintenance	138	167	138	3
Rent Concessions	10	4	4	4
Other Operating Costs	222	256	317	5
Management and Administration :-				
Salaries	155	133	134	1/2
Internal Support Services	95	112	122	6
Other Administration Costs	45	37	42	7
Capital Charges	176	176	175	8
Contribution to Reserve re: Uncompleted Works	0	0	17	9
Contribution to Patrol Boat Operation	2	2	3	
	<u>1,068</u>	<u>1,103</u>	<u>1,170</u>	
Income				
Rents and Rights :-				
Rents and Rights	134	141	147	10
Marina Income	174	169	168	11
Operating Income :-				
Harbour Dues	74	77	79	12
Visitor and Slipway	24	16	16	13
Mooring fees	115	124	126	14
Fish Tolls income	485	485	557	15
Other Income	35	73	92	16
Contribution from General Fund	0	33	33	17
	<u>1,041</u>	<u>1,118</u>	<u>1,218</u>	
Operating Surplus /(Deficit)	<u>(27)</u>	<u>15</u>	<u>48</u>	

RESERVE FUND	
Opening Balance as at 1st April 2010	481
Interest Receivable	7
Net Surplus / (Deficit) from Revenue Account	48
Contributions from Revenue	17
Withdrawals	0
Projected Closing Balance as at 31st March 2011	<u>553</u>

Note: The recommended minimum level for the Brixham Harbour Reserve fund at year-end 2010/11 is **£458,000** based on 20% of budgeted turnover together with a cash figure of £250k.

HARBOUR REVENUE ACCOUNTS - OUTTURN 2010/11

BRIXHAM HARBOUR

NOTES

- 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 17). 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 was increased because it proved inadequate for maintaining the harbour structure to an appropriate standard. However, various planned works were not completed by year end. A specific contribution has been made to the Reserve from the current year budget provision to meet the costs in 2011/12 (see note 9). Furthermore a late invoice was received for preliminary costs relating to the previous mooring contract which will now be met from the 2011/12 revenue budget.
- 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.
Electricity costs were £30k over the estimated target.
- 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 to the original budget.
- 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.

- 9 Various planned works were not completed by the year end. A specific contribution has been made to the Reserve from the current year budget provision to meet the costs in 2011/12.
- 10 Additional income from occupation of new employment units.
- 11 Marina income was down in 2009/10 due to economic conditions and the 2010/11 budget was adjusted during the year. The trend has continued with reported figures giving a further reduction in income.
- 12 There has been a minor increase in income received for all categories of harbour dues.
- 13 The numbers of visiting vessels and slipway launches is significantly down on last year.
- 14 Income from commercial and MFV moorings is up due to a revised base budget and the impact of increased mooring charges for this year.
- 15 Fish Tolls increased significantly in the latter part of the year mainly due to rising fish prices and also a modest increase in volume.
- 16 Additional income has been received for winter storage and fish buyers licences. The balance of recharging utilities has also seen an increase in revenue.
- 17 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.