

## HARBOUR REVENUE ACCOUNTS 2011/12

TORQUAY and PAIGNTON HARBOURS

Expenditure	2011/12 Original Budget £ ,000	2011/12 Current Budget £ ,000	2011/12 Profiled Budget £ ,000	2011/12 Actual to Date £ ,000	2011/12 Projected Outturn £ ,000	Notes
Operations and Maintenance :-						
Harbour Attendants Salaries	138	138	114	121	138	
Repairs and Maintenance	152	157	122	138	157	1
Rent Concessions	2	2	1	1	2	
Other Operating Costs	108	89	75	68	77	2
Town Dock Costs	23	23	20	2	7	3
Management and Administration :-						
Salaries	181	181	148	146	176	4
Internal Support Services	117	117	97	80	116	
Other Administration Costs	45	49	41	54	40	5
Capital Charges	169	169	169	168	168	
Depreciation charge contribution	0	15	15	16	16	6
Contribution to Bad Debt Provision	5	0	0	0	0	7
Contribution to Patrol Boat Operation	2	2	0	0	2	
	<b>942</b>	<b>942</b>	<b>802</b>	<b>794</b>	<b>899</b>	
<b>Income</b>						
Rents and Rights :-						
Property and Other Rents/Rights	246	246	219	229	252	8
Marina Rental	228	222	81	81	222	9
Operating Income :-						
Harbour Dues	60	60	55	61	61	
Visitor and Slipway	50	45	43	47	47	10
Mooring fees	59	63	62	63	64	11
Town Dock	240	233	233	233	234	12
Boat and Trailer parking	31	39	39	31	31	13
Other Income	28	28	25	36	39	14
Contribution from Reserve	0	5	0	0	5	15
	<b>942</b>	<b>941</b>	<b>757</b>	<b>781</b>	<b>955</b>	
<b>Operating Surplus /(Deficit)</b>	<b>0</b>	<b>(1)</b>	<b>(45)</b>	<b>(13)</b>	<b>56</b>	

RESERVE FUND		Notes
Opening Balance as at 1st April	617	
Interest Receivable	8	
Net Surplus / (Deficit) from Revenue Account	56	
Withdrawal	(5)	15
Expected Closing Balance as at 31st March	<b>676</b>	

Note: The current recommended minimum level for the Torquay and Paignton Harbours Reserve fund is **£436,000** based on 20% of budgeted turnover together with a cash figure of £250k

## HARBOUR REVENUE ACCOUNTS 2011/12

### NOTES

#### TORQUAY & PAIGNTON HARBOURS

- 1 Work on the Torquay Harbour Bridge & Cill, originally planned for 2010/11 has been undertaken this year. Provision was made from the previous years budget with the corresponding funding coming back from the Reserve (see note 15).
- 2 A decision by the Valuation Office to delete the rateable liability for the Harbour Master's offices at both Torquay and Paignton has resulted in a reduction and rebate totalling £19k with an ongoing budget saving of £4.3k.  
Further savings are anticipated over a number of headings as a result of strict management control on spending.
- 3 The rating liability for the Town Dock is now combined within the overall Torquay Harbour assessment.
- 4 The anticipated reduction in employee costs due to the waiving of superannuation contributions by some employees is now identified in the Projected Outturn.
- 5 Professional fees have been incurred in achieving the rating reductions identified in note 2. Further savings are anticipated over a number of headings as a result of strict management control on spending.
- 6 Contribution to General Fund asset depreciation charges.
- 7 The current level of bad debt provision is sufficient based on the existing aged debt analysis. A contribution this year is therefore not required.
- 8 A number of rent reviews for properties at Paignton Harbour and the letting of empty units have increased the anticipated income levels.
- 9 Marina income was down in 2010/11 due to continuing difficult economic conditions. These conditions are expected to remain during the current year and as a prudent measure the projected rental has been reduced.
- 10 Visitor and slipway income is down compared with 2010/11 although the position has continued to recover slightly since the September Report.
- 11 Mooring fees continue to show a modest increase over the target level.
- 12 Town Dock earning targets were reduced to reflect 2010/11 income levels.

- 13 It has now been established that the previously reported increased income levels were wrongly categorised. The Projected Outturn has therefore been adjusted back to the Original Budget level.
- 14 General income levels have been boosted by fish landings at Torquay harbour and the sales of arrested boats.
- 15 Funding for the Torquay Harbour Bridge & Cill work (see note 1) provided for from the 2010/11 revenue budget.

HARBOUR REVENUE ACCOUNTS 2011/12

**BRIXHAM HARBOUR**

Expenditure	2011/12 Original Budget £ ,000	2011/12 Current Budget £ ,000	2011/12 Profiled Budget £ ,000	2011/12 Actual to Date £ ,000	2011/12 Projected Outturn £ ,000	Notes
Operations and Maintenance :-						
Harbour Attendants Salaries	250	211	178	151	177	1
Repairs and Maintenance	111	152	116	153	156	2
Rent Concessions	4	4	2	0	4	
Other Operating Costs	224	249	166	209	310	3
Management and Administration :-						
Salaries	156	156	130	112	134	1
Internal Support Services	92	109	65	65	98	4
Other Administration Costs	39	50	39	52	45	5
Capital Charges	268	290	290	290	290	6
Depreciation charge contribution		10	10	10	10	7
Contribution to Patrol Boat Operation	2	2	0	0	2	
	<b>1,146</b>	<b>1,233</b>	<b>996</b>	<b>1,042</b>	<b>1,226</b>	
<b>Income</b>						
Rents and Rights :-						
Rents and Rights	189	189	128	161	184	8
Marina Income	169	167	82	82	167	9
Operating Income :-						
Harbour Dues	76	82	75	85	86	10
Visitor and Slipway	15	12	12	13	13	11
Mooring fees	125	136	131	137	138	10
Fish Tolls income	474	600	421	577	650	12
Other Income	49	60	51	79	92	13
Contribution from Reserve	0	17	0	0	17	14
	<b>1,097</b>	<b>1,263</b>	<b>900</b>	<b>1,134</b>	<b>1,347</b>	
<b>Operating Surplus /(Deficit)</b>	<b>(50)</b>	<b>30</b>	<b>(96)</b>	<b>92</b>	<b>121</b>	15
<b>RESERVE FUND</b>						
Opening Balance as at 1st April					553	
Interest Receivable					7	15
Net Surplus / (Deficit) from Revenue Account					121	14
Withdrawal					(17)	14
Closing Balance as at 31st March					<b>664</b>	15

Note: The current recommended minimum level for the Brixham Harbour Reserve fund is £503,000 based on 20% of budgeted turnover together with a cash figure of £250k.

## HARBOUR REVENUE ACCOUNTS 2011/12

### NOTES

#### BRIXHAM HARBOUR

- 1 The anticipated reduction in employee costs due to the waiving of superannuation contributions by some employees is now identified in the Projected Outturn. The Projected Outturn for Harbour Attendants reflects a vacant Dockmaster post (see also note 3) and reduced hours for one member of staff. Savings have also been achieved on overtime costs.
- 2 Work on various schemes, originally planned for 2010/11 have been undertaken this year. Provision was made from the previous year budget with the corresponding funding coming back from the Reserve (see note 14). However, a late invoice for preliminary costs relating to the previous mooring contract in 2010/11 will now be met from the current year revenue budget as an overspend. £20k was added to the maintenance budget to meet in year demand but is now expected to be exceeded.
- 3 Contract security costs have been incurred but are offset by the savings in salaries see note 1. The Valuation Office has determined that the rating liability for the New Fish Market rests with Brixham Trawler Agents and this represents a saving to this account. Increased water charges within the new development have further increased the projected outturn but this will be recharged to users (see note 13). Significant additional costs in utilities are being incurred on the fish market operation but fortunately these are offset by the significant increases in fish tolls (see note 12.)
- 4 Internal Support costs have been adjusted upwards to reflect the likely year end charges. The Projected Outturn reflects a reduction in property management costs now charged by the Torbay Development Agency (EDC). In future these costs will be reclassified out of Internal Support Services and recorded within Other Administration Costs.
- 5 Work originally planned for 2010/11 has been undertaken this year. Provision was made from the previous year budget with the corresponding funding coming back from the Reserve (see note 14). External legal costs have been incurred to help successfully defend a third party mooring claim and contractual liability. These costs will now be recovered. Savings are anticipated over a number of headings as a result of strict management control on spending.
- 6 Adjustments to financing of the Brixham Regeneration capital scheme have resulted in a slight increase in capital charges.

- 7 Contribution to General Fund asset depreciation charges.
- 8 Rent income is below forecast due to some rent free periods for new lettings and one new unit remaining unlet.
- 9 Marina income was down in 2010/11 due to continuing difficult economic conditions. These conditions are expected to remain during the current year and as a prudent measure the projected rental has been reduced.
- 10 Additional income has been generated from charges for Private Craft.
- 11 Visitor and slipway income is down compared with 2010/11 although the position has recovered slightly since the September Report.
- 12 Fish Toll income has been further adjusted to reflect current levels.
- 13 General income levels have been boosted by the sale of boats and the recharge of water charges (see note 3).
- 14 Funding for various work (see notes 2 and 5) provided for from the 2010/11 revenue budget.
- 15 Minute 398 approved the use of harbour reserve funds to make additional payments against the financing charges of capital projects. Consideration will be given by the Executive Head of Tor Bay Harbour Authority to apply some or the entire Projected Outturn surplus for this purpose.