

HARBOUR REVENUE ACCOUNT 2020/21 - OUTTURN

TOR BAY HARBOUR AUTHORITY

	2020/21 Original Budget £ ,000	2020/21 Current Budget £ ,000	2020/21 Projected Outturn £ ,000	Notes		2020/21 Original Budget £ ,000	2020/21 Current Budget £ ,000	2020/21 Projected Outturn £ ,000	Notes
Expenditure									
Harbour Employee Costs	651	649	643	1					
Premises Costs:-									
Repairs and Maintenance	322	327	323	2					
Energy & Water	184	235	221	3					
Cleaning & Waste	107	79	61	4					
Other Premises & Insurance costs	115	136	140	5					
Operational Costs:-									
Security Services including CCTV	141	141	143						
Professional Services	59	66	132	6					
Equipment and V&P	45	45	40						
Other Services	107	110	110						
General & administration expenses	83	60	73	7					
Internal Support Services	185	239	239	8					
User Charges Concessions	14	11	11						
Capital Charges	537	552	552	9					
Contribution to General Fund - EHO	25	25	25						
Contribution to General Fund	802	852	852	10					
	3,377	3,527	3,565						
					Expenditure brought forward	3,377	3,527	3,565	
					Income				
					Rents and Rights :-				
					Property and Other Rents/Rights	607	578	588	11
					Marina Rental	453	375	387	12
					Operating Income :-				
					Harbour Dues	74	63	71	13
					Visitor and Slipway	65	64	64	
					Mooring fees	286	262	266	13
					Pontoon Berths	598	594	596	13
					Fish Toll Income	982	900	882	14
					Recharged Services	135	94	87	15
					Harbour Facilities charges	82	66	61	13
					Licences & Contractor passes	29	36	38	
					Reserved Car Parking	38	30	30	13
					Miscellaneous & Administration charges	28	51	52	
					Contribution from Reserve	0	0	57	16
					Covid-19 income grant	0	250	200	17
						3,377	3,363	3,379	
					Operating Surplus /(Deficit)	0	(164)	(186)	
RESERVE FUND									
Opening Balance as at 1st April		380	380						
Interest Receivable (estimated)		1	1						
Net Surplus / (Deficit) from Revenue Account		(164)	(186)						
Contribution to Revenue		0	(57)	16					
Capital Funding		(197)	(100)	18					
Expected Closing Balance as at 31st March		20	38						

Note: In line with Harbour Committee minute 398 (5) December 2011 the minimum Reserve level at year end 2020/21 is £675k based on 20% of budgeted turnover to meet any deficit in the revenue budget or winter storm damage. The balance is earmarked for harbour related capital projects.

HARBOUR REVENUE ACCOUNT 2020/21 - Outturn**NOTES**

- 1 Savings were achieved following a restructure of operations staff and through vacancy management.
- 2 Savings were achieved earlier in the year through removal of outer moorings at Brixham due to falling demand, and fender maintenance being covered within spending on the health & safety capital scheme. Subsequent maintenance requirements and the salvaging of sunken boats exhausted the budget.
- 3 The budget for electricity charges was re-based in line with previous year actuals and early year consumption levels. Consumption for both energy and water reduced in the latter part of the year.
- 4 New waste arrangements were implemented during the year resulting in reduced costs.
- 5 There has been a rise in the marine insurance premiums together with additional NNDR liabilities on vacant units.
- 6 Initial feasibility costs for the Brixham Improvement scheme have been taken to Revenue and funded from the Reserve (see note 16) in line with Harbour Committee approval. Further costs were incurred on Hydrographic surveys undertaken for each Harbour.
- 7 Expenditure moratorium savings were achieved over a number of headings. This line also includes an adjustment charge to increase the provision for doubtful debt impairment.
- 8 Charges for corporate and governance services have been discounted in previous years but are being applied in full from 2020/21.
- 9 Interest charges on Harbour Light redevelopment borrowing costs are now being applied. This cost has previously been absorbed within a net rent income figure with the gross rent now being reflected at note 12 and an increased benefit to the Harbour Account has accrued.
- 10 The financial performance will not generate a surplus for a gain share contribution to the General Fund. However, the General Fund budget for 2019/20 approved by full Council included an additional £50k to the base Harbour Account contribution which is required. The balance of this contribution was previously shown separately but has now been brought in to the overall contribution amount as it remains within the General Fund base budget.
- 11 There was no take up of boat booking kiosk sites at Torquay Harbour for the 2020/21 tender with a resulting loss of income of £35k. The accounting requirements for the Harbour Light redevelopment have now been determined resulting in a higher benefit to the Harbour Account than previously projected. The gross rent figure is now reflected in this line with an interest charge for the associated borrowing costs shown at note 9.
- 12 It is anticipated that income from the Marina will have been impacted by Covid-19 and a reduced turnover rent has been estimated for the year.
- 13 A shortfall over a number of income headings following the impact of Covid-19. An allocation of government grant funding to be allocated to the Harbour Account is recorded at note 17.
- 14 Fishing and market operations were shut down during the first lockdown period. Fish toll levels may remain volatile subject to continuing Covid-19 developments and the impact of the European trade agreement.
- 15 Further recharges for electricity usage are expected although implementation has been delayed until new systems are fully in place.
- 16 Funding of initial feasibility costs for the Brixham Improvement scheme as approved by Harbour Committee (see note 6).
- 17 As part of its Covid-19 financial assistance package the government is making grants to local authorities in respect of lost income from sales, fees and charges. The revised budget reflected the full level of estimated Harbour losses although the actual allocation from the centre represents a proportion of funding at 75% in line with the government settlement. This allocation covers shortfalls which were not directly eligible under the government criteria (e.g. losses associated with property rentals).
- 18 Residual funding of approved capital schemes including Brixham Water Metering (£45k) and Brixham Health & Safety works (£45k).