

Salcombe Harbour Board, 4 October 2005**FINAL ACCOUNTS 2004/2005****Report of the Head of Finance and the Salcombe Harbour Master.**

Statutory Powers: Local Government Act 1972, Section 151; the Pier and Harbour Order (Salcombe) Confirmation Act 1954

Financial Implications: Advises that a trading surplus of £45,605 was generated in 2004/2005

Purpose

This report provides Members with details of the Harbour's trading position in 2004/2005 together with brief details of the main variations from the original budget. A summary of harbour reserves and balances is also provided.

Budget considerations are directly linked to corporate priority six – “the improvement of core services in a cost effective way”.

Recommendations

That the Board RESOLVES to note the final accounts for 2004/2005 as set out within Appendix A.

Introduction

1. The Harbour's trading accounts for 2004/2005 are finalised, subject to external audit certification (Appendix A). These show how funds have been used to deliver services and form an essential part of public accountability. In 2004/2005 a surplus of £45,605 was generated compared with the budgeted break-even position.

Actual expenditure in 2004/2005

2. This table advises members of the main variations from budget:

Type of expense	Details of variation	Amount (£)
a. Inflation	Due to Pay Award	7,600
b. Employees	Staff vacancies Re-structuring under review	(21,800)

Type of expense	Details of variation	Amount (£)
c. i. Premises	Mainly due to rent rebate of (£20,800) and an increase in insurance of £8000 and other Misc.	(12,800)
ii. Supplies & Services	Reflects the additional expenditure incurred on security £6,500 and equipment maintenance all offset by additional income).	9,600
d. Income	Additional income due to an increase in the harbour activity and visiting yacht nights.	(43,800)
e. Other:	Transport related costs including R&M on launches.	8,800
	Central support services / Misc.	6,795
		(45,605)

Harbour balances

3. Following the closure of the accounts for 2004/2005, balances stand at (Appendix B):

- General/Revenue account reserve - £135,891
- Renewals reserve - £126,971
- Pontoon reserve - £12,513

Risk Assessment

4. None identified.

Conclusion

5. It is pleasing to report that a surplus was generated in 2004/2005 enabling an increase in Harbour reserves for future use. The detailed information on harbour expenditure and balances will help members set the 2006/2007 budget.

Paul Bartlett
Senior Accountant

Salcombe Harbour Board
4 October 2005

Stephen Tooke
Harbour Master

Paula Brooks
Strategic Director (Operations)

Background Documents:

Financial Services working papers