

CAIRNGORMS NATIONAL PARK AUTHORITY FINANCE COMMITTEE

FOR INFORMATION

Title: 2010/11 FIRST QUARTER REVIEW

Prepared by: Alistair Hight, Finance Manager

Purpose

To present a summary review of income & expenditure for the 3 months to 30th June 2010 and a projection of the financial outcome for the year to 31st March 2011. Further, to report on Operational Plan net expenditure for the first quarter of the 2010/11 financial year.

Recommendations

The Finance Committee is requested to:

- a) Note the results for the 3 month period to the end of June 2010 and the projected outcome for the 12 months to 31st March 2011.
- b) Note the further analysis of Operational Plan net expenditure by programme for the 3 months to 30th June 2010 and the projected outcome, by programme, for the year to 31st March 2011.

Executive Summary

Table 1 shows the financial results for the CNPA over the first quarter of 2010/11. The 3 months to 30th June resulted in net income of £1k against planned net expenditure of £1k (the £2k variance representing 0.2% of income).

The £2k variance is reflected in £8k of Core operating cost savings and an increase of £6k in net Operational Plan expenditure.

The projected outcome for the year to 31st March 2010 is currently net income of £4k (0.1% of projected income). Original budget for 2010/11 was for net expenditure of £57k and the projected outcome has been adjusted for £36k higher income and £25k reduced Operational Plan expenditure.

CNPA is currently on target to achieve its 2% efficiency savings for the year. All budgeted current year expenditure will be reviewed and revised as part of the 2010/11 mid-term budget review in September/ October 2010.

2010/11 FIRST QUARTER REVIEW – FOR INFORMATION

Table 1. Results for the 3 months to 30th June 2010:

CNPA	3			12		
2010/11	Jun-10	Jun-10	Jun-10	Mar-11	Mar-11	Mar-11
Net Expenditure Account	Actual	Budget	Variance	Projected	Budget	Variance
£000's	Ytd	Ytd	Ytd	12 mths	12 mths	12 mths
Income						
Grant in Aid and other income	1,061	1,061	0	4,892	4,856	36
Operational Plan income	126	136	-10	563	563	0
Total Income	a) 1,187	1,197	-10	5,455	5,419	36
Expenditure						
Board and Staff salary costs	591	601	10	2,390	2,390	0
Other Board and Staff Costs	45	58	13	233	233	0
Office running costs	64	54	-10	218	218	0
IT and Professional Support	34	29	-5	116	116	0
Core Operating Costs	b) 734	742	8	2,957	2,957	0
Operational Plan Expenditure	c) 438	442	4	2,437	2,462	25
Depreciation	14	14	0	57	57	0
Total Expenditure	1,186	1,198	12	5,451	5,476	25
Net Income/ -Expenditure	d) 1	-1	2	4	-57	61
Notes						
<p>a) Income for the year is projected to be higher than originally anticipated. This is in line with the current draft Grant in Aid letter but still requires final confirmation.</p> <p>b) Overall savings of £8k on Core operating costs for the first quarter of 2010/11 indicate CNPA is marginally ahead of target efficiency savings for the year. Full year efficiency savings of 2% for 2010/11 are projected to be achieved following this first quarter.</p> <p>c) Operational plan expenditure of £438k for the first quarter of 2010/11 compares to expenditure of £337k in the first quarter of 2009/10. The £25k saving on budgeted expenditure for the year reflects the advance made to COAT in March 2010.</p> <p>d) The £4k projected net income for the year now reflects the adjustments in projected Grant in Aid and Operational plan expenditure. The original £57k budgeted net expenditure for the year reflects a marginal amount of over programming in the Operational plan, which is intended to be adjusted as required in the September/ October mid-term budget review.</p>						

Table 2. Net Operational Plan expenditure for the 3 months to 30th June 2010:

CNPA Operational Plan	3			12			
2010/11	Jun-10	Jun-10	Jun-10	Mar-10	Mar-10	Mar-10	
Expenditure Summary	Actual	Budget	Variance	Projected	Budget	Variance	
£000's	Ytd	Ytd	Ytd	12 mths	12 mths	12 mths	
Operating Cost Statement							
Operational Plan Income	126	136	-10	563	563	0	
Operational Plan Expenditure	e) 438	442	4	2,437	2,462	25	
	e)	312	306	-6	1,874	1,899	25
Operational Plan Programmes							
1. Biodiversity and Landscapes	54	28	-26	177	177	0	
2. Integrated Land Management	h)	2	10	8	112	112	0
3. Sustainable Deer Management	0	0	0	20	20	0	
4. Outdoor Access	e)	12	68	56	277	302	25
5. Sustainable Tourism & Business	f), h)	38	44	6	154	154	0
6. Affordable, Sustainable Housing	g)	2	0	-2	20	20	0
7. Awareness and Understanding	g), h)	11	25	14	396	396	0
8. Communication & Engagement	h)	76	57	-19	275	275	0
9. Planning & Development Mgmt	g)	51	44	-7	303	303	0
10. Organisation & Community	66	30	-36	140	140	0	
Net Operating Cost	e)	312	306	-6	1,874	1,899	25
Notes							
e) Outcome for the year has been adjusted for the £25k advance of funding to COAT in March 2010.							
f) The £112k budget for CNPA contribution to & administration of the LEADER programme has been transferred from programme 5 to programme 10: Organisational & Community Services. This follows the re-organisation of the CNPA management team into 4 directorates in June 2010.							
g) As per f), £146k budget from programme 6 & £7k from programme 7 have been moved to programme 9: Planning & Development Management.							
h) Also as per f), £56k of budget from programme 2, £43k from programme 5 & £60k from programme 7 have been moved to programme 8: Communication & Engagement. This relates to budgets covering Land Based Business Training, Community Support (such as VABS), Cairngorms Awareness & Pride and other educational support.							