

CAIRNGORMS NATIONAL PARK AUTHORITY FINANCE COMMITTEE

FOR DISCUSSION

Title: REVIEW OF SIX MONTHS TO 30 SEPTEMBER 2012

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Purpose

To present a summary review of income and expenditure for the 6 months to 30th September 2012 and a projection of the financial outcome for the year to 31st March 2013. Further, to report on Operational Plan net expenditure for the 6 months to 30th September 2012.

Recommendations

The Finance Committee is requested to:

- a) Note the results for the 6 month period to the end of September 2012 and the projected outcome for the 12 months to 31st March 2013.
- b) Note the further analysis of Operational Plan net expenditure by programme for the 6 months to 30th September 2012 and the projected outcome, by programme, for the year to 31st March 2013.

Executive Summary

- a) Table 1 shows the financial results for the CNPA over the six months to the end of September 2012. The 6 months to 30th September resulted in net income of £205k against planned net income of £159k (the £46k variance representing 1.8% of income).
 - b) The £46k overall net income variance is reflected in £65k additional Grant in Aid and other income, £9k of under spend on Core Operating Costs and £29k of additional Operational Plan net expenditure.
 - c) £60k of additional Grant received to date is part of the additional £685k grant awarded for 2012/13 towards shovel ready projects. This additional income is now shown in the projected Grant receivable for the year whilst the related £685k of expenditure is shown through the Operational Plan.
 - d) The projected outcome for the year to 31st March 2012 is still currently net income of £3k (0.1% of projected income).
 - e) Table 2 details the 8 new Operational Plan programmes as defined in the 2012-15 CNPA Corporate Plan.
 - f) The mid-year budget review in October 2012 has determined no current need to change Programme budgets for the 2012/13 financial year, other than the addition of the additional £685k of capital projects.
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2012/13 SIX MONTH REVIEW - FOR DISCUSSION

Table I - Results for the 6 months to 30th September 2012:

CNPA		6			12		
2012/13		Sep-12	Sep-12	Sep-12	Mar-13	Mar-13	
Net Expenditure Account		Actual	Budget	Variance	Projected	Budget	
£000's		Ytd	Ytd	Ytd	12 mths	12 mths	
						Variance	
						12 mths	
Income							
Grant in Aid and other income	a)	2,220	2,155	65	5,366	4,681	685
Operational Plan income	d)	331	241	90	391	301	90
Total Income		2,551	2,396	155	5,757	4,982	775
Expenditure							
Board and Staff salary costs		1,137	1,146	9	2,399	2,399	0
Other Board and Staff costs		104	100	-4	204	200	-4
Office running costs		123	120	-3	242	239	-3
IT and Professional Support		68	75	7	142	149	7
Core Operating Costs	b)	1,432	1,441	9	2,987	2,987	0
Operational Plan Expenditure	d)	860	741	-119	2,658	2,013	-645
Depreciation		54	55	1	109	109	0
Total Expenditure		2,346	2,237	-109	5,754	5,109	130
Net Income	c)	205	159	46	3	-127	130
Notes							
a) Grant in Aid for 2012/13 now includes £685k of additional grant for shovel ready capital projects (£60k included in the year to date £65k income variance). The £685k of expenditure is analysed through Operational Plan expenditure (Table 2).							
b) There is an overall saving of £9k in Core Operating Costs to 30 th September 2012. Currently we are projecting Core costs to come in on budget for the year.							
c) Net income to the end of September 2012 is £205k compared to £424k for the same 6 months last year. This reflects a reduced level of Grant in Aid draw down in line with budgeted activity. The out turn for the year is projected to be net income of £3k and this now includes the additional income and expenditure on capital projects.							
d) For Operational Plan analysis, see Table 2 below.							

Table 2 - Net Operational Plan expenditure for the 6 months to 30th September 2012:

CNPA Operational Plan	6			12		
2012/13	Sep-12	Sep-12	Sep-12	Mar-13	Mar-13	Mar-13
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	331	241	90	391	301	90
Operational Plan Expenditure	860	741	-119	2,658	2,013	-645
	d) 529	500	-29	2,267	1,712	-555
Operational Plan Programmes						
P1 - Brand & Visitor Experience	e) 79	88	9	538	410	-128
P2 - Getting Involved	86	94	7	265	265	0
P3 - Land Management & Conservation	e) 50	51	1	205	130	-75
P4 - A Special Place	40	46	6	165	165	0
P5 - Opportunities for Recreation	e),f) 123	67	-56	421	249	-172
P6 - Sustainable Business	26	35	8	205	205	0
P7 - Organisational Excellence	e) 32	36	3	163	83	-80
P8 - High Quality Planning	e) 92	85	-8	305	205	-100
Net Operating Cost	d) 529	500	-29	2,267	1,712	-555
Notes						
<p>d) Operational Plans currently project an over spend of £555k. This is being funded by additional capital grant from Scottish Government of £685k giving a projected net saving on original Operational Plan budget of £130k for 2012/13.</p> <p>e) Additional shovel ready projects of £685k are: P1 - £100k Boat of Garten Square Visitor Attraction & £28k Blair Atholl visitor parking P3 – £75k Spey Catchment Initiative on River Dulnain P5 - £292k of Core path works & £10k Aviemore Community Park enhancement P7 - £80k for Bio-Mass Boiler at HQ P8 - £100k HSCHT Ardgeal affordable housing project.</p> <p>f) Although P5 includes £302k of additional capital projects, £130k of funding to COAT was paid in March 2012 to finance early spring works and represents a budget saving for the 2012/13 financial year.</p>						

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