

CAIRNGORMS NATIONAL PARK AUTHORITY FINANCE COMMITTEE

FOR INFORMATION

Title: REVIEW OF TEN MONTHS TO 31 JANUARY 2011

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Purpose

To present a summary review of income and expenditure for the 10 months to 31st January 2011 and a projection of the financial outcome for the year to 31st March 2011. Further, to report on Operational Plan net expenditure for the ten months to 31st January 2011.

Recommendations

The Finance Committee is requested to:

- a) Note the results for the 10 month period to the end of January 2011 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 10 months to 31st January 2011 and the projected outcome, by programme, for the year to 31st March 2011.

Executive Summary

- a) Table 1 shows the financial results for the CNPA over the ten months to the end of January 2011. The 10 months to 31st January resulted in net income of £198k against planned net income of £152k (the £46k variance representing 1.1% of income).
 - b) The £46k variance reflects the net under spend of £58k in Operational Plan Expenditure against budget at the end of January 2011 (see Table 2).
 - c) The projected outcome for the year to 31st March 2011 is currently net income of £18k (0.3% of projected income). Original budget for 2010/11 was for net expenditure of £57k, this figure has risen to net income of £47k following the mid-term budget review for the year and the award of £120k additional funding for Ranger Services from Scottish Government.
 - d) CNPA is currently projected to achieve greater savings than the 2% efficiency savings target of £284k set for the 3 years to 31st March 2011 (Efficiencies of £293k have been achieved for the period to 31st January 2011).
 - e) Figures reported in the ten month review to the end of January 2011 do not include additional, non-consolidated funding from Scottish Government for 2010-11 which is due to be received in the last 2 months of the current financial year. This funding totals £391k and contributes towards capital projects in 2010-11, the ongoing joint services project and voluntary severance agreements made during the current year (see Annex 1 to this paper for details).
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2010/11 TEN MONTH REVIEW - FOR INFORMATION

Table 1 - Results for the 10 months to 31st January 2011:

CNPA	10			12		
2010/11	Jan-11	Jan-11	Jan-11	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	3,955	3,954	1	5,012	5,012	0
Operational Plan income	449	462	-13	563	563	0
Total Income	a) 4,404	4,416	-12	5,575	5,575	0
Expenditure						
Board and Staff salary costs	1,912	1,944	31	2,308	2,339	31
Other Board and Staff costs	153	165	13	203	203	0
Office running costs	199	182	-18	253	253	0
IT and Professional Support	156	118	-39	187	156	-31
Core Operating Costs	b) 2,420	2,408	-12	2,951	2,951	0
Operational Plan Expenditure	c) 1,726	1,796	71	2,530	2,501	-29
Depreciation	60	60	0	76	76	0
Total Expenditure	4,205	4,264	59	5,557	5,528	-29
Net Income	d) 198	152	46	18	47	-29
Notes						
<p>a) The £5,012k income budget for the year reflects additional funding of £120k for Ranger Services received in the Autumn 2010 Budget Review.</p> <p>b) Core Operating Cost budgets have been adjusted to reflect projected expenditure for the year. Professional Support costs are anticipated to be a further £31k higher than the amended budget (due mainly to legal service costs incurred on Planning matters), but these additional costs should be covered by further payroll savings before the year end.</p> <p>c) Operational Plan budget for the year has increased by £29k to £2,530k for the year (see Table 2 for details).</p> <p>d) Projected Net Income for the year is currently £18k. Finances will be managed, wherever possible, towards break even over the remaining two months of the 2010-11 financial year.</p>						

Table 2 - Net Operational Plan expenditure for the 10 months to 31st January 2011:

CNPA Operational Plan	10			12		
2010/11	Jan-11	Jan-11	Jan-11	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	449	462	-13	563	563	0
Operational Plan Expenditure	1,726	1,796	71	2,530	2,501	-29
	c) 1,277	1,334	58	1,967	1,938	-29
Operational Plan Programmes						
1. Biodiversity and Landscapes	112	141	29	177	177	0
2. Integrated Land Management	48	56	8	83	83	0
3. Sustainable Deer Management	3	11	8	20	20	0
4. Outdoor Access	209	214	5	272	272	0
5. Sustainable Tourism & Business	103	136	33	154	154	0
6. Affordable, Sustainable Housing	24	16	-8	20	20	0
7. Awareness and Understanding	131	212	81	396	396	0
8. Communication & Engagement	197	219	22	275	275	0
9. Planning & Development Mgmt	e), f) 231	233	2	332	363	31
10. Organisation & Community	f) 220	98	-122	238	178	-60
Net Operating Cost	c) 1,277	1,334	58	1,967	1,938	-29
Notes						
	<p>c) Operational Plan budgets have been adjusted to reflect the result of the 2010/11 mid-year budget review. As a result of this review, budgets increased from £1,899k to £1,938k and have now been increased to £1,967k (see e).</p> <p>e) £29k of additional budget has been added to Development Management to cover the cost of recent Wind Farm inquiries (see also f).</p> <p>f) £60k of budget to finance joint services with LL&TTNPA has been moved from e-planning to the Joint Services budget in programme 10.</p>					

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8th February 2011
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