

Report Title: **Trust Financial Results for 9 months ended 31 December 2013**

Report of: **Nigel Watts, Finance and Resource Director, Alexandra Palace Charitable Trust**

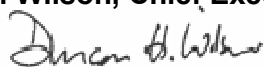
**1. Purpose**

1.1 This paper sets out the results for the Trust for the nine months ended 31 December 2013

**2. Recommendations**

2.1 The Board is asked to note the performance of the Trust for the nine months ended 31 December 2013

Report Authorised by: **Duncan Wilson, Chief Executive Alexandra Place and Park Trust**



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**3. Executive Summary**

3.1 The deficit of the Trust for the first nine months, excluding Regen, was £1,701k compared to budget of £1,785k and last year's actual of £1,840k. The underspend is due to timing of Palace and Park maintenance expenditure and legal fees.

3.2 Net Regen expenditure was £310k compared to budget of £589k. The difference relates mainly to the timing of professional fee expenditure and a staff vacancy.

**4. Reasons for any change in policy or for new policy development (if applicable)**

4.1 N/A

**5. Local Government (Access to Information) Act 1985**

5.1 N/A

## 6 Results for the first nine months – Trust

The results for the Trust are summarized in Table 1 below. There has been some restructuring of cost centres since 2012/13, making the comparison with 2012/13 less exact. In particular a new cost centre has been created for Office Management, which takes some costs previously in the Palace and CEO's Office budgets. There has also been some realignment of income and costs between the Palace and CEO's budgets to reflect better the nature of the underlying activities.

**Table 1 – Results of Trust Company for the first 9 months**

2012/13 1st 9 mths	£'000	2013/14 1st 9 Months		
		Budget	Actual	Variance
	<b>INCOME</b>			
42	Palace	196	199	+2
97	Park (net)	85	148	+63
136	CEO's Office	-	-	-
<b>275</b>	<b>Total Before Regen</b>	<b>282</b>	<b>348</b>	<b>+66</b>
41	Regen	705	4	-701
<b>316</b>	<b>TOTAL INCOME</b>	<b>986</b>	<b>351</b>	<b>-635</b>
	<b>EXPENDITURE</b>			
(1,074)	Palace	(1,179)	(1,161)	+18
(151)	Ice Rink Dep'n and Interest	(150)	(151)	-1
(377)	Park	(372)	(417)	-45
(11)	Learning, Theatre & BBC Studios	(10)	(3)	+8
-	Office Management	(75)	(76)	-0
(502)	CEO's Office	(280)	(242)	+38
<b>(2,115)</b>	<b>Total Before Regen</b>	<b>(2,067)</b>	<b>(2,049)</b>	<b>+18</b>
(477)	Regen	(1,293)	(314)	+980
<b>(2,593)</b>	<b>TOTAL OVERHEADS</b>	<b>(3,360)</b>	<b>(2,362)</b>	<b>+997</b>
	<b>DEFICIT</b>			
(1,032)	Palace	(982)	(962)	+20
(151)	Ice Rink Dep'n and Interest	(150)	(151)	-1
(279)	Park	(287)	(269)	+18
(11)	Learning, Theatre & BBC Studios	(10)	(2)	+8
-	Office Management	(75)	(76)	-0
(367)	CEO's Office	(280)	(242)	+38
<b>(1,840)</b>	<b>Total Before Regen &amp; gift aid</b>	<b>(1,785)</b>	<b>(1,701)</b>	<b>+84</b>
(437)	Regen	(589)	(310)	+278
<b>(2,277)</b>	<b>TOTAL DEFICIT before gift aid</b>	<b>(2,373)</b>	<b>(2,011)</b>	<b>+362</b>
247	<b>Capital Expenditure</b>		680	

The Trust underspent against budget by £84k before Regen. All of this variance is the result of timing differences which will reverse later in the year, largely relating to Palace maintenance, Park maintenance and Legal Fees. The £45k overspend on Park costs is offset by £63k of additional income. Both the overspend and the additional income relate to the 150<sup>th</sup> anniversary event in the Park and had not

been specifically budgeted for. We forecast that the Trust will be on budget for the year.

Income shown against the CEO's cost centre in 2012/13 relates to the licence fee from the Trading Company. This has been reclassified in 2013/14 to the Palace cost centre.

The Regen budget underspend relates to the timing of payments to professional advisers and the saving resulting from a temporary staff vacancy.

## **7 Legal Implications**

- 7.1 The Council's Assistant Director, Corporate Governance has been consulted in the preparation of this report, and has no comments.

## **8 Financial Implications**

- 8.1 The Council's Chief Financial Officer notes the positive financial position reported and has no additional comments to make.