

Report Title: **FINANCE UPDATE**

Report of: **Nigel Watts, Director of Finance & Resources**

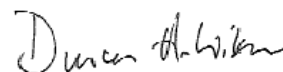
**1. Purpose**

1.1 To advise the Board of the draft, unaudited results for the financial year ended 31<sup>st</sup> March 2012.

**2. Recommendations**

2.1 The Board is asked to note the draft, unaudited results for the financial year ended 31<sup>st</sup> March 2012.

Report Authorised by: **Duncan Wilson, Chief Executive**



Contact Officer: Nigel Watts, Director of Finance & Resources, Alexandra Palace Way, Wood Green, London N22 7AY. Telephone number 0208 365 4310.

**3. Executive Summary**

3.1 The draft, unaudited results for the Trust for the year ended 31<sup>st</sup> March 2012 are tabulated against budget at Appendix 1.

3.2 The Trust deficit after gift aid and before regeneration costs was £1,531k, giving a saving of £571k compared to £500k target. Net regeneration expenditure was £101k, £58k lower than the operating budget due to timing differences.

**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 No specific background papers were used in compiling this report.

## 6. TRUST PROVISIONAL RESULTS

### 2011/12 Provisional Outturn for the Year vs Budget

<b>£'000</b>	<b>Haringey Approved Budget A</b>	<b>Operating Budget B</b>	<b>Provisional Result C</b>	<b>Variance D=C-A</b>
Trust deficit before Regen & Gift Aid		(2,505)	(2,522)	
Back Rent from Campsbourne		-	90	
Gift Aid from APTL		562	901	
<b>Trust Deficit before Regeneration</b>	<b>(2,102)</b>	<b>(1,943)</b>	<b>(1,531)</b>	<b>571</b>
Net Regen Expenditure	-	(159)	(101)	(101)
<b>Deficit Funding Approved by Haringey</b>	<b>(2,102)</b>	<b>(2,102)</b>	<b>(1,632)</b>	<b>470</b>
<b>Capital Expenditure</b>	<b>(500)</b>	<b>(500)</b>	<b>(449)</b>	<b>51</b>

The Trust started the year with a deficit budget agreed by Haringey of £2.1m but committed to making £500k of savings to be reinvested in Regeneration in this and future years. If the back rent from Campsbourne is included, the £500m savings target will have been achieved. Regen costs of £101k were £58k below our operating budget. This is down to timing differences and we will be requesting that the underspend be added to our carry forward.

Our net capital expenditure in the year was £449k, an underspend of £51k against our £500k allocation from Haringey. We have requested that this underspend be carried forward. In addition to the £500k, Haringey also allowed for the final payment on the Ice Rink project in our allocation. We accrued the Ice Rink costs in 2010/11 so the expenditure and the allocation are not shown here. However, as the Ice Rink project underspent by £50,000 we have requested that this be added to our capital carry forward, giving a total of £101k.

A more detailed breakdown of the Trust's performance against budget is given in Appendix 1.

## 7. Legal Comments

- 7.1 The Trust solicitor has no comments on this report.
- 7.2 The Council's Head of Legal Services has no comments on this report.
- 7.3 The London Borough of Haringey Chief Finance Officer notes the contents of this report.

**8. Equalities Implications**

8.1 There are no perceived equalities implications

**9. Use of Appendices / Tables / Photographs**

9.1 Appendix I – Draft, unaudited results for the year ended 31<sup>st</sup> March 2011

**10. Equalities Implications**

10.1 There are no perceived equalities implications

**11. Use of Appendices / Tables / Photographs**

11.1 Appendix I – Draft, unaudited results for the year ended 31<sup>st</sup> March 2011

Appendix 1

AP&P Trust - Management Accounts for 12 months to 31 March 2012

£'000		Budget			Actual			Variance	Budget	Actual	Variance
		Palace	Park	Total	Palace	Park	Total		Regen	Regen	
Income	Ap Licence Fee	-170,000		-170,000	-170,000		-170,000			0	
	Lease Income		-163,920	-163,920		-163,004	-163,004			916	
	Community Events		-29,096	-29,096		-51,550	-51,550			-22,454	
	Concessions		-4,000	-4,000			0			4,000	
	Other		-12,150	-12,150	-1,895	-16,383	-18,278				-6,128
<b>Income Total</b>		<b>-170,000</b>	<b>-209,166</b>	<b>-379,166</b>	<b>-171,895</b>	<b>-230,937</b>	<b>-402,832</b>		<b>0</b>	<b>0</b>	<b>0</b>
Expenditure	Staff Costs	321,841	45,680	367,521	290,217	46,327	336,544			56,272	56,272
	Security	488,585	12,000	500,585	486,493	5,319	491,812				0
	Fixed Maintenance	229,699		229,699	223,797		223,797				0
	Repairs & Maintenance	413,748	415,999	829,747	471,109	390,298	861,407				0
	Insurance	256,320		256,320	259,137		259,137				0
	Legal Fees	100,000		100,000	93,814		93,814				0
	Professional Fees	50,000		50,000	60,574		60,574		42,450		42,450
	Utilities	68,871		68,871	70,078		70,078				0
	Rates	54,360		54,360	54,360		54,360				0
	Recruitment	33,000		33,000	41,680		41,680				0
	Software & IT	20,000		20,000	28,384		28,384				0
	Audit Fees	18,812		18,812	17,612		17,612				0
	Cleaning & Laundry	1,024	18,143	19,167		14,798	14,798				0
	Telephone & Postage	13,104		13,104	16,867		16,867				0
	Interest	79,310		79,310	77,477		77,477				0
Depreciation	211,966		211,966	209,133		209,133				0	
Other	27,299	5,000	32,299	59,855	7,797	67,652		158,607	2,311	-156,296	
<b>Expenditure Total</b>		<b>2,387,939</b>	<b>496,822</b>	<b>2,884,761</b>	<b>2,460,586</b>	<b>464,539</b>	<b>2,925,125</b>		<b>158,607</b>	<b>101,033</b>	<b>-57,574</b>
<b>Net Deficit</b>		<b>2,217,939</b>	<b>287,656</b>	<b>2,505,595</b>	<b>2,288,690</b>	<b>233,602</b>	<b>2,522,293</b>		<b>158,607</b>	<b>101,033</b>	<b>-57,574</b>