

Report Title: **Report of the Finance and Resources Director**

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

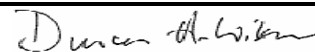
**1. Purpose**

- 1.1 To advise the Board of the financial results for the 5 months ended 31<sup>st</sup> August 2012.
- 1.2 To provide an update from the Finance Resources & Audit Committee (FRAC) held on 19 October 2012.

**2. Recommendations**

- 2.1 The Board is asked to note the financial results for the 5 months ended 31<sup>st</sup> August 2012.
- 2.2 The Board is asked to note the update from the FRAC.

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 management accounts for the five months ended 31<sup>st</sup> August 2012 are tabulated against budget at Appendix 1
- 3.2 The Trust deficit before regeneration costs was £1,091k compared to the budget of £1,065k, an overspend of £25k which will be recovered from additional gift aid. Net regeneration expenditure was £295k, £8k lower than the operating budget due to timing differences.
- 3.3 The FRAC also considered the detailed business plan for the Trust and Trading Company and the Risk register for both entities. Copies of these are provided in the restricted papers.

**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 Financial Results**

- 6.1 The management accounts for the five months ended 31<sup>st</sup> August 2012 are tabulated against budget at Appendix 1, split between Palace, Park and Regeneration Project.
- 6.2 The Trust deficit before regeneration costs was £1,091k compared to the budget of £1,065k, an overspend of £25k which will be recovered from additional gift aid. Net regeneration expenditure was £295k, £8k lower than the operating budget due to timing differences.
- 6.3 £16k of unbudgeted cleaning costs were incurred by the palace in preparation for the HHH event. These will be covered by additional gift aid from the trading company.
- 6.4 £15k was spent by the Trust in restoration work following the Red Bull event. These costs were fully recovered by the Trading Company and will be passed on to the Trust as additional gift aid.

## **7. Legal and Financial 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 – Management accounts for the period ended 31<sup>st</sup> August 2012

## APPCT - Management Accounts for 5 months ended 31 August 2012

		Palace & Park						Regeneration Project			
£'000		Budget			Actual			Variance	Budget	Actual	Variance
		Palace	Park	Total	Palace	Park	Total				
Income	Ap Licence Fee	-75,000		-75,000	-75,000		-75,000	0			0
	Lease Income	-24,896	-38,818	-63,713	-22,027	-45,514	-67,541	-3,828			0
	Community Events		-9,895	-9,895		-19,512	-19,512	-9,617			0
	Other	-63	-7,917	-7,979		-1,150	-1,150	6,829			0
	Organ Appeal			0	0		0	0			0
Income Total		-99,958	-56,629	-156,588	-97,027	-66,177	-163,204	-6,616	0	0	0
Expenditure	Repairs & Maintenance	279,682	184,442	464,124	265,125	172,883	438,008	-26,115			0
	Security	208,333	2,500	210,833	231,964	5,749	237,712	26,879			0
	Staff Costs	114,952	19,347	134,299	130,162	19,320	149,482	15,183	79,047	77,596	-1,451
	Legal & Professional Fees	66,667		66,667	54,367		54,367	-12,300	160,264	159,934	-330
	Insurance	112,565		112,565	109,164		109,164	-3,401			0
	Depreciation	69,579	8,223	77,802	76,977	8,223	85,199	7,397			0
	Marketing			0	248		248	248	61,744	19,268	-42,476
	Interest	32,608		32,608	32,608		32,608	0			0
	Utilities	29,617		29,617	23,897	1,174	25,070	-4,547			0
	Rates	23,873		23,873	23,900		23,900	27			0
	Software & IT	10,417		10,417	19,692		19,692	9,276	1,899	4,311	2,412
	APTL Charges	15,673		15,673	9,948	185	10,132	-5,540		851	851
	Printing and publications	3,658		3,658	3,284		3,284	-374		19,632	19,632
	Cleaning & Laundry		5,766	5,766	16,133	3,088	19,221	13,455			0
	Recharged costs			0	15,329	4,073	19,402	19,402			0
	Other	31,781	2,083	33,864	25,491	823	26,314	-7,550	395	13,423	13,028
Expenditure Total		999,403	222,361	1,221,765	1,038,287	215,517	1,253,804	32,040	303,349	295,014	-8,335
Grand Total		899,445	165,732	1,065,177	941,260	149,340	1,090,600	25,423	303,349	295,014	-8,335