

TRUST AND CHARITIES COMMITTEE – 24 November 2017

Title of paper:	Budget 2017/18/ Outturn 17/18- Bridge Estate Trust		
Director(s)/ Corporate Director(s):	Laura Pattman Director of Strategic Finance	Wards affected:	All
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Date of consultation with Portfolio Holder(s) (if relevant)			
Relevant Council Plan Key Theme:			
Strategic Regeneration and Development			<input type="checkbox"/>
Schools			<input type="checkbox"/>
Planning and Housing			<input type="checkbox"/>
Community Services			<input type="checkbox"/>
Energy, Sustainability and Customer			<input type="checkbox"/>
Jobs, Growth and Transport			<input type="checkbox"/>
Adults, Health and Community Sector			<input type="checkbox"/>
Children, Early Intervention and Early Years			<input type="checkbox"/>
Leisure and Culture			<input type="checkbox"/>
Resources and Neighbourhood Regeneration			<input type="checkbox"/>
Summary of issues (including benefits to citizens/service users):			
This report details the forecast outturn for 2017/18 Bridge Estate Trust, based on the Period 6 budget monitoring (September 17).			
Recommendation(s):			
1	Note the quarter 2 forecast income and expenditure for the Bridge Estate against the 2017/18 budget.		

1 REASONS FOR RECOMMENDATIONS

- 1.1 As Trustee, the Council has responsibility for making recommendations on the management of the Charities. The budget is a key part of the framework for the financial management of the trusts and any subsequent recommendations.
- 1.2 This report is an integral part of the Council's regular monitoring, forecasting and reporting system. The report enables the Trusts and Charities Committee to be

aware of the financial position of the Charity and therefore allows any appropriate decisions or actions to be taken in their role as Trustee.

2 BACKGROUND (INCLUDING OUTCOMES OF CONSULTATION)

2.1 As per section 1.

3 OTHER OPTIONS CONSIDERED IN MAKING RECOMMENDATIONS

3.1 None

4 FINANCE COLLEAGUE COMMENTS (INCLUDING IMPLICATIONS AND VALUE FOR MONEY/VAT)

4.1 Bridge Estate Revenue

The forecast outturn for 2017/18 is detailed in **Table 1**. The forecast is based on the income and expenditure to September together with anticipated future income and expenditure to the year-end.

Table 1: Bridge Estate Period 6 Sep-17			
	Original Budget 2017/18 £	Forecast 2017/18 £	Movement £
External Income	(2,172,952)	(2,237,052)	(64,100)
Expenditure:			
Premises Costs	302,390	281,283	(21,107)
Supplies & Services	36,770	840	(35,930)
Support Services	131,510	131,510	0
Repayment in Borrowing	136,388	142,388	6,000
Exceptional Item	0	16,530	16,530
Surplus before NCC Grant	(1,565,894)	(1,664,501)	(98,607)
Less Grant to NCC	1,545,000	1,545,000	0
Net (Surplus)/Deficit	(20,894)	(119,501)	(98,607)
Movement in Reserves:			
Repairs and Renewal Funds	72,000	72,000	0
Un-earmarked Reserve	(51,106)	47,501	98,607
Unallocated Surplus	0	0	0

Current projections indicate that there will be an overachievement of £98,607 against the budgeted surplus.

Projected variances against individual budget lines are explained below.

External Income (Over-achievement £64,100). This movement relates to a number of items, which have been covered by the regular 'Bridge Estate Property Portfolio Update' reports.

Premises (Underspend £21,107). This movement relates to a number of items, with the material items summarised below:

- Nil expenditure projected for non-specific electricity planned against a budget of £13,060.
- Nil expenditure for repairs and maintenance against a budget of £5,070 and an electricity underspend of £10,278 for lettings at Unit 21-29 Whitemoor Court.

Supplies & Services (Underspend £35,930). This movement relates to a number of items, with the material items summarised below:

- Reduced general expenditure of £50,279 for Bridge Estate properties.
- A shortfall in interest received of £9,433.
- Additional expenditure of £4,000 for condition surveys at Farms and Grazing.

Exceptional Item (Overspend £16,530). This item is interest charged in relation to Mansfield Road as detailed in the Exempt papers provided to the Trustees at the Trust & Charities Committee on the 29th September 2017

3.2 Bridge Estate Capital

The forecast capital / reserve position for 2017/18 is detailed in **Table 2**. The forecast is based on the forecast revenue position in table 1 and debt commitments.

Table 2: Bridge Estate Reserves			
	Repairs and Renewals Fund £	Un-Earmarked Reserve £	Capital Receipt Reserve £
Balance at 31 March 2017	474,462	352,913	1,480,465
In Year Movements 17/18			
Contribution	72,000	52,099	60,940
Drawdowns	0	0	(180,283)
Projected Balance 31 March 2018	546,462	405,012	1,361,122

Repairs and Renewals Fund is a reserve to fund the repair of Trent Bridge.

Un-Earmarked Reserve is a reserve where any surplus made by the Bridge Estate is set aside and is expendable at the discretion of the active trustees in the furtherance of the charity's objectives.

Capital Receipt Reserve is built up by the approved sale of Bridge Estate Assets and is expended either via capital purchases or the repayment of the Lister Gate loan. The current balance is sufficient to repay the Lister Gate loan until 2028/29 whereby the remaining 4 year repayments would have to be met from un-earmarked reserve. Any future property sales or purchases could affect how much of the reserve is uncommitted. At present time, there are no committed acquisitions. There may be two potential disposals to be realised in 17/18.

5 LEGAL AND PROCUREMENT COLLEAGUE COMMENTS (INCLUDING RISK MANAGEMENT ISSUES, AND LEGAL, CRIME AND DISORDER ACT AND PROCUREMENT IMPLICATIONS)

5.1 None

6 STRATEGIC ASSETS & PROPERTY COLLEAGUE COMMENTS (FOR DECISION RELATING TO ALL PROPERTY ASSETS AND ASSOCIATED INFRASTRUCTURE) (AREA COMMITTEE REPORTS ONLY)

6.1 Strategic Assets and Property have nothing further to add.

7 EQUALITY IMPACT ASSESSMENT

7.1 Has the equality impact of the proposals in this report been assessed?

No

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An EIA is not required because:

Report does not contain proposals or financial decisions

Yes

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Attached as Appendix x, and due regard will be given to any implications identified in it.

8 LIST OF BACKGROUND PAPERS OTHER THAN PUBLISHED WORKS OR THOSE DISCLOSING CONFIDENTIAL OR EXEMPT INFORMATION

8.1 None

9 PUBLISHED DOCUMENTS REFERRED TO IN COMPILING THIS REPORT

9.1 None