



Ryedale District Council

REPORT TO: North Yorkshire Building Control
Partnership Board

DATE: 19 October 2016

REPORTING OFFICER: Robert Harper
Head of Building Control

SUBJECT: Financial Performance April 2016 - September
2016

1.0 PURPOSE OF REPORT

1.1 The purpose of this report is to present Members with details of the financial performance of the North Yorkshire Building Control Partnership for the months of April 2016 to September 2016 inclusive.

2.0 RECOMMENDATIONS

2.1 Members are requested to note the financial performance of the North Yorkshire Building Control Partnership for the period 1 April 2016 to 30 September 2016.

3.0 BACKGROUND

3.1 This report shows the financial performance of the North Yorkshire Building Control Partnership for the period 1 April 2016 to 30 September 2016.

3.2 The original budget for 2016/17 has been profiled to the end of September 2016 based on estimated patterns of expenditure and income streams.

3.3 This report has been produced using actual income and expenditure figures and taking into account known commitments to 30 September 2016.

4.0 POLICY CONTEXT

- 4.1** The North Yorkshire Building Control Partnership has a duty to exercise effective financial management through the production of regular financial monitoring reports in line with the host council's constitution, including the financial regulations and standing orders.

5.0 REPORT

- 5.1** Annex A summarises the income and expenditure for the chargeable and non-chargeable accounts to 30 September 2016, together with the deficit as at that date.
- 5.2** The overall deficit for the North Yorkshire Building Control Partnership for the period 1 April 2016 to 30 September 2016 is £4,580 against a profiled original budgeted surplus of £76,930.
- 5.3** The deficit balance on the reserve account as at 30 September 2016 is £33,923 having taken into account redundancy costs, pension contributions due to early retirements and flood work income.
- 5.4** As at 30 September 2016, the Partner Authorities would have to contribute £43,923 (or £8,785 each) in order to maintain a minimum balance on the reserve account of £10,000.
- 5.5** Using the original budget submitted to the Board on 10 March 2016, the overall deficit for 2016/17 is projected to be £6,050 with an estimated deficit balance on the reserve account as at 31 March 2017 of £35,393 again having taken account of redundancy costs, pension contributions due to early retirements and flood work income. The Partners are therefore estimated to have to contribute £45,393 (or £9,079 each) for the 2016/17 financial year to meet the minimum level of reserves requirement of £10,000. This assumes expenditure and income remains in line with the profiled original budget for the period 1 October 2016 to 31 March 2017.

Chargeable Account

- 5.6** For the period to 30 September 2016, the chargeable account shows a deficit of £18,216 against a profiled original budgeted surplus of £61,830.
- 5.7** The income is showing a reduction of £81,285, with an underspend on expenditure of £1,239.

Non Chargeable Account

- 5.8** For the period to 30 September 2016, the non-chargeable account shows a surplus of £13,636 against a profiled original budgeted surplus of £15,100.
- 5.9** There is a surplus in the non-chargeable income of £196 offset by an overspend of £1,660.

6.0 FINANCIAL IMPLICATIONS

- 6.1** The Partnership has been actively marketing its services to different target audiences in order to increase market share, whilst maintaining high levels of service delivery and customer satisfaction.

7.0 LEGAL IMPLICATIONS

- 7.1** There are no legal implications resulting from the contents of this report.

8.0 RISK ASSESSMENT

- 8.1** Regular financial monitoring reports provided to the Head of Building Control and the Board will help to inform Members of actions that need to be taken to bring the budget into balance and enable early preventative or remedial action to be taken.
- 8.2** The shortfall in chargeable income for the period to 30 September 2016 is due to the slow recovery within the construction industry following the recession, together with increased competition from the private sector.

9.0 CONCLUSION

- 9.1** For the period 1 April 2016 to 30 September 2016, the revenue account for the North Yorkshire Building Control Partnership is showing a deficit of £4,580.
- 9.2** The financial position of the Partnership will require close monitoring during the remainder of 2016/17.
- 9.3** The Partnership has diversified into new areas of work which is attracting additional income. Further diversification will continue during the current financial year.

OFFICER CONTACT:

Please contact Robert Harper, Head of Building Control on 01347 825759 or email robert.harper@nybcp.org or Mandy Burchell, Group Accountant (Ryedale District Council) on 01653 600666 ext 389 or e-mail mandy.burchell@ryedale.gov.uk if you require any further information on the contents of this report.