

**The Highland Council**

**Skye, Ross and Cromarty Area Committee –  
19 November 2014**

Agenda Item	11c
Report No	SRC/043/14

**Fortrose and Rosemarkie Common Good – Quarter 2 Monitoring Report**

**Joint Report by Head of Policy and Reform and Director of Finance**

**Summary**

This report invites Members to note:

Fortrose and Rosemarkie Common Good Fund – Annual Report 2013/14

Fortrose and Rosemarkie Common Good Fund – Second Quarter Monitoring Statement

**1. Annual Report**

- 1.1 Appendix I of this report shows the Income and Expenditure Account and Balance Sheet in respect of the Fortrose and Rosemarkie Common Good Fund for Financial Year 2013/14.
- 1.2 In the accounts the classification of all non-current assets is subject to de minimis level of £6,000 for vehicles, plant and machinery and £20,000 for all other assets. Consequently some assets belonging to the Common Good, with smaller value, may not be included in the figure reported in the accounts.
- 1.3 Members are requested to note changes to the reserves reported in the audited accounts. This is as a result of adjustments provided by Audit Scotland to the Common Good accounts.
- 1.4 The underlying concept is that each category of asset in the top half of the balance sheet has an equivalent reserve in the bottom half of the balance sheet.
- 1.5 Unusable Reserves comprise the Revaluation Reserve and the Capital Adjustment Account, and these are matched with the non-current assets. Usable reserves comprise Revenue Funds and represent the actual funds available (£160,985). They are represented by short term deposits at the year end.
- 1.6 The usable reserves of the Common Good Funds have increased due to the reallocation of items which in previous years had been identified as unusable reserves.
- 1.7 The Revaluation Reserve represents the value of heritage assets held by the Common Good which are over the de minimis level.
- 1.8 The effect of the amendments on each reserve was as follows:

1.9	Audited £	Unaudited £	Movement £
Usable Reserves			
Revenue Fund	160,985	87,800	73,185
	<u>160,985</u>	<u>87,800</u>	<u>73,185</u>
Unusable Reserves			
Revaluation Reserve	253,500	341,632	-88,132
Capital Fund		84,053	-84,053
Capital Adjustment Account	99,000		99,000
	<u>352,500</u>	<u>425,685</u>	<u>-73,185</u>
Total Reserves	<u><b>513,485</b></u>	<u><b>513,485</b></u>	<u><b>0</b></u>

## 2 Monitoring Statement to 30 September 2014

2.1 A monitoring statement showing transactions to the end of September 2014 against budget is attached as Appendix II.

### 3. Expenditure

3.1 The expenditure of £436 relates to insurance costs. This is within the budget set.

### 4. Income

4.1 The anticipated income for 2014/15 is due from interest (approximately £750) and the rental income of £11,401 (plus rent reviews). Income of £6,990 has been received up to Quarter 2. The remainder of budgeted income will be received later in the financial year.

### 5. Equalities, Climate, Legal, Financial and Rural Implications

5.1 The expenditure to date is within budget. There are no Equalities, Climate, Legal, Financial, Risk, Gaelic or Rural Implications.

#### Recommendation

The Committee is invited to note:

- i. Fortrose and Rosemarkie Common Good Fund – Annual Report 2013/14
- ii. The position of the Fortrose and Rosemarkie Common Good Fund as shown in the Quarter 2 Monitoring Statement against budget.

Designation: Carron McDiarmid, Head of Policy and Reform  
Derek Yule, Director of Finance

Date: 10 November 2014

Authors: Diane Agnew, Ward Manager  
Fiona Callum, Principal Accountant

**STATEMENT OF AUDITED ACCOUNTS 2013-14**  
**Fortrose and Rosemarkie Common Good Fund**  
**Income and Expenditure Account**

**Appendix I**

	2013/14 £	2012/13 £
<u>Expenditure</u>		
Property repairs and maintenance	163	(2,140)
Contributions and donations		9,999
Miscellaneous	389	14
Administration charges	115	109
Total expenditure	<u>667</u>	<u>7,982</u>
<u>Income</u>		
Rents	11,401	11,189
Interest and investment income	722	845
Total income	<u>12,123</u>	<u>12,034</u>
<b>Surplus/(deficit) for the year</b>	<b>11,456</b>	<b>4,052</b>
Unrealised gains on investments		(20,087)
Revaluation gains	126,500	
Total comprehensive income and expenditure	<u><u>137,956</u></u>	<u><u>(16,035)</u></u>
<b>Balance Sheet</b>		
	31/03/14 £	31/03/13 £
<u>Non current assets</u>		
Investment properties	99,000	99,000
Heritage	253,500	127,000
	<u>352,500</u>	<u>226,000</u>
<u>Current assets</u>		
Loans fund deposits	160,985	149,529
	<u>160,985</u>	<u>149,529</u>
<b>Total assets</b>	<b><u><u>513,485</u></u></b>	<b><u><u>375,529</u></u></b>
<b>Usable reserves</b>		
Revenue funds	160,985	149,529
<b>Unusable reserves</b>		
Revaluation Reserve	253,500	127,000
Capital Adjustment Account	99,000	99,000
	<u>352,500</u>	<u>226,000</u>
<b>Total reserves</b>	<b><u><u>513,485</u></u></b>	<b><u><u>375,529</u></u></b>

## Appendix II

### Fortrose and Rosemarkie Common Good Fund – Quarter 2 Monitoring Statement 2014/15

	<b>2014-15 Budget</b>	<b>Actual year to date</b>
	£	£
<u>Expenditure</u>		
Property Costs	1,500	
Administration/insurance charges	500	436
Grants (Common Good Assets)	9,000	
	<b>11,000</b>	<b>436</b>
 <u>Income</u>		
Rents	11,401	6,990
Interest and investment income	750	
<b>Total income</b>	<b>12,151</b>	<b>6,990</b>