

Agenda Item	17(a)
Report No	CIA/21/17

HIGHLAND COUNCIL

Committee: City of Inverness Area Committee

Date: 19 June 2017

Report Title: Inverness Common Good Fund Financial Monitoring

Report By: Inverness City Area Manager

Purpose/Executive Summary

This report presents the expenditure monitoring position for the Inverness Common Good Fund as at 30 April 2017 and the projected year end position.

Recommendations

Members are asked to:

- i. consider the financial monitoring report to April 2017; and
- ii. approve the request for further funding from Inverness Common Good Fund.

2. Introduction

- 2.1 This report is produced in support of the Council's corporate governance process. The purpose of the report is to advise members of the anticipated financial position against the agreed budget at the end of financial year 2017/18. **Appendix 1** shows income and expenditure to 30 April 2017, the predicted year end outturn and the predicted variance.
- 2.2 **Appendix 2** provides members with more detail on the Events Management Budget.

3. Overview

- 3.1 The report shows revenue expenditure for the year of £2.185m to be met by revenue income of £2.321m (including a transfer from Reserves of £0.259m). A revenue surplus of £0.136m is anticipated.
- 3.2 At this early stage in the financial year, the overall budget is expected to be on target.
- 3.3 Members are advised that since the approval of the budget presented today, there are a number of initiatives which have been put forward for funding in 2017/18 and are as follows –
- Town House Refurbishment – Phase 3 funding of £2.300m,
 - Town House Refurbishment – Internal redecoration and lighting improvements of £0.350m,
 - Ness Islands Structural Maintenance Programme – additional bridge works required of £0.073m,
 - Winter Payments – an increase in budget from £0.085m to £0.105m to take into account the proposed increase in payment from £79 to £81 and an increase in demand for Winter Payment grants,
 - Victorian Market Opportunities for improvement – two year temporary appointment of Market Manager – no additional funding required in 2017/18.

Members are asked to consider these requests within reports circulated as part of this Committee Agenda.

4. If these requests for additional funding were approved, the impact on balances would be as follows –

	Investments £	Loans Fund Deposits £	Total £
Balances per 2016/17 unaudited accounts	7,702	623	8,325
Anticipated surplus of income over expenditure in 2017/18		136	136
Transfer from Reserves required in 2017/18 to fund Grants		(259)	(259)
Town House Phase 2 - 2018/19 funding committed	(65)		(65)
Balances available to fund projects	7,637	500	8,137
<i>Less requests for additional funding:</i>			
Town House Refurbishment Phase 3	(2,300)		(2,300)
Town House Refurbishment – internal works		(350)	(350)
Ness Island Structural Maintenance Programme		(73)	(73)
Winter Payments		(20)	(20)
Victorian Market Opportunities for Improvement		-	-
	5,337*	57	5,394

*Notwithstanding any market changes to the portfolio valuation

5 Implications

- 5.1 The report details the financial resource implications. There are no other resource implications. There are no Equalities, Climate Change/Carbon Clever, Legal, Gaelic, Risk or Rural Implications.

Designation: Inverness City Manager

Date: 08 June 2017

Author: David Haas, Inverness City Area Manager
Victoria MacDonald, Accountant

Background Papers:

APPENDIX 1

**MONITORING STATEMENT 2017/18
INVERNESS COMMON GOOD FUND
FOR PERIOD ENDING 30 APRIL 2017**

	ACTUAL YEAR TO DATE	ANNUAL BUDGET	ESTIMATED OUTTURN	ESTIMATED VARIANCE
	£000	£000	£000	£000
INCOME				
Rents				
Industrial Estates	204	1,471	1,471	0
Victorian Market	19	247	247	0
Town House	0	258	258	0
1-5 Church Street	29	75	75	0
Other Properties	0	10	10	0
	<u>252</u>	<u>2,061</u>	<u>2,061</u>	<u>0</u>
Other Income				
Contribution to Grants from Reserves	0	240	240	0
Contribution to Conference Support from Reserves	0	19	19	0
Interest on Revenue Balances	0	1	1	0
TOTAL INCOME	<u>252</u>	<u>2,321</u>	<u>2,321</u>	<u>0</u>
EXPENDITURE				
Victorian Market	10	198	198	0
Town House Maintenance	18	100	100	0
1-5 Church Street Maintenance	0	20	20	0
Other Properties	0	110	110	0
Civic and Conference Hospitality	5	132	132	0
Ness Islands & Bank Maintenance	0	35	35	0
Festive Lights	0	65	65	0
Town Twinning	0	9	9	0
Winter Payments	0	85	85	0
Inverness Common Good Fund Grants	37	569	569	0
Conference Support	0	59	59	0
City Promotions	2	34	34	0
Disabled Go Project (2013-18)	0	8	8	0
Castle Wynd Conveniences	0	23	23	0
Partnership Working	52	109	109	0
Events & Festivals	15	320	320	0
CCTV	0	90	90	0
Property Management Fees	0	124	124	0
Central Support Charge	0	60	60	0
Other Charges	0	14	14	0
Town House Other Costs	0	11	11	0
Inverness Steeple	0	10	10	0
TOTAL EXPENDITURE	<u>139</u>	<u>2,185</u>	<u>2,185</u>	<u>0</u>
Income Less Expenditure	<u>113</u>	<u>136</u>	<u>136</u>	<u>0</u>
PROJECTS				
Town House Refurbishment	16	690	690	0
Ness Islands - Structural Maintenance Programme	0	225	225	0
Inverness City Arts Project	0	114	114	0
Victorian Market - Opportunities for Improvement	0	150	150	0
TOTAL PROJECTS	<u>16</u>	<u>1,179</u>	<u>1,179</u>	<u>0</u>

APPENDIX 2
Events and Festivals Budget Monitoring
For Period Ending 30 April 2017

	ACTUAL
	YEAR TO DATE
	£
Income	
Grants	(6,000)
Income	0
	<hr/>
	(6,000)
 Expenditure	
Council Staff	0
Entertainers	5,500
Equipment	400
Event Office	3,574
Licences	0
Marketing	12,000
Security and First Aid	0
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	21,474
 Net Total	 15,474