

# Mount Edgumbe Joint Committee



Date of meeting:	19 November 2021
Title of Report:	<b>Mount Edgumbe Revenue Monitoring 2021/22</b>
Lead Member:	Councillor Mark Deacon
Lead Strategic Director:	Anthony Payne (Strategic Director for Place)
Author:	Christopher Burton, Mount Edgumbe Park Manager
Contact Email:	Chris.Burton@plymouth.gov.uk
Your Reference:	2021/22
Key Decision:	No
Confidentiality:	Part I - Official

## Purpose of Report

This report presents the Q2 position of Mount Edgumbe for the financial year 2021/22

## Recommendations and Reasons

It is recommended that Joint Committee:

- Notes the financial position contained in the report along with the risks, issues and any mitigating actions
- Notes the capital programme and proposals to be presented to Plymouth City Council's Investment Board

## Alternative options considered and rejected

None

## Relevance to the Corporate Plan and/or the Plymouth Plan

This monitoring report links to delivering the priorities within the Council's Corporate Plan.

## Financial Risks

As contained within the report.

## Carbon Footprint (Environmental) Implications:

None

## Other Implications: e.g. Health and Safety, Risk Management, Child Poverty:

*\* When considering these proposals members have a responsibility to ensure they give due regard to the Council's duty to promote equality of opportunity, eliminate unlawful discrimination and promote good relations between people who share protected characteristics under the Equalities Act and those who do not.*

Monitoring of commercial project delivery times and ensuring they perform in accordance with budgets set, with continued focus to sensibly capitalise on existing assets, to generate new and / or more income as soon as possible.

\*Add rows as required to box below

Ref.	Title of Appendix	Exemption Paragraph Number (if applicable)						
		If some/all of the information is confidential, you must indicate why it is not for publication by virtue of Part 1 of Schedule 12A of the Local Government Act 1972 by ticking the relevant box.						
		1	2	3	4	5	6	7
A	Briefing report title							
B	Equalities Impact Assessment (if applicable)							

### Background papers:

\*Add rows as required to box below

Please list all unpublished, background papers relevant to the decision in the table below. Background papers are unpublished works, relied on to a material extent in preparing the report, which disclose facts or matters on which the report or an important part of the work is based.

Title of any background paper(s)	Exemption Paragraph Number (if applicable)							
	If some/all of the information is confidential, you must indicate why it is not for publication by virtue of Part 1 of Schedule 12A of the Local Government Act 1972 by ticking the relevant box.							
		1	2	3	4	5	6	7

### Sign off:

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Originating Senior Leadership Team member: David Draffan											
Please confirm the Strategic Director(s) has agreed the report? Yes											
Date agreed: 28/10/2021											
Cabinet Member approval: <i>approved by email</i>											
Date approved: 09/11/2021											

**Section I****I.1 Q2 Revenue Position - Financial summary**

Business Type	2021/22 Budget			2021/22 Forecast			Variation to net Budget	Comments
	Income	Expenditure	Net	Income	Expenditure	Net		
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	
Staffing & Operations	(80)	545	465	(80)	552	472	7	
House	(41)	38	(3)	(14)	44	31	34	COVID scaring - social distancing. May improve due to Sunday Opening.
Gardens	0	12	12	0	12	12	0	
Grounds	(27)	124	97	(27)	124	97	0	
Trading Activities:								
Alpacas	0	0	0	0	0	0	0	New activity for 2021/22
Conferences	(4)	1	(4)	0	1	1	4	COVID scaring - social distancing
Rents	(156)	26	(130)	(157)	26	(130)	0	Bad Debt being chased (section 4)
Chalets	(199)	0	(199)	(199)	0	(199)	0	On target new contract
Parking	(91)	3	(88)	(91)	3	(88)	0	On track
Special Events	(38)	28	(10)	(36)	28	(8)	2	COVID scaring - social distancing Events cancelled
Holiday Lets	(126)	66	(60)	(147)	66	(81)	(21)	Positive COVID scaring
Glamping	(9)	5	(4)	(8)	5	(3)	1	COVID scaring - social distancing
Weddings	(40)	13	(27)	(36)	13	(23)	4	COVID scaring - social distancing Weddings moved
Misc. Activities	(5)	0	(5)	(1)	0	(1)	4	COVID scaring - social distancing
<b>Total Operations</b>	<b>(816)</b>	<b>861</b>	<b>45</b>	<b>(795)</b>	<b>874</b>	<b>79</b>	<b>34</b>	
<b>Subsidy</b>								
Cornwall CC	(45)		(45)			(62)	17	
Plymouth CC	(45)		(45)			(62)	17	
<b>Total Deficit / (surplus)</b>	<b>(90)</b>		<b>(90)</b>			<b>(124)</b>	<b>34</b>	

## 1.2 Commentary

COVID-19 had an inevitable impact on our ability to meet 2021/22 income targets. However, proactive interventions from park management and effective relationship management with tenants, along with ensuring all income generating opportunities were pursued when the pandemic allowed, have mitigated against this.

We are reporting an additional budget forecast requirement of £34k – see table 1.1: and in addition there remains a potential financial risk of £0.040k – see section four below – as a result of visitors staying at home and therefore not using the park plus a loss of rental income also due to the impact of the pandemic.

## **Section 2**

### 2.1 Revenue budget planning 2022/23

Budget setting continues for 2022/23. The joint authority subsidy has been removed, and a review of existing and future income streams for Mount Edgumbe continues – this includes the new holiday property and the Trenninow chalets and the revenue implications of proposed new capital projects. It is expected that the new budget will be set in the New Year.

## **Section 3**

### 3.1 Approved capital programme

Project	Funding	Prior Year £	2021/22 £	2022/23 £	Total £
Mount Edgumbe Cremyll Car Park	Service Borrowing	66,775.00	3,225.00	0.00	70,000.00
Mount Edgumbe Commercialisation	Service Borrowing	621,885.14	64,584.86	150,000.00	836,470.00

## **Section 4**

### 4.1 2021/22 Risk Register

Risks are recorded below to reflect those activities that may happen and could affect the monitoring position.

Mt Edgumbe		£'000s
Rental income	Estimated risk of £14k of written off rent income invoices due to COVID19.	0.014
COVID19 income loss 21/22	That assumed PCC share of 75% MCHLG income to cover COVID loss is not received in full	0.026

## **Section 5**

### 5.1 Recommendations

It is recommended that Joint Committee:

- Notes the financial position contained in the report along with the risks, issues and any mitigating actions
- Notes the capital programme and proposals to be presented to Plymouth City Council's Investment Board, subject to a detailed business case

### Mount Edgcombe Income, Expenditure and Subsidy

