

**BUILDING CONTROL FINANCIAL STATEMENT 2014/15
AND CHARGES FOR 2015/16**

1. INTRODUCTION

- The Council is required to produce an annual financial report for Building Control, which demonstrates that the service's fee earning work is self-financing.
- This report details Building Control finances for its fee earning work for the year ending 31 March 2015 it also reviews the current charges for building control work.

2. FINANCIAL STATEMENT

- Attached to this report (Appendix A) is a breakdown of Building Control's financial statement. It details all costs attributed to Building Control from salaries to departmental expenses, through to support costs.
- Figures of interest for this report are under the column heading "Fee Earning". Building Control is required to breakeven on its fee earning account over a 3 year rolling period.
- Fee income for last year was £191,791 this equates to a operating deficit on the year of £24,709 and a rolling deficit of £31,201.
- Since 1st July 2015, Hart and Rushmoor Building Control have joined to form a shared service. This will make the service more robust and should bring forward financial savings, due to economies of scale, and avoiding duplication.

3. IMPAIRMENT

- In the appendices there are two rolling tables, "A and B" one with impairment the other without, we have opted to use the figures without impairment (Appendix A). This is due to the impairment losses being an accounting entry based upon a fall in value of the offices and this loss would not be realised unless the council offices were sold. Should the value rise in the future this would not be included in the calculation.

4. BUILDING CONTROL CHARGES

As we now operate a joint Building Control Service with Hart, we propose to harmonise our fees over time. This requires a comprehensive review and will be the subject of a further report later in the year to both authorities.

5. RECOMMENDATIONS

It is recommended that this report be endorsed as a financial statement for Rushmoor Building Control for 2014/2015, and the current charging structure remains unaltered for the time being.

Keith Holland
Head of Planning

Contact: Geoff Saker, Chief Building Control Surveyor

APPENDIX A

Building Regulations - Statement of Accounts Excluding Impairment losses

	Fee Earning £	Non-Fee Earning £	Total Building Control £
Expenditure			
Employee Expenses	153,950	81,490	235,440
Supplies & Services	21,750	5,530	27,280
Central Support	40,800	24,630	65,430
Total Expenditure	216,500	111,650	328,150
	216,500	111,650	328,150
Income			
Building Regulation Charges*	176,951	0	176,951
Miscellaneous Income	14,840	0	14,840
Total Income	191,791	0	191,791
Net Expenditure/(Income) - not taking impairment losses into account	24,709	111,650	136,359
	£		
(Surplus)/Deficit Carried Forward Year 2012/13	15,062		
(Surplus)/Deficit Carried Forward Year 2013/14	-8570		
(Surplus)/Deficit Carried Forward Year 2014/15	24,709		
Rolling total	31,201		

* Includes £8.3k income reduction back dated to 2011/12 as BC system overstated income on internet payments

**Building Regulations - Statement of Accounts
Including Impairment losses**

APPENDIX B

	Fee Earning £	Non-Fee Earning £	Total Building Control £
Expenditure			
Employee Expenses	153,950	81,490	235,440
Supplies & Services	21,750	5,530	27,280
Central Support	40,800	24,630	65,430
Total Expenditure	216,500	111,650	328,150
impairment losses	1,016	614	1,630
	217,516	112,264	329,780
Income			
Building Regulation Charges*	176,951	0	176,951
Miscellaneous Income	14,840	0	14,840
Total Income	191,791	0	191,791
Net Expenditure - taking impairment losses into account	25,725	112,264	137,989
	£		
(Surplus)/Deficit Carried Forward Year 2012/13	25,903		
(Surplus)/Deficit Carried Forward Year 2013/14	6855		
(Surplus)/Deficit Carried Forward Year 2014/15	25,725		
Rolling total	58,483		

* Includes £8.3k income reduction back dated to 2011/12 as BC system overstated income on internet payments