

**Health Professions Council
Finance and Resources Committee Meeting – 21st March 2007**

JANUARY 2007 MANAGEMENT ACCOUNTS - PUBLIC PAPER

Executive Summary and Recommendations

1. Introduction

2. Decision

The Council/Committee is requested to note the document. No decision is required.

3. Background information

4. Resource implications

Nil

5. Financial implications

Nil

6. Background papers

7. Appendices

Nil

8. Date of paper

9 March 2007

HEALTH PROFESSIONS COUNCIL

CONSOLIDATED MANAGEMENT ACCOUNTS FOR THE 10 MONTHS ENDED 31 JANUARY 2007 VARIANCE COMMENTARY

INTRODUCTION

These accounts have been compared to budget version 4, which was agreed by the Council on 11th May 2006. The format of the management accounts is the same as last financial year.

DETAILED SUMMARY

After ten months of the financial year, we budgeted an operating deficit, after unrealised gains, of £282,020 compared to 2005's budgeted surplus of £375,866. The actual result for year to date was an operating surplus of £420,433; a favourable variance of £702,453.

Income totalled £8,840,446 with overheads at £8,420,013 thus giving the operating surplus of £420,443.

INCOME

Registration income is £359,397 below budget. This is mostly due to below than expected income received from International Scrutiny Fees (a deficit of £366k to date). This shortfall is not expected to reverse in later months.

Year to date investment income is more or less on budget except for an unrealised gain of £55,037, as the market value of the portfolio has increased.

DEPARTMENTS

Departmental expenditure is at £8,420,013 which is £961,848 below budget. There is likely to be an under spend for the rest of the year due to under spends in Approvals and Monitoring, Policy and Standards and the Registration departments. However, some of these under spends will be offset against the overspend in FTP and various project costs which have been incurred over the year.

OVERHEADS

Below is an explanation of some of the main favourable variances as well as any unfavourable variances:

Payroll costs

Payroll costs continue to show a favourable variance (year to date £337k) due to some budgeted positions not being appointed during the first ten months of the year, particularly in the following areas; Approvals & Monitoring, Fitness to Practise and Policy & Standards. Roles are likely to be filled during the year but the YTD saving is a permanent saving and will not reverse. Some of this variance is offset by temporary staff hired during the recruitment process and the cost in recruiting the new employees.

Council and committee expenses

This shows a favourable variance (year to date £186k). £63K favourable variance is due to the lag in receiving allowance and expense claims. Also some of the variance (year to date £91K) relates to the tax cost for council and committee members, which has been over budgeted for due to the more than expected number of members being self employed. This difference is likely to be retained for the year.

Property services

The favourable year to date variance of £98k is mainly due to building project costs for Stannary Street now deferred to the 2007-08 year.

Office services

This shows a favourable variance of £87k. This is mainly due to a favourable variance of £86K in printing and stationery and a favourable variance of £10K in postage. These under spends are due to various departments over budgeting in these areas and the decision not to print hard copies of the annual reports. This is unlikely to reverse during the year. There is also an overspend on room hire (£16K) due to the increase number of FTP hearings taking place and internal space constraints.

Computer services

The year to date favourable variance of £116k is mainly due to deprecation not being incurred on some Lisa projects, as the projects are not yet complete. Also there is a favourable variance of £40K for New IT Software systems which relates to a new profession joining HPC, which are not happening this year and therefore is a permanent difference.

Communications

The year to date favourable variance of £159k is due largely to monthly phasing error i.e. a partial timing difference. Brochures, Web site design, market research and media relations costs will begin to be reflected in the accounts once these projects are delivered during quarter 4.

Partners

As partner training costs are incurred, it will reduce the year to date favourable variance of £287k. The variance is also driven by the low Assessors fees claimed to date and a lower than expected number of International registration applications scrutinised with flow-on under spending on application assessments conducted by partners. The under spend of £58k on approvals is due to many of the visits taking place in quarter 4. The under spend of £109K on Partners Training is due to a timing difference, with the training taking place between February and March. There is however an unfavourable variance of £46K on panels due to the high increase in FTP cases.

Council Election

This currently shows an unfavourable variance of £38k due to budget estimation error. This is unlikely to reverse towards the year end and is a permanent difference.

Legal expenses

This currently shows an unfavourable variance of £207K. Of this, £105K unfavourable variance relates to HR employment legal costs being higher than budgeted. There has also been an increase in the number of FTP cases which have been longer in duration and greater in number than expected. Included within this figure is a provision for the minimum of 5% volume discount we will receive from Kingsley Napley at the end of the year. These are all permanent differences.

Professional Liaison Groups

This currently shows a favourable variance of £28K. There are going to be no more groups set up this year and therefore this will remain a permanent difference.

Internal Audit Fees

The currently shows an unfavourable variance of £50K. This is due to no budget being made this year for the cost.

BALANCE SHEET

The main movements in the balance sheet since the beginning of the year are a decrease in Prepayments, decrease in Creditors and a decrease in deferred income (income received in advance). The net impact of these movements is a decrease in the cash balance of £280K.

Currently we have only spent £282,904 on capital items compared to £1,300,713 which has been budgeted for the year. £999,925 of this budget relates to the development of 22-26 Stannary St which

is only £117K as been spent to date. This relates to fees in relation to the planning of the development. HPC has currently spent £106K on Lisa projects. The total budget for the year on Lisa projects is £243,571 but this budget is due to be spent in the last 2 months of the year. This will include any changes which are required for Lisa due to the fee rise.

Working capital is £2,734,849 showing HPC continues to be in a stable financial position, although not if Deferred Income (fees received in advance) had to be repaid. The Net Assets are £2,874,444 which is represented the Accumulated Fund of £2,222,255 and the revaluation reserve of £652,189. The Accumulated Fund comprises £1,590,927 at the beginning of the financial year plus the net surplus for the year to date.

CASH FLOW

The Cash Flow statement indicates a net decrease in cash of £279,764 from 1st April 2006 to the end of the current month, essentially generated from a decrease in deferred income, paying creditors and IT project spending.

The net increase or decrease in cash when compared to the accounting surplus or deficit can be significantly different. To arrive at the cash movement, non cash items such as depreciation are removed and balance sheet movements taken into consideration.

CONCLUSION

Overall the first half of the year has led to a lower deficit than budgeted (an operating surplus of £420,433 against a budgeted deficit of £282,020). HPC continues to be in a stable financial position.

Charlotte Milner
Management Accountant
February 2007

HEALTH PROFESSIONS COUNCIL

Consolidated Management Accounts For the 10 months ended 31st January 2007

HEALTH PROFESSIONS COUNCIL

CONSOLIDATED ACCOUNTS TO 31 JANUARY 2007
DETAILED SUMMARY

	Actual £	Budget £	Variance £	Variance %	Annual Budget £
INCOME					
Professions					
Arts Therapists	107,140	109,349	(2,209)	(2.02)	131,355
Biomedical Scientists	1,101,763	1,151,542	(49,779)	(4.32)	1,379,633
Chiropodists	649,377	594,871	54,506	9.16	715,200
Clinical Scientists	206,732	214,496	(7,764)	(3.62)	257,439
Dietitians	323,289	333,125	(9,836)	(2.95)	400,469
Occupational Therapists	1,342,795	1,438,484	(95,689)	(6.65)	1,725,678
Operating Department Practitioners	428,945	403,109	25,836	6.41	483,408
Orthoptists	61,171	64,193	(3,022)	(4.71)	77,061
Paramedics	553,745	580,002	(26,257)	(4.53)	696,810
Physiotherapists	2,061,161	2,273,146	(211,985)	(9.33)	2,735,691
Prosthetists & Orthotists	40,235	45,255	(5,020)	(11.09)	54,314
Radiographers	1,259,583	1,216,680	42,903	3.53	1,458,920
Speech and Language Therapists	499,878	570,959	(71,081)	(12.45)	685,243
Registration Income	8,635,814	8,995,211	(359,397)	(4.00)	10,801,221
Department of Health Capital Grant Released	104,632	104,630	2	0.00	104,630
Miscellaneous Income	100,000	0	100,000	0.00	0
TOTAL INCOME	8,840,446	9,099,841	(259,395)	(2.85)	10,905,851
EXPENDITURE					
Departments					
Approvals & Monitoring	341,529	595,334	253,805	42.63	714,401
Chief Executive	221,866	225,192	3,326	1.48	270,230
Committees & PLG	139,157	222,953	83,796	37.58	267,542
Communications	662,141	834,609	172,468	20.66	1,001,530
Council	312,941	407,586	94,645	23.22	489,103
Facilities Management	782,781	890,930	108,149	12.14	1,069,116
Finance	429,779	355,498	(74,281)	(20.90)	426,598
Fitness to Practise	2,279,853	2,156,175	(123,678)	(5.74)	2,587,411
Human Resources & Partners	381,789	331,631	(50,158)	(15.12)	397,957
IT Department	788,916	926,477	137,561	14.85	1,051,849
Operations Office	264,366	273,327	8,961	3.28	327,990
Policy & Standards	136,228	252,230	116,002	45.99	302,677
President	33,837	41,250	7,413	17.97	49,500
Projects	160,188	20,738	(139,450)	(672.45)	35,550
Registration	1,279,603	1,634,013	354,410	21.69	1,960,817
Secretariat	205,039	213,918	8,879	4.15	256,700
Operating Expenses	8,420,013	9,381,861	961,848	10.25	11,208,971
SURPLUS / (DEFICIT) - Excl. Unrealised Gains/(Losses)	420,433	(282,020)	702,453	249.08	(303,120)
Taxation	0	0	0	0.00	0.00
Investment Income - Excl. Unrealised Gains/(Losses)	155,857	145,298	10,559	7.27	174,357
Investment - Unrealised Gains / (Losses)	55,037	0	55,037	0.00	0
SURPLUS / (DEFICIT)	631,328	(136,722)	(768,049)	(561.76)	(128,763)

HEALTH PROFESSIONS COUNCIL

CONSOLIDATED ACCOUNTS TO 31 JANUARY 2007

CONSOLIDATED DETAILED SUMMARY

	Actual £	Budget £	Variance £	Variance %	Annual Budget £
Consolidated Income					
Registration fees	340,364	344,531	(4,167)	(1.21)	420,413
Registration fees (part year)	0	0	0	0.00	0
Readmission fees	214,344	143,621	70,723	49.24	172,341
Renewal fees	7,559,738	7,628,901	(69,163)	(0.91)	9,154,680
International scrutiny fees	511,543	878,158	(366,615)	(41.75)	1,053,787
Confirmation letter fees	25	0	25	0.00	0
Grandparenting scrutiny fees & other	9,800	0	9,800	0.00	0
	<u>8,635,814</u>	<u>8,995,211</u>	<u>(359,397)</u>	<u>(4.00)</u>	<u>10,801,221</u>

HEALTH PROFESSIONS COUNCIL

CONSOLIDATED ACCOUNTS TO 31 JANUARY 2007

CODE	INVESTMENT & OTHER INCOME				Annual Budget £
	Finance Director				
BUDGET MANAGER	Actual £	Budget £	Variance £	Variance %	
Consolidated Income					
Bank interest - Business Reserve	9,305	16,667	(7,362)	(44.17)	20,000
Bank interest - Money Market	96,472	76,967	19,505	25.34	92,360
Portfolio income	59,121	51,664	7,457	14.43	61,997
P & L on disposal of investments (Realised)	(9,040)	0	(9,040)	0.00	0
	<u>155,857</u>	<u>145,298</u>	<u>10,559</u>	<u>7.27</u>	<u>174,357</u>
P & L on disposal of investments (Unrealised)	55,037	0	55,037	0.00	0

HEALTH PROFESSIONS COUNCIL

CONSOLIDATED ACCOUNTS TO 31 JANUARY 2007

OVERHEAD TOTAL

	Actual £	Budget £	Variance £	Variance %	Annual Budget £
Payroll					
Basic	1,924,809	2,252,432	327,623	14.55	2,702,918
Overtime	12,955	19,584	6,629	33.85	23,500
National Insurance	205,256	249,924	44,668	17.87	299,907
Pension costs	176,534	226,015	49,481	21.89	271,217
Medical insurance	929	0	(929)	0.00	0
Staff recruitment	133,009	122,958	(10,051)	(8.17)	147,550
Temporary staff	434,150	354,539	(79,611)	(22.45)	425,447
Other payroll expense	33,983	33,750	(233)	(0.69)	40,500
	2,921,625	3,259,202	337,577	10.36	3,911,039
Staff travelling and subsistence					
Fares	55,935	66,967	11,032	16.47	80,360
Car expenses and car park	780	1,733	953	54.99	2,080
Subsistence	41,380	60,219	18,839	31.28	72,260
Entertaining	1,099	1,875	776	41.39	2,250
Conferences	5,864	11,832	5,968	50.44	14,200
	105,058	142,626	37,568	26.34	171,150
Council and committee expenses					
Fees	160,704	224,141	63,437	28.30	268,970
Travelling and subsistence	129,206	141,064	11,858	8.41	169,275
Tax Cost (NI ER and PAYE)	21,848	112,430	90,582	80.57	134,916
Conference expenses	10,363	3,333	(7,030)	(210.92)	4,000
Training	31,282	59,075	27,793	47.05	70,890
	353,402	540,043	186,641	34.56	648,051
Property services					
Business rates	59,948	50,442	(9,506)	(18.84)	60,530
Water	1,090	1,563	473	30.27	1,876
Electricity	18,409	17,063	(1,346)	(7.89)	20,475
Gas	4,884	4,050	(834)	(20.60)	4,860
Cleaning contractors	22,059	23,500	1,441	6.13	28,200
Cleaning materials	4,900	8,803	3,903	44.33	10,563
Waste disposal	9,922	10,519	597	5.68	12,623
Repairs and maintenance	11,467	15,833	4,366	27.57	19,000
Maintenance contracts	11,603	6,524	(5,079)	(77.85)	7,829
Security	14,647	11,250	(3,397)	(30.20)	13,500
Building Refurbishment	19,089	125,000	105,911	84.73	150,000
Property depreciation	35,000	37,380	2,380	6.37	44,856
	213,018	311,927	98,909	31.71	374,312

OVERHEAD TOTAL

	Actual £	Budget £	Variance £	Variance %	Annual Budget £
Office services					
Printing and stationery	236,167	322,322	86,155	26.73	386,787
Photocopying	5,215	6,000	785	13.08	7,200
Microfilming	438	360	(78)	(21.74)	432
Postage	170,962	180,539	9,577	5.30	216,647
Telephone	20,033	29,090	9,057	31.13	34,908
Mobile telephone	8,406	7,698	(708)	(9.20)	9,236
Fax	0	1,458	1,458	100.00	1,750
Couriers	5,619	4,375	(1,244)	(28.42)	5,250
Office equipment < £1000	20,483	25,208	4,725	18.75	30,250
Office equipment rental	8,477	0	(8,477)	0.00	0
Staff catering	7,047	6,125	(922)	(15.06)	7,350
Other office services	23,211	16,435	(6,776)	(41.23)	19,722
Room Hire	45,124	28,342	(16,782)	(59.21)	34,010
Office equipment depreciation	58,480	69,167	10,687	15.45	83,000
	609,663	697,119	87,456	36	836,542
Computer services					
Hardware < £1000	7,420	9,375	1,955	20.85	11,250
Hardware maintenance	31,493	3,833	(27,660)	(721.62)	4,600
Software	1,695	8,333	6,638	79.66	10,000
Software maintenance & licenses	49,071	49,717	646	1.30	59,660
Systems support	64,176	59,167	(5,009)	(8.47)	71,000
New IT Software Systems	(3,051)	37,500	40,551	108.14	45,000
Internet maintenance	99,707	81,448	(18,259)	(22.42)	97,738
Computer media and sundries	20,245	12,500	(7,745)	(61.96)	15,000
Disaster contingency plan	8,653	28,433	19,780	69.57	34,120
Computer training	7,777	8,333	556	6.67	10,000
IT Security - Backup Offsite etc	4,634	0	(4,634)	0.00	0
Other computer services costs	6,268	15,833	9,565	60.41	19,000
IT Hardware Disposals	291	0	(291)	0.00	0
Hardware depreciation	279,555	378,981	99,426	26.24	394,854
	577,934	693,453	115,519	16.66	772,222
Communications					
Advertising	160,036	190,000	29,964	15.77	228,000
Annual Reports (Design, Distribute)	5,110	13,500	8,390	62.15	16,200
Brochures (Design, Distribute)	29,972	37,625	7,653	20.34	45,150
Listening Events	15,233	24,900	9,667	38.83	29,880
Market Research	4,473	19,583	15,110	77.16	23,500
Registrant Comms & Internal	9,104	0	(9,104)	0.00	0
Translations	0	2,625	2,625	100.00	3,150
Stakeholder Communications	10,214	13,708	3,494	25.49	16,450
Standards of Proficiency (Design,Prod,Dist)	0	20,833	20,833	100.00	25,000
Web Site Design	6,583	34,783	28,200	81.07	41,740
Annual Conference	120,620	123,567	2,947	2.39	148,280
Marketing & Promotions	2,018	10,467	8,449	80.72	12,560
Conference Attendance	2,888	10,833	7,945	73.34	13,000
General Events (Internal & External)	32,211	33,937	1,726	5.09	40,725
Media Relations - Press Event Launch	25,262	47,000	21,738	46.25	56,400
Welsh Language Scheme	101	0	(101)	0.00	0
	424,201	583,361	159,160	27.28	700,035

OVERHEAD TOTAL

	Actual £	Budget £	Variance £	Variance %	Annual Budget £
Partners					
Partners Recruitment	1,936	22,250	20,314	91.30	26,700
Partners Training	5,158	115,007	109,849	95.51	138,008
Registration Assessors	14,977	32,550	17,573	53.99	39,060
Panels (Allowance & Travel)	400,693	354,067	(46,626)	(13.17)	424,880
Approvals (Previously Visits)	52,251	110,333	58,082	52.64	132,400
Assessors fees (All Professions)	375,215	478,175	102,960	21.53	573,810
Test of Competence (All Professions)	8,918	13,000	4,082	31.40	15,600
Annual Monitoring	21,715	34,563	12,848	37.17	41,475
Major/Minor Change	2,227	10,483	8,256	78.76	12,580
	883,090	1,170,428	287,338	24.55	1,404,513
Project Costs					
MP2 - CPD	68,961	20,738	(48,223)	(232.54)	35,550
MP7 - Fee rise	84,074	0	(84,074)	0.00	0
MP5 - Equality & Diversity	7,153	0	(7,153)	0.00	0
	160,188	20,738	(139,450)	(232.54)	35,550
Specific departmental expenses					
Archive storage	9,352	12,000	2,648	22.07	14,400
Auditors' fees	42,523	48,054	5,531	11.51	57,665
Bank charges	41,372	54,167	12,795	23.62	65,000
Books and publications	155	833	678	81.39	1,000
Consultation Ev (SET, Approvals,CPD)	2,553	15,800	13,247	83.84	18,960
Council Elections	128,642	90,000	(38,642)	(42.94)	108,000
General insurance	28,804	33,000	4,196	12.72	39,600
Health and safety	11,984	3,233	(8,751)	(270.67)	3,880
Miscellaneous Expenses	8,946	0	(8,946)	0.00	0
Internal Audit	49,564	0	(49,564)	0.00	0
Legal advice	167,928	244,768	76,840	31.39	293,720
Legal expenses	1,274,327	1,066,667	(207,660)	(19.47)	1,280,000
Legal insurance	31,500	38,500	7,000	18.18	46,200
Legal -Transcript Writer	114,422	75,208	(39,214)	(52.14)	90,250
Other professional fees	71,758	85,258	13,500	15.83	102,310
Pension administration	11,009	10,560	(449)	(4.25)	12,672
Personal Performance Consultancy	5,797	7,333	1,536	20.95	8,800
Professional Liaison Groups	7,444	35,117	27,673	78.80	42,140
ISO 9001 Certification	2,064	8,373	6,309	75.35	10,047
Reward Data	8,813	5,833	(2,980)	(51.08)	7,000
Subscriptions to professional bodies	16,451	9,466	(6,985)	(73.79)	11,360
Taxation advice	16,220	5,000	(11,220)	(224.40)	6,000
Training	120,206	113,794	(6,412)	(5.64)	136,553
	2,171,835	1,962,964	(208,871)	(10.64)	2,355,557
OVERHEAD TOTAL	8,420,013	9,381,861	961,848	10.25	11,208,971

HEALTH PROFESSIONS COUNCIL
CONSOLIDATED BALANCE SHEET
as at 31 January 2007

	31 January 2007		31 March 2006	
	£	£	£	£
FIXED ASSETS				
Tangible fixed assets				
Land & buildings, at cost or valuation	3,117,924		3,069,443	
Depreciation	<u>(35,000)</u>		<u>(69,443)</u>	
Net book value		3,082,924		3,000,000
Computer Equipment, at cost	2,200,064		2,090,422	
Depreciation	<u>(1,865,254)</u>		<u>(1,598,868)</u>	
Net book value		334,810		491,554
Office furniture and equipment, at cost	395,249		353,370	
Depreciation	<u>(324,444)</u>		<u>(265,964)</u>	
Net book value		70,805		87,406
		<hr/>		<hr/>
Total tangible fixed assets		3,488,539		3,578,960
Investments		1,785,526		1,714,190
		<hr/>		<hr/>
TOTAL FIXED ASSETS		5,274,065		5,293,150
CURRENT ASSETS				
Debtors	24,648		29,740	
Prepayments	56,580		84,608	
Bank balances and cash	<u>3,722,166</u>		<u>4,001,929</u>	
		3,803,393		4,116,277
CURRENT LIABILITIES				
Amounts falling due within one year				
Creditors and accrued expenses	1,068,544		1,583,906	
		<hr/>		<hr/>
WORKING CAPITAL		2,734,849		2,532,371
DEFERRED INCOME				
Registration fees in advance	76,877		106,502	
Retention fees in advance	<u>5,057,593</u>		<u>5,371,271</u>	
		(5,134,470)		(5,477,773)
		<hr/>		<hr/>
NET ASSETS		2,874,444		2,347,748
		<hr/> <hr/>		<hr/> <hr/>
Represented by:				
Capital Grant Receivable - LISA System		0		104,632
Accumulated Fund		1,590,927		355,210
Revaluation reserve		652,189		652,189
Surplus/(Deficit) for the period		<u>631,328</u>		<u>1,235,717</u>
		2,874,444		2,347,748
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**HEALTH PROFESSIONS COUNCIL
CONSOLIDATED ACCOUNTS TO 31 JANUARY 2007**

**CAPITAL EXPENDITURE
From 1st April 2006 - 31 January 2007**

		Actual £	Budget £	Variance £	Annual Budget £
<u>Major Investment (£50K+ Individual Item)</u>					
Office Services	Renovation work to 22-26 Stannery Street. Figures are based on a quantity surveyors estimations and the work will go out to tender early in the new financial year. £851,000 + VAT.	117,924	999,925	882,001	999,925
	Sub Total	<u>117,924</u>	<u>999,925</u>	<u>882,001</u>	<u>999,925</u>
<u>Minor Investment (less than £50K individually)</u>					
Information Technology	15 New Laptops or PCs (New Employees) - £1085 (average)	1,856	16,275	14,419	16,275
	2 Dell 3300 Projectors - £1500 each	0	3,000	3,000	3,000
	3 HP LaserJet 4200 DTN Printer - £1025	1,493	3,075	1,582	3,075
	2 Procurve Switches (Server Room) - £2.5k average	0	5,000	5,000	5,000
	Server to Consolidate existing PC's being used as servers - £5000 + £2000 for a rack to house the new server.	0	7,000	7,000	7,000
	Replacement UPS (battery)	0	3,000	3,000	3,000
Office Services	Colour photocopier	9,066	0	(9,066)	
	3x desk & storage	2,332	0	(2,332)	
	Rackmount storage	1,856	0	(1,856)	
	FujiScanner s500	3,845	0	(3,845)	
	1 Xerox Work Centre BW Photocopier with 4 Hole Punch - £4565+ VAT	0	5,363	5,363	5,363
	Separate air conditioning units in server room	3,367	5,000	1,633	5,000
	Access Control System (to cover 3 buildings & increasing employee numbers)	10,106	9,504	(602)	9,504
	New compressor for airconditioning	3,507	0	(3,507)	0
	Dishwasher for Kitchen	2,872	0	(2,872)	0
	Envelope Machine	3,171	0	(3,171)	0
	Fellows Commerical Shedder	1,217	0	(1,217)	0
	Grahi SPS Back Chair	1,152	0	(1,152)	0
	Replacement Windows for 20 Stannery St	13,338	0	(13,338)	0
		<u>59,178</u>	<u>57,217</u>	<u>(1,961)</u>	<u>57,217</u>
Contingency		0	0	0	50,795
<u>LISA IT Projects</u>	(see next sheet)	<u>105,802</u>	<u>243,571</u>	<u>(137,769)</u>	<u>243,571</u>
Total Capital Expenditure		<u>282,904</u>	<u>1,300,713</u>	<u>742,270</u>	<u>1,300,713</u>

**HEALTH PROFESSIONS COUNCIL
CONSOLIDATED ACCOUNTS TO 31 JANUARY 2007**

**CAPITAL EXPENDITURE - LISA PROJECTS
From 1st April 2006 - 31 January 2007**

Project number

		Actual	Budget	Variance	Bal as	Bal as
		£	£	£	at 01.04.06	at 31.01.07
					£	£
MP12	On Line Applications - 100% Complete in 2005/06	11,989	12,000	(11)	11,989	23,978
MP23	On Line Renewals - 50% Complete in 2005/06	0	13,374	(13,374)	13,374	13,374
MP14	Authentication - 40% Complete in 2005/06	26,491	13,198	13,293	13,198	39,689
MP10	BACS-IP AUDDIS - 100% Complete	-	10,000	(10,000)	27,539	27,539
	Supplementary Prescribing	6,063	20,000	(13,937)	0	6,063
MP11	Intermediate Lapsing	15,315	20,000	(4,685)	0	15,315
MP19	Add UK Nations	0	15,000	(15,000)	0	0
MP16	Generic Bulk Letter Handling	0	15,000	(15,000)	0	0
MP15	Registration Fee Calculator	0	25,000	(25,000)	0	0
MP22	Returned Mail Flag	0	15,000	(15,000)	0	0
MP20	Trust Employee Status Tracking	4,139	25,000	(20,861)	0	4,139
MP19	Online Register Improvements	0	15,000	(15,000)	0	0
MP5	Ethnicity & Diversity	0	20,000	(20,000)	0	0
MP2	CPD Audit Tracking	0	25,000	(25,000)	0	0
MP7	Registration Fee Change	28,560	0	28,560	0	28,560
MP15	Registration Fee Calculator	0	0	0	0	0
MP2	Renewal Forms	13,245	0	13,245	0	13,245
Total Capital Expenditure		105,802	243,571	(137,769)	66,100	171,902

HEALTH PROFESSIONS COUNCIL

CONSOLIDATED ACCOUNTS TO 31 JANUARY 2007

CASH FLOW STATEMENT

From 1st April 2006 - 31 January 2007

	£	
Surplus /(deficit) over expenditure	420,433	
Depreciation charge for the year of tangible fixed assets	359,866	
Grant income released	(104,632)	
(Increase)/decrease in debtors	33,120	
Increase/(decrease) in creditors (CGT and VAT Tax not included)	(515,362)	
Increase /(decrease) in deferred income	(343,303)	
Net cash In/(out)flow from operating activities	(149,878)	
Return on investments and servicing of finance		
Investment Income (Excluding realised gains & losses)	164,898	
Capital expenditure and financial investments		
Purchase of tangible assets	(293,671)	
Disposal of tangible assets	24,227	
Purchase of investments	(293,030)	
Proceeds from sale of investments	267,691	
Increase/(decrease) in Cash	(279,764)	
Cash at 31 March 2006	4,001,929	
Cash at 31 December 2006	3,722,166	
Cash Movement	(279,763)	(0)

HPC CONSOLIDATED Cash Flow: April 06 - March 07

	Mar-06	APRIL	MAY	JUNE	JULY	AUGUST	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	Total 12 Mths
Opening Balance 1st		4,001,929	4,042,162	3,618,682	3,500,656	3,738,794	4,054,079	4,392,735	4,566,748	4,065,270	3,413,139	3,722,166	3,722,166	
Receipts														
Registration Income		850,782	773,322	969,779	853,236	885,037	871,929	897,986	857,228	843,052	833,463			
Investment Income		4,923	24,553	20,583	12,544	(3,443)	46,877	130	5,360	49,212	4,159			
Investment Sales		0	111,385	6,780	0	108,450	0	0	25,660	0	15,416			
Deferred Income Movements		436,748	(439,916)	(371,285)	306,941	315,304	182,038	51,671	(497,952)	(502,584)	175,732			
Bank Loan														
Miscellaneous Income											100,000			
Total Cash Receipts		1,292,453	469,344	625,857	1,172,721	1,305,348	1,100,844	949,787	390,296	389,680	1,128,770	0	0	8,825,100
Payments														
Operational														
Expenditure		793,583	820,763	986,386	863,316	922,520	724,499	903,567	1,095,560	691,626	618,193			
Depreciation		(57,238)	(50,046)	(57,564)	(53,360)	(57,811)	(17,786)	(16,367)	(16,602)	(16,655)	(16,437)			
Aged Cred / Accrual Movements		245,174	308,573	(198,541)	131,830	(77,854)	(12,725)	(100,793)	(197,657)	395,403	21,952			
Debtor Movements		268,212	(189,382)	(5,041)	(6,470)	(23,790)	(8,324)	(18,323)	(2,864)	(31,274)	(15,864)			
Payments to Creditors		1,249,731	889,908	725,240	935,316	763,065	685,664	768,084	878,437	1,039,100	607,844	0	0	8,542,389
Exceptional														
Capital Expenditure		13,254	3,846	0	3,507	10,106	33,546	7,690	13,337	2,711	205,674			
Capital Write-off		(10,765)	(8,224)	0	(4,240)	0	(998)	0	0	0	0			
Investment Purchases		0	7,294	18,643	0	216,892	43,976	0	0	0	6,225			
Loan Repayments		0	0	0	0	0	0	0	0	0	0			
Total Payments		1,252,220	892,824	743,883	934,583	990,063	762,188	775,774	891,774	1,041,811	819,743	0	0	9,104,863
Closing Balance	4,001,929	4,042,162	3,618,682	3,500,656	3,738,794	4,054,079	4,392,735	4,566,748	4,065,270	3,413,139	3,722,166	3,722,166	3,722,166	(279,763)
Aged Creditors	800,652	1,338,113	1,029,540	1,228,081	1,096,251	1,174,105	1,186,830	1,287,623	1,485,280	1,089,877	1,067,925	1,067,925	1,067,925	1,067,925
Accruals	782,635													0
Budgeted Expenditure 05/06														

Deferred Income Movements - () Some income from deferred income and cash has already been received. If positive, cash received in advance and not recognised as income in current month.

Depreciation - Cash paid for fixed assets incurred in previous months make depreciation a non cash item, so is taken off the current month expenditure.

Aged Creditor Movements - () Denotes an increase in aged creditors from the previous month and is taken off the current month expenditure as they haven't been paid. Vice versa for a positive figure.

Debtor Movements - If positive, debtors/prepayments have been paid without all being recognised in the I & E Account, so must be added to the expenditure for the month, Vice versa for a negative figure.