

1. General

The management accounts for the month of July are attached.

2. Employees

Our newly appointed management accountant, Bola Bajomo, joined the department on 10 September.

We have also recruited a finance officer, Olubukola Shonola, who will start on 17 September and whose time will be divided between work on transactions and the purchase ledger.

3. Income and expenditure

Income in July was £1,558k, £52k more than budget and expenditure was £1,525k, £14K over budget, leaving an operating surplus of £33k, £38k better than budget. For the year to date, income is £5,946k and expenditure £5,920k leaving an operating surplus of £26k. We have spent £604k in the four months to July on the GSCC transfer and invoiced the Department of Health for £244k covering the period to June. In August the Department of Health paid the amounts invoiced at March 2012 of £238k.

The cash balance at 31 July was £6,880k.

4. Funds under management

At the end of July 2012, £1.6M was held in short term accounts at Lloyds and NatWest, earning 1.25%. The following have been invested for longer periods at fixed rates: £1M in a Lloyds money market account earning 1.8% (6 months to 17.09.12), £2M in a Lloyds deposit account earning 3.25% (1 year to 13.08.13), £0.5M in a Nat West Bond at 3.0% (1 year to 27.03.13) and 1.5M in a NatWest fixed term deposit at 3.00% (1 year to 10.07.13)

5. Systems

The NetRegulate changes project for automation of the registrant balance report and automated refunds went live in July. This is saving time and paperwork and ensures that we are up to date with refunding registrants.

6. Flexiplan pension scheme

The second hearing in the court case on the Flexiplan Pension scheme is booked for October. We continue to pay £4,495 per month.

Management Accounts for month ended 31 July 2012

- 1 Total operating income to the end of July was £5,946K, £126K over budget.
- 2 The operating surplus for the year to date is £26K, compared to a budget deficit of £369K
- 3 Costs spend in relation to social workers and name change was £604K to the end of July.
- 4 Cash totalled £6,880K at 31 July, a decrease of £1,828K since 31 March 2012.
- 5 The main variances were:

Department	Phasing	Permanent	Note
Chief Executive	(21,988)		
Committees		10,657	Cancellation of the April F&R committee meeting and July Communications committee
Communications	38,131		
Council	(3,469)	11,068	Over Provision on taxation and additional meeting budgeted for
Education	12,360	50,908	Decrease in number of visits required by 27% and delay in recruiting members of staff
Facilities	(26,951)	(31,927)	Additional coffee machines purchased, costs in relation to office and moves, additional rent for new offices and replacement of ceiling in council chamber and post room.
Finance		22,126	Delay in staff recruitment
FTP	221,755	32,000	Over accrual made in March 2012 for shorthand writers
HR	(11,136)		
IT	14,691		
Operations		(22,719)	additional Maternity Cover and legal advice received
Partners	18,369		
Registrations	(66,363)	(59,293)	Increase in international applications received
Secretariat	27,377		
	202,776	12,820	

Income and Expenditure

Accounting Period

[Period 4 12-13](#)

Cost Centre Name

[All Cost Centres](#)

Department Name

[All Departments](#)

	Movement	Movement YTD	Budget YTD	Variance YTD	% Variance YTD
Graduate Registration fees	85,950	324,210	221,156	(103,053)	(47)
Readmission fees	(17,365)	52,900	64,507	11,607	18
Renewal fees	1,243,576	4,958,075	5,152,100	194,025	4
International scrutiny fees	83,580	291,900	84,953	(206,947)	(244)
Grandparenting fees	63,000	138,600	141,960	3,360	2
UK scrutiny fees	100,117	180,995	155,153	(25,842)	(17)
Registration Income	1,558,858	5,946,679	5,819,830	(126,850)	(2)
Cheque/credit card write offs	0	0	0	0	
Total Income	1,558,858	5,946,679	5,819,830	(126,850)	(2)
Chair	5,285	20,285	23,237	2,952	13
Chief Executive	35,799	138,113	107,338	(30,775)	(29)
Committee	4,493	25,663	38,896	13,233	34
Council	19,812	39,044	48,416	9,372	19
Communications	65,771	290,087	334,937	44,850	13
Depreciation	69,272	280,744	260,542	(20,202)	(8)
Education	58,134	291,816	355,716	63,900	18
Facilities Management	137,437	423,081	373,173	(49,908)	(13)
Finance	50,474	225,589	252,061	26,472	11
Fitness to Practise	559,225	2,309,544	2,579,652	270,108	10
Human Resources	23,215	133,282	122,769	(10,513)	(9)
Human Resources Partners	33,044	80,565	101,586	21,022	21
IT Department	99,400	382,621	404,861	22,240	5
Major Projects	(11,237)	128,809	131,242	2,433	2
Operations Office	47,274	225,348	196,241	(29,106)	(15)
Policy	18,109	78,269	77,562	(707)	(1)
Registration	292,896	783,137	688,082	(95,055)	(14)
Secretariat	17,441	64,292	93,002	28,710	31
Operating expenditure	1,525,843	5,920,289	6,189,314	242,093	4
Operating Surplus/(Deficit)	33,015	26,391	(369,485)	(343,094)	(100)
Grant Income	0	0	0	0	
Costs Relating to transfer of GSCC	108,574	373,585	350,308	(23,277)	(7)
Costs relating to the Name Change	45,254	91,247	135,855	44,608	33
Social Workers FTP	36,763	132,108	157,407	25,299	16
Employee Costs - GSCC staff transfer	7,468	7,468	0	(7,468)	
Investment Income	225	12,884	0	(12,884)	
Total surplus/(deficit)	(164,820)	(565,133)	(1,013,055)	447,922	(44)

Statement of Financial Position

Account by Category

[All Categories](#)

Accounting Period

[Period 4 12-13](#)

	Balance	Prior Year Balance To Close
Non-Current Assets		
Land & buildings, at cost or valuation	3,172,172	3,172,172
Land & Buildings Depreciation	(9,667)	0
	<u>3,162,505</u>	<u>3,172,172</u>
Computer Equipment, at cost	741,895	654,038
Computer equipment Depreciation	(631,204)	(607,666)
	<u>110,691</u>	<u>46,372</u>
Office furniture and equipment, at cost	522,042	445,186
Office Equipment Depreciation	(399,642)	(388,916)
	<u>122,399</u>	<u>56,269</u>
Intangible assets	4,612,563	4,488,758
Intangible Depreciation	(3,034,460)	(2,793,581)
	<u>1,578,103</u>	<u>1,695,177</u>
Total Non-current Assets	<u>4,973,699</u>	<u>4,969,990</u>
Current Assets		
Other current assets	623,226	515,242
Cash & Cash Equivalent	6,880,256	8,708,701
	<u>7,503,481</u>	<u>9,223,943</u>
Total Assets	<u>12,477,180</u>	<u>14,193,932</u>
Current Liabilities		
Trade and other payables	707,087	598,992
Other Liabilities	1,064,776	1,159,132
Deferred Income	9,349,710	10,495,068
	<u>11,121,572</u>	<u>12,253,192</u>
Total Assets Less Liabilities	<u>1,355,607</u>	<u>1,940,740</u>
General fund b/fwd	(1,920,740)	(1,983,942)
This Periods Surplus/Deficit	565,133	63,202
Grant Income	0	0
General fund c/fwd	<u>(1,355,607)</u>	<u>(1,940,740)</u>
Rev Res - Land & Building	0	0
Rev Res - Investments	0	0
Revaluation reserve	<u>0</u>	<u>0</u>
Total	<u>(1,355,607)</u>	<u>(1,920,740)</u>

Management Accounts to 31 July 2012
Summary of Capital Expenditure

Property

Purchase of new property
 Windows
 Air conditioning unit

Actual £	Budget £	Variance £
		0
43,018	26,000	17,018
	-	0
43,018	26,000	17,018

Office Equipment

Photocopiers
 Coffee machines
 Replacement of Franking Machine
 Letter opener
 Meeting room table

0	18,000	18,000
28,707	35,000	6,293
0	25,000	25,000
4,080	-	(4,080)
4,352	-	(4,352)
37,139	78,000	40,861

Information Technology

Laptops and PCs
 Server replacement
 Software Licences
 SAN capacity increase
 Switches

75,068	80,326	5,258
0	12,000	12,000
48,313	70,025	21,712
13,102	17,000	3,898
9,598	-	(9,598)
146,081	179,351	33,270

Major Projects

78,214	74,032	(4,182)
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Total Capital Expenditure

304,452	357,383	52,931
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Summary of Project Expenditure

Capital expenditure
 MP36 FTP case management system
 MP46 Education Systems review
 MP52 Transfer of the GSCC
 MP57 NetRegulate Changes part 1
 MP58 Online Renewal Forms Request
 MP61 33 Stannary Street

	Actual £ YTD	Budget £ YTD	Variance £
	25,357	0	(25,357)
	4,440	22,000	17,560
	13,413	0	(13,413)
	27,222	25,032	(2,190)
	7,782	0	(7,782)
	0	27,000	27,000
	78,214	74,032	(4,182)

Management Accounts to 31 July 2012
Cash Flow Statement
From 1st April 2012 - 31 July 2012

	£
Surplus over expenditure	26,391
Costs incurred in relation to the GSCC	(373,585)
Costs relating to Name Change	(91,247)
Costs relating to SW FTP cases	(132,108)
Costs relating to SW Staff transfer	(7,468)
Depreciation charge for the year of non-current assets	280,744
Increase in debtors & prepayments	(107,984)
Increase/(Decrease) in creditors	13,738
(Decrease)/Increase in deferred income	(1,145,358)
Net cash In/(out)flow from operating activities	(1,536,877)
Return on investments and servicing of finance	
Investment Income (Excluding realised gains & losses)	12,884
Taxation	0
Capital expenditure and financial investments	
Purchase of tangible assets	(304,452)
Financing	
Income from DOH	0
Decrease in Cash	(1,828,445)
Cash at 31 March 2012	8,708,701
Cash at 31 July 2012	6,880,256
Cash Movement	(1,828,445)

CASH FLOW



