

FALMOUTH HARBOUR COMMISSIONERS
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

FALMOUTH HARBOUR COMMISSIONERS

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FALMOUTH HARBOUR COMMISSIONERS

LIST OF COMMISSIONERS, PRINCIPAL OFFICERS AND PROFESSIONAL ADVISORS (as at 31 December 2012)

Commissioners: Captain M Sansom Chief Executive and Harbour Master
D Ellis Chairman
P Fish Deputy Chairman
P Hamilton Resigned 31 December 2012
J Langan Retired 31 December 2012
R Reed
G Tomlinson
R Yates

Deputy Harbour Master: Captain D Paul

Leisure Services Manager: B Buist

Finance and Admin Manager: L Allan

Falmouth Harbour Commissioners 44 Arwenack Street
Falmouth

Bankers: Barclays Bank plc
Killigrew Street
Falmouth

Lloyds Bank plc
Killigrew Street
Falmouth

HSBC Bank plc
Market Street
Falmouth

Auditors: Francis Clark LLP
Lowin House
Tregolls Road
Truro TR1 2NA

Solicitors: Hine Downing
8/10 Berkeley Vale
Falmouth

FALMOUTH HARBOUR COMMISSIONERS

COMMISSIONERS' REPORT

The Commissioners present their report and financial statements of Falmouth Harbour for the year ended 31 December 2012.

Principal activities

The principal activities of the Harbour Commissioners are the administration of the affairs of Falmouth Harbour and the administration of pilotage services as a competent harbour authority under the Pilotage Act 1987.

State of affairs

These financial statements record a surplus of £30,615 as set out on page 5. The surplus is much lower than in previous years as a result of reduced commercial shipping and visiting leisure craft together with an increase in expenditure due to undertaking the maerl translocation trial.

The reduction in commercial activity reflects the increased availability of low sulphur fuel worldwide, which has eroded the Port's advantage, which originally came about due to new regulations in 2007. A combination of the recession and poor weather impacted upon leisure services, particularly for visitors.

Pilots pension fund

The court ruling gave the Fund Trustee wide powers to seek deficit contributions from Competent Harbour Authorities (CHA) engaged or having been previously engaged in employing or authorising pilots and Falmouth Harbour Commissioners has a liability on this basis. The liability share has been allocated by the Trustee to CHAs as a percentage of the deficit and the Falmouth Harbour Commissioners share has been estimated at £2,996,000 based on a valuation undertaken in 2010. The updated FRS17 report as at 31 December 2012 indicates that this liability has increased to £3,412,000.

The estimated deficit is shown in the accounts on page 7. The proposals for repaying the deficit have been revised after a consultation exercise undertaken with the Trustee and will be notified when approved by the Pensions Regulator. A further valuation of the Fund is due at the end of 2013.

Commissioners

The following Commissioners held office during the year:

Captain M Sansom	Chief Executive and Harbour Master
D Ellis	Chairman
P Fish	Deputy Chairman
P Hamilton	Resigned 31 December 2012
J Langan	Retired 31 December 2012
R Reed	
G Tomlinson	
R Yates	

FALMOUTH HARBOUR COMMISSIONERS

COMMISSIONERS' REPORT (continued)

Commissioners' responsibilities

Relevant law requires the Commissioners to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the undertaking and of the surplus or deficit of the undertaking for that period. In preparing those financial statements, the Commissioners are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the undertaking will continue in business.

The Commissioners are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the undertaking and to enable them to ensure that the financial statements comply with the Statutory Harbour Undertakings (Accounts etc) Regulations 1983, the Falmouth Harbour Orders 1870-1991 and the Statutory Harbour Undertakings (Pilotage Accounts) Regulations 1988. They are also responsible for safeguarding the assets of the undertaking and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as each Commissioner is aware, there is no relevant information of which auditors are unaware, and each Commissioner has taken all the steps that he or she ought to have taken as a Commissioner to make his or herself aware of any relevant audit information and to establish that the auditors are aware of the information.

By Order of the Commissioners;



D Ellis
Chairman

Date:

12/7/13

FALMOUTH HARBOUR COMMISSIONERS

REPORT OF THE AUDITORS TO FALMOUTH HARBOUR COMMISSIONERS

We have audited the financial statements of Falmouth Harbour Commissioners for the year ended 31 December 2012 on pages 5 to 24. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Commissioners, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Commissioners those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Commissioners as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of commissioners and auditors

As explained more fully in the Statement of Commissioners responsibilities set out on page 3, the Commissioners are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Commissioners; and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the undertaking's affairs as at 31 December 2012 and of its surplus for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the provisions of the Statutory Harbour Undertakings (Accounts etc) Regulations 1983, the Falmouth Harbour Orders 1870–1991 and the Statutory Harbour Undertakings (Pilotage Accounts) Regulations 1988 applicable to small undertakings.

Opinion on other matters prescribed by the Companies Act 2006

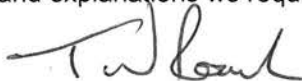
In our opinion the information given in the Report of the Commissioners for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Commissioners' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Thomas Roach FCA (Senior Statutory Auditor)
Francis Clark LLP
Chartered Accountants and Statutory Auditors
Lowin House
Tregolls Road
Truro TR1 2NA



Date:..... 6/8/13

FALMOUTH HARBOUR COMMISSIONERS
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

	Note	£	2012 £	£	2011 £
Turnover			3,018,680		3,277,625
Staff Costs & Pilots fees	4	1,698,288		1,676,074	
Depreciation	6	177,789		183,972	
Other operating charges		1,136,055		1,031,834	
		-----	(3,012,132)	-----	(2,891,880)
Operating surplus	2		6,548		385,745
Interest receivable and similar income	3	41,225		27,250	
Other finance income		871		5,189	
Grant income		2,225		2,225	
Interest payable		(20,254)		(10,877)	
		-----	24,067	-----	23,787
Surplus for the year before taxation			30,615		409,532
Taxation	5		48,263		(40,149)
Surplus for the financial year			78,878		369,383
			=====		=====

Continuing operations

None of the undertakings' activities were acquired or discontinued during the above two financial years.

FALMOUTH HARBOUR COMMISSIONERS
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 DECEMBER 2012

	Note	2012 £	2011 £
Surplus for the financial year	12	78,878	369,383
Actuarial (loss) on Cornwall Council pension scheme	16	(162,000)	(161,000)
Actuarial liability on Pilots National Pension Fund	16	(3,412,000)	-
UK deferred tax attributable to actuarial loss	11	257,600	25,200
Total recognised (losses) / gains for the year		<u><u>(3,237,522)</u></u>	<u><u>233,583</u></u>

The accounting policies and notes on pages 9 to 24 form an integral part of these financial statements.

FALMOUTH HARBOUR COMMISSIONERS

BALANCE SHEET

FOR THE YEAR ENDED 31 DECEMBER 2012

	Note	£	2012 £	£	2011 £
Fixed assets					
Tangible assets	6		1,791,606		1,643,417
Current assets					
Stock		7,320		6,147	
Debtors	7	900,254		512,752	
Cash at bank and in hand		2,180,482		2,322,390	
		<u>3,088,056</u>		<u>2,841,289</u>	
Creditors: amounts due within one year	8	<u>(541,822)</u>		<u>(465,119)</u>	
Net current assets			2,546,234		2,376,170
Net assets			<u>4,337,840</u>		<u>4,019,587</u>
Creditors: amounts due after one year	9		-		-
Accruals and deferred income	10		(22,238)		(24,463)
Pilots National Pension Fund Scheme liability	16		(3,412,000)		-
Cornwall Council Pension scheme liability	16		(848,000)		(702,000)
			<u>55,602</u>		<u>3,293,124</u>
Reserves					
Accumulated funds	12		(38,786)		3,198,736
Revaluation reserve	12		94,388		94,388
			<u>55,602</u>		<u>3,293,124</u>

Approved on behalf of the Board:



D Ellis
Chairman



Captain M Sansom
Chief Executive and Harbour Master

Date: 12/7/13

FALMOUTH HARBOUR COMMISSIONERS
NOTE OF HISTORICAL COST SURPLUS
FOR THE YEAR ENDED 31 DECEMBER 2012

	2012 £	2011 £
Surplus before taxation	30,615	409,532
Difference between historical cost depreciation charge and the actual depreciation charge for the year calculated on the revalued amount	-	-
Historical surplus before taxation	<u>30,615</u>	<u>409,532</u>

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

1. ACCOUNTING POLICIES

a) Accounting convention

The financial statements are prepared under the historical cost convention, modified to include the revaluation of freehold land and buildings.

b) Turnover

Turnover represents income net of value added tax.

Income is calculated so as to spread the income over the period that it covers. Any deferred income is included within creditors and released in the period to which it relates.

c) Tangible fixed assets

Tangible fixed assets are included at cost, being purchase price, less accumulated depreciation. It is the policy of Falmouth Harbour Commissioners not to capitalise items under £500 or have an expected useful life of less than 18 months.

d) Depreciation of tangible fixed assets

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life as follows:

Freehold property (excluding land)	0%	
Office equipment, Harbour Master's Craft and Buoys	10% or 20%	p.a. reducing balance
Pilot Boats	13% or 15%	w.d.v. until nbv = 25% cost
Computers	20% or 33.33%	p.a. straight line
Yacht Haven:		
- Amenity Centre	10%	p.a. straight line
- Dredging	10%	p.a. straight line
- Pontoons	4%, 5% or 6.66%	p.a. straight line
Equipment:		
- Pilotage	33.33%	p.a. straight line
- Grant funded	20% or 33.33%	p.a. straight line
Fuel Barge	4%	p.a. straight line

For the freehold property re-valued prior to the implementation of FRS 15, the transitional provisions are being followed and the valuation has not been updated since.

e) Stocks

Stocks are stated at the lower of cost and net realisable value.

f) Deferred taxation

In the prior year deferred taxation was recognised, without discounting, in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less tax, with the following exceptions:

- Deferred tax assets are recognised only to the extent that the Commissioners consider it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.
- Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantially enacted at the balance sheet date.

Due to the material defined benefit pension scheme liability being recognised this year, the Commissioners consider that it is now appropriate to discount the deferred tax asset arising on the pension scheme liabilities, and this amendment has been reflected in the current year's figures.

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

g) **Pension costs**

The company operates both a defined benefit and defined contribution pension scheme.

Defined Contribution Scheme

The assets of the defined contribution scheme are held separately from those of the company in an independently administered fund. The amount charged against the surplus represents the contributions payable to the scheme in respect of the accounting period.

Defined Benefit Scheme

Full details of the defined benefit pension schemes are given in note 16.

h) **Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against the surplus as incurred.

i) **Grants**

The grant in respect of capital expenditure is credited to deferred revenue. This grant is released to the income and expenditure account over the expected useful life of the assets.

The grant in respect of revenue expenditure is released to the income and expenditure account as the related expenditure is incurred.

2. **Operating surplus**

Operating surplus is stated after charging:	2012 £	2011 £
Auditors' remuneration	5,439	6,044
Non audit costs	3,061	10,376
Elected Commissioners' fees	38,285	31,225
Operating lease rentals – Plant and Machinery	8,725	9,866

3. **Interest receivable and similar income**

	2012 £	2011 £
Bank interest	41,225	27,250

4. **Staff costs**

Operating surplus is stated after charging:	2012 £	2011 £
Wages and salaries	891,492	781,257
Pilots' fees	669,948	783,362
Social security costs	68,906	58,937
Other pension costs	67,942	52,518
	<u>1,698,288</u>	<u>1,676,074</u>
Other pension costs:		
Balance included in Other Creditors b/fwd	(10,796)	(10,481)
Amounts paid on the year	102,007	94,203
Service cost adjustments	(35,000)	(42,000)
Balance included in Other Creditors c/fwd	11,731	10,796
	<u>67,942</u>	<u>52,518</u>

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

Number of employees

The average monthly number of employees during the year was:	2012	2011
Departmental administration	26	23
Pilot boat crew	10	10
	-----	-----
	36	33
	=====	=====

5. Taxation

Tax on the surplus on ordinary activities

Analysis of charge in the year:

	2012	2011
	£	£
Current tax		
UK Corporation Tax (credit) / charge	(49,011)	34,355
Deferred tax		
Timing differences, origination and reversal	748	5,794
	-----	-----
Total	(48,263)	40,149
	=====	=====

Factors affecting tax charge for the year:

	2012	2011
	£	£
Surplus on ordinary activities	30,615	409,532
	-----	-----
Surplus on ordinary activities multiplied by standard rate of corporation tax in the UK of 20.00% (31 December 2011: 20%)	6,123	81,906
Expenses not deductible for tax purposes *	10,898	3,702
Surplus on pilot boat operations	(39,421)	(66,072)
Effect of change in tax rate	-	418
Capital allowances for the period less than depreciation	16,873	14,401
Tax losses	5,527	-
Corporation tax credit in respect of previous years	(49,011)	-
	-----	-----
Current tax (credit) / charge for the year	(49,011)	34,355
	=====	=====

* including non-allowable depreciation

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

6. Tangible fixed assets

	Freehold Property	Office Furniture and Computer Equipment	Craft	Pontoons and Fuel Barge	Equipment	Total
	£	£	£	£	£	£
Cost or valuation						
At 1 January 2012	431,393	153,825	1,543,477	675,050	135,169	2,938,914
Transfers	-	-	17,373	-	(17,373)	-
Additions	157,021	12,741	70,764	74,927	10,525	325,978
Disposals	-	-	-	-	-	-
At 31 December 2012	588,414	166,566	1,631,614	749,977	128,321	3,264,892
Depreciation						
At 1 January 2012	105,134	122,086	684,513	329,843	53,921	1,295,497
Charge for the year Eliminated on disposal	-	10,114	120,601	32,998	14,076	177,789
At 31 December 2012	105,134	132,200	805,114	362,841	68,997	1,473,286
Written down values						
At 31 December 2012	483,280	34,366	826,500	387,136	60,324	1,791,606
At 31 December 2011	326,259	31,739	858,964	345,207	81,248	1,643,417

The freehold property at 44 Arwenack Street, Falmouth was revalued on an open market basis on 18 March 1997 by Stratton Creber Chartered Surveyors. The historical cost of the freehold land and buildings included above at the revaluation of £125,000 was £2,692 and the aggregate depreciation thereon would have been £1,346 (2011 - £1,346).

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

7. Debtors

	2012 £	2011 £
Operating debtors	212,181	275,445
Other debtors	344,275	138,809
Prepayments	33,986	45,538
Deferred tax asset	309,812	52,960
	<u>900,254</u>	<u>512,752</u>

The deferred tax asset of £309,812 is due after more than one year.

8. Creditors: amounts falling due within one year

	2012 £	2011 £
Bank loans and overdrafts	-	37,312
Operating creditors	334,683	315,442
Other creditors	19,231	18,296
Corporation tax	-	34,355
Other taxation and social security	21,639	19,432
Accruals	166,269	40,282
	<u>541,822</u>	<u>465,119</u>

The undertaking has adopted a policy of settling all outstanding creditor invoices not under dispute within 32 days of the end of the month of receipt.

9. Creditors: amounts falling due after one year

	2012 £	2011 £
Due between two and five years:		
Bank loans and overdrafts	<u>-</u>	<u>-</u>

The bank loan noted in notes 8 and 9 totalling £- (2011 - £37,312) is secured on the Arrow pilot boat.

10. Accruals and deferred income

	2012 £	2011 £
At 1 January 2012	24,463	26,688
Released in the year	(2,225)	(2,225)
At 31 December 2012	<u>22,238</u>	<u>24,463</u>
Deferred income due in over 5 years	<u>11,113</u>	<u>13,338</u>

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

11. Deferred taxation

The amount provided, which represents full provision, is as follows:

	2012	2011
	£	£
Capital allowances in excess of depreciation	88,188	87,440
Pension schemes tax asset	(398,000)	(140,400)
	<u>-----</u>	<u>-----</u>
Deferred tax asset (see note 7)	<u>(309,812)</u>	<u>(52,960)</u>
Provision for (asset) at 1 January 2012	(52,960)	(33,554)
Deferred tax charge in income and expenditure account	748	5,794
Deferred tax (credit) in the STRGL	(257,600)	(25,200)
	<u>-----</u>	<u>-----</u>
Deferred tax asset at 31 December 2012 (see note 7)	<u>(309,812)</u>	<u>(52,960)</u>

The potential deferred taxation on the revalued property has been estimated at approximately £3,000.

12. Reserves

	Accumulated fund	Revaluation reserve	Total
	£	£	£
Balance at 1 January 2012	3,198,736	94,388	3,293,124
Retained surplus for the financial year	78,878	-	78,878
Other recognised losses	(3,316,400)	-	(3,316,400)
	<u>-----</u>	<u>-----</u>	<u>-----</u>
Balance at 31 December 2012	<u>(38,786)</u>	<u>94,388</u>	<u>55,602</u>

13. Reconciliation of movement on reserves

	2012
	£
Opening reserves at 1 January 2012	3,293,124
Surplus for the financial year after taxation	78,878
Other recognised losses	(3,316,400)
	<u>-----</u>
Closing reserves at 31 December 2012	<u>55,602</u>
Pension reserve:	£
Accumulated fund excluding pension liability	3,823,214
Pension liabilities including deferred tax	(3,862,000)
	<u>-----</u>
Accumulated reserve including pension liability	<u>(38,786)</u>

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

14. Financial commitments

Operating leases

At 31 December 2012 the Commissioners had annual commitments under non-cancellable operating leases as follows:

	2012 £	2011 £
Operating leases expiring between one and five years:		
Equipment	8,725	8,725
	-----	-----
	<u>8,725</u>	<u>8,725</u>
Equipment summarised between:		
Forklift (5 year lease expiring September 2014)	5,065	5,065
Photocopiers (5 year lease expiring July 2016)	3,660	3,660
	-----	-----
	<u>8,725</u>	<u>8,725</u>

15. Capital Commitments

Details of capital commitments at 31 December 2012 are as follows:

	2012 £	2011 £
Contracted for but not provided for in the financial statements:		
Tangible Assets: Land & Buildings – New Workshop	-	118,835
Tangible Assets: Craft Equipment – New Patrol Boat	-	64,879
	-----	-----
	<u>-</u>	<u>183,714</u>

16. Pension Scheme

Pilots National Pension Fund (PNPF) Defined Benefit Scheme

The PNPF is a centralised multi-employer defined benefit scheme for non-associated employers. It provides benefits for employed and self-employed maritime pilots. The trustee of the PNPF has sought the guidance of the court on a number of issues relating to the trustee's powers under the rules of the PNPF, including who is liable to contribute (as set out in note 18).

Until the legal status of the PNPF had been clarified, the Commissioners were unable to determine their share of the liabilities of the PNPF. However following the court's determination and further information being made available on the extent of the PNPF's liabilities, the Commissioners are now able to do so. The last actuarial valuation of the PNPF was completed as at 31 December 2010. The results of these calculations have been updated to 31 December 2012 by a qualified actuary and incorporated into the financial statements for the first time this year. As a result there are no comparative figures.

The major assumptions used by the actuary were:

	At 31/12/2012 (% p.a.)
Salary increases	3.5%
Pension increases	2.3%
Expected return on assets	4.9%
Discount rate	4.1%

Mortality:

The average future life expectancies at age 65 are summarised below:

	Males	Females
Current pensioners	22.7 years	25.0 years
Future pensioners	24.5 years	27.0 years

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

Expected return on assets:

The assumed expected long-term rate of return for PNPf assets as at 31 December 2012 is based on the PNPf's current asset allocation and the yields currently available in the appropriate investment markets.

The long-term rate is based on the assumptions in the table below. A deduction of 0.2% p.a. is made to each of the assumed returns below to allow for investment management expenses.

The trustee is currently considering amending the long-term investment strategy for the PNPf and this is likely to result in changes to the PNPf's asset allocation during 2013.

Pension Scheme (continued)

The scheme is a multi-employer scheme and the assets in the scheme and the expected rates of return are:

	Long term rate of return expected as at 31/12/2012 % p.a.	Assets at 31/12/2012 £,000
Equities	7.7%	908
Bonds	4.1%	2,519
Hedge Funds	6.7%	666
Cash	0.9%	229

Total value of assets		4,322
Present value of scheme liabilities		7,734

Deficiency in scheme		(3,412)
Related deferred tax asset *		319

Net pension liability		(3,093)
		=====

* This assumes a corporation tax rate of 20% for 31/12/2012. The deferred tax asset on the deficiency in the scheme has been discounted.

Analysis of amounts charged to operating surplus

	Year to 31 December 2012 £,000	Year to 31 December 2011 £,000
Service cost	-	-
Past service (gains)	-	-
	-----	-----
	-	-
	=====	=====

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

Pension scheme (continued)

Analysis of amount debited to interest payable

	Year to 31 December 2012 £,000	Year to 31 December 2011 £,000
Expected return on employer assets	-	-
Interest cost	-	-
	-----	-----
Net cost	-	-
	=====	=====
Net revenue account cost/(gain)	-	-
	=====	=====
Actual return on plan assets	-	-
	=====	=====

Reconciliation of defined benefit obligation

	Year to 31 December 2012 £,000	Year to 31 December 2011 £,000
Defined benefit obligation at 1 January 2012	-	-
Movement in year;		
Current service cost	-	-
Interest cost	-	-
Contributions by members	-	-
Actuarial losses due to re-classification	7,734	-
Past service (gains)	-	-
Estimated benefits paid	-	-
	-----	-----
Defined benefit obligation at 31 December 2012	7,734	-
	=====	=====

Reconciliation of fair value of employer assets

	Year to 31 December 2012 £,000	Year to 31 December 2011 £,000
Fair value of employer assets at 1 January 2012	-	-
Expected return on assets	-	-
Contributions by members	-	-
Employer contributions	-	-
Estimated benefits paid	-	-
Actuarial gains due to re-classification	4,322	-
	-----	-----
Fair value of employer assets at 31 December 2012	4,322	-
	=====	=====

Analysis of the amount recognised in statement of total recognised gains and losses (STRGL)

	Year to 31 December 2012 £,000	Year to 31 December 2011 £,000
Actuarial (losses) due to re-classification	(3,412)	-
	-----	-----
Actuarial (losses) recognised in STRGL	(3,412)	-
	=====	=====

The above reflects the effect on the STRGL that has been made for the scheme deficit to be reflected in these financial statements.

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

Pension scheme (continued)

History of experience gains and losses

	Year to 31 December 2012 £,000
Difference between the expected and actual return on assets	-
Value of assets	4,322
% of assets	n/a
Experience (losses)/gain on liabilities	-
Total present value of liabilities	7,734
% of the total present value of the liabilities	n/a
Actuarial (losses)/gain recognised in STRGL	(3,412)
Total present value of liabilities	7,734
% of the total present value of the liabilities	(44.1%)
(Deficit)	(3,412)

Estimated contributions for the year ended 31 December 2013

The estimated employer's contributions for the year to 31 December 2013 are approximately £151,000.

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

Cornwall Council Defined Benefit Scheme

The undertaking operates a defined benefit scheme through Cornwall Council. An actuarial valuation was carried out at 31 March 2013 for the purposes of FRS17 by a qualified independent actuary. This represents the most appropriate, available, valuation for the purposes of FRS17, and the Commissioners consider this the best estimate of the position at 31 December 2012. These figures have therefore been incorporated into the financial statements.

The major assumptions used by the actuary were:

	At 31/03/2013 (% p.a.)	At 31/03/2012 (% p.a.)	At 31/03/2011 (% p.a.)
Salary increases	5.1%	4.8%	5.1%
Pension increases	2.8%	2.5%	2.8%
Expected return on assets	5.0%	5.5%	6.8%
Discount rate	4.5%	4.8%	5.5%

Mortality:

Life expectancy is based on the Fund's VitaCurves with improvements from 2007 in line with the Medium Cohort and a 1% p.a. underpin. The average future life expectancies at age 65 are summarised below:

	Males	Females
Current pensioners	21.3 years	23.4 years
Future pensioners	23.2 years	25.6 years

Expected return on assets:

The expected return on assets is based on the long-term future expected investment return for each asset class at the beginning of the period (i.e. as at 31 March 2012 for the year to 31 March 2013, or date of joining the fund if later). The assumed returns are net of investment expenses. The expected administration costs of the fund are reflected in the current service cost.

Pension Scheme (continued)

The scheme is a multi-employer scheme and the assets in the scheme and the expected rates of return are:

	Long term rate of return expected for 31/03/2013 % p.a.	Assets at 31/03/2013 £,000	Long term rate of return expected for 31/03/2012 % p.a.	Assets at 31/03/2012 £,000	Long term rate of return expected for 31/03/2011 % p.a.	Assets at 31/03/2011 £,000
Equities	5.7%	1,512	6.2%	1,293	7.5%	1,267
Bonds	3.5%	474	4.0%	304	4.9%	246
Property	3.9%	113	4.4%	133	5.5%	123
Cash	3.0%	158	3.5%	171	4.6%	123
Total value of assets	5.0%	2,257	5.5%	1,901	6.8%	1,759
Present value of scheme liabilities		3,105		2,603		2,335
Deficiency in scheme		(848)		(702)		(576)
Related deferred tax asset *		79		140		115
Net pension liability		(769)		(562)		(461)

* This assumes a corporation tax rate of 20% for 31/03/2013 and 20% for 31/03/2012 and 20% for 31/03/2011. The deferred tax asset for the year ended 31/03/2013 has been discounted.

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

Analysis of amounts charged to operating surplus

	Year to 31 March 2013 £,000	Year to 31 March 2012 £,000
Service cost	117	103
Past service (gains) **	-	-
	----- 117	----- 103

** With effect from 22 June 2010 calculations of future pension increases are linked to the Consumer Prices Index (CPI) and not the Retail Prices Index (RPI). The effect of this change is reflected as a past service gain.

Pension scheme (continued)

Analysis of amount debited to interest payable

	Year to 31 March 2013 £,000	Year to 31 March 2012 £,000
Expected return on employer assets	107	123
Interest cost	(126)	(130)
	----- (19)	----- (7)
Net cost	----- (19)	----- (7)
Net revenue account cost/(gain)	----- 136	----- 110
Actual return on plan assets	----- 272	----- 37

Reconciliation of defined benefit obligation

	Year to 31 March 2013 £,000	Year to 31 March 2012 £,000
Defined benefit obligation at 1 January 2012	2,603	2,335
Movement in year;		
Current service cost	117	103
Interest cost	126	130
Contributions by members	38	35
Actuarial losses	326	75
Estimated benefits paid	(105)	(75)
	----- 3,105	----- 2,603
Defined benefit obligation at 31 December 2012	----- 3,105	----- 2,603

Reconciliation of fair value of employer assets

	Year to 31 March 2013 £,000	Year to 31 March 2012 £,000
Fair value of employer assets at 1 January 2012	1,901	1,759
Expected return on assets	107	123
Contributions by members	38	35
Employer contributions	152	145
Estimated benefits paid	(105)	(75)
Actuarial gains/(losses)	164	(86)
	----- 2,257	----- 1,901
Fair value of employer assets at 31 December 2012	----- 2,257	----- 1,901

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

Analysis of the amount recognised in statement of total recognised gains and losses (STRGL)

	Year to 31 March 2013 £,000	Year to 31 March 2012 £,000
Actual return less expected return on pension scheme assets	164	(86)
Experience gains/(losses) arising on scheme liabilities	2	(13)
Changes on financial assumptions underlying the present value of scheme liabilities	(328)	(62)
	-----	-----
Actuarial (loss) recognised in STRGL	<u>(162)</u>	<u>(161)</u>

The above reflects the effect on the STRGL that has been made for the scheme deficit to be reflected in these financial statements.

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

Pension scheme (continued)

History of experience gains and losses

	Year to 31 March 2013 £,000	Year to 31 March 2012 £,000	Year to 31 March 2011 £,000	Year to 31 March 2010 £,000	Year to 31 March 2009 £,000
Difference between the expected and actual return on assets	164	(86)	46	282	(492)
Value of assets	2,257	1,901	1,759	1,693	1,256
% of assets	7.2%	(4.5%)	2.6%	16.7%	(39.2%)
Experience (losses)/gain on liabilities	2	(13)	(147)	-	50
Total present value of liabilities	3,105	2,603	2,335	2,823	1,671
% of the total present value of the liabilities	0.06%	(0.5%)	(6.3%)	-%	3.0%
Actuarial (losses)/gain recognised in STRGL	(162)	(161)	351	(709)	(333)
Total present value of liabilities	3,105	2,603	2,335	2,823	1,671
% of the total present value of the liabilities	(5.2%)	(6.2%)	15.0%	(25.1%)	(19.9%)
(Deficit)	(848)	(702)	(576)	(1,130)	(415)

Estimated contributions for the year ended 31 March 2014

The estimated employer's contributions for the year to 31 March 2014 are approximately £157,000.

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

17. Deferred Tax Provisions

Deferred tax provisions have been calculated at the rate of 20% which is consistent with the effective tax rate at the Balance Sheet date which the Commissioners believe will be incurred by the business in the future.

18. Pilots National Pension Fund

The court ruling gave the Fund Trustee wide powers to seek deficit contributions from Competent Harbour Authorities (CHA) engaged or having been previously engaged in employing or authorising pilots and Falmouth Harbour Commissioners has a liability on this basis. The liability share has been allocated by the Trustee to CHAs as a percentage of the deficit and the Falmouth Harbour Commissioners share has been estimated by an independent qualified actuary as £3,412,000 as at 31 December 2012.

The estimated deficit is shown in the accounts on page 7. The proposals for repaying the deficit have been revised after a consultation exercise undertaken with the Trustee and will be notified when approved by the Pensions Regulator. A further valuation of the Fund is due at the end of 2013.

19. Remuneration of Commissioners and Related Party Transactions

	2012	2011
	£	£
Elected Commissioners remuneration	<u>38,285</u>	<u>31,225</u>

We are committed to ensuring that our Board remains balanced and fit for purpose. The skills identified as being of particular relevance to the management of the Harbour have been identified and are listed in the Falmouth Harbour Revision Order 2004. When vacancies occur, the Board will decide which special skills are most appropriate for the new Commissioner and a job description and person specification will be drawn up. Vacancies are advertised regionally as well as locally and the recruitment process is open to all. Appropriate remuneration is paid to commissioners and the levels kept under review to help ensure that Board membership remains attractive.

The Chairman of the Board has a specific responsibility to ensure continuity and Commissioner development; appraisals are undertaken to ensure there are suitable candidates to take over as Chair and Deputy Chair when the time comes.

During the year Falmouth Harbour Commissioners had transactions with the following companies in which a Commissioner had an ownership interest:

Challenger Marine Ltd (John Langan has a controlling shareholding). During the year Falmouth Harbour Commissioners made purchases from Challenger Marine Ltd of £12,546 (2011 - £9,135) and made sales to the company of £170 (2011 - £162). At the 31 December 2011 a net balance of £170 (2011 - £289) was owing to the company.

Triskel Marine Ltd (Mark Sansom and his wife each had a 10% shareholding until 23 October 2012). During the period Falmouth Harbour Commissioners made purchases from Triskel Marine Ltd of £4,175 (2011 - £6,900).

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

20. Going Concern

The balance sheet shows that Falmouth Harbour Commissioners have a net deficit on accumulated reserves of £38,786, and a substantial reduction in other reserves on the prior year. However the Commissioners consider that it is appropriate for the accounts to continue to be prepared on a going concern basis for the reasons set out below.

The net deficit has arisen solely as a result of the recognition of the liability on the Pilots National Pension Fund defined benefit scheme this year. By its nature this is a long term liability and the estimated employer's contributions for the year to 31 December 2013 are £151,000.

Falmouth Harbour Commissioners hold substantial current assets and expect to generate an overall surplus on activities in future years. As a result the Commissioners consider that they are able to meet the required employer's contributions on the scheme, together with all other liabilities as they fall due.

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

The following pages are for the commissioners only

FALMOUTH HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

The following pages are for the commissioners only

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Combined Results	2012		2011	
	£	£	£	£
Income				
Statutory & Regulatory		529,397		567,843
Commercial moorings		26,704		21,775
Small craft moorings		217,030		208,089
Boat Park		82,849		78,374
Custom House Quay		149,343		143,677
Yacht Haven		155,748		165,767
Fuel Barge		201,951		191,197
Craft services		4,653		1,071
Extraordinary		-		-
Maritime Sustainable Development		64,360		59,701
Administration		583		232
Pilot boat		796,093		914,101
Pilotage Services		789,969		925,798
		3,018,680		3,277,625
Expenditure				
<i>Direct expenditure</i>				
Statutory & Regulatory	125,024		90,251	
Commercial moorings	28,540		12,408	
Small craft moorings	17,645		11,942	
Boat Park	17,780		20,595	
Custom House Quay	22,255		25,492	
Yacht Haven	42,741		47,597	
Fuel Barge	155,694		144,096	
Craft services & workshop	65,123		114,441	
Extraordinary	236,205		112,183	
Maritime Sustainable Development	36,450		58,195	
Administration	135,864		137,538	
Pilot boat including crew staff	598,987		583,742	
Pilotage Services	680,221		792,067	
<i>Indirect expenditure</i>				
Other staff costs	611,004		504,146	
Insurance	60,810		53,215	
Depreciation	177,789		183,972	
Disposal of assets				
		(3,012,132)		(2,891,880)
Net Ordinary Income		6,548		385,745
Other Income				
Interest receivable		41,225		27,250
Grant release		2,225		2,225
Other finance income		871		5,189
Interest Payable		(20,254)		(10,877)
Net Income		30,615		409,532

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Statutory & Regulatory	2012		2011	
	£	£	£	£
Income				
Commercial shipping		564,050		632,374
Rebates		(37,972)		(73,268)
Boat/boatmen's licences		240		265
Oil spill reimbursement		2,808		5,000
Other income		271		3,472
		529,397		567,843
Expenditure				
AIS Costs	196		121	
Bad debts	669		101	
Computer maintenance	2,131		1,332	
Conference fees/allowance	9,076		4,903	
Legal & professional	31,794		17,412	
Maintenance: Harbour	2,414		720	
Maintenance: Nav Buoys	8,267		11,879	
Maintenance: Repairs	964		77	
Maintenance: Surveying costs	1,075		1,751	
Office sundries	873		626	
Oil pollution tier 2 contract	14,092		13,395	
Oil spill costs	684		1,104	
Rates - harbour	9,315		8,889	
Stakeholder information	1,799		1,602	
Subscriptions & levy	12,720		11,384	
Training	15,199		9,403	
Travelling	8,964		4,467	
Uniforms	737		600	
VHF radio repairs/licence	1,065		485	
Website Costs	2,990		-	
		(125,024)		(90,251)
		404,373		477,592

FALMOUTH HARBOUR COMMISSIONERS
DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Commercial Moorings	2012		2011	
	£	£	£	£
Income				
Caldy Buoy		2,082		3,663
Cross Roads		19,597		13,930
Frigate		3,074		2,331
PSY		1,951		1,851
		<u>26,704</u>		<u>21,775</u>
Expenditure				
Cross Roads Inspection	-		9,565	
General maintenance	28,540		2,843	
		<u>(28,540)</u>		<u>(12,408)</u>
		<u><u>(1,836)</u></u>		<u><u>9,367</u></u>

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Small Craft Moorings	2012		2011	
	£	£	£	£
Income				
Residents Moorings		159,220		152,244
St Just Licence		8,424		7,993
Support Buoy hire		2,328		2,450
Transfers and Allocations		2,967		2,125
Visitors' moorings		39,562		39,314
Other income		4,529		3,963
		<u>217,030</u>		<u>208,089</u>
Expenditure				
Legal & professional	-		50	
Office sundries	229		218	
Repairs & renewals	17,128		11,802	
Subscriptions & levy	288		281	
Training & apprentice costs	-		(430)	
Travelling	-		21	
		<u>(17,645)</u>	<u>(11,942)</u>	
		<u><u>199,385</u></u>	<u><u>196,147</u></u>	

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Boat Park	2012		2011	
	£	£	£	£
Income				
Berthing - Summer		31,930		28,329
Berthing - Visitors		1,165		3,275
Berthing - Winter		38,984		37,321
Launch & Recovery		8,135		6,860
Slipway		1,113		684
Trailers		1,345		1,737
Miscellaneous		177		168
		<u>82,849</u>		<u>78,374</u>
Expenditure				
Light & heat	81		480	
Refuse Skip	1,754		1,543	
Rent & affiliation	-		170	
Repairs and Maintenance	15,380		17,952	
Subscriptions & levy	288		281	
Sundries	277		109	
Training	-		60	
		<u>(17,780)</u>		<u>(20,595)</u>
		<u><u>65,069</u></u>		<u><u>57,779</u></u>

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Custom House Quay	2012		2011	
	£	£	£	£
Income				
Pay and Display		78,716		79,478
Berthing		9,643		6,807
Car Parking Concessions		9,747		8,765
Forecourt Rents		30,568		29,289
Outhauls		7,127		6,565
Passenger Vessels		5,579		6,348
Booking Office		1,400		1,326
Ice Cream Concession		5,000		4,046
Telescope		130		120
Notice Boards		850		933
Sundries		583		-
		<u>149,343</u>		<u>143,677</u>
Expenditure				
Advertising	99		-	
Bad debts	1,093		-	
Legal & professional	613		-	
Light & Heat	422		686	
Maintenance & repairs	9,328		14,371	
Pay & display	1,909		2,046	
Rates	8,791		8,389	
		<u>(22,255)</u>	<u>(25,492)</u>	
		<u><u>127,088</u></u>	<u><u>118,185</u></u>	

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Yacht Haven	2012		2011	
	£	£	£	£
Income				
Summer		111,802		117,919
Winter		7,783		8,937
Laundry		6,388		7,105
Pontoon Electricity		5,035		6,344
Residents Berthing		20,350		21,005
Short Stay		-		61
Wifi		2,392		2,500
Fire brigade Fender		1,998		1,896
		<u>155,748</u>		<u>165,767</u>
Expenditure				
Bad debts	530			
Electricity pontoons	4,616		4,339	
Maintenance	12,202		18,338	
Insurance Excess	-		(3,000)	
Office sundries	2,055		4,694	
Other	-		1	
Refuse & skips	4,731		4,378	
Security	489		444	
Subscription & levy	288		281	
Training	200		317	
Travel	-		272	
Water rates pontoons	1,033		901	
Wifi	1,118		1,144	
		<u>(27,262)</u>		<u>(32,109)</u>
Amenity Centre				
Cleaning	4,262		4,277	
Electricity	1,137		1,142	
Gas	2,875		2,787	
Water rates amenity centre	3,028		2,489	
Maintenance	4,177		4,793	
		<u>(15,479)</u>		<u>(15,488)</u>
		<u><u>113,007</u></u>		<u><u>118,170</u></u>

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Fuel Barge	2012		2011	
	£	£	£	£
Income				
Diesel		140,274		136,941
Petrol		61,677		54,256
		<u>201,951</u>		<u>191,197</u>
Expenditure				
Cost of Fuel	150,400		139,685	
Insurance	658		702	
Servicing	452		1,473	
Consumables	32		-	
Office Sundries	7		2	
Other	3,270		2,111	
Training + relating travel	875		123	
		<u>(155,694)</u>		<u>(144,096)</u>
		<u>46,257</u>		<u>47,101</u>

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Craft Services + Workshop	2012		2011	
	£	£	£	£
Income				
Launch Services		1,887		583
Technical Services		2,116		488
Other income		650		
		4,653		1,071
Expenditure				
Arwenack - deck	213		21	
Arwenack - engine	86		585	
Arwenack - fuel	144		139	
Killigrew - deck	2,216		381	
Killigrew - engine	1,250		7	
Killigrew - fuel	1,109		1,413	
Killigrew Electrical	3,445		2,856	
Motor boat - deck	2,656		838	
Motor boat - electrical	-		34	
Motor boat - engine	135		593	
Motor boat - fuel	83		98	
Pendennis - deck	3,901		62,851	
Pendennis - electrical	238		1,913	
Pendennis - engine	1,711		1,683	
Pendennis - fuel	1,185		1,007	
75% Trelawney costs	9,230		20,333	
Craft general	1,067		18	
Craft equipment	-		261	
Forklift insurance & rfl	298		208	
Forklift maintenance	581		27	
Forklift Fuel	219		200	
Forklift lease	5,065		5,065	
Training	868			
General sundries	1,475		271	
Bad debts	586			
		(37,761)		(100,802)
Workshop				
Computer maintenance	1,052			
Maintenance consumables	17,350		11,236	
Maintenance repairs	1,510			
Light & heat	957		962	
Water rates	124		155	
Training	5,537		636	
Travelling	326		486	
Sundries	506		164	
		(27,362)		(13,639)
		(60,470)		(113,370)

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Extraordinary	2012		2011	
	£	£	£	£
Income				
Miscellaneous				
		_____		_____
		-		-
Expenditure				
Contributions to the Community	37,633		21,623	
Falmouth Port Initiative	108,336		30,065	
KTP costs	716		7,296	
Other One off Costs	89,520		53,199	
		_____		_____
		(236,205)		(112,183)
		<u>(236,205)</u>		<u>(112,183)</u>

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Maritime Sustainable Development	2012		2011	
	£	£	£	£
Income				
Fabtest		5,000		-
FaME		2,627		309
Portonovo		39,680		44,278
Recreational Boating Study		17,053		14,697
Spres		-		
Miscellaneous		-		417
		<u>64,360</u>		<u>59,701</u>
Expenditure				
Fabtest	2,782		16,548	
FaME	5,901		6,743	
Portonovo	11,621		29,211	
Recreational Boating Study	10,898		3,950	
Spres	4,570			
Miscellaneous	678		1,743	
		<u>(36,450)</u>		<u>(58,195)</u>
		<u>27,910</u>		<u>1,506</u>
Suplus / (Deficit)				
Fabtest		2,218		(16,548)
FaME		(3,274)		(6,434)
Portonovo		28,059		15,067
Recreational Boating Study		6,155		10,747
Spres		(4,570)		-
Miscellaneous		(678)		(1,326)
		<u>27,910</u>		<u>1,506</u>

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Administration	2012		2011	
	£	£	£	£
Income				
Light Dues Returns				
Sundries		583		232
Staff sales				
Passenger permits				
		583		232
Expenditure				
Advertising	4,064		4,138	
Advertising - Deborah Clarke	14,760		9,906	
Audit & Accountancy	7,225		7,632	
Bank charges	8,999		10,624	
Computer Maintenance	22,091		24,061	
Conference fees & allowances	686		607	
Health cash plan	4,590		4,680	
Job evaluation costs	2,747		1,309	
Lease - photocopier	3,660		4,801	
Legal & professional	930		9,556	
Light & heat	5,707		6,036	
Maintenance - buildings	2,878		3,070	
Maintenance - equipment	110		1,178	
Office cleaning	4,394		3,877	
Postage	2,483		2,705	
Printing & Stationery	10,020		10,848	
Subscriptions & levies	335		302	
Sundries	414		414	
Sundries - archive costs	4,441		2,932	
Sundries - social Fund	6,092		5,683	
Telephone	12,086		9,860	
Training - Staff development	6,520		5,459	
Travelling	1,071		837	
Uniform/protective cleaning	8,802		6,228	
VHF Radio repairs & licences	40		115	
Website	720		680	
		(135,865)		(137,538)
		(135,282)		(137,306)

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Pilot Boat	2012		2011	
	£	£	£	£
Income				
Boarding and Landing		776,942		906,744
Rebate		-		(13,356)
Hire of launch		2,110		910
Boat Hire		17,041		19,803
		<u>796,093</u>		<u>914,101</u>
Expenditure				
Crew Wages	356,853		321,854	
Crew Pensions	50,656		50,484	
Insurance	7,018		6,247	
Pilot Boat Costs	148,302		217,056	
Pilot Boat Insurance	12,225		11,632	
Pilot Boat Arrow fire excess	-		(24,548)	
Pilot Boat re P bracket claim	-		(24,747)	
Pilot Boat sundry costs	181		452	
Training	1,362		3,399	
Uniform	3,826		5,975	
VHF radio repairs & licences	-		303	
Travelling	2,044		1,774	
Bank charges	220		441	
Bad debts	8,130		626	
Advertising	649			
Establishment Costs	4,761		9,884	
Health Cash plan	2,760		2,910	
		<u>(598,987)</u>		<u>(583,742)</u>
		<u>197,106</u>		<u>330,359</u>

FALMOUTH HARBOUR COMMISSIONERS

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

Pilotage Services	2012		2011	
	£	£	£	£
Income				
Acts of Pilotage		774,298		901,340
Services		13,404		21,016
Ferry Fees		1,502		2,840
Pilotage Ex Certs		765		602
		<u>789,969</u>		<u>925,798</u>
Expenditure				
Pilots Fees	669,948		783,363	
Liability Insurance	539		204	
Administration	-		83	
Audit & accountancy	1,275		1,347	
Bad debts	6,395		-	
Collection & delivery fees	332		997	
Legal & professional	1,100		-	
Training	264		3,907	
Travelling	368		1,651	
Uniform	-		515	
		<u>(680,221)</u>		<u>(792,067)</u>
		<u>109,748</u>		<u>133,731</u>

