

# **STATES OF ALDERNEY**

## **ACCOUNTS 2012**



## STATES OF ALDERNEY

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### **STATEMENT OF RESPONSIBILITIES OF THE POLICY AND FINANCE COMMITTEE AND THE STATES TREASURER**

The States Treasurer is responsible for preparing accounts for each financial year which fairly summarise, in all material respects, the transactions of the States of Alderney for that period and are in accordance with the applicable law. In preparing those accounts she is required to:

- select suitable accounting policies and apply them consistently; and
- make judgements and estimates that are reasonable and prudent.

The Policy and Finance Committee acknowledges that it is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the States of Alderney and to enable them to ensure that the accounts comply with The Government of Alderney Law, 2004, as amended. They are also responsible for safeguarding the assets of the States of Alderney and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **Independent auditor's report to the Policy and Finance Committee**

We have audited the financial statements of The States of Alderney (the "States") for the year ended 31 December 2012 which comprise the Revenue Income and Expenditure Accounts, Capital Account, Summary of Balances and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the Policy and Finance Committee, as a body, in accordance with the terms of our engagement letter dated 06 February 2012. Our audit work has been undertaken so that we might state to the Policy and Finance Committee those matters we have been engaged to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the States and the Policy and Finance Committee as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of the Policy and Finance Committee and the States Treasurer and auditor**

As explained more fully in the Statement of responsibilities of the Policy and Finance Committee and the States Treasurer set out on page 1, the States Treasurer is responsible for the preparation of the financial statements in accordance with the accounting policies set out in note 1. Our responsibility is to audit and express an opinion on the financial statements having regard to International Standards on Auditing (UK and Ireland). Those standards require compliance with the Auditing Practices Board's (APB'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 States circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the States Treasurer; and the overall presentation of the financial statements. In view of the purpose for which these financial statements have been prepared, however, we did not assess the overall presentation of the financial statements which would have been required if we were to express an audit opinion under International Standards on Auditing (UK and Ireland).

In addition, we read all the financial and non-financial information in the Accounts 2012 to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements fairly summarise the transactions for the year ended 31 December 2012 in accordance with the accounting policies set out in note 1.

### **Matters on which we report by exception**

We have nothing to report in respect of the following matters where the terms of our engagement letter require us to report to you if, in our opinion:

- the States has not kept proper accounting records, or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations, which to the best of our knowledge and belief are necessary for the purpose of our audit.

**KPMG Channel Islands Limited**  
*Chartered Accountants*  
Guernsey

27<sup>th</sup> March 2013

## **STATES OF ALDERNEY**

### **NOTES TO THE ACCOUNTS**

#### **1. PRINCIPAL ACCOUNTING POLICIES**

- a. General revenue account receipts and payments arising during the year and in the month following the year end are brought into account in the accounting year to which they relate. Rental income, numismatic revenue and Harbour account revenues are accounted for on an accruals basis.
- b. Capital expenditure from general revenue account votes is written off in the year in which it is incurred. Depreciation is therefore not provided.

#### **2. PENSION COSTS**

The States provides pension arrangements for the majority of employees through a defined benefit scheme and the related costs are assessed in accordance with the advice of the Scheme Actuary. The assets of this scheme are held separately from those of the States in an independently administered fund and are invested in a Unitised With-Profits Policy with Aviva. As reported to the States in March the final salary scheme has now been closed to new entrants from 31<sup>st</sup> December 2011, with investigations ongoing regarding an alternative scheme.

In preparing the disclosures for the States of Alderney (the "States") accounts, the States have noted the disclosure requirements of Financial Reporting Standard 17, "Retirement Benefits" (FRS 17). The States has used actuarial calculations provided by the actuary to identify the implications of any surplus/(deficit) to the States as at 1<sup>st</sup> January 2012, the date of the last actuarial valuation.

The calculations have been carried out by a qualified independent actuary based on the results of the last full actuarial valuation, updated to 31<sup>st</sup> December 2012.

The major assumptions used by the actuary were (in nominal terms):

	Valuation at 31 December 2012	Valuation at 31 December 2011
Pensionable salary growth	4.1% pa	4.2% pa
Pension escalation in payment		
– to 31.12.2009	4.0% pa	4.0% pa
– from 01.01.2010	3.0% pa	3.0% pa
Discount rate	4.1% pa	4.7% pa
Inflation assumption	3.6% pa	3.7% pa

**PENSION COSTS (Continued)**

The assets in the scheme and the expected rate of return were:

	Value at 31 December 2012	Expected return for 2013	Value at 31 December 2011	Expected return for 2012
Fair value of plan assets	£3,317,000	5.0%	£3,752,000	5.5%

	2012	2011
Fair value of plan assets	£3,317,000	£3,752,000
Present value of funded obligations	(£6,743,000)	(£5,514,000)
Deficit in the scheme	(£3,426,000)	(£1,762,000)
<b>Net pension liability</b>	<b>(£3,426,000)</b>	<b>(£1,762,000)</b>

Over the year to 31<sup>st</sup> December 2012 the employer contributed at the rate of 20% of pensionable salaries, subject to review at future actuarial valuations. The employee's contribution was 6.5% of pensionable salaries. Employee's Death in Service benefits are secured under a separate policy. The Actuary has based the above calculations on the assumption that 25% of scheme members will retire at age 60 and 75% at age 65.

In 2012 Employer premiums amounted to £242,304 (2011: £237,129) in addition to a single premium payment of £105,300, and Employee premiums were £78,749 (2011: 77,066). In addition the Employees Death in Service policy amounted to £14,980 (2011: £16,324).

**3. RELATED PARTY TRANSACTIONS**

The States of Alderney is responsible for the functions of the Water Board, which is a separate trading entity. During 2012 the States purchased goods and services from the Board to the value of £13,050, and provided goods and services to the Board to the value of £52,268.

The Royal Connaught Residential Home Limited is a States owned Company. During 2012 the States provided goods and services to the Company to the value of £78,317.

The States has a majority share-holding in Alderney Electricity Ltd and purchases electricity, oil and specialist electrical services from the Company. In 2012 the value of these purchases was £131,761 (2011: £179,631). The States has provided goods and services to the Company during 2012 to the value of £80,277 (2011: £68,942).

Mr Ian Tugby is a member of the States of Alderney, and is also the beneficial owner of Tugby Contractors Ltd. During 2012 the States of Alderney purchased goods and services from Tugby Contractors Ltd to the value of £44,904 (2011 £30,042).

#### **4. BUDGET APPROVALS**

The original budget for 2012 was approved by the States of Alderney at the meeting held on 19th October 2011, with the revised budget approved by the States of Alderney on 17th October 2012.

#### **5. ALDERNEY GAMBLING CONTROL COMMISSION**

During the year the States of Alderney received a total of £2,337,593 (2011: £4,545.650) in respect of licences issued by the Commission under the Gambling (Alderney) Law 1999. This sum was transferred in total to the Commission to defray expenses with surpluses payable to the States on a quarterly basis.

An extract from the Alderney Gambling Control Commission's financial statements for 2012 will be available to the States in April.

#### **6. ALDERNEY eGAMBLING LIMITED**

During 2012 Alderney eGambling Ltd, a wholly States owned company, continues to handle the promotion and development of the on-line gambling industry in Alderney. A report on the company's activity and accounts for 2012 will be available to the States in April.

#### **7. ALDERNEY COMMISSION FOR RENEWABLE ENERGY**

With effect from 10th November 2008 the Alderney Commission for Renewable Energy (ACRE), was appointed by the States as a statutory body operating under the provisions of the Renewable Energy (Alderney), Law 2007. A report on the Commission's activities and accounts for 2012 will be available to the States in April.

#### **8. ROYAL CONNAUGHT RESIDENTIAL HOME LIMITED**

The Royal Connaught is a States owned Company managed by the Board of Directors, with responsibility for the administration of the Jubilee & Sydney Herival House and the Royal Connaught Residential Care Home. A report on the Board's activities and accounts for 2012 will be available to the States in April.

#### **9. ALDERNEY HARBOUR ACCOUNT**

The trading deficit is debited to the General Services Committee and capital expenditure is funded by the General Services Committee.

## SUMMARY OF GENERAL REVENUE INCOME AND EXPENDITURE

for the year ended 31 December 2012

	Accounts 2012	Revised Budget 2012	Budget 2012	Accounts 2011
	£	£	£	£
<b>INCOME ON REVENUE ACCOUNT</b>				
Building and Development Control Committee	23,956	26,000	25,000	61,118
General Services Committee	227,222	254,870	341,380	316,879
Policy and Finance Committee	762,328	758,900	742,550	784,109
Timing Differences	41,700	41,700		16,058
<b>TOTAL INCOME ON REVENUE ACCOUNT</b>	<b>1,055,206</b>	<b>1,081,470</b>	<b>1,108,930</b>	<b>1,178,164</b>
Net revenue cash allocation from States of Guernsey	1,932,650	1,932,650	* 1,875,000	1,659,000
	<b>2,987,856</b>	<b>3,014,120</b>	<b>2,983,930</b>	<b>2,837,164</b>

\* Includes £200k Capital Allocation from Guernsey

	Accounts 2012	Revised Budget 2012	Budget 2012	Accounts 2011
	£	£	£	£
<b>EXPENDITURE ON REVENUE ACCOUNT</b>				
Building and Development Control Committee	93,012	88,000	91,650	83,515
General Services Committee	1,575,042	1,651,733	1,638,330	1,397,835
Policy and Finance Committee	1,309,283	1,274,387	1,253,950	1,313,792
<b>TOTAL EXPENDITURE ON REVENUE ACCOUNT</b>	<b>2,977,337</b>	<b>3,014,120</b>	<b>2,983,930</b>	<b>2,795,142</b>
<b>Surplus/(Deficit) for the year</b>	<b>10,519</b>	<b>-</b>	<b>-</b>	<b>41,722</b>
	<b>2,987,856</b>	<b>3,014,120</b>	<b>2,983,930</b>	<b>2,837,164</b>

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STATES TREASURER

**STATES OF ALDERNEY**  
**BUILDING AND DEVELOPMENT CONTROL COMMITTEE**

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for the year ended 31 December 2012

	Accounts 2012	Revised Budget 2012	Budget 2012	Accounts 2011
	£	£	£	£
Planning and Building fees	23,956	26,000	25,000	61,118
Land Use Plan Inquiries - recoveries	-	-	-	-
<b>TOTAL REVENUE INCOME</b>	<b>23,956</b>	<b>26,000</b>	<b>25,000</b>	<b>61,118</b>

	Accounts 2012	Revised 2012	Budget 2012	Accounts 2011
	£	£	£	£
<b>Administration</b>				
Staff costs	81,213	72,900	72,550	63,506
Supplies and services	7,315	9,100	9,100	7,275
Environmental Impact Assessments	963	-	-	-
Consultants Fees		2,000	3,000	-
Planning records system	3,054	3,000	3,000	2,541
Land Use Plan Inquiries		-	-	10,493
External Planning Advice	467	1,000	4,000	-
<b>TOTAL REVENUE EXPENDITURE</b>	<b>93,012</b>	<b>88,000</b>	<b>91,650</b>	<b>83,815</b>



**STATES OF ALDERNEY**  
**GENERAL SERVICES COMMITTEE**

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for the year ended 31 December 2012

	Accounts 2012		Revised 2012		Budget 2012		Accounts 2011	
	£	£	£	£	£	£	£	£
<b>Agriculture</b>								
Fees and charges	2,038		3,200		3,500		2,161	
Rents	6,649		7,400		7,550		6,786	
Abattoir fees	8,282		6,400		7,000		7,246	
		<b>16,969</b>		<b>17,000</b>		<b>18,050</b>		<b>16,193</b>
<b>Public Services</b>								
<b>Administration</b>								
Hire vehicle fees	2,795		2,300		2,000		2,424	
Vehicle import licence fees	33,246		40,000		40,000		45,607	
	<u>36,040</u>		<u>42,300</u>		<u>42,000</u>		<u>48,031</u>	
<b>Properties - General</b>								
Rent - Commercial	192,475		191,500		181,300		154,535	
Rent - Housing	31,118		31,000		30,400		28,162	
	<u>223,592</u>		<u>222,500</u>		<u>211,700</u>		<u>182,697</u>	
<b>Refuse Collection and Disposal</b>								
Refuse charges (scrapped vehicles)	21,000		21,000		21,000		21,000	
<b>Sewage and Sanitation</b>								
Cesspit emptying fees	12,768		12,500		12,500		12,425	
		<b>293,400</b>		<b>298,300</b>		<b>287,200</b>		<b>264,153</b>
<b>Recreation</b>								
<b>Campsite</b>								
Campsite fees (net)/Rent	470		270		4,500		4,009	
<b>Island Hall</b>								
Island Hall Rents	19,084		19,800		11,930		10,267	
Concessions on Rents	(4,426)		(8,000)		-		-	
		<b>15,128</b>		<b>12,070</b>		<b>16,430</b>		<b>14,276</b>
<b>Alderney Harbour Trading (Deficit)/Surplus</b>		<b>(98,276)</b>		<b>(72,500)</b>		<b>19,700</b>		<b>22,257</b>
<b>TOTAL REVENUE INCOME</b>		<b>227,222</b>		<b>254,870</b>		<b>341,380</b>		<b>316,879</b>



**STATES OF ALDERNEY**  
**GENERAL SERVICES COMMITTEE (continued)**

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for the year ended 31 December 2012

	Accounts 2012		Revised Budget 2012		Budget 2012		Accounts 2011	
	£	£	£	£	£	£	£	£
<b>Public Services</b>								
<b>Administration</b>								
Staff	113,608		104,100		100,900		94,390	
Supplies and services	10,199		10,600		7,100		22,218	
Training & equipment - Health and Safety	9,614		6,300		6,500		5,301	
Insurance	12,040		12,050		11,300		10,610	
	<u>145,461</u>		<u>133,050</u>		<u>125,800</u>		<u>132,519</u>	
<b>Fire Brigade and Cliff Rescue</b>								
Staff	25,380		25,500		23,600		24,508	
Supplies and services	35,112		38,500		23,400		16,357	
Administration of Law	7,283		6,000		6,000		5,059	
	<u>67,775</u>		<u>70,000</u>		<u>53,000</u>		<u>45,924</u>	
<b>Apprenticeship Scheme</b>								
Staff	30,517		32,233		31,180		4,170	
Associated Costs	872		1,000		700		247	
	<u>31,388</u>		<u>33,233</u>		<u>31,880</u>		<u>4,417</u>	
Less: Grant Recoveries	(3,945)		(2,250)		(3,300)		(750)	
	<u>27,443</u>		<u>30,983</u>		<u>28,580</u>		<u>3,667</u>	
<b>Minor Projects</b>								
Staff	103,178		123,300		142,900		-	
Supplies and services	53,670		40,000		52,500		-	
	<u>156,848</u>		<u>163,300</u>		<u>195,400</u>		<u>-</u>	
Less: Recoveries	(112,652)		(75,000)		(50,000)		-	
	<u>44,196</u>		<u>88,300</u>		<u>145,400</u>		<u>-</u>	
<b>Properties - General &amp; Housing</b>								
Staff	81,432		85,350		85,800		142,755	
Supplies and services	101,209		96,950		124,500		117,798	
	<u>182,641</u>		<u>182,300</u>		<u>210,300</u>		<u>260,553</u>	
Less: Recoveries	(2,112)		(1,000)		(5,000)		(65,894)	
	<u>180,529</u>		<u>181,300</u>		<u>191,350</u>		<u>194,659</u>	
<b>Refuse Collection, Separation and Disposal</b>								
<b>Household Collection and Impôt</b>								
Staff	139,795		145,500		140,000		132,553	
Supplies and services: -								
Vehicles & Plant maintenance	72,638		40,700		20,000		29,109	
Household & general waste - disposal	161,836		176,000		176,000		146,625	
Vehicles & white goods etc - disposal	6,110		5,000		10,000		1,958	
	<u>380,379</u>		<u>367,200</u>		<u>346,000</u>		<u>310,245</u>	
<b>Recycling Centre - Glacis</b>								
Refuse separation / Recycling - staff	107,463		88,250		89,250		113,979	
Refuse separation / recycling - supplies & services	18,069		39,000		39,000		27,546	
	<u>125,532</u>		<u>127,250</u>		<u>128,250</u>		<u>141,525</u>	
Less: Recoveries	-		-		-		(2,015)	
	<u>125,532</u>		<u>127,250</u>		<u>128,250</u>		<u>139,510</u>	
<b>Roads, Coasts and Beaches</b>								
Staff	36,287		34,250		34,100		42,994	
Supplies and services	71,140		62,000		53,000		40,908	
	<u>107,427</u>		<u>96,250</u>		<u>87,100</u>		<u>83,902</u>	
Less: Recoveries	(12,104)		(5,000)		(5,000)		(17,683)	
	<u>95,323</u>		<u>91,250</u>		<u>82,100</u>		<u>66,219</u>	
<b>Sewage and Sanitation</b>								
Staff	75,536		79,700		75,750		96,676	
Supplies and services	43,077		56,500		35,000		29,183	
	<u>118,613</u>		<u>136,200</u>		<u>110,750</u>		<u>125,859</u>	
Less: Recoveries	(5,085)		(5,000)		(1,500)		(3,737)	
	<u>113,528</u>		<u>131,200</u>		<u>109,250</u>		<u>122,122</u>	
<b>Vehicle Fleet</b>								
Staff	26,345		29,350		29,500		29,680	
Supplies and services	63,480		65,852		52,700		55,981	
	<u>89,826</u>		<u>95,200</u>		<u>82,200</u>		<u>85,661</u>	
Less: Recoveries	(33,763)		(22,200)		(15,500)		(26,486)	
	<u>56,063</u>		<u>73,000</u>		<u>66,700</u>		<u>59,175</u>	
	<b>1,236,228</b>		<b>1,293,533</b>		<b>1,276,430</b>		<b>1,073,558</b>	
<b>TOTAL REVENUE EXPENDITURE</b>	<b>1,575,042</b>		<b>1,651,733</b>		<b>1,638,330</b>		<b>1,397,835</b>	

**STATES OF ALDERNEY  
POLICY AND FINANCE COMMITTEE**

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for the year ended 31 December 2012

	Accounts 2012		Revised Budget 2012		Budget 2012		Accounts 2011	
	£	£	£	£	£	£	£	£
<b>Administration</b>								
Company registrations	51,784		43,000		43,000		43,049	
Court receipts	38,244		32,300		43,300		57,048	
Duty free concession	14,167		14,000		24,000		20,000	
Interest receivable	23,556		11,500		5,150		6,331	
Numismatic and philatelic profits	122,581		175,000		98,000		170,067	
Occupiers rates	467,839		469,300		462,600		450,726	
Permits and licences	17,723		16,700		21,900		18,335	
Rents	35,274		35,300		35,300		35,274	
Royalties and fees	14,833		4,000		3,000		3,395	
Sundry sales and charges	14,499		20,000		18,500		19,614	
	800,498		821,100		754,750		823,839	
Less: Transfer to Currency Reserve	(54,879)		(80,000)		(30,000)		(56,240)	
		745,619		741,100		724,750		767,599
<b>Marketing and Promotion</b>								
Accommodation permits	5,424		5,500		6,000		5,160	
Sale of advertising space	12,285		12,300		11,800		11,350	
		17,709		17,800		17,800		16,510
<b>TOTAL REVENUE INCOME</b>		<b>763,328</b>		<b>758,900</b>		<b>742,550</b>		<b>784,109</b>

**STATES OF ALDERNEY  
POLICY AND FINANCE COMMITTEE (continued)**

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for the year ended 31 December 2012

	Accounts 2012		Revised Budget 2012		Budget 2012		Accounts 2011	
	£	£	£	£	£	£	£	£
<b>Administration</b>								
Premises	20,479		20,500		22,000		18,951	
Staff	450,102		458,550		441,900		608,733	
Supplies and services	89,209		105,200		84,000		93,956	
Audit fees and expenses	29,612		30,000		31,000		28,714	
Breakwater maintenance contribution	15,000		15,000		15,000		15,000	
Health and safety regulation	1,246		3,000		3,000		2,419	
Insurance	36,066		34,250		6,770		9,102	
States Members allowances	95,461		95,350		95,350		90,484	
Supplementary & Retirement pensions	16,173		16,200		15,600		15,551	
Unforeseen expenditure: -	79,612		50,687		50,000		140,724	
	832,960		828,737		764,620		1,023,634	
Less: Recoveries	(66,412)		(65,900)		(72,700)		(60,489)	
		766,548		762,837		691,920		963,145
<b>Court</b>								
Staff	149,029		150,600		148,750		-	
Supplies and services	16,245		18,000		16,750		22,251	
Insurance	1,921		1,900		1,900		1,854	
Premises	6,335		5,100		5,100		-	
		173,530		175,600		172,500		24,105
<b>Education and Health</b>								
Supplies and services	46		900		900		775	
Grant to Alderney playschools	6,404		7,030		4,530		500	
School bus subsidy	20,982		22,520		21,000		19,446	
Grant for IT Education	1,500		1,500		2,400		-	
Youth Services grant	5,000		5,000		5,000		6,500	
	33,932		36,950		33,830		27,221	
<b>Social and Welfare Services</b>								
Social Services and welfare support	49,030		50,000		48,500		62,482	
Less: Recoveries	(33,483)		(34,000)		(30,000)		(46,767)	
	15,547		16,000		18,500		15,715	
		49,479		52,950		52,330		42,936
<b>Grants</b>								
Alderney Island Games Association	-		-		-		7,000	
Alderney Library	3,500		3,500		3,500		3,500	
Alderney Week	4,000		4,000		4,000		4,000	
Alderney Wildlife Trust (inc GSC)	-		-		-		16,000	
Minor grants	13,752		11,500		11,500		9,991	
St. John Ambulance Brigade	42,000		42,000		42,000		42,000	
		63,252		61,000		61,000		82,491
<b>Marketing</b>								
<b>Administration</b>								
Premises	7,548		8,700		8,700		6,986	
Staff	44,089		50,300		49,000		50,864	
Supplies and services	5,850		7,000		9,000		10,829	
	57,487		66,000		66,700		68,679	
<b>Promotion</b>								
Marketing	151,363		122,500		109,500		132,436	
Business Development	47,624		33,500		100,000		-	
		256,474		222,000		276,200		201,115
<b>TOTAL REVENUE EXPENDITURE</b>		1,309,283		1,274,387		1,253,950		1,313,792



# STATES OF ALDERNEY CAPITAL ACCOUNT SUMMARY

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for the year ended 31 December 2012

	Accounts 2012	Revised Budget 2012	Budget 2012	Accounts 2011
	£	£	£	£
<b>INCOME ON CAPITAL ACCOUNT</b>				
General Services Committee	8,085	5,585	3,500	121,200
Policy and Finance Committee	236,685	185,000	1,376,000	319,157
<b>TOTAL INCOME ON CAPITAL ACCOUNT</b>	<b>244,770</b>	<b>190,585</b>	<b>1,379,500</b>	<b>440,357</b>
Routine capital allocation from States of Guernsey	-	-	-	200,000
Transfer of funds from AGCC reserves	2,337,593	2,390,000	2,250,000	3,061,267
<b>Surplus/(Deficit) for the year</b>	<b>1,310,839</b>	<b>853,004</b>	<b>(316,500)</b>	<b>1,555,747</b>
	<b>1,271,523</b>	<b>1,727,581</b>	<b>3,946,000</b>	<b>2,145,877</b>

	Accounts 2012	Revised Budget 2012	Budget 2012	Accounts 2011
	£	£	£	£
<b>EXPENDITURE ON CAPITAL ACCOUNT</b>				
General Services Committee	1,271,523	1,727,581	2,746,000	2,145,877
Policy and Finance Committee	-	-	1,200,000	-
<b>TOTAL EXPENDITURE ON CAPITAL ACCOUNT</b>	<b>1,271,523</b>	<b>1,727,581</b>	<b>3,946,000</b>	<b>2,145,877</b>

**STATES OF ALDERNEY**  
**GENERAL SERVICES COMMITTEE**

for the year ended 31 December 2012

	Accounts 2012	Revised Budget 2012	Budget 2012	Accounts 2011
	£	£	£	£
Sewerage Law contributions	2,500	-	3,000	1,000
Transfer from Housing Loans fund (re Social Housing)	-	-	-	100,000
Sale of Vehicles/Plant	5,585	5,585	500	20,200
<b>TOTAL CAPITAL INCOME</b>	<b>8,085</b>	<b>5,585</b>	<b>3,500</b>	<b>121,200</b>

	Accounts 2012	Revised Budget 2012	Budget 2012	Accounts 2011
	£	£	£	£
<b>Alderney Harbour Account</b>	344,541	550,000	1,610,000	210,757
<b>Alderney Water Board - Capital Grants:</b>				
Water Filtration Plant - Phase 2 (£700k)	70,000	70,000	-	80,000
Trigale High Level Storage - Phase 3 (£420k)	70,000	70,000	70,000	350,000
Distribution Network - Phase 4a (£210,300)	210,300	210,300	250,000	-
<b>Public Services</b>				
Road Resurfacing Contract (£250k)	250,251	250,000	250,000	-
Coastal Protection (£20k)	3,932	10,000	106,000	6,928
Sewerage Projects (£10k & £16k)	8,088	30,000	80,000	7,040
Waste Disposal Improvements	-	25,000	-	-
Purchase of Abattoir Equipment (£37k)	15,644	15,174	-	16,625
<b>Fire Brigade</b>				
Cliff Rescue Equipment (£16k)	15,038	15,000	26,000	-
Fire Fighting Equipment-Breathing Apparatus (£10k)	10,000	10,000	10,000	-
<b>Land and Property</b>				
New Connaught Care Home (£2.5m)	40,048	65,000	65,000	1,193,353
Acquisition of land for Runway Safety Area (£50k)	4,082	10,000	5,000	-
Camp Site - Improved facilities (£81k & £64k)	164,724	190,200	95,000	21,204
St Anne's Church Refurbishment (£200k)	7,433	150,000	100,000	136
Transfer of Loans Fund to AHA (£299k)	-	-	-	100,000
Fort Albert Alternative Storage	-	30,000	30,000	-
<b>Works Department Vehicles and Plant</b>				
Vehicles (£49k)	43,352	42,816	49,000	62,016
Plant (£15k)	14,091	14,091	-	-
Per published accounts 2011	-	-	-	97,818
<b>TOTAL CAPITAL EXPENDITURE</b>	<b>1,271,523</b>	<b>1,757,581</b>	<b>2,746,000</b>	<b>2,145,877</b>



**STATES OF ALDERNEY  
POLICY AND FINANCE COMMITTEE**

for the year ended 31 December 2012

	Accounts 2012		Revised Budget 2012		Budget 2012		Accounts 2011	
	£	£	£	£	£	£	£	£
<b>Property Transfer Duties</b>								
Congé	226,344		175,000		245,000		302,454	
Leasehold Duty	10,340		10,000		5,000		16,704	
Transfer Duty	-		-		1,000		-	
		<b>236,685</b>		<b>185,000</b>		<b>251,000</b>		<b>319,157</b>
Sale of States Properties		-		-		1,025,000		-
Transfer from Coin Reserve account		-		-		100,000		-
<b>TOTAL CAPITAL INCOME</b>		<b>236,685</b>		<b>185,000</b>		<b>1,376,000</b>		<b>319,157</b>

	Accounts 2012		Revised Budget 2012		Budget 2012		Accounts 2011	
	£	£	£	£	£	£	£	£
<b>Expenditure</b>								
<b>Allocation of Funds/Grants</b>								
Social Housing Projects - Phase 1	-		-		400,000		-	
Sports Centre Trust	-		-		400,000		-	
Airport Improvements	-		-		400,000		-	
<b>TOTAL CAPITAL EXPENDITURE</b>		<b>0</b>		<b>0</b>		<b>1,200,000</b>		<b>0</b>

**STATES OF ALDERNEY**

**GENERAL SERVICES COMMITTEE (continued) - ALDERNEY HARBOUR**

*for the year ended 31 December 2012*

	Accounts 2012	Revised Budget 2012	Budget 2012	Accounts 2011
	£	£	£	£
<b>CAPITAL ACCOUNT - EXPENDITURE</b>				
<b>Commercial Quay Revetment</b>	1,711	100,000	500,000	1,911
<b>Harbour Area Redevelopment</b>				
Replacement Harbour Office (£642k)	25,040	55,000	300,000	2,646
Improvements to Shower Facilities	-	-	200,000	-
Inner Harbour Improvements - Ladders (£26k)	-	26,000	-	-
Boat Park	7,868	17,000	50,000	-
<b>Replacement Crane (£730k)</b>	265,692	300,000	500,000	-
<b>New Engines for Pilot Boat (£52k)</b>	44,230	52,000	60,000	-
per published accounts 2011	-	-	-	206,200
<b>TOTAL CAPITAL EXPENDITURE FOR THE FINANCIAL YEAR FUNDED BY THE GENERAL SERVICES COMMITTEE</b>	<b>344,541</b>	<b>£550,000</b>	<b>£1,610,000</b>	<b>£210,757</b>

# STATES OF ALDERNEY

## Summary of Balances at 31 December 2012

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### LE BANQUAGE HOUSING LOANS SCHEME

	<b>2012</b>
CAPITAL ACCOUNT	£
Balance of Funds at 01.01.12	199,099
Transfer to Alderney Housing Association	0
Balance of Funds at 31.12.12	<u>199,099</u>

### COINS IN CIRCULATION ACCOUNT

Value of coins in circulation at 01.01.12	3,101,160
Value of coins issued in 2012	<u>311,823</u>
	3,412,983
Less: Value of coins withdrawn from circulation	<u>(2,077)</u>
Value of coins in circulation at 31.12.12	<u>3,410,906</u>

### CURRENCY RESERVE FUND

Balance at 01.01.12	356,270
Reserve for base metal coins issued in 2012	<u>54,955</u>
	411,225
Less: Value of coins redeemed.	<u>(2,077)</u>
Balance at 31.12.12	<u>409,148</u>

### INVESTMENTS

<b>2011</b>			<b>2012</b>	
SHARES	£	<u>Alderney Electricity Ltd.</u>	SHARES	£
		Ordinary Shares at £1 each fully paid at cost		
1,146,090	<u>39,860</u>	Balance at 01.01.12 and 31.12.12	<u>1,146,090</u>	<u>39,860</u>
<b>2011</b>		<u>Alderney Electricity Ltd.</u>	<b>2012</b>	
SHARES	£	7% Cumulative Preference Shares	SHARES	£
		at £1 each fully paid at cost		
11,150	<u>5,659</u>	Balance at 01.01.12 and 31.12.12	<u>11,150</u>	<u>5,659</u>
<b>2011</b>		<u>Alderney eGambling Ltd</u>	<b>2012</b>	
SHARES	£	Ordinary Shares at £1 each fully paid at cost	SHARES	£
		Balance at 01.01.12 and 31.12.12		
1	<u>1</u>		<u>1</u>	<u>1</u>
<b>2011</b>		<u>Alderney Golf Club</u>	<b>2012</b>	
SHARES	£	Shares at £1 each fully paid at cost	SHARES	£
		Balance at 01.01.12 and 31.12.12		
650	<u>650</u>		<u>650</u>	<u>650</u>
<b>2011</b>		<u>Royal Connaught Residential Home Ltd</u>	<b>2012</b>	
SHARES	£	Shares at £1 each fully paid at cost	SHARES	£
		Balance at 01.01.12 and 31.12.12		
2	<u>2</u>		<u>2</u>	<u>2</u>

# STATES OF ALDERNEY

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## Summary of Balances at 31 December 2012 (continued)

<u>2011</u>	<b>Bank accounts</b>	<u>2012</u>
£	<u>Daisy Hansen St Anne's School Trust</u>	£
983	Balance at 01.01.12	984
1	Interest received	0
<u>984</u>	Balance at 31.12.12	<u>984</u>
	<u>The Anne French Hospital Annexe Fund</u>	
11,957	Balance at 01.01.12	11,974
17	Interest received	202
<u>11,974</u>	Balance at 31.12.12	<u>12,176</u>
	<u>States of Alderney Interest on Investments Account</u>	
	<u>(Educational Bequests)</u>	
10,151	Balance at 01.01.12	10,165
14	Interest received	163
10,165		10,328
0	Grants	0
<u>10,165</u>	Balance at 31.12.12	<u>10,328</u>
	<u>The Packe History Trust</u>	
1,526	Balance at 01.01.12	1,502
1	Interest received	1
1,527		1,503
(25)	School History Prize	0
<u>1,502</u>	Balance at 31.12.12	<u>1,503</u>

# STATES OF ALDERNEY

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## Summary of Balances at 31 December 2012 (continued)

<u>2011</u>	<b>Bank accounts</b>	<u>2012</u>
£		£
<u>200</u>	<u>Alderney Pilotage Board</u> Balance at 01.01.12 and 31.12.12	<u>200</u>
15,431	<u>The Mary Roylance Mignot Memorial Hospital Fund</u> Balance at 01.01.12	15,623
192	Interest received	471
<u>15,623</u>		<u>16,094</u>
0	Grants	(1,200)
<u>15,623</u>	Balance at 31.12.12	<u>14,894</u>
30,945	<u>St Anne's Trust</u> Balance at 01.01.12	30,989
44	Interest received	497
<u>30,989</u>		<u>31,486</u>
0	Grants	0
<u>30,989</u>	Balance at 31.12.12	<u>31,486</u>
70,163	<u>The New Parsonage House Trust</u> Balance at 01.01.12	70,801
810	Interest received	2,523
<u>70,973</u>		<u>73,324</u>
(173)	Maintenance costs	(295)
<u>70,801</u>	Balance at 31.12.12	<u>73,030</u>

### Outstanding Commitments on major projects at 31.12.2012

	Vote	Spend to 31.12.12	Balance outstanding
New Connaught Care Home	2,500,000	3,078,823	(578,823)
Harbour Crane	730,000	265,692	464,308
Harbour Office Replacement	642,000	44,966	597,034

### Commercial Quay:

**Phase 1 Revetment Rebuild** The outstanding item in Phase 1 was the rock revetment. There was disagreement between the Consulting Engineer and the Contractor as to whether the design was correct, the construction was satisfactory and whether appropriate sea condition data was used. To help resolve this impasse, the States appointed an independent Consulting Engineer Mouchel and a redesign of the revetment was produced. On 4th September 2012 the States of Alderney went out to tender to five pre-qualified tenderers, four were returned on the deadline date of 29th October 2012. The four tenders were evaluated and scored in accordance with the Tender Document by Mouchel. They then provided a full tender evaluation report and that report was considered by P&F on 27th November 2012. Mouchel recommended that P&F approved the appointment of Mackley Construction as the preferred bidder subject to agreement with them of the amount of liquidated damages and third party liability, and agreement of the proposed lead time for mobilisation. This item was laid before the States on 9th January 2013.