

ANNEX 1 – STATUTORY ON STREET CAR PARKING ACCOUNT 2017/18

1. The Council is required to maintain a separate account of its on-street parking business activities and to report annually to the Mayor for London on its outcome and the use made of any surplus generated. The account must contain all expenditure and income in relation to the provision, management and enforcement of on-street parking in the borough.
2. The use of any surplus in the account is governed by Section 55 of the Road Traffic Regulation Act, 1984 and the Traffic Management Act 2004. The legislation specifies that the surplus may be used for:
 - (i) making good to the General Fund for any deficits incurred in the On-Street Parking Account during the previous four years;
 - (ii) meeting the cost of the provision and maintenance of off-street car parking in the Borough, or in another Local Authority.
3. If, however, it is considered unnecessary to provide further off-street parking in the area, the surplus may then be used to fund any of the following:
 - (i) Public passenger transport services;
 - (ii) Highway improvement works;
 - (iii) Highway maintenance;
 - (iv) Environmental Improvements;
 - (v) the costs of anything that has the approval of the Mayor of London and which facilitates the implementation of the Mayor's transport strategy.
 - (vi) for prescribed authorities, any other purposes for which the authority may lawfully incur expenditure
4. At its meeting on 22 February 2001, the Cabinet agreed that further off-street public parking could be considered unnecessary (minute 263-2/01). The decision was taken in the context of the funded proposal to build the Seven Kings car park and the absence of any proposals for new parking facilities in the District Centres or the remainder of the Borough.
5. Any unspent surplus in the accounts has to be carried forward in the account or allocated to fund future spending projects. Any unspent project money has to be returned to the account.
6. The parking account outturn figures for 2017/18 are included as set out below. The surplus generated for 2017/18 was £3,410,882. This compares to £3,341,271 in 2016/17.

The Secretary of State's revised Guidance, issued in the light of the Traffic Management Act, recommends that the annual parking account should also report on activity levels. A number of the recommended statistical indicators are set out below.

On-Street Parking Enforcement	<u>2016-17</u>	<u>2017-18</u>
No. Hours of Patrolling provided	<u>61,196</u>	<u>57,416</u>
Total No. PCNs issued	<u>62,417</u>	<u>60,992</u>
No. High tariff PCNs	<u>40,396</u>	<u>40,027</u>
No. Lower tariff PCNs	<u>22,021</u>	<u>20,965</u>
No. PCNs Paid	<u>46,139</u>	<u>40,963</u>
No. PCNs Paid at discount rate	<u>39,490</u>	<u>32,483</u>

7. At its meeting in February 2018 Budget Council agreed a programme of expenditure for the use of the accrued parking account surplus for 2017-18 and the estimated surplus for 2018-19.
8. During 2017/18 a total of £2,933,000 from the parking account surplus was expended on approved projects and revenue funding within the Council's budgets. This programme is continuing.
9. The net surplus in the account as at 31st March 2017 stands at £1,416,671. There are a number of capital and revenue commitments allocated against this and future surpluses. Further use of the Parking Account surplus will be considered as part of the Council's medium term financial planning process later in the financial year.

Statement of On-Street Parking Revenue Account

	2017/18
	£
INCOME	
Fees & Charges:	
Meter Receipts	(2,039,584)
Permit Receipts	(1,239,333)
Penalty Charges	(2,570,527)
Miscellaneous	
Income	(5,100)
Total Income	(5,854,544)
EXPENDITURE:	
Direct Salaries & Staff	
Costs	185,411
Maintenance &	
Equipment	(44,016)
Supplies & Services:	
Publicity & Printing	
Patrols &	
Processing	2,060,554
Fees & Charges	105,667
LC TEC Charges	51,181
Support Services:	
Corporate Services	84,835
Total Expenditure	2,443,662
Net Deficit/(Surplus)	(3,410,882)

Statement of On-Street Parking Surplus Account

Parking Account Funded Expenditure during 2017/18

Revenue Expenditure	£
Highway Improvements & Other eligible expenditure	2,736,000
Car Parks Repairs & Maintenance programme (under section 2 (11) Off Street Car Parks)	197,000
Total	2,933,000

Summary of Account Surplus at 31 March 2018

	£
Balance 1 April 2017	(938,789)
2017/18 Account Surplus	(3,410,882)
2017/18 Application in Year	2,933,000
Total	(1,416,671)

Notes to the Accounts:

The general principles adopted in compiling the accounts conform to the requirements of the Code of Practice on Local Authority Accounting in the United Kingdom 2013/14 (Code), published by the Chartered Institute of Public Finance and Accountancy (CIPFA). Revenue accounts are prepared on an income and expenditure basis in accordance with the Code of Practice and FRS18. The accounts therefore include all sums due to the Council and all sums payable by the Council for goods and services provided or received during the year. Estimated amounts are included where the actual amounts are not known at the time of closing the accounts.