

2022-23 Company Outturns

1. The following paragraphs contain a summary of the outturns for the council's partner and subsidiary organisations. It should be noted that these are provisional figures and are unapproved by the respective boards of directors and are also subject to audit.

Bournemouth Building & Maintenance Ltd (BBML)

2. The trading activities of BBML consist of programmed works for the council's housing revenue account, such as disabled adaptations, and building works for other council owned property.
3. Turnover for the financial year was £10.8 million compared with budget of £8.5 million. Provisional net profit for the year is £0.39 million compared with budgeted net profit of £0.31 million. Broadly speaking BBML generates around 3.8% net profit on its annual turnover.
4. BBML pays the Council an annual dividend of £0.1 million. An additional one-off dividend payment was made to the Council in 2022/23 of £0.2 million.
5. Retained profit reserves of £0.87 million (after payment of annual £0.1 million and additional one-off £0.2 million dividend) have accumulated over time. Retained profit reserves are earmarked to fund potential future BBML cost pressures.
6. Due to the materiality level for the council's statement of accounts, BBML is not consolidated into the group accounts.

Seascope Group Ltd

7. Seascope Group Limited owns two subsidiaries, Seascope South Limited and Seascope Homes and Property Limited.
8. The core activities of Seascope South Limited (SSL) are undertaking adaptations and conversions to non-council owned property. These are funded through disabled facility grants (DFG). Building maintenance and construction services are also provided, utilising the council's internal Construction Works Team (CWT).
9. Turnover for the financial year for SSL was £0.90 million, compared with a budget of £1.1 million. Provisional profit before tax is £0.07 million compared with a budget of £0.08 million.
10. Retained profit reserves of £0.25 million are estimated as at 31 March 2023. To date no dividends have been paid to Seascope Group Limited.
11. Seascope Homes and Property Limited (SHPL) provides housing solutions through the grant of assured short-hold tenancies to a variety of clients, including the homeless. SHPL leases properties purchased by the council to provide this housing.
12. Turnover for the financial year for SHPL was £1.6 million, compared with a budget of £2.0 million. Provisional profit before tax of £0.02 million is expected, compared with a budget of £0.05 million.
13. The results of the subsidiaries are combined to form the results of Seascope Group Limited (SGL). The provisional turnover for SGL was therefore £2.5 million (budget £3.1 million). Provisional profit before tax of £0.09 million compared with a budget of £0.13 million.
14. Due to the materiality level for the council's statement of accounts, Seascope Group will not be consolidated into the group accounts.

BCP FuturePlaces Ltd

15. BCP FuturePlaces Ltd ("FuturePlaces") is a wholly owned subsidiary of the Council.
16. FuturePlaces provide development advice to the Council regarding its strategic regeneration schemes across the three towns.
17. Provisional figures for the 2022/23 financial year show FuturePlaces has work in progress totalling £3.3m but has so far only invoiced £73k to the council. Under accounting rules, this is shown as an accounting loss at the current time, but the expectation is that most if not all of this will be invoiced and recovered in due course when the corresponding works are complete.
18. Due to the materiality level for the council's statement of accounts, FuturePlaces will not be consolidated into the group accounts.

Charities

19. The council has close links to three charities, the Five Parks Charity, Lower Central Gardens Trust and Russell-Cotes Art Gallery & Museum Charitable Trust.
20. Due to the materiality levels for the council only Lower Central Gardens Trust will be included in the council's group accounts. Materiality is assessed with reference to the size of the asset base in the balance sheet.

The Bournemouth Development Company LLP

21. Bournemouth Development Company LLP ("BDC") is a joint venture between the Council and Muse Places a wholly owned subsidiary of Morgan Sindall Group plc.
22. BDC is an active development partner and regeneration catalyst for the delivery of the Bournemouth Town Centre Vision.
23. BDC has a different year end to the council, consequently the figures incorporated in the council's group accounts rely on an amalgamation of the pro rata amount from the joint venture's 31 December 2022 year-end figures and from the quarter 1 management account information to 31 March 2023. Figures are not available to include in this report due to differing financial reporting years.

Tricuro

24. Tricuro is a group of two companies established under local authority trading company principles to undertake a range of adult social care services on behalf of BCP after Dorset Council moved their care contract to another provider on 3rd October 2022.
25. It is structured as a care company (Tricuro Limited) and a company providing support services (Tricuro Support Limited), with management through a joint Board. Tricuro Support Limited holds the contractual relationships with BCP, as well as the property leases and support services agreements.
26. Dorset Council still holds one ordinary share in Tricuro Support Limited as does BCP, which in turn owns 100% of the equity of Tricuro Limited.
27. The turnover for Tricuro in 2022/23 was £33 million, with £18.5 million (56%) attributable to the contract with BCP Council, £12.6 million (38%) from the contract with Dorset Council, £1.9 million (6%) from independent fees and charges. Dorset Council moved their care contract to another provider, so their Services transferred away from Tricuro on 3 October 2022.
28. Due to the materiality level for BCP Council statement of accounts Tricuro will not be consolidated into BCP Council's group accounts as the operating assets have remained with each council.

Aspire Adoption

- 29. Aspire Adoption is a partnership between BCP and Dorset Council.
- 30. Aspire work in partnership with Families for Children, a local voluntary adoption agency.
- 31. The purpose is to provide services for children and families through enabling and supporting the adoption and special guardianship process.
- 32. BCP contribution for 2022/23 to the partnership is £1.4 million with Dorset Council contributing £0.9 million.