



## Civance Limited

# Draft Summary Financial Statements 2016-17

### Summary

Civance Limited was incorporated on 8 May 2014 and commenced trading on 1 April 2015, following the transfer Building Control and Planning/Land Charges Administration functions from Cheshire East Borough Council (CEBC). The company's shareholders are a combination of Cheshire East Residents First Ltd (CERF Ltd) (80% shareholder) and Cheshire East Borough Council (20% shareholder). The company's main contract rests with CEBC.

Civance Limited performed strongly in 2016/17, recording a £246k (2015/16: £300k) profit from its operations, prior to contractual share adjustments.

Core Building Regulation and Land Charge income is managed and collected by Civance Ltd, as Agent, on behalf of CEBC under the terms of contract. That income is retained by CEBC within its accounts and forms part of the contract, providing demanding achievement targets for the Company. An under achievement in the CEBC income target of £151k (2015/16: £110k) was settled in the profit share arrangement.

The contracted profit sharing arrangement is such that, 25% of core contract profit is retained by the Company, 50% is retained in a ring-fenced reserve (held by the ultimate Parent CEBC) and 25% is retained by the Parent. This profit sharing adjustment is affected through a management fee adjustment. The ring-fenced reserve, retained by the Parent is held for future use by the Company in line with provisions in the contract.

The reported profit for the year, after the effects of contract profit sharing arrangements is £25k, including £8k of profit which was generated outside the main contract.

The financial statements of Civance Limited (the "Company") for the year ended 31 March 2017 will be issued to the Board for authorisation in September 2017 following the external audit of the company accounts in July/August.

As a wholly owned company within the Cheshire East Borough Council Group, Civance Limited's results are included in the consolidated financial statements of CEBC which are available from: [http://www.cheshireeast.gov.uk/council\\_and\\_democracy/your\\_council/council\\_finance\\_and\\_governance/statement\\_of\\_accounts/statement\\_of\\_accounts.aspx](http://www.cheshireeast.gov.uk/council_and_democracy/your_council/council_finance_and_governance/statement_of_accounts/statement_of_accounts.aspx).

# Statement of Comprehensive Income (Unaudited)

For the year ended 31 March 2017

	2017 £'000	2016 £'000
Turnover	1,614	1,525
Cost of sales	(1,256)	(1,147)
<b>Gross profit</b>	<b>359</b>	<b>378</b>
Administrative Expenses	(333)	(326)
<b>Operating profit</b>	<b>26</b>	<b>52</b>
Taxation	(1)	0
Profit for the financial year/period	<b>25</b>	<b>52</b>
Other comprehensive income for the year/period	0	
Total comprehensive income for the year/period	<b>25</b>	<b>52</b>

# Statement of Financial Position (Unaudited)

Registered Number: 09030946

At 31 March 2016	2016 £'000	2015 £'000
<b>Current assets</b>		
Debtors	576	14
Cash at bank and in hand	374	435
<b>Total Current Assets</b>	<b>950</b>	<b>449</b>
<b>Creditors: amounts falling due within one year</b>		
Trade creditors	(873)	(397)
<b>Total Creditors: amounts falling due within one year</b>	<b>(873)</b>	<b>(397)</b>
<b>Net current assets</b>	<b>77</b>	<b>52</b>
<b>Net Assets less Current Liabilities</b>	<b>77</b>	<b>52</b>
	0	0
<b>Total Creditors: amounts falling due after more than one year</b>	<b>0</b>	<b>0</b>
<b>Net Assets</b>	<b>77</b>	<b>52</b>
<b>Capital and Reserves</b>		
Retained Earnings	77	52
<b>Total Equity</b>	<b>77</b>	<b>52</b>