

State Management Districts

(LICENSING ACT 1964 and LICENSING (Scotland) ACT 1959)

ANNUAL REPORT

for the year ended
31st March, 1966

Presented pursuant to Eliz. II., c. 26, s. 102 (5)

and Act 7 & 8 Eliz. II., c. 51, s. 81 (4)

*Ordered by The House of Commons to be printed
14th November, 1966*

LONDON

HER MAJESTY'S STATIONERY OFFICE

ONE SHILLING NET

STATE MANAGEMENT DISTRICTS

(Licensing Act 1964 and Licensing (Scotland) Act 1959)

REPORT

INTRODUCTORY

Under the provisions of the Licensing Act 1964* and the Licensing (Scotland) Act 1959†, the State Management Districts consist of the Carlisle, Gretna and Cromarty Firth Districts, in which the liquor trade has been carried on under state management since the first World War.

We present this report, which relates to the year ended 31st March 1966, in pursuance of section 102(5) of the Act of 1964 and section 81(4) of the Act of 1959. Forty-four reports have previously been presented under the Acts relating to state management.

The Secretaries of State are assisted in the management of the liquor trade in the districts by the State Management Districts Council, an advisory body which was established on the passing of the Licensing Act 1921. The following were members of the Council during the period under review:—

Sir Isaac Hayward, Lt.-Col. J. H. Porter, C.B.E., D.S.O., Mr. M. A. Pryor, Mrs. M. Walkden, O.B.E., Mr. J. R. Potts, O.B.E. (representing the Carlisle State Management District), and Mr. A. Macrae, C.B.E. (representing the Scottish State Management Districts) together with official representatives of the Home Office and the Scottish Home and Health Department.

The number of premises in which the sale of liquor was carried on by the Secretaries of State on 31st March 1966 was, in the Carlisle district 173, in the Gretna district 15 and in the Cromarty Firth district 18.

FINANCIAL POSITION

The financial position of the Carlisle, Gretna and Cromarty Firth districts as at 31st March 1966 is set out in the summary of accounts printed in the Appendix to this Report.

The net profits for the three undertakings for the year ended 31st March 1966 amounted to £262,958 compared with £277,961 in the previous year. As in former years in arriving at these profits no provision is made for the taxes assessed on profits. All ordinarily recurrent charges, including licence

* Eliz. 2, 1964 Ch. 26.

† 7 and 8 Eliz. 2, Ch. 51.

‡ The separate accounts have been certified by Messrs. Mann, Judd, Gordon & Co., Chartered Accountants, Glasgow, and submitted to the Comptroller and Auditor-General. The Certificate of the Comptroller and Auditor-General will be appended when the presents the accounts to the House of Commons under section 5 of the Exchequer and Audit Departments Act, 1921.

and other duties, property tax, rates, headquarters and local administrative expenses, cost of architectural staff, depreciation of fixed and loose plant, furnishings and utensils, and insurance have been deducted to arrive at the profits.

Suitable provision has been made for the writing down of the cost of alterations and improvements estimated as not adding to the capital value of the properties.

CARLISLE

During the year, a side entrance to the Brewery was widened and the cask loading bay was improved in order to facilitate access by large vehicles and to reduce traffic congestion in the Brewery yard. Improved plant was installed in the Brewery for the storage and handling of yeast.

The commencement of reconstruction work at a number of licensed premises was deferred for six months in accordance with the general restrictions on capital expenditure announced by the Chancellor of the Exchequer in the House of Commons on 27th July, 1965. The reconstruction of the Board Inn, Carlisle, was completed and this has resulted in a substantial increase in the takings. Towards the end of the financial year, major alterations were commenced at the Appletree Hotel, Cockermouth, the Kings Head Inn, Carlisle, the Plough Inn, Wreay, and the Sailors Return Inn, Maryport.

Minor alterations and improvements were completed at many of the Scheme's properties, including improvements to lighting, heating and ventilation and the installation of cellar and bar refrigeration. Thirty-five of the Scheme's licensed premises were redecorated.

SCOTTISH DISTRICTS

Lounge bars were provided at the Royal Hotel, Invergordon, and the Graham Arms, Eastriggs, by the conversion of existing smoking rooms.

Parking facilities were improved at the Station Hotel, Alness, by the construction of a car park adjacent to the premises. A disused building in Dingwall was converted to a new District Office and the old office used for storage.

Schemes of renovation and external and internal redecoration were completed at a number of premises and rooms were refurnished where necessary in both Districts.

ROY JENKINS.

WILLIAM ROSS.

7th November, 1966.

STATE MANAGEMENT DISTRICTS
PROFIT AND LOSS ACCOUNT FOR

	Carlisle	Gretna	Cromarty Firth	TOTALS
Dr.				
To Rents	£ 49,271	£ 4,163	£ 4,241	£ 57,675
" Local Rates—Contributions in lieu thereof	48,207	4,763	4,241	56,709
" Licence Duties	43,991	4,811	3,934	52,736
" Income Tax, Schedule "A"—After adjustment for repairs in excess of the statutory allowances	40,124	4,632	3,819	48,589
" Income Tax, Schedule "A"—After adjustment for repairs in excess of the statutory allowances	1,430	90	169	1,689
" Repairs, Renewals, Fixed and Loose Plant, Tools, Utensils and Furnishings	1,447	90	169	1,706
" Depreciation of Fixed and Loose Plant Furnishings and Utensils	42,293	4,598	5,580	52,471
" Management Salaries and Expenses	37,534	3,541	6,657	47,532
" Headquarters Administrative Expenses	34,056	1,914	2,072	38,042
" Superannuation Contributions for Established Staff	31,985	2,472	2,586	37,043
" Provision for Gratuities for Non-Established Staff	62,938	11,053	16,650	90,641
" Insurance	39,017	70,406	15,499	124,922
" Alterations and Improvements to Properties (Proportion of cost written off)	12,753	1,960	3,493	17,206
" Reserve for Improvements and Extraordinary Repairs	12,310	1,960	3,690	17,960
" Reserve for Bad and Doubtful Debts	32,169	3,855	5,381	41,405
" Expenditure incidental to acquisition of land	30,786	3,384	6,157	40,327
" Balance, Net Profit for year carried down	3,100	580	720	4,400
	1,757	290	610	4,290
	1,654	283	285	2,222
	18,437	2,046	2,919	23,402
	16,683	1,556	2,454	20,693
	27,700	4,500	6,000	38,200
	18,093	4,000	5,000	27,093
	34	—	—	34
	775	—	—	775
	18	—	—	18
	221,816	14,856	26,286	262,958
	239,948	13,141	24,872	277,961
	551,763	54,276	77,741	683,780
	541,547	50,408	76,039	667,994
To Cash transmitted during the year, or in course of transmission, to the Exchequer	219,008	24,970	30,569	274,547
Balance carried to Balance Sheet	163,566	12,310	18,829	194,705
	761,598	43,808	34,506	839,912
	758,790	53,922	38,789	851,501
	980,606	68,778	65,075	1,114,459
	922,356	66,232	57,618	1,046,206

The figures shown in *italics* are those for the previous year.

(LICENSING ACT, 1964 and LICENSING (Scotland) ACT, 1959)
THE YEAR ENDED 31st MARCH, 1966

	Carlisle	Gretna	Cromarty Firth	TOTALS
Cr.				
By Trading Profits (after payment of Excise Duties and Purchase Tax)	£ 556,405	£ 51,331	£ 74,485	£ 682,221
" Surplus/Deficit on Property Account	343,371	47,126	72,916	663,413
	44,686	2,945	3,256	1,515
	1,827	3,143	3,123	4,439
" Gain on realisation of surplus assets	44	—	—	44
	3	139	—	142
By Profits for year brought down	221,816	14,856	26,286	262,958
	239,948	13,141	24,872	277,961
	551,763	54,276	77,741	683,780
	541,547	50,408	76,039	667,994
" Amount brought forward, being balance of accumulated Profits retained in Undertaking at 31st March, 1965	758,790	53,922	38,789	851,501
	682,408	53,091	32,746	768,245
	980,606	68,778	65,075	1,114,459
	922,356	66,232	57,618	1,046,206

‡ Deficit.

BALANCE SHEET AS AT

	Carlisle	Gretna	Cromarty Firth	TOTALS
LIABILITIES				
<i>Capital and Reserves</i>				
I. CAPITAL ACCOUNT ...	£ 593,300	£ 49,200	£ 89,500	£ 732,000
	593,300	49,200	89,500	732,000
II. RESERVES for Improvements to properties, furnishings and equipment and extraordinary repairs ...	92,500	10,878	55,024	
Balance at 1st April, 1965 ...	27,700	580	4,520	
Less Amount used during year to 31st March, 1966 ...	64,800	10,298	50,504	
Gain on realisation of Surplus Assets ...	—	6,535	—	
Add Amount appropriated from Profits at 31st March, 1965 ...	27,700	4,500	6,000	
	92,500	21,333	56,504	170,337
	92,500	10,878	55,024	158,402
III. Profits retained and invested in Undertaking ...	761,598	43,808	34,506	839,912
	758,790	53,922	38,789	851,501
	1,447,398	114,341	180,510	1,742,249
	1,444,590	114,000	183,313	1,741,903
<i>Current Liabilities</i>				
IV. SUNDRY CREDITORS AND ACCRUED CHARGES ...	161,125	14,080	18,507	193,712
	159,202	15,947	13,248	188,397
	1,608,523	128,421	199,017	1,935,961
	1,603,792	129,947	196,561	1,930,300

The figures shown in *italics* are those for the previous year.

THE 31st MARCH, 1966

	Carlisle	Gretna	Cromarty Firth	TOTALS
ASSETS				
<i>Fixed Assets</i>				
I. LAND, BUILDINGS AND PLANT—(including licence values and goodwill)—	£ 1,984,925	£ 229,539	£ 290,065	£ 2,504,529
Cost plus additions and improvements, less sales ...	1,996,004	230,121	284,085	2,510,210
Less Depreciation, reserves and amounts written off	933,996	144,137	155,350	1,233,483
	900,239	141,986	148,675	1,190,900
	1,030,929	85,402	134,715	1,251,046
	1,035,765	88,135	135,410	1,259,310
II. LOOSE PLANT FURNISHINGS, UTENSILS AND VEHICLES:—	£ 595,854	£ 61,781	£ 88,253	£ 745,888
Cost plus additions and improvements, less sales ...	570,567	60,554	86,345	717,466
Less Depreciation, reserves and amounts written off	476,191	54,825	78,768	609,784
	446,739	52,982	76,770	576,491
	119,663	6,956	9,485	136,104
	123,828	7,272	9,575	140,675
	1,150,592	92,338	144,200	1,387,150
	1,159,593	95,707	144,985	1,400,285
<i>Current Assets</i>				
III. STOCKS at cost or under	405,831	32,989	50,464	489,284
IV. SUNDRY DEBTORS ...	390,447	31,965	48,685	471,107
V. CASH at Banks and in hand ...	37,507	1,555	2,638	41,700
	39,727	825	1,340	41,892
	14,593	1,519	1,715	17,827
	14,025	1,450	1,551	17,026
	457,931	36,063	54,817	548,811
	444,199	34,240	51,576	530,015
	1,608,523	128,421	199,017	1,935,961
	1,603,792	129,947	196,561	1,930,300