

HRA BUDGET COMPARISON OF 2006/07 BUDGET TO PROPOSED 2007/08

| DETAIL | 2006/07 ORIGINAL BUDGET £000's | 2006/07 REVISED BUDGET £000's | 2007/08 BUDGET £000's | EXPLANATION OF MAIN MOVEMENTS |
|--|---|--|-----------------------------|---|
| INCOME | | | | |
| Dwelling Rents | (42,681) | (42,681) | (43,416) | Includes 2.86% increase and includes effect of RTB and voids. |
| Non-Dwelling Rents: | | | | |
| Garages | (744) | (744) | (721) | Increase in empty premises - problems in renting out. |
| Commercial | (650) | (650) | (660) | |
| Heating Charges | (425) | (425) | (454) | Increase in recharge to tenants, net of void loss. |
| Leaseholders' Charges for Services and Facilities: | | | | |
| Service Charges | (423) | (423) | (520) | 3% inflation increase and extra income from increase in leaseholder stock, also correction of 2006/07 base budget to reflect actual situation. |
| Other | | 0 | 0 | |
| Other Charges for Services and Facilities: | | | | |
| Service Charges | (94) | (94) | (94) | |
| Other | (415) | (415) | (430) | Increase in recharge to tenants. |
| Interest Receivable | (155) | (155) | (247) | More monies in reserve, due to increase in income and reduction in expenses. |
| GROSS INCOME | (45,587) | (45,587) | (46,542) | |
| EXPENDITURE | | | | |
| Repairs and Maintenance | 8,906 | 8,646 | 7,611 | 2006/07 - Landscape budget moved to Special Services. 2007-08 - removal of contingency set up whilst MITIE contract bedded in and savings as a result of the MITIE partnership. |
| General Management | 8,999 | 9,246 | 8,492 | 2006/07 - Fixed central recharge budget moved from Special Services. 2007/08 - Removal of historic unrequired consultancy/contingency budgets, highlighted as a result of the Zero Based Budgeting exercise carried out when the 2007/08 budgets were being set. 2.75% payroll increase and 5% vacancy provision. |
| Special Services | 2,850 | 2,805 | 3,390 | 2006/07 - Landscape budget moved from R&M, fixed recharges moved to Gen Mgt. 2007/08 - utility inflation, 2.75% payroll increase and 5% vacancy provision. |
| Rents, Rates, Taxes and Other Charges | 280 | 338 | 348 | |
| Housing Revenue Account Subsidy Payable | 14,569 | 14,569 | 16,000 | Rent that government guidelines indicate should be charged, less debt, management and maintenance allowances, increase as rent convergence grows nearer. |
| Housing Benefits Transfers | 3,197 | 3,197 | 2,503 | Difference between actual rent and rent govt will allow us to claim back benefits on is reducing as rent convergence becomes nearer to completion. Leading to ultimate zero payment by 2011/12. |
| Provisions: | | | | |
| Bad and Doubtful Debts | 422 | 422 | 430 | |
| Capital Financing Costs: | | | | |
| Leasing Equipment | 0 | 0 | 0 | |
| Debt Charges Net of Mortgagors' Interest | 4,483 | 4,483 | 4,210 | Reflects review of cost of borrowing. |
| Capital Expenditure Charged to Revenue | 0 | 0 | 0 | |
| Interest Payable on Overdrawn Revenue Balance | 0 | 0 | 0 | |
| Transfer to Reserves: | | | | |
| Capital Reserves | 2,796 | 2,796 | 3,019 | Transfer to capital programme. Assisting towards the achievement of the Decent Homes standard. |
| Transfer from Reserves | 0 | 0 | 0 | |
| GROSS EXPENDITURE | 46,500 | 46,500 | 46,003 | |
| NET (SURPLUS) / DEFICIT FOR THE YEAR | 913 | 913 | (539) | |
| Uncommitted Reserve Brought Forward | (4,064) | (4,064) | (4,761) | |
| Net (Surplus) / Deficit for Year | 913 | 913 | (539) | |
| UNCOMMITTED RESERVE CARRIED FORWARD | (3,151) | (3,151) | (5,300) | |