

Housing Revenue Account Pressures & Savings 2018/19

Ref.	Budget Line	£000's	Item
HP1	Rent Income	279	Reduction in rent income due to RTB sales
HP2	Rent Income	528	Reduction in rent income due to 1% rent cut
HP3	Interest Receivable	25	Interest Receivable - reduction in balances
HP4	Repairs & Maintenance	1,173	Additional costs of £1.173m are expected as a pressure from increased repair costs, largely relating to the costs of void properties and compliance & survey requirements, plus inflation. The increase in costs has been mitigated by planned reductions in controllable spend areas, and where current year spend has resulted in lower levels of future liabilities.
HP5	General Management	150	Additional costs of £0.150m are expected as a pressure from increase in Health & Safety, compliance, and quality assurance work.
HP6	General Management	60	Additional costs of £0.060m are expected as an HRA pressure from the costs of appointing independent council representatives to the YourMK board.
HP7	General Management	55	£55k Contribution from HRA toward regeneration consultation & engagement costs relating to council housing tenancies - see GF R91
HP8	General Management	130	Employee costs inflation
HP9	Special Services	39	Utility cost inflation
HP10	General Management	98	Additional RegenerationMK consultation costs
HP11	General Management	200	Maintaining level of staffing resources for service delivery and improvement instead of previously proposed reductions
Subtotal Budget Pressures		2,737	Subtotal HRA Pressures
HI1	Rent Income	(97)	Increase in rent income due to new council housing 2018/19
HI2	Rent Income	(118)	Increase in rent income due to new council housing 2017/18
HI3	Service Charges	(100)	Increase in service charge income due to phased implementation of full cost recovery
Subtotal Income Generation		(314)	
HR1	Capital Charges	(669)	Interest charges are expected to decrease by £0.669 in line with the council's overall cost of borrowing as a result of capital financing and Treasury Management operations and increased interest earned on HRA balances.
HR2	Interest Payments	(100)	Reduction in contribution to earmarked reserves
HR3	Contributions to Capital	(500)	Reduction in contribution to earmarked reserves
Subtotal Budget Reductions		(1,269)	Subtotal HRA Savings
Net Pressures/(Savings)		1,154	Total HRA Pressures/(Savings)

Ref.	Budget Line	£000's	Item
HR4	Contribution to Reserves	(1,154)	Decreased contribution to Asset Investment Reserve as a result of net HRA savings.
Total HRA Budget		0	Total Housing Revenue Account