

CORPORATE MONTHLY BUDGET MONITORING

MARCH 2013

DEVELOPMENT & RENEWAL (Housing Revenue Account)		Original Budget	Latest Budget	Actual Outturn	Revenue Contributions to Capital Outlay (RCCO)	Outturn	Variance (Outturn 2012/13 to Latest Budget 2012/13)		Variance Outturn 2012/13 to Latest Budget 2012/13 Explanation of any variance that is considered to be significant and all variances greater than £100k
							£'000	£'000	
DIRECTLY CONTROLLED INCOME BUDGETS									
Dwelling & Non Dwelling Rents	Income	(66,696)	(66,696)	(66,646)		(66,646)	50	(0)	
	Net Income	(66,696)	(66,696)	(66,646)	0	(66,646)	50	(0)	
Tenant & Leaseholder Service Charges	Income	(16,861)	(16,861)	(17,407)		(17,407)	(546)	3	The 2011/12 actualisation resulted in leasehold service charge income being higher than originally anticipated when the budget was set.
	Net Income	(16,861)	(16,861)	(17,407)	0	(17,407)	(546)	3	
INDIRECT INCOME BUDGETS									
Housing Revenue Account Subsidy	Income	0	0	(273)		(273)	(273)	0	2011/12 was the final year of the HRA Subsidy system, with the final subsidy return for that year being finalised in September 2012. Due to slightly higher interest rates, more subsidy was due to the Authority than was allocated when the accounts were closed in 2011/12.
	Net Income	0	0	(273)	0	(273)	(273)	0	
Investment Income Received	Income	(190)	(190)	(66)		(66)	124	(65)	
	Net Income	(190)	(190)	(66)	0	(66)	124	(65)	
General Fund Contributions	Income	(166)	(166)	(115)		(115)	51	(31)	
	Net Income	(166)	(166)	(115)	0	(115)	51	(31)	
TOTAL INCOME	Total Income	(83,913)	(83,913)	(84,507)	0	(84,507)	(594)	1	
	Net Income	(83,913)	(83,913)	(84,507)		(84,507)	(594)	(8)	

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DIRECTLY CONTROLLED EXPENDITURE BUDGETS									
Repairs & Maintenance	Expenditure	21,410	21,410	21,432		21,432	22	0	
	Net Expenditure	21,410	21,410	21,432	0	21,432	22	0	
Supervision & Management	Expenditure	25,215	25,215	22,597		22,597	(2,618)	(10)	This underspend is partly due to additional capital fee income; underspends within this budget heading have enabled revenue resources to be set aside to finance part of the non grant funded element of the Decent Homes capital programme, as agreed by Cabinet in September 2011 and May 2013, and this is reflected in the increased revenue contribution to capital outlay detailed below. In addition the Authority has received 'one-off' payments totalling approximately £0.5m in respect of the recovery of costs incurred as part of various stock transfers carried out a few years ago.
	Net Expenditure	25,215	25,215	22,597	0	22,597	(2,618)	(10)	
Special Services, Rent Rates & Taxes	Expenditure	17,109	17,109	16,018		16,018	(1,091)	(6)	The energy budget has underspent by £0.5m due to the fact that when this budget was set it was anticipated that 2012/13 gas & electricity prices would increase by between 20% and 40%, whereas in fact price changes were significantly lower. In addition, there are underspends on the refuse, concierge and grounds maintenance budgets.
	Net Expenditure	17,109	17,109	16,018	0	16,018	(1,091)	(6)	
INDIRECT EXPENDITURE BUDGETS									
Provision for Bad & Doubtful Debts	Expenditure	900	900	178		178	(722)	(80)	Due to improved overall debt collection only a minor adjustment was required to the existing bad debt provision. However, there is a significant risk that the government's welfare reforms will lead to additional pressure on this budget in future years.
	Net Expenditure	900	900	178	0	178	(722)	(80)	

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Capital Financing Charges		20,771	20,771	19,341	3,465	22,806	2,035	10	As referred to in 'Supervision & Management' line above, the variance on this budget heading reflects an additional revenue contribution to capital (RCCO) as financing for the Authority's Decent Homes capital programme.
Expenditure									
Net Expenditure		20,771	20,771	19,341	3,465	22,806	2,035	10	
TOTAL EXPENDITURE		85,405	85,405	79,566	3,465	83,031	(2,374)	(3)	
Expenditure									
Net Expenditure		85,405	85,405	79,566	3,465	83,031	(2,374)	(3)	
TOTAL NET									
Total Net		1,492	1,492	(4,941)	3,465	(1,476)	(2,968)	(935)	
Contributions from Reserves		(1,492)	(1,492)	0		0	1,492	(100)	CIPFA guidance states that the contribution from reserves is no longer permitted under HRA Self-Financing. However, the equivalent resources are available in the Major Repairs Reserve and can be used to fund the HRA capital programme.
Income									
Net Expenditure		(1,492)	(1,492)	0	0	0	1,492	(100)	
TOTAL FOR HOUSING REVENUE		(0)	(0)	(4,941)	3,465	(1,476)	(1,476)	686,456	
Total Net		(0)	(0)	(4,941)	3,465	(1,476)	(1,476)	686,456	