

SOUTH HOLLAND DISTRICT COUNCIL

Report of: Executive Director Commercialisation (S151 Officer)

To: Governance & Audit Committee – 21 January 2016

Author: Ken Trotter - Interim Chief Accountant (Deputy S151 Officer)

Subject: Financial Forecast Outturn Quarter Two 2015-16 (Abridged – HRA only)

Purpose: This report provides information on the draft year end financial position of the HRA, as at 30 September 2015.

Recommendation:

That consideration be given to the report and Appendix 1, and any areas of concern to be identified and reported to the Cabinet.

1.0 BACKGROUND

1.1 This report contains information on the projected full year financial performance of the HRA which was included in the Financial Forecast Outturn Quarter Two 2015-16 presented to Cabinet on 8 December 2015.

2.0 OPTIONS

2.1 To note the report

2.2 Provide comments to Cabinet on any areas of concern.

2.3 To do nothing.

3.0 REASONS FOR RECOMMENDATION

3.1 To provide timely information to Members on the overall finances of the Council and to make the best use of resources available.

4.0 EXPECTED BENEFITS

4.1 To ensure that members are updated regularly on the overall Council financial position and to act on any budget amendments required to reflect the latest position of spend and income.

5.0 IMPLICATIONS

5.1 Financial

5.1.1 The report is of a financial nature and financial details are included within the appendix.

5.1.2 Replacement of dwelling components is based on the premise that only assets that have failed will be replaced. Useful life criteria adopted in 2012 has been examined and changes are proposed in line with actual experience over the last 4 years. These changes will be

introduced into the new asset management system during installation and will also facilitate component accounting when it is introduced to Local Government. Table 7 of Appendix 1 to this report identifies the required changes.

5.2 Risk Management

5.2.1 Risks are highlighted within the appendix.

6.0 WARDS/COMMUNITIES AFFECTED

6.1 Budget implications affect all wards.

7.0 ACRONYMS

HRA – Housing Revenue Account
MRA – Major Repairs Allowance
RCCO – Revenue Contribution to Capital Outlay
MRR – Major Repairs Reserve
RTB – Right to Buy

Background papers:- None

Lead Contact Officer

Name and Post: Julie Kennealy Executive Director Commercialisation (Section151 Officer)
Telephone Number: 01775 761161
Email: Julie.Kennealy@breckland-sholland.gov.uk or alternatively
ktrotter@sholland.gov.uk (Interim Chief Accountant (Deputy S151 Officer))

Director / Officer who will be attending the Meeting:

Ken Trotter – Interim Chief Accountant (Deputy Section151 Officer)
Telephone: 01775 764684

Key Decision: No

Exempt Decision: No

This report refers to both Mandatory Service and Discretionary Services

Appendices attached to this report:

Appendix 1 HRA Financial Report for the quarter ending 30 September 2015