

EAST AYRSHIRE COUNCIL

POLICY AND RESOURCES COMMITTEE – 19 SEPTEMBER 2006

BUDGETARY CONTROL SUMMARY STATEMENT HOUSING REVENUE ACCOUNT TO 23 JULY 2006 (PERIOD 4)

Joint Report by the Executive Head of Finance and the Executive Director of Neighbourhood Services

1 PURPOSE OF REPORT

- 1.1 To advise Members of the current budgetary control position of the Housing Revenue Account for the period ended 23 July 2006 (Period 4).

2 OVERALL POSITION

- 2.1 The budgetary position summarised at Period 4 is shown in the table below. It is anticipated that Housing Revenue Account will outturn on budget at 31 March 2007.

| Actual Exp. To 23/07/06 £m | Actual Exp. To P4 as % of Annual Estimate | Detail | Annual Estimate 2006/07 £m | Projected Actual to 31/3/07 £m | Variance (Favourable) / Adverse £m |
|----------------------------------|--|--------------------------|-------------------------------------|---|---|
| 1.170 | 29.7% | EMPLOYEE COSTS | 3.931 | 3.931 | 0 |
| 5.597 | 29.3% | PREMISES COSTS | 19.093 | 19.093 | 0 |
| 0.048 | 30.5% | TRANSPORT COSTS | 0.157 | 0.157 | 0 |
| 0.218 | 4.7% | SUPPLIES & SERVICES | 4.597 | 4.597 | 0 |
| 0.336 | 40.1% | THIRD PARTY PAYMENTS | 0.837 | 0.837 | 0 |
| 0 | 0.0% | DEBT CHARGES | 5.331 | 5.331 | 0 |
| 7.369 | 21.7% | TOTAL EXPENDITURE | 33.946 | 33.946 | 0 |
| (9.425) | 29.5% | INCOME - RENTS ETC | (31.912) | (31.912) | 0 |
| (0.586) | 28.8% | INCOME - OTHER | (2.034) | (2.034) | 0 |
| (2.642) | - | NET EXPENDITURE | 0 | 0 | 0 |

3 SUBJECTIVE ANALYSIS

3.1 Premises Costs

3.1.1 Voids

Void rent loss is currently projected to underspend by £0.220m mainly due to lower than budgeted long term voids. This is offset by additional expenditure on repairs.

3.1.2 Repairs

Additional expenditure on programmed maintenance will be incurred as a result of the variance in voids.

4 RECOMMENDATIONS

- 4.1 It is recommended that Members note the contents of this report.

Alex McPhee
Executive Head of Finance
28 August 2006

William Stafford
Executive Director of Neighbourhood Services

LIST OF BACKGROUND PAPERS

NIL

For further information please contact William Stafford, Executive Director of Neighbourhood Services on 01563 556023