

## Appendix A

### HOUSING REVENUE ACCOUNT DRAFT BUDGET

For Consideration by Cabinet on 19 January 2016

|  | 2015/16<br>Budget<br>£ | 2015/16<br>Revised<br>£ | 2016/17<br>Budget<br>£ | 2017/18<br>Forecast<br>£ | 2018/19<br>Forecast<br>£ | 2019/20<br>Forecast<br>£ |
|--|------------------------|-------------------------|------------------------|--------------------------|--------------------------|--------------------------|
| <b>INCOME</b>  |                        |                         |                        |                          |                          |                          |
| Rental Income - Council Housing (Gross)                    | (13,707,200)           | (13,681,200)            | (13,554,900)           | (13,397,800)             | (13,238,100)             | (13,076,100)             |
| Rental Income - Other (Gross)                              | (203,600)              | (213,100)               | (211,700)              | (210,400)                | (209,000)                | (207,700)                |
| Charges for Services & Facilities                          | (1,866,900)            | (1,810,400)             | (1,808,800)            | (1,844,300)              | (1,876,900)              | (1,911,500)              |
| Grant Income   | (7,700)                | (7,700)                 | (7,700)                | (7,700)                  | (7,700)                  | (7,700)                  |
| Contributions from General Fund                            | (80,700)               | (88,100)                | (95,800)               | (95,900)                 | (96,500)                 | (97,500)                 |
| <b>Total Income</b>  | <b>(15,866,100)</b>    | <b>(15,800,500)</b>     | <b>(15,678,900)</b>    | <b>(15,556,100)</b>      | <b>(15,428,200)</b>      | <b>(15,300,500)</b>      |
| <b>EXPENDITURE</b>   |                        |                         |                        |                          |                          |                          |
| Repairs & Maintenance                                      | 4,697,000              | 4,736,800               | 4,519,000              | 4,650,000                | 4,742,800                | 4,864,400                |
| Supervision & Management                                   | 3,208,100              | 3,175,200               | 3,182,300              | 3,227,000                | 3,278,300                | 3,332,000                |
| Rents, Rates, Taxes & Other Charges                        | 170,500                | 175,100                 | 191,500                | 208,000                  | 224,500                  | 241,000                  |
| Increase in Provision for Bad and Doubtful Debts           | 190,400                | 144,800                 | 145,100                | 145,100                  | 145,100                  | 145,100                  |
| Depreciation & Impairment of Fixed Assets                  | 1,984,000              | 2,015,300               | 2,006,000              | 2,005,900                | 2,005,900                | 2,005,900                |
| Debt Management Costs                                      | 1,100                  | 1,100                   | 1,100                  | 1,100                    | 1,100                    | 1,100                    |
| <b>Total Expenditure</b>                                   | <b>10,251,100</b>      | <b>10,248,300</b>       | <b>10,045,000</b>      | <b>10,237,100</b>        | <b>10,397,700</b>        | <b>10,589,500</b>        |
| <b>NET COST OF HRA SERVICES</b>                            | <b>(5,615,000)</b>     | <b>(5,552,200)</b>      | <b>(5,633,900)</b>     | <b>(5,319,000)</b>       | <b>(5,030,500)</b>       | <b>(4,711,000)</b>       |
| Interest Payable & Similar Charges                         | 2,006,600              | 2,006,600               | 1,967,000              | 1,931,100                | 1,931,100                | 1,931,100                |
| Amortisation of Premiums & Discounts                       | (600)                  | (600)                   | (600)                  | 0                        | 0                        | 0                        |
| Interest & Investment Income                               | (33,300)               | (63,600)                | (80,300)               | (46,800)                 | (42,900)                 | (13,600)                 |
| Past Service Pension Cost                                  | 178,000                | 178,000                 | 185,300                | 185,300                  | 185,300                  | 185,300                  |
| Self Financing Debt Repayment                              | 1,041,400              | 1,041,400               | 1,041,400              | 1,041,400                | 1,041,400                | 1,041,400                |
| <b>(-)SURPLUS OR DEFICIT FOR THE YEAR</b>                  | <b>(2,422,900)</b>     | <b>(2,390,400)</b>      | <b>(2,521,100)</b>     | <b>(2,208,000)</b>       | <b>(1,915,600)</b>       | <b>(1,566,800)</b>       |
| Adjustments to reverse out Notional Charges included above | (27,500)               | (27,600)                | (18,300)               | (18,100)                 | (18,100)                 | (18,100)                 |
| Transfers to/(from) Major Repairs Reserve                  | 2,517,500              | 2,333,500               | 2,146,600              | 1,982,600                | 2,165,400                | 2,756,400                |
| Transfers to/(from) Earmarked Reserves                     | (386,600)              | (544,300)               | (26,400)               | (50,400)                 | (15,300)                 | (6,700)                  |
| Capital Expenditure funded from Revenue Reserves           | 366,500                | 325,400                 | 217,000                | 255,000                  | 200,000                  | 200,000                  |
| <b>TOTAL (-)SURPLUS / DEFICIT FOR THE YEAR</b>             | <b>47,000</b>          | <b>(303,400)</b>        | <b>(202,200)</b>       | <b>(38,900)</b>          | <b>416,400</b>           | <b>1,364,800</b>         |
| Transfer from Business Support Reserve (see note)          | 0                      | 0                       | 0                      | 0                        | 0                        | (545,700)                |
| Housing Revenue Account Balance brought forward            | (504,596)              | (1,041,017)             | (1,344,417)            | (1,546,617)              | (1,585,517)              | (1,169,117)              |
| <b>HRA BALANCE CARRIED FORWARD</b>                         | <b>(457,596)</b>       | <b>(1,344,417)</b>      | <b>(1,546,617)</b>     | <b>(1,585,517)</b>       | <b>(1,169,117)</b>       | <b>(350,017)</b>         |

Note: The transfer from the Business Support Reserve is required to maintain the HRA Balance at the minimum level of £350K.