

DERBY HOMES MANAGEMENT ACCOUNTS 2007/08 – PERIOD 3

Report of the Director and Company Secretary

1. SUMMARY OF REPORT

- 1.1 The report tables the management accounts for Derby Homes for the three months to June 2007. It compares cumulative expenditure for the 3 months against budget and extracts a difference.
- 1.2 This is the first operating statement since implementation of a new finance system. Due to the timing of opening balance adjustments and the phasing of imported data, only cumulative figures are shown in the report and statements. The format and layout of the reports are not intended to be final and will be developed to incorporate any feedback.

2. RECOMMENDATION

To note the report and appendices.

3. MATTER FOR CONSIDERATION

- 3.1 Appendix 1 shows the Operating Statement for April 2007 to June 2007. This shows a cumulative operating surplus of £70,000.

- 3.2 An explanation of the significant variances is detailed in Appendix 2.

3.3 External Management & Consultancy Services

The surplus achieved through external management contracts and consultancy services is as follows:

	Year to Date £'000	Variance to Date £'000
Income	78	(5)
Expenditure	73	4
Surplus/(Deficit)	5	(1)

Income in year to date reflects lower rents received. The lower payments are due to the lower rents being paid to the housing associations.

Further analysis of income and expenditure on non-core management fee business activity is attached at Appendix 3.

- 3.4 The balance sheet for June 2007 is shown at Appendix 4.
- 3.5 Included in the balance sheet is cash at bank of £2,514,000 compared with a notional cash balance of £800,000 at the end of March 2007. No settlement has yet been made with DCC to account for the opening notional cash balance which has to be adjusted for cash transactions undertaken by DCC in relation to year end debtors and creditors.
- 3.6 A full year forecast out-turn for 2007/8 is included at Appendix 5. No changes to the year end out-turn are projected at this point.

4. FINANCIAL AND BUSINESS PLAN IMPLICATIONS

Those reflected in the body of the report.

The areas listed below have no implications directly arising from this report

- Consultation
- Legal and Confidentiality
- Personnel
- Environmental
- Equalities Impact Assessment
- Health & Safety

If Board members or others would like to discuss this report ahead of the meeting please contact the author, or the Chief Executive, phil.davies@derbyhomes.org - Tel 01332 711010

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Background Information: None.

Supporting Information: None.