

DERBY HOMES MANAGEMENT ACCOUNTS 2006/07 – PERIOD 9

Report of the Director and Company Secretary

1. SUMMARY OF REPORT

The report presents the management accounts for Derby Homes for the eight months to December 2006. It compares actual expenditure for December against budget and cumulative expenditure for the 9 months against budget and extracts a difference.

2. RECOMMENDATION

To note the report and appendices.

3. MATTER FOR CONSIDERATION

3.1 Appendix 1 shows the Operating Statement for April to December 2006. This shows a cumulative operating surplus of £93,000.

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:

	Current Period £'000	Year to Date £'000	Variance to Date £'000
Income	104	788	(11)
Expenditure	94	747	42
Surplus/(Deficit)	10	41	31

The income variance to budget is due to lower rents received than budgeted. This is offset by lower payments 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 December 2006 is shown at Appendix 4.

- 3.5 Included in the balance sheet is the notional cash balance position for Derby Homes indicating a positive balance of £1,306,000 compared with £1,114,000 at the end of November 2006.
- 3.6 A full year forecast out-turn for 2006/7 is included at Appendix 5. The income and expenditure variances identified in 3.2 above are incorporated into this model. The full year forecast has been amended to reflect the latest information and forecast achieving £106,000 surplus compared to a budgeted surplus of £20,000.

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

Author: Lorraine Watson, Director & Company Secretary, Telephone 01332 711014, Email lorraine.watson@derbyhomes.org

Background Information: None.

Supporting Information: None.