

## **REAPPOINTMENT OF EXTERNAL AUDITORS 2018/19**

Report of the Finance Director and Company Secretary

### **1. SUMMARY**

- 1.1 The Board of Derby Homes is required to appoint external auditors annually and fix their remuneration.

### **2. RECOMMENDATION**

- 2.1 To re-appoint the current external auditors – BDO LLP for the year 2018/19.
- 2.2 The Board authorises payment of fees as follows:
- - Annual audit - £20,527
  - Corporation Tax (HMRC filing and advice) - £1,638
  - IXBRL (Accounts filing with HMRC) - £707

### **3. MATTER FOR CONSIDERATION**

- 3.1 At the AGM, 26 November 2015, the Board agreed for a seven year contract with BDO LLP commencing with the 2015/16 accounts.
- 3.2 Fees proposed above, for the 2018/19 accounts, are in line with the tendered price and are inclusive of a September 2018 CPI increase of 2.4%.
- 3.3 The audit fee is inclusive of additional costs (from the original tender figure) relating to extra works arising from new auditing standards from June 2016 that have added £930 to the original tender figure plus annual inflation allowances.

### **4. FINANCIAL AND BUSINESS PLAN IMPLICATIONS**

- 4.1 The proposed fees from BDO LLP are in line with expectations, industry norms and budgeted levels.

### **5. LEGAL AND CONFIDENTIALITY IMPLICATIONS**

- 5.1 The Board of Derby Homes is required to appoint an external auditor under the provisions of the Companies Act 2006.

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

Consultation  
Council  
Personnel  
Environmental  
Equalities Impact Assessment  
Health & Safety  
Risk  
Policy Review

If Board Members or others would like to discuss this report ahead of the meeting please contact:

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Background Information: None  
Supporting Information: None

**The contents of this report has been approved by the following:**

<b>Finance Director &amp; Company Secretary Managing Director</b>	David Enticott	[Date]
	Maria Murphy	[Date]