

HOUSING REVENUE ACCOUNT BUDGET SUMMARY 2020/21, AMENDED FOR LIBERAL DEMOCRAT PROPOSALS

£000	Original 2019/20	Cabinet Approved Budget	Liberal Democrat Proposed Budget	Liberal Democrat Proposed Budget
Income				
Dwelling Rents	(52,536)	(54,435)	(54,435)	
Non-Dwelling Rents	(102)	(102)	(102)	
Tenant Service Charges	(1,626)	(1,517)	(1,517)	
Leaseholder Charges	(487)	(593)	(593)	
Interest and Investment Income	(435)	(192)	(192)	
Contributions to Expenditure	(645)	(645)	(645)	
Total Income	(55,831)	(57,484)	(57,484)	
Expenditure				
Repairs and Maintenance	12,068	12,068	12,068	
Revenue Contribution to Capital	5,480	5,855	5,825	Reduction in revenue contribution to capital to offset increased borrowing costs.
Supervision & Management	12,783	14,196	14,196	
Corporate and Democratic Core	307	335	335	
Rent, Rates, Taxes & Other Charges	35	36	36	
Provision for Bad Debts	975	975	975	
Interest Payable	11,558	11,586	11,616	Increase of £30k of interest costs related to borrowing of £1m over 20 years.
Depreciation	12,625	12,866	12,866	
Total Expenditure	55,831	57,917	57,917	
HRA Deficit / (Surplus)	0	433	433	
Housing Revenue Account Balance:				
Opening Balance at 1 April	(2,892)	(2,892)	(2,892)	
Deficit / (Surplus) for the year	0	0	0	
Closing Balance at 31 March	(2,892)	(2,892)	(2,892)	
Earmarked Reserves:				
Opening Balance at 1 April	(18,146)	(18,579)	(18,579)	
Contribution from / (to) Pension Reserve		433	433	
Closing Balance at 31 March	(18,146)	(18,146)	(18,146)	

Lib Democrat Proposal Changes.

1. The cost of borrowing an additional £1m from PWLB over a 20 year period is circa £30k p.a. in interest.
2. The additional £1m would be a new capital project/investment and would be represented in the HRA capital programme spend.