

HRA Major Variance Report - Period 6

| Service | Revised Budget (£m) | Projected Outturn (£m) | Variance (£m) | Variance Last Month (£m) | Cause of Variance | Action Required |
|-----------------------------|---------------------|------------------------|---------------|--------------------------|--|--|
| HRA Subsidy | 6,167 | 6,288 | 121 | 121 | Capital Financing charges amended after budget rounds completed. Further amendments to Capital figures for inclusion in 2nd HRAS return. Under payment on 2012/13 of £31k calculated on Advance Final return. | Review timings of figures with Capital Financing team. |
| Rents | (26,946) | (27,176) | (230) | (237) | Bad Debt provision reviewed based on Q1 impact of "bedroom tax", resulting in a saving of £258k | Monitor impact of "Bedroom Tax" and review expected costs at H1 |
| Repairs and Maintenance | 8,393 | 8,669 | 276 | 328 | £318k overspend on materials through Travis Perkins due to increased number of repairs and subcontractor materials are now purchased through Travis to gain bulk purchasing economies. A review is also underway to revise pricing downwards following an increased profit percentage reported in August 2013. | Housing Asset Team and Finance are working closely with Travis Perkins to try and mitigate some of the overspend in the second half of the financial year. |
| Finance & Support | 2,656 | 2,453 | (203) | (197) | Support Recharges reflected at 2012/13 actuals, saving £106k. Information on 2013/14 has been requested. Pension Fund Strain costs £80k lower than anticipated creating saving. | |
| Other variances (aggregate) | 10,227 | 10,201 | (26) | (30) | | |
| Total : | 497 | 435 | (62) | (14) | | |