**Appendices** 



Item No.

6

# **AUDIT COMMITTEE REPORT**

Report Title	Rent Payments and impact of cash office closure in	
	April 09	

AGENDA STATUS: PUBLIC

Audit Committee Meeting Date: 27<sup>th</sup> September 2010

Policy Document: No

Directorate: Housing

Accountable Cabinet Member: Councillor Beardsworth

## 1. Purpose

1.1 To inform Audit Committee of the current level of rent arrears and the effect or otherwise of the closure of area cash offices in April 2009

## 2. Recommendations

- 2.1 That Committee note the contents of the report
- 2.2 There are no identifiable issues around the collection of rent that can be attributed to the closure of the Cash offices

### 3. Issues and Choices

# 3.1 Report Background

- 3.1.1 A decision was taken to close the three remaining cash payment facilities at the Guildhall , Weston Favell and Kingsthorpe housing office in April 2009.
- 3.1.2 Alternative payment methods were introduced to increase the number of paypoints available to tenants along wit the introduction of Direct Debit payments for Rents

- 3.1.3 Prior to closure around £180,000 rental payments were made at the available cash offices
- 3.1.4 Post closure there are in the region of £120,000 payments made at the available paypoints
- 3.1.5 In excess of 1000 tenants are now paying by direct debit.
- 3.1.6 Payments can also be made visa the Councils website and over the telephone

## 3.2 Issues

- 3.2.1 The number of locations that payments can be made now stands at 101 across the Borough, thus greatly increasing the availability of such paypoints for all tenants across the Borough.
- 3.2.2 Payments can be made at these locations outside of the traditional Monday to Friday 9-5normal working
- 3.2.3 Direct debit payment dates are available on 4 dates during the month again increasing choice and flexibility for the tenant
- 3.2.4 Total arrears at the end of August 2010, were at the lowest level against available records (April 2003- present day)
- 3.2.5 Total arrears were £50,000 lower against the corresponding point last year
- 3.2.6 In month collection has exceeded the comparable month last year each month in the current year 2010-11
- 3.2.7 The number of tenants paying by direct debit has increased from 643 in April 2009 to 1009 in August 2010
- 3.2.8 A recent survey of those tenants in arrears found 74% were very or fairly satisfied with methods of payment available and just 35 fairly or very dissatisfied.

### 3.3 Choices (Options)

3.3.1 None

# 4. Implications (including financial implications)

### 4.1 Policy

4.1.1 None

4.2 R	Resources and Risk	
4.2.1	None	
421	anal	
4.3 Le	_egai	
4.3.1	None	
4.4 E	Equality	
4.4.1	None	
4.5 C	Consultees (Internal and External)	
4.5.1	None	
4.6 O	Other Implications	
4.6.1	None	
5. Ba	ackground Papers	
5.1	None	
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