

Thank you for consulting FPRA on accounting for Service Charges
UITF Information Sheet 92 May 2012.

At present our main comment is to support (A18).

A18. The UITF noted that the ICAEW had drawn attention to when a RMC may file dormant company financial statements with Companies House. The UITF reached the consensus that only RMCs that have disclosed that they are acting as agents can file dormant company accounts (assuming they also meet the company law definition of a dormant company). The financial statements should make reference to where tenants can obtain the full set of information about service charges, irrelevant of whether the RMC is dormant.

We understand your proposal here to be two part

(1) That those RMCs filing dormant accounts - where the RMC itself is acting as agent not principal - should make reference in their Returns to Companies House to where the fuller set of information can be found.

(2) That even if the RMC is not dormant the Returns should give the same information as required above.

The Federation of Private Residents Associations supports this

- As clarification of the accounting protocol for RMC's
- As providing accessible information for lessees as to how their Trust Funds are held.

Best Regards

Bob Smytherman

Chairman

For and on behalf of the FPRA Ltd