

ARK Housing Association Ltd

Regulatory Status:

We have not included a regulatory status in this box. After we receive the first annual Assurance Statements in October 2019 from all landlords and complete our annual risk assessment we will give Registered Social Landlords (RSLs) a regulatory status in line with our Regulatory Framework.

Why we are engaging with ARK Housing Association Ltd (ARK)

We are engaging with ARK about its **financial health**.

ARK continues to face challenges in relation to income generation, costs, the impact of welfare reform, pension exposure and self-directed support for social care services. We will continue to seek assurance from ARK around these issues along with sensitivity analysis linked to the key risks.

ARK has plans to develop a small number of homes for social rent and will receive public subsidy to help achieve this.

What ARK must do

ARK must:

- send us by 31 May 2019:
 - its approved business plan and updated risk register;
 - 30 year financial projections consisting of statement of comprehensive income, statement of financial position and statement of cash flow complete with assumptions and explanatory narrative;
 - a comparison of projected financial loan covenants against current covenant requirements;
 - financial sensitivity analysis which considers the key risks, the mitigation strategies for these risks and a comparison of the resulting covenant calculations with the actual current covenant requirements;
 - the report to the Board in respect of the approved 30 year projections, sensitivity analysis and covenant compliance; and
 - evidence of how it demonstrates affordability for its tenants.

What we will do

We will:

- review the business plan and financial projections; and
- provide feedback during quarter three on the business plan and financial projections.

Regulatory returns

ARK must provide us with the following annual regulatory returns and alert us to notifiable events as appropriate:

- Annual Assurance Statement;
- audited financial statements and external auditor's management letter;
- loan portfolio return;
- five year financial projections;
- Annual Return on the Charter; and
- the return on the Energy Efficiency Standard for Social Housing.



[Read more about Ark Housing Association Ltd >](#)

Our lead officer for ARK Housing Association Ltd is:

Name: Rosi O'Neill, Regulation Manager
Address: Buchanan House, 58 Port Dundas Road, Glasgow G4 0HF
Telephone: 0141 242 5549
Email: Rosi.o'neill@scottishhousingregulator.gsi.gov.uk