

**ORIGINATOR: CHIEF FINANCE OFFICER**

**DECISION NUMBER: 21-2021**

**REASON FOR SUBMISSION: FOR DECISION**

**SUBMITTED TO: POLICE AND CRIME COMMISSIONER**

**SUBJECT: 2020-21 OUTTURN- CAPITAL SLIPPAGE, TRANSFERS TO AND FROM RESERVES, AND CHANGE TO PROPOSED USE OF RESERVES IN 2021-22.**

**SUMMARY:**

1. In order to comply with the requirement to publish the draft Statement of Accounts for the year ending 31 March 2021 by the due date of 1 August 2021, the Police and Crime Commissioner must approve the capital slippage funding and movement on reserves in order to incorporate these financial transactions in the draft Statement of Accounts.
2. The planned use of reserves for the PCC Group in 2020-21 was £2.215m and the actual transfer to reserves was £2.862m (a benefit to reserves of £5.358m).
3. The final underspend for the group was £2.114m. Of this, £0.093m related to a net underspend on the PCC budget, £0.129m related to the PCC Commissioning budget, and £1.892m underspend related to the budgets of the Constabulary.
4. The capital budget for 2020-21 was £6.216m, and spending against this budget was £4.324m, an underspend of £1.892m. The reason for the underspend requiring slippage was predominately caused by the re-profiling of the Estates programme and joint projects.
6. The detail for the above is in the 2020-21 Outturn Report.

**RECOMMENDATION:**

It is recommended that the PCC approves:

- The final reserve movements for 2020-21 as set out in the table in the body of this report.
- the additional requirement for reserves in 2020-21.
- the slippage on the capital programme from 2020-21 into 2021-22.

**APPROVAL BY POLICE AND CRIME COMMISSIONER:**

The recommendation set out above is agreed.

Signature

*Tui Parnmore*

Date *30<sup>th</sup> June 2021*

## DETAIL OF THE SUBMISSION

### 1. KEY ISSUES FOR CONSIDERATION

- 1.1 This paper is requesting approval for the use of and transfer to reserves in 2020-21, additional use of reserves in 2021-22 and slippage against the 2020-21 capital programme into 2021-22.
- 1.2 The planned use of reserves for the PCC Group in 2020-21 was £2.215m and the actual transfer to reserves was £2.862m (a benefit to reserves of £5.358m).

The detail is shown in the table below:

Use of Reserves	Budget	Actual	Variance
	£000	£000	£000
Capital Programme Funding to / (from) reserves	(1,151)	1,823	(2,974)
Constabulary:			
7 Force Collaboration Contribution	(127)	(127)	0
Carry Forward from 2019/20	(747)	(561)	(186)
Carry Forward to 2020/21		808	(808)
Transfer to ERSOU reserve		145	(145)
Change Reserve		172	(172)
Transfer to / (from) Reserves (Constabulary)	(874)	437	(1,311)
Civil Parking Enforcement	(190)	(190)	0
Specific Grants		792	(792)
Transfer to / (from) reserves	(190)	602	(792)
Total transfer to / (from) Reserves	(2,215)	2,862	(5,358)

- 1.3 The final underspend for the group was £2.114m. Of this, £0.093m related to a net underspend on the PCC budget, £0.129m related to the PCC Commissioning budget, and £1.892m underspend related to the budgets of the Constabulary.

This is set out in the table below:

	£000
Transfer to PCC Reserve	(93)
Transfer to Crime and Disorder Reduction Reserve	(129)
Transfer to Budget Support Reserve	(1,892)
<b>Total</b>	<b>(2,114)</b>

- 1.4 Appendix B from the outturn report provides the proposed reserve movements and the forecast use of reserves over the MTFP period.

- 1.5 The capital budget for 2020-21 was £6.216m, and spending against this budget was £4.324m, an underspend of £1.892m. The reason for the underspend requiring slippage was predominately caused by the re-profiling of the Estates programme and joint projects. Appendix C from the outturn report provides the detailed capital programme.
- 1.6 The level of spending in 2020/21 for revenue and capital is now confirmed and will only change should any issues be picked up during the audit process (but these are unlikely to be significant).
- 1.7 This proposal has been considered by both the Assistant Chief Officer of the constabulary, and the Chief Finance Officer of the Office of the Police and Crime Commissioner and the recommendation from both Section 151 officers is as set out above.

## **2. FINANCIAL IMPLICATIONS:**

- 2.1 Details of the financial consequences in respect of the recommended transfers to and from reserves for 2020/21, proposed use in 2021/22 and recommended capital slippage are set out in Appendices B, C(i) and C(ii).


## **3. OTHER IMPLICATIONS AND RISKS:**

- 3.1 There are no other implications and risks associated with the recommendation.

ORIGINATOR CHECKLIST (MUST BE COMPLETED)	PLEASE STATE 'YES' OR 'NO'
Has legal advice been sought on this submission?	N/A
Has the PCC's Chief Finance Officer been consulted?	YES
Have equality, diversity and human rights implications been considered including equality analysis, as appropriate?	N/A
Have human resource implications been considered?	N/A
Is the recommendation consistent with the objectives in the Police and Crime Plan?	YES
Has consultation been undertaken with people or agencies likely to be affected by the recommendation?	N/A
Has communications advice been sought on areas of likely media interest and how they might be managed?	N/A
Have all relevant ethical factors been taken into consideration in developing this submission?	N/A

In relation to the above, please ensure that all relevant issues have been highlighted in the 'other implications and risks' section of the submission.

#### APPROVAL TO SUBMIT TO THE DECISION-MAKER

<p><b>Chief Executive</b></p> <p>I am satisfied that relevant advice has been taken into account in the preparation of the report and that this is an appropriate request to be submitted to the PCC.</p> <p>Signature:  Date <b>30 June 2021</b></p>
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