

ORIGINATOR: PCC CFO

DECISION NUMBER: 37-2015.

REASON FOR SUBMISSION: FOR DECISION

SUBMITTED TO: POLICE AND CRIME COMMISSIONER

SUBJECT: 2014-15 OUTTURN – CAPITAL SLIPPAGE FUNDING
AND TRANSFERS TO AND FROM RESERVES

SUMMARY:

1. The Accountability and Performance Panel considered the draft 2014-15 revenue and capital outturn position of the Constabulary and PCC on 16 June 2015 (AP15/30). The paper included a number of proposed transfers to and from reserves and proposed capital slippage funding to be carried forward to 2015-16.

RECOMMENDATION:

It is recommended that the PCC approves the capital slippage funding set out in Appendix 1, and updated revenue reserve transfers set out in Appendix 2.

APPROVAL BY: PCC

The recommendation set out is agreed.

Signature

Tina Parry

Date 28/7/2015

DETAIL OF THE SUBMISSION

1. KEY ISSUES FOR CONSIDERATION:

Background

- 1.1 At its meeting held on 16 June 2015, the Accountability and Performance Panel (APP) considered Paper AP15/30, which provided details of the draft 2014-15 outturn position for both revenue and capital expenditure.
- 1.2 Included in the APP report are Appendices C and E, with Appendix C including details of those capital schemes where funding is required to be carried forward into 2015-16 in order to complete the respective elements of the approved capital programme (totalling £1.0865m), and Appendix E summarising the proposed transfers to and from reserves. Following consideration of the report and its supporting appendices, the APP did not propose any changes to the recommendations.
- 1.3 Subsequently, however, since completing the draft Statements of Accounts for both the PCC and CC by the due date of 30 June 2015, two accounting adjustments have been made, which has resulted in a reduction in the use of the Pension Reserve (£65k), and an increase in the use of the Budget Reserve (£6k).

2. FINANCIAL IMPLICATIONS:

- 2.1 Full details of the financial consequences in regard to the recommended capital slippage funding and reserve transfers are attached as Appendices 1 and 2 to this paper, with the overall impact of the changes being an increase in the revenue underspend within the Constabulary from £215k to £274k.

3. OTHER IMPLICATIONS AND RISKS:

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

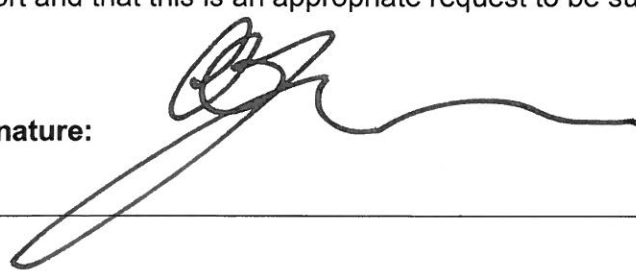
ORIGINATOR CHECKLIST (MUST BE COMPLETED)	PLEASE STATE 'YES' OR 'NO'
Has legal advice been sought on this submission?	N/A
Has the PCC's Chief Finance Officer been consulted?	Yes – PCC CFO is originator of this report
Have equality, diversity and human rights implications been considered including equality 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?	No
Has communications advice been sought on areas of likely media interest and how they might be managed?	N/A
In relation to the above, have all relevant issues been highlighted in the 'other implications and risks' section of the submission?	N/A
Have all ethical factors been taken into consideration in developing this submission?	N/A

APPROVAL TO SUBMIT TO THE DECISION-MAKER

Chief Executive

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.

Signature:



Date

28 July 2015

CAPITAL MONITORING AS AT 31.03.15					
SCHEME	Budget	Actuals	Outturn	Under/(Over) Spend	Slippage
Suffolk Only:					
Minor Improvements	145,000	74,368	74,368	70,632	65,000
ESTATES STRATEGY:	48,000	33,606	33,606	14,394	
- JPPP Dilapidations	20,000	23,194	23,194	(3,194)	
- PHQ Security	10,000	26,739	26,739	(16,739)	
- Lowestoft Property & Custody Store	2,000	6,160	6,160	(4,160)	
- TFU Refurbishment	10,000	7,299	7,299	2,701	
- BSE Property Store	45,000	22,922	22,922	22,078	
Estates Downsizing	656,000	496,155	496,155	159,845	80,000
CCR		45	45	(45)	
Beacon House		12,250	12,250	(12,250)	
Joint:					
PSU Training Facility (Joint)	34,800	15,878	15,878	18,922	18,922
Estates Total	970,800	718,616	718,616	252,184	163,922
Suffolk Only:					
ICT Replacements - Applications	0	0	0	0	
ICT Replacements - Desktop Services	110,000	101,881	101,881	8,119	
ICT Replacements - Communications	108,000	103,372	103,372	4,628	
LAN/WAN IP Telephony	113,000	113,000	113,000	0	
Athena	836,000	597,190	597,190	238,810	238,810
PSTN Migration to SIP	27,000	0	0	27,000	27,000
Charter (Force budget - also see Grants)	35,000	0	0	35,000	35,000
Joint:					
ICT Replacements - Desktop Services	52,000	53,326	53,326	(1,326)	
ICT Replacements - Servers	89,000	93,524	93,524	(4,524)	
ICT Replacements - Communications	10,000	8,894	8,894	1,106	
IP Call Manager	52,000	42,216	42,216	9,784	9,784
LAN/WAN Tech Refresh	100,000	116,874	116,874	(16,874)	
Network Tools	4,000	0	0	4,000	4,000
ANPR Cameras (Force Budget - also see Grants)	137,000	137,000	137,000	0	
ANPR BOF (Force Budget - also see Grants)	44,500	44,500	44,500	0	
PNN4 (PSN) / Confidential Network	150,000	60,031	60,031	89,969	89,969
CCR Telephony	123,000	25,318	25,318	97,682	97,682
ERP (inc RFoC £55k)	610,000	760,629	760,629	(150,629)	
Socrates	8,000	7,210	7,210	790	
i2	16,000	8,222	8,222	7,778	7,778
Transearch	17,000	0	0	17,000	17,000
ICT Replacement Programme Total	2,641,500	2,273,187	2,273,187	368,313	527,023
Joint:					
Electronic Access Control Rationalisation	179,000	0	0	179,000	153,000
Live Link Project (Force Budget - also see Grants)	65,000	32,027	32,027	32,973	43,817
Information Management System	0	7,115	7,115	(7,115)	5,000
Mouchel Pensions System	12,000	58,739	58,739	(46,739)	
Cybercrime (£160k b/f 15-16 budget)	69,600	161,744	161,744	(92,144)	77,000
HTCU LACE Server (part of Cybercrime)	0	22,194	22,194	(22,194)	
Projects and Other ICT Related Schemes Total	325,600	281,819	281,819	43,781	278,817
Suffolk Only:					
Equipment Renewals	119,000	45,626	45,626	73,374	
Body Armour	163,000	55,348	55,348	107,652	10,000
Ballistic Shields & Helmets	2,000	0	0	2,000	
Catering Equipment	10,000	0	0	10,000	10,000
Vehicle Replacements	1,208,000	1,097,564	1,097,565	110,435	95,000
Joint:					
New Print Room	8,000	11,191	11,191	(3,191)	1,000
TSU Equipment	24,000	23,287	23,287	713	713
Vehicles & Equipment Total	1,534,000	1,233,016	1,233,017	300,983	116,713
Total Capital	5,471,900	4,506,638	4,506,639	965,261	1,086,475

CAPITAL MONITORING AS AT 31.03.15					
SCHEME	Budget	Actuals	Outturn	Under/(Over) Spend	Slippage
Suffolk Only:					
Charter System (also see Force Budget)	3,000	0	0	3,000	3,000
Estates Downsizing (Also see Force Budget)	344,738	0	0	344,738	
Child SARC	39,500	34,975	34,975	4,525	4,525
ERSOU Newmarket (ESTIMATED BUDGET to be reclaimed)	7,429	7,429	7,429	0	
Joint:					
PICS (ICT)	48,000	37,760	37,760	10,240	
4G CCD/RFPS (MIT Radio Frequency Project)	18,500	18,500	18,500	0	
Mobile Data	421,000	143,270	143,270	277,730	277,730
Live Link Project (also see Force Budget)	18,183	0	0	18,183	18,183
ANPR Cameras (also see Force Budget)	206,000	217,183	217,183	(11,183)	
ANPR BOF (also see Force Budget)	66,500	53,745	53,745	12,755	
Grants Total	1,172,850	512,862	512,862	659,988	303,438
Total Capital inc Grants	6,644,750	5,019,500	5,019,501	1,625,249	1,389,913
Child SARC	40,000	40,000	40,000	0	
GL Wand Licences	20,860	20,624	20,624	236	
ERP Change Control	37,000	56,216	56,216	(19,216)	
ERP	55,000	0	0	55,000	
Live Link Project	10,875	0	0	10,875	
Vigilance Pro	12,000	12,532	12,532	(532)	
Cybercrime (also see Projects & ICT)	94,091	0	0	94,091	
Other Revenue Funded		1,746	1,746	(1,746)	
Total Revenue Funded	269,826	131,118	131,118	138,708	0
Oustanding Orders		(42,348)	(42,348)	42,348	
Old Schemes Total	0	(42,348)	(42,348)	42,348	0
Total Capital	6,914,576	5,108,270	5,108,271	1,806,305	1,389,913

Revenue Summary and Recommended Reserve Transfers

Ref	Reserves at 01/04/2014	Budget	2014/15 Outturn	Variance	Recommended Reserves at 31/03/2015
	£000	£000	£000	£000	£000
Net budget / expenditure :					
1 Constabulary		111,791	111,380	-411	
2 OPCC - Grants		700	611	-89	
3 OPCC		1,029	847	-182	
3 Capital Financing		396	804	408	
4 Total net budget / expenditure:		113,916	113,642	-274	
Transfers to / from Reserves:					
Earmarked Reserves:					
5 Constabulary Carry-Forward	0	0	0	0	0
6 Specific Purposes Fund	209	-209	-14	195	195
7 Safecam Reserve	0	0	404	404	404
8 Budget	7,178	-143	-61	82	7,117
9 Pensions	652	-148	-377	-229	275
10 PCC Reserve	237	0	182	182	419
11 Crime and Disorder Reduction Reserve	0	0	89	89	89
12 PCC Police and Crime Plan	0	0	0	0	0
13 Change Reserve	2,094	-318	-307	11	1,787
14 Earmarked Reserves - Total	10,370	-818	-84	734	10,286
Capital Reserves					
15 Capital Financing	2,130	0	-460	-460	1,670
16 General reserve	5,000	0	0	0	5,000
17 Total Reserves	17,500				16,956
18 Total Transfers to / from Reserves		-818	-544	274	
19 BUDGET REQUIREMENT		113,098	113,098	0	

Explanation of Purpose of Reserves

5 Carry Forwards	Represents planned under-spends from previous year which are carried forward to meet a specific purpose.
6 Specific Purposes Fund	Represents ring-fenced funds in relation to contributions from third parties.
7 Safecam Reserve	Earmarked to fund future road safety initiatives.
8 Budget	Used to pump-prime initiatives to produce cost reductions.
9 Pensions	Meets the costs of Police officer and staff ill-health retirements.
10 PCC Reserve	This uncommitted reserve comprises under-spends arising from the PCC's corporate budget and is utilised at the PCC's discretion.
11 Crime and Disorder Reduction Reserve	Earmarked to fund future crime and disorder initiatives.
12 PCC Police and Crime Plan	Earmarked to fund investments which support the delivery of the PCC's Police and Crime Plan objectives.
13 Change Reserve	Reserve was established to meet the one-off costs of changes to the Constabulary which will support the delivery of permanent savings.
15 Capital Financing	Balances are committed to financing the capital programme.
16 General reserve	This uncommitted reserve is available for major unplanned expenditure.