

Nottinghamshire Police and Crime Commissioner
Notice of Decision



Nottinghamshire

POLICE & CRIME COMMISSIONER

Author:	Charlotte Radford
For Decision or Information	Decision
Date received*:	18.11.15
Ref*:	2015.065

TITLE: Capital Monitoring Report Quarter 2 for 2015-16

EXECUTIVE SUMMARY:

The attached report was due to go to the Strategic Resources and Performance Meeting on 16th November.

It is provided for information an approval and includes detail on the recent budget scrutiny reviews that have taken place.

As at the end of September the revised total budget was reduced by £5m with a further £3m now identified as potential capital programme slippage.

INFORMATION IN SUPPORT OF DECISION: (e.g report or business case)

Monitoring report attached.

FINANCIAL INFORMATION (please include if is it capital or revenue or both. What the split is and the totals being requested. Is this a virement/ something already budgeted for or something that requires additional funding. Are there any savings that can be offered up/or achieved)

The report details the savings that have been identified in reducing this years capital programme.

Signature:

Chief Finance Officer

Date: 24th November 2015

Is any of the supporting information classified as non public or confidential information**?	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>
If yes, please state under which category number from the guidance**				

DECISION:

The Commissioner is requested to:

- Approve the reduced capital programme and variations identified for 2015-16 being £16.172m less £3m potential slippage identified.
- Note the actual expenditure as at the end of September being £3.722m

OFFICER APPROVAL

I have been consulted about the proposal and confirm that the appropriate advice has been taken into account in the preparation of this report. I am satisfied that this is an appropriate request to be submitted to the Police and Crime Commissioner.

Signature:

Chief Executive

Date: 20/11/15

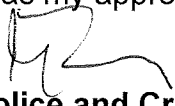
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DECLARATION:

I confirm that I do not have any disclosable pecuniary interests in this decision and I take the decision in compliance with the Code of Conduct for the Nottinghamshire Office of the Police and Crime Commissioner. Any interests are indicated below:

The above request has my approval.

Signature:



Date:

27/11/18

Nottinghamshire Police and Crime Commissioner



P6 Forecast.docx



Copy of P6 capital
appendix 1.xlsx

4.2 The original budget for the year was £10.1m and the forecast at period 3 was £21.2m including slippage from 2014-2015. This was considered unaffordable by both the Chief Constable and the Commissioner in light of the on-going savings that need to be achieved. Therefore the CFO to the PCC led a scrutiny exercise which reviewed all projects on the programme with project owners. The following criteria were adopted:

- Remove projects of a contingency nature.
- Remove projects which had become of doubtful benefit in the light of the Strategic Alliance or other business developments.
- Remove legacy budgets where projects were actually completed.
- Remove any overlap in business cases approved.
- To concentrate capital resources on business critical areas and areas which demonstrate savings within a 2-3 year payback period.

The initial expectation was that the capital budget for 2015-2016 could be reduced to circa £8m, and at a level that did not require borrowing. The final result was a reduction to £16.2m. However the process did cause delays in many capital schemes and it is likely that more slippage will be identified by the end of period 9. A slippage risk is incorporated to reflect this.

4.3 At this time of year a refresh of the future capital programme would normally be undertaken. It is considered that the level of savings to be achieved, the scrutiny just undertaken and the as yet unknown requirements of the Strategic Alliance, make this inappropriate at this time. However Appendix 1 to this report has been expanded from previous reports to show information for future years and total scheme costs. An indication of the financing and resultant MRP costs is also now included and summarised in the following table.

	2015/16 Forecast £m	2016/17 Revised budget £m	2017/18 Revised Budget £m	Total Project Cost (inc prior years) £m
Estates	6.165	4.675	3.525	19.264
IT	5.285	2.417	0.050	13.711
Other	4.722	0.405	0	8.082
Total	16.172	7.497	3.575	41.057
Financed by				
Capital Grant	1.448	1.448	1.448	
Capital Receipts	1.369	0.768	2.127	
Capital Contributions	1.300	0	0	
Borrowing	12.055	5.281	0	
Total	16.172	7.497	3.575	

For Decision	
Public	
Report to:	Strategic ~Performance Committee
Date of Meeting:	16 November 2015
Report of:	Temporary Head of Finance
Report Author:	Pam Taylor
E-mail:	pamela.taylor@nottinghamshire.pnn.police.uk
Other Contacts:	Amanda Harlow
Agenda Item:	

Period 6 Capital Monitoring and Forecast Report 2015-2016 Estimated Capital Programme Refresh 2016-2017

1. Purpose of the Report

- 1.1 To provide information on the actual expenditure against the 2015-2016 Capital Programme to the end of September 2015. Information is also provided on the anticipated expenditure for the remainder of the year, and on any updates on the progress of schemes. An update of future years capital expenditure and funding is also included. This is an update to the information provided 15 July 2015 and is only an early indication at this stage.

2. Recommendations

- 2.1 That the Period 6 forecast of £13.172m is approved.(Para 4.5)
- 2.2 That the variations to the programme are approved. (Para 4.4)

3. Reasons for Recommendations

- 3.1 To provide an update on this major area of expenditure as required by Financial Regulations.

4. Summary of Key Points

- 4.1 There are three main areas to the Capital Programme:
- Estates Projects controlled by Tim Wendels, Head of Estates and Facilities Management.
 - Information Services Projects controlled by Christi Carson, Head of Information Services.
 - Other Projects – which have managers from across the Force or come under the control of the Commissioner.

		2015/16 Forecast 2016/17 Revenue £m	2016/17 Capital Budget 2017/18 Revenue £m	2017/18 Revised Budget 2018/19 Revenue £m
Additional MRP generated for the following years revenue		1.059	0.291	0.0

4.4 A summary of the position at the end of period 6 is shown in the table below

	£m
Original Programme approved by the PCC	10.054
Slippage approved to be carried forward from 2014-2015	10.123
Original Approved Budget	20.177
Project changes at period 3	-0.088
IT Slippage expected to be brought forward from 2016-2017 at period3	1.078
Appendix 1 Forecast at Period 3	21.167
Project Changes Approved Prior to Scrutiny	
Lucerne	1.300
Mansfield Police Station Open Plan	0.050
Response Hub Ranby	0.220
Southern Public Protection Refurbishment	0.320
EMRN services onto PSN Bearers	0.034
Regional Agile Working	0.510
Bassetlaw / Broxtowe ANPR	0.025
Budget Prior to Scrutiny	23.626
Savings from Scrutiny	-6.219
Slippage Identified since Period 3	-1.235
2015-2016 Revised Forecast P6 – Appendix 1	16.172
Slippage Risk	-3.000
2015-2016 Revised Forecast	13.172

4.3 Cumulative expenditure at Period 6 on all schemes was £3.722m, which equates to less than 30% of the Revised Forecast. The cumulative expenditure is detailed by scheme in Appendix 1 and summarised in the following table:

	Original Budget for Year	Forecast Period 3	Forecast Period 6	Actual spend to Period 6	Budget Remaining
	£m	£m	£m	£m	£m
Estates	7.266	7.126	6.165	1.610	4.555
I & S	4.770	5.848	5.285	0.516	4.769
Other	8.141	8.193	4.722	1.596	3.126
Total (Appendix 1)	20.177	21.167	16.172	3.722	12.450
Potential Slippage	0	-1.000	-3.000	0	-3.000
Total Forecast	20.177	20.167	13.172	3.722	9.450

5. Financial Implications and Budget Provision

- 5.1 The financing of the Capital Programme has a direct effect on the future year's revenue costs both in terms of MRP charge and borrowing costs. Insufficient schemes were identified as savings during scrutiny, however project managers must continue to seek savings within the prescribed criterion. The phasing of projects following the delay caused by scrutiny must now be properly assessed. The volume of expenditure currently predicted for the second half of the year seems unrealistic but will have big impacts on borrowing and cash flow decisions.

6. Human Resources Implications

- 6.1 None known.

7. Equality Implications

- 7.1 None known.

8. Risk Management

- 8.1 None known.

9. Policy Implications and links to the Police and Crime Plan Priorities

- 9.1 The Business Case approval for individual projects are linked to Police and Crime Plan Priorities.

10. Changes in Legislation or other Legal Considerations

10.1 Not Applicable

11. Details of outcome of consultation

11.1 Not Applicable

12. Appendices

12.1 Appendix 1 - Capital Forecast Period 6 2015-2016.

Capital Programme 2015/16 Period 6

2015/16 Original Approved Budget inc. slippage	2015/16 Approved Budget pd04	(Under)/Over Slippage £000	£000	£000	New Projects £000	Spend to date £000	Budget Remaining £000	2015/16 Forecast spend £000	2016/17	2017/18	Total Project Cost £000	
									Revised Budget £000	Revised Budget £000		
Estates Projects												
Access Control Improvement Works	605	605				93	512	605			625	
Arrow Centre Conversion	82	82		-20		17	45	62			1,056	
Automatic Gates/Barriers - various	0	0					0	0	200		200	
Biomass Boilers	137	137					137	137			480	
Bircotes Information Centre	6	6					6	6			144	
Bridewell Refurbishment	88	88					88	88	500	3500	4,100	
Broxtowe Refurbishment	239	239		-35		197	7	204			205	
Building Management replacement system	0	0					0	0	370		370	
Bulwell Refurbishment	150	150	-150				0	0	150		150	
Bunkered Fuel Tank Works	225	225	-165				60	60	165		225	
Byron House - Central Relocation	980	980					980	980			980	
Carlton - East Mids Ambulance Service Community Station	100	100	-100				0	0	100		100	
CCTV (Non Custody)	33	33				14	19	33			194	
Custody Improvements	145	145				183	-38	145	25	25	1,411	
Demolition of Huts	12	12				1	11	12			139	
Digital Investigation Unit (DIU)/Cyber	420	420		-120		4	296	300	5		305	
Eastwood Police Station Replacement	20	20					20	20	870		898	
Energy Initiatives	122	122				33	89	122			711	
FHQ Access Improvements - Occupational Health Unit (OHU)	13	13				9	4	13			13	
FHQ External Street Lighting	0	0	160				160	160			160	
FHQ Fire Protection - Telephony room	53	53				89	-36	53			60	
FHQ Gym & Shower Improvements	0	0					0	0	0		0	
FHQ Kennels	571	571	-285				286	286	285		638	
FHQ Open Plan Offices	10	10		-2		7	1	8			329	
FHQ Re-surfacing of roads & car parking	279	279		-79		169	31	200			221	
FHQ Tanking to Property store	50	50					50	50			50	
Flat Roofs Replacement	3	3					3	3			97	
Lift replacement - Mansfield & Radford Road	0	0	55				55	55	55		121	
EMSOU 2	0	0			1,300	700	600	1,300			1,790	
Mansfield - Create open plan space	0	0			50		50	50	750		800	
Mansfield Kitchen Improvements	4	4					4	4			60	
Mansfield Woodhouse	27	27		-27			0	0			0	
Meadows/Riverside	25	25		-25			0	0			0	
Newark - create open plan space	0	0					0	0	600		600	
Ollerton House demolition	30	30		-30			0	0			0	
Oxclose Lane Refurbishment	450	450					450	450	400		850	
Radford Road Refurbishment	233	233		-102		94	37	131			148	
Relocation of Control Room	1,278	1,278		-1,278			0	0			0	
Response Hub - Ranby	0	0			220		220	220			220	
Retford Shared Service base	236	236					236	236			236	
Rose Cottage	8	8		-8			0	0			8	
Shared Services	182	0					0	0			197	
Southern Public Protection Refurb	0	0		-290	320		30	30			30	
Sundry minor & emergency works	150	150		-150			0	0			0	
Watnall Road Response Hub	0	42					42	42			42	
West Bridgford 1st floor refurbishment	300	300	-200				100	100	200		301	
	7,266	7,126	-685	-2,166	0	1,890	1,610	4,555	6,165	4675	3525	19,264

	2015/16	2015/16	(Under)/Over		New	Spend to	Budget	2015/16	2016/17	2017/18	Total			
	Original	Approved						Forecast				Revised	Revised	Project
	Budget inc.	Budget	Slippage	Spend				Virements				Projects	date	Remaining
slippage	pd04	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000			
ICT Projects														
Airwave Device Replacement	22	22						22	22			1250		
Cloud Networking Migration	0	300						300	300			300		
Continued Essential Hardware Refresh	0	0					17	-17	0			667		
Crime Recording (CRMS) Archive & Exhibits	23	23						23	23			162		
Criminal Justice	19	19		-19				0	0			753		
Data Domain Backup System	0	108		53			176	-15	161			161		
Desktop Virtualisation	300	300					34	266	300			300		
Efinancials Upgrade	39	39		-39				0	0			41		
EMRN Services onto PSN Bearers	0	0				34		34	34			34		
Enabling Change	400	400		-400			9	-9	0			387		
Essential Hardware Refresh	400	400		-400				0	0			0		
Exchange 2010	32	32					18	14	32			225		
Integrated Command & Control System (ICCS) Replacement	0	0						0	0	500		500		
Improvements to Digital Investigation Storage	24	24		250			101	173	274	200		486		
Intrusion - monitor & heal software	0	60						60	60			60		
Local Perimeter Security Enhancements	31	31						31	31			50		
Migrate to PSN (Public Services Network)	98	98						98	98			110		
Mobile Data Changes and Enhancements	36	36						36	36			79		
Mobile Data H.O. Pentip	41	41						41	41			41		
Mobile Data Incident Update	150	150						150	150			150		
Mobile Data Managed Crime & Risk Forms	93	93						93	93			93		
Mobile Data Platform	500	500		-204				296	296			296		
Mobile Data Remote Working	560	560	-350					210	210	350		1,147		
Mobile Data Stop & Search	7	7						7	7			38		
Mobile Date H.O. Crash	170	170						170	170			170		
Mobile Device Pilot	102	102					80	22	102			135		
Network Infrastructure Improvements	0	0		2			5	-3	2	350		778		
Regional Agile Working	0	0				510		510	510	350		860		
Regional ANPR	0	0						0	0	99		99		
Regional LAN Desk Merger development	255	255						255	255	258		628		
Regional Project Storage (DIR)	167	167						167	167			253		
Ring of Steel ANPR Cameras	0	0						0	0	210		210		
Sharepoint Portal	0	200						200	200		50	250		
SQL Server	120	120						120	120			120		
Storage Solutions	104	104						104	104	100		357		
System Centre Operation Manager (SCOM)	0	70						70	70			70		
Telephony Project	1,057	1,057					72	985	1,057			1,317		
Upgrade Audio Visual Equipment	0	50						50	50			50		
Upgrade Control Room Workstations	0	290						290	290			290		
Windows 7	20	20					4	16	20			794		
	4,770	5,848	-350	-757	0	544	516	4,769	5,285	2417	50	13,711		

	2015/16 Original Approved Budget inc. slippage	2015/16 Approved Budget pd04	(Under)/Over Slippage Spend		Virements	New Projects	Spend to date	Budget Remaining	2015/16 Forecast spend	2016/17 Revised Budget	2017/18 Revised Budget	Total Project Cost
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Other Projects												
Artemis Fleet Management	199	199						199	199			677
Bassetlaw/Broxtowe ANPR provision	0	0				25		25	25	25		50
Body Worn Video	1,667	1,667		-1,667				0	0			482
Chief Officer Team vehicles	0	0						0	0	30		198
Digital Interview Recorders	100	100					79	21	100			100
EMOpSS - East Midlands Operational Support Service	1,499	1,499		-1,499				0	0			0
Evidence Storage - Archive & Exhibits	100	100		-30				70	70			70
Firearms Cabinets & Access Storage	100	100						100	100	50		150
MAIT - Multi Agency Intelligence Team	550	550						550	550			550
MFSS - Multi Force Shared Service	1,740	1,740						303	1,740			3,273
Niche	1,542	1,542					77	1,465	1,542			1,799
Unallocated non driver slot vehicles	100	100		-100				0	0			0
Northern Property Store Increased Storage	200	200	-200					0	0	300		300
PBS - Police Business Services	382	382					3	379	382			382
Virtual Courts	-38	14						14	14			51
	8,141	8,193	-200	-3,296	0	25	1,596	3,126	4,722	405	0	8,082
Total Programme	20,177	21,167	-1,235	-6,219	0	2,459	3,722	12,450	16,172	7,497	3,575	41,057