

For Information / Consideration / Comment / Decision (delete as appropriate)	
Public/Non Public*	Public
Report to:	Strategic Resources & Performance
Date of Meeting:	4 th March 2020
Report of:	Chief Constable Guildford
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Agenda Item:	13

Capital Report for Period 9; Quarter 3 2019/20

1. Purpose of the Report

- 1.1 The purpose of this report is to provide an update on the financial outturn position for capital as at 31st December 2019 (Period 9, Quarter 3).

2. Recommendations

2.1 Recommendation 1 Outturn Position

That the Police and Crime Commissioner note the outturn position as set out in Appendix A.

Recommendation 2 Virement

That the Police and Crime Commissioner note the virement approved by the Chief Constable under delegated powers, being below £100,000, as set out in Appendix B.

2.2 Background

The Capital Programme for 2019/20 to 2023/24 was presented and approved at the Police and Crime Panel Meeting on 7th February 2019.

The current capital budget for 2019/20 is £13,625k. This is calculated as slippage from 2018/19 of £1,470k and new allocations in 2019/20 of £12,155k.

Finance in conjunction with project leads and budget holders have continued to review the outturn position (Appendix A). At the end of December 2019 the projected year end outturn is £8,688k which is an increase of £238k on Period 8.

Actual spend to the end of December 2019 is £5,518k which is an increase of £1,675k in comparison to Period 8. Please also refer to section 8 of this report.

3. Reasons for Recommendations

- 3.1 To update the Chief Officer Team and the Office of the PCC on the Force's projected outturn position for 2019/20 and also to comply with good financial management and Financial Regulations.

4. Summary of Key Points

4.1 Executive Summary

The review during Period 9 of the capital expenditure is forecasting an under spend of £195k, a decrease of £113k against the last report and anticipated slippage of £4,743k, which is a decrease of £124k against the last report.

Monitoring continues to be problematic, with proven errors in the data recorded in the financial system. Work is progressing to address these issues. There is confidence that the budget set is robust and will be sufficient to manage capital plans during 2019/20.

The table below shows the projected Force under spends and slippage against the 2019/20 budget plus virements (revised budget) as at the end of December 2019.

Outturn variances greater than £50k in comparison to the previously reported month are explained in more detail within section 4 of this report.

Data explaining the variance between original budget and revised budget can be found in Appendix A. Data explaining the virements can be found in Appendix B.

Capital Outturn Position as at the end of December 2019, by Project.

Over spends are shown as + numbers, whilst under spends are shown as () numbers. No manual adjustments have been made for rounding.

Project Name	Revised Budget £'000	Forecast Outturn £'000	Underspend £'000	Slippage to 2020/21 £'000
Estates				
New Custody Suite	6,430	1,366	0	(5,064)
Building Improvement, Renovation & Conversion Works	1,185	1,184	(2)	0
Hucknall EMAS	637	620	(0)	(17)
Custody Improvements	360	302	0	(58)
New HQ Joint Build	352	1,190	0	838
Northern Property Store	246	246	0	0
Bunkered Fuel Tanks	62	62	0	0
Automatic Gates & Barriers	52	52	(0)	0
Community Rehabilitation Companies Renovations	25	25	(1)	0
West Bridgford Police Station Relocation & Sale	442	210	(153)	(80)
Northern Control Room	386	24	0	(362)
Estates Total	10,178	5,280	(156)	(4,743)
Information Services				
Command & Control	1,771	1,771	0	0
Technology Services Refresh & Upgrades	1,337	1,337	0	0
ANPR Camera Project	126	126	0	0
NEP	64	64	0	0
SICCS Upgrade	0	0	0	0
IS Total	3,297	3,297	0	0
Other Projects				
Vehicle & Equipment Replacement	150	143	(7)	0
Overall Total	13,625	8,720	(163)	(4,743)

4.2 Estates – Under spend (£156k) and Slippage (£4,743k)

4.2.1 New HQ Joint Build - Over spend £838k

It is now anticipated that £900k from the 2020/21 capital programme will be required during 2019/20. Actual spend year to date of £955k has exceeded the approved budget of £352k; the year-end outturn is currently predicted at £1,190k. A decision record to the OPCC has been indicated over the two last month's report, due to delays in receiving updated information from Gleeds this didn't happen. This is a multi-year project and overall the project is expected to be delivered on target.

4.3 Information Services – underspend (£168k), no slippage

4.3.1 Tech Refresh

IS are confident that the budget on this project will now be spent in totality. £128k spend is currently outstanding, this project has seen a

significant drive from both IS and EMSCU to achieve this on budget result.

4.4 Other Projects – on budget

5 Financial Implications and Budget Provision

- 5.1 The financial information relating to this item is contained within item 4.1 and Appendix A.

6 Human Resources Implications

- 6.1 There are no immediate Human Resource implications arising from this report.

7 Equality Implications

- 7.1 There are no equality implications arising from this report.

8 Risk Management

- 8.1 It should be noted that the actual year to date figures shown within this report are not considered to be accurate at this point in time, work is progressing with our outsourced service to rectify current issues.

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

- 9.1 There are no policy implications arising from this report.

10 Changes in Legislation or other Legal Considerations

- 10.1 There are no changes in legislation or other legal considerations that are relevant to this report.

11 Details of outcome of consultation

- 11.1 The figures included in this report are presented to the Force Executive Board on a monthly basis.

12. Appendices

- 12.1 Appendix A – Detailed Report to December 2019.
- 12.2 Appendix B – Virements requiring approval.

13. Background Papers (relevant for Police and Crime Panel Only)

NB

See guidance on public access to meetings and information about meetings for guidance on non-public information and confidential information.

Capital Position as at the end of December 2019.

The table shows the original budget, approved slippage, requested virements and outturn position. Overspends are shown as + numbers, whilst under spends are shown as () numbers. No manual adjustments have been made for rounding.

	Slippage From 2018/19 £'000	New Budget 2019/20 £'000	In Year Virements £'000	Total Available for Project £'000	Total Actual Spend YTD £'000	Out-turn £'000	Under Spend £'000	Slippage to 2020/21 £'000
Estates								
New Custody Suite	0	6,430	0	6,430	917	1,366	0	(5,064)
Building Improvement, Renovation & Conversion Works	0	1,250	(65)	1,185	548	1,184	(2)	0
Hucknall EMAS	637	0	0	637	606	620	(0)	(17)
Custody Improvements	260	100	0	360	289	302	0	(58)
New HQ Joint Build	0	352	0	352	955	1,190	0	838
Northern Property Store	168	0	78	246	251	246	0	0
Bunkered Fuel Tanks	76	0	(14)	62	61	62	0	0
Automatic Gates & Barriers	52	0	0	52	9	52	(0)	0
Community Rehabilitation Companies Renovations	0	25	0	25	3	25	(1)	0
West Bridgford Police Station Relocation & Sale	0	442	0	442	5	210	(153)	(80)
Northern Control Room	0	386	0	386	16	24	0	(362)
	1,193	8,985	0	10,178	3,659	5,280	(156)	(4,743)
Information Services								
Command & Control	0	2,000	(229)	1,771	497	1,771	0	0
Technology Services Refresh & Upgrades	0	1,090	247	1,337	1,209	1,337	0	0
ANPR Camera Project	106	20	0	126	9	126	0	0
NEP	112	0	(48)	64	49	64	0	0
SICCS Upgrade	59	0	(59)	0	0	0	0	0
	277	3,110	(90)	3,297	1,763	3,297	0	0
Other Projects								
Vehicle & Equipment Replacement	0	60	90	150	128	143	(7)	0
	0	60	90	150	128	143	(7)	0
Total	1,470	12,155	0	13,625	5,550	8,720	(163)	(4,743)

Virements Period 9 – 2019/20

Project	Description	Amount £
Command & Control	Further release of underspend due to procurement contract savings	-139,000
Technology Services Refresh & Upgrades	To fund DDR storage and additional Lenovo's	188,000
NEP	Purchase of Capital equipment complete and less than expected.	-48,000
Total		0