

PFCC Decision Report

Please ensure all sections below are completed

Report reference number: PFCC 175/18

Classification (e.g. Not protectively marked/restricted): Restricted

Title of report: 2018/19 Budget Virements for reporting periods Quarter 1, Month 4, Month 5 and Quarter 2

Area of County/Stakeholders affected: Countywide

Report by : Richard Jones

Date of report: 19th November 2018

Enquiries to: richard.jones@essex.pnn.police.uk

1. Purpose of report

To explain the 2018/19 current year effect virements requiring approval identified following the Quarter 1, Month 4, Month 5 and Quarter 2 budget monitoring reports presented to the Performance and Resources Boards.

2. Recommendations

As noted in section 4:

- To approve ten virements from Quarter 1 (two have already been approved via PFCC Decision Report PFCC/146/18)
- To approve three virements from Month 4
- To approve three virements from Month 5
- To approve two virements from Quarter 2

3. Benefits of Proposal

The approval of these virements will allow Essex Police to align the budgets for the activity identified in section 4. Additionally this will allow the transactions to be recorded in the correct account locations and for budgets to be aligned with subsequent transactions.

4. Background and proposal

Q1 – Create PCSO Income budget

To create PCSO income budget for externally funded PCSO's for Frinton & Walton (6), Alresford & Great Bentley (1, shared), Uttlesford (2) and Colchester (2) parish and town councils as per contract agreements.

Q1 – Creation of DCC operational contingency budget from unrequired accrual

An underspend resulting from an annual charge for 2013/14 coroners services has never been invoiced and as a result was released during this financial year. This sum of £310k was earmarked as a discretionary fund for the DCC to allocate funds to operational initiatives during financial year 2018/19. The permanent setup of a DCC discretionary fund will be provided for in 2019/20 budget setting, consistent with the treatment for ACC discretionary funds.

Q1 – Funding for Bear Scotland omitted from pay budgets.

The costs associated with legal settlement of Bear Scotland Ltd & Ors vs Mr Fulton & Ors was omitted from 2018/19 pay budgets, hence the requirement to recognise the liability within pay budgets. This activity is provided for within 2019/20 budget setting.

Q1 – Utilisation of Recruitment Uplift Reserve

The decision to recruit above the level of 3,000 FTE officers in financial year 2018/19 has been met partly from the residual balance held within the Recruitment Uplift Reserve.

Q1 – Create 7F recharge income budget

To recognise income due to be received in financial year 2018/19 in connection with Essex staff seconded to the 7 Forces project.

Q1 – Create AMO recharge income budget

To recognise income due to be received in financial year 2018/19 in connection with Essex staff seconded to the Athena Management Organisation project.

Q1 – OPFCC IDVA Partnership Contributions 2018/19

IDVA Partnership contributions from Essex County Council to support the Safer Places IDVA contract which has been met from OPFCC Commissioning budgets.

Q1 – Realignment of CREST budget

The historic externally funded base budget has been updated at the beginning of the financial year to reflect the most up to date spending plan and has been adjusted on a full year effect basis.

Q1 – Realignment of Stansted budget

The historic externally funded base budget has been updated at the beginning of the financial year to reflect the most up to date spending plan and has been adjusted on a full year effect basis.

Q1 – Realignment of Court Staff budget

The historic base budget has been updated at the beginning of the financial year to reflect the most up to date spending plan.

Q1 – OPFCC Commissioning Budget Carry forward

Approved via PFCC Decision Report PFCC/146/18

Q1 – Ministry of Justice 2018/19

Approved via PFCC Decision Report PFCC/146/18

M4 – Movement of IT Transformation (FIM) reserve as per IT stage 2 plan

Allocation from the Transformation Reserve of £316k to support the IT Transformation programme of work and stage 2 plan as agreed at the Strategic Board on 22nd March 2018.

M4 – Movement of IT Transformation (FIM) reserve as per IT stage 2 plan

Allocation from the Transformation Reserve of £300k to support the IT Transformation programme of work and stage 2 plan as agreed at the Strategic Board on 22nd March 2018.

M4 – Athena Management Organisation contractor and legal costs

To recognise income due to be received in financial year 2018/19 in connection with contractor and legal costs for the Athena Management Organisation project.

M5 – Reallocation of investment budget of £1m to support uplift of 150 officers

Allocation of non-pay funding of £356k from the approved £1m investment holding pot to the Staff Pay holding code to support the known allocation of funding.

M5 – Reallocation of investment budget of £1m to support uplift of 150 officers

Allocation of funding (£254k) from the approved £1m investment holding pot to Officer Pay to support Learning & Development with Officer Trainers.

M5 – Op Back Spin funding from Home Office

To recognise income due to be received from the Home Office in connection with costs based upon an original estimate to police the visit of the United States President to the UK in July 2018. A further virement will be effected in-year to reflect the final position.

Q2 – Legal settlement of Bear Scotland Ltd & Ors & Mr Fulton & Ors

The costs associated with legal settlement of Bear Scotland Ltd & Ors vs Mr Fulton & Ors that was accounted for as a Q1 virement has been reclassified between subjective headings to reflect the correct accounting treatment between Police Pay & Allowances and Other Employee Expenses.

Q2 – SCD Dedicated Source Unit savings achieved early

To reflect 2019/20 SCD Dedicated Source Unit savings of £318k being achieved earlier than anticipated in financial year 2018/19.

NB. Please note that a virement for £261k from the Restructuring Reserve to fund custody ligature mitigation costs was effected in month 4 and subsequently reversed in quarter 2 to recognise the work is unlikely to occur until financial year 2019/20.

5. Police and Crime Plan

All information contained with section 4

6. Police Operational Implications

All information contained with section 4

7. Financial Implications

Approval of the above virements will enable budgets to be aligned following Performance and Resources Boards held during 2018/19. The virements for

approval reflect the financial activity since 2018/19 budget setting in January and include virements from 2017/18 closure.

8. Legal Implications

No legal implications

9. Staffing and other resource implications

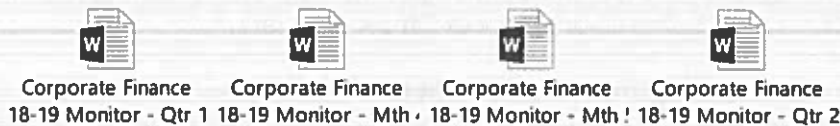
No staffing or resource implications

10. Equality and Diversity implications

No equality and diversity implications

11. Background papers

Documents embedded below are the extracts from each of the financial monitoring reports to date that require approval as noted in this decision sheet.



Report Approval

The report will be signed off by the OPFCC Chief Executive and Treasurer, prior to review and sign off by the PFCC / DPFCC .

Chief Executive/M.O

Sign: 

Print: 

Date: 11 December 2018

Chief Financial Officer/Treasurer

Sign: 

Print: ABCE-Treasurer

Date: 12/12/18

Publication

Is the report for publication?

YES

NO

If 'NO', please give reasons for non-publication (state 'None' if applicable)

.....
.....

If the report is not for publication, the Chief Executive will decide if and how the public can be informed of the decision.

Redaction

If the report is for publication, is redaction required:

1. Of Decision Sheet	YES	<input type="checkbox"/>	2. Of Appendix	YES	<input type="checkbox"/>
	NO	<input checked="" type="checkbox"/>		NO	<input checked="" type="checkbox"/>

If 'YES', please provide details of required redaction:

.....

.....

Date redaction carried out:

Treasurer / Chief Executive Sign Off – for Redactions only

If redaction is required, Treasurer or Chief Executive are to sign off that redaction has been completed.

Sign:

Print:

Chief Executive/Treasurer

Date signed:

Decision and Final Sign Off

I agree the recommendations to this report;

Sign: *JCB Archer*

Print: *JANE GARDNER*

PFCC/Deputy PFCC

Date signed: *14 December 2018*

I do not agree the recommendations to this report because;

.....
.....
.....

Sign:

Print:

PFCC/Deputy PFCC

Date signed: