

# Essex Police, Fire and Crime Commissioner Fire and Rescue Authority

# **Decision Report**

# Please ensure all sections below are completed

Report reference number: 050-21
Government security classification Not protectively marked but subject to redaction
Title of report: Day Crewing Houses – Sale of Surplus assets
Area of county / stakeholders affected: Countywide
Report by: Maria Edwards (Property Services Administrator)
Date of report: 28 June 2021
Enquiries to: Maria Edwards (Property Services Administrator)
1. Purpose of the report
To seek approval for the sale of

#### 2. Recommendations

- To proceed with the sale of for the sum of £312,000.
- To sign attached Engrossment Contract and TP1 in order to formalise the sale document and transfer legal ownership to the buyer.

# 3. Benefits of the proposal

The proposal disposes of \_\_\_\_\_\_, which is surplus to Essex County Fire and Rescue Service requirements and will provide a substantial capital receipt for reinvestment into the Service.

## 4. Background and proposal

The service owns a number of properties that have been used for day crew housing.

The property is deemed to be surplus to Essex County Fire and Rescue Service requirements and under decision sheet 003-21 was approved to be listed for sale.

In line with agreed processes, the property was offered to existing firefighters and officers based at but due to lack of interest, the property was put onto the open market. The property valuation as of 31 March 2021 was £307,500.

Three Estate agents were approached for quotes for the fees associated with selling of the day crew properties listed under decision sheet 003-21. The fees quoted were consistent for each of the Estate Agents and therefore the properties listed for sale were split amongst the Estate Agents, so that we were not solely reliant upon one supplier.

Three offers were made on the property, one for £312,000, these are first time buyers and are ready to proceed with a substantial deposit. The second offer was for £295.000 and the third offer was for £285,000. Having reviewed the three offers it is proposed to accept the first and highest offer.

# 5. Alternative options considered and rejected.

The Commissioner could decide to reject the offers and return the property to the market or accept one of the two lower offers or to use the property for a different purpose, however, given the amount the best offer is for and the property no longer being of any operational use it is recommended that the Commissioner accepts the highest offer and complete the sale.

#### 6. Strategic priorities

The sales of these properties are a result of these properties becoming surplus to requirements as the Service's operating model has changed. This is in line with the 2016-2020 IRMP, 2020–2024 IRMP and enables delivery of the priorities set out in the 2019-2024 Fire and Rescue Plan.

Plans to sell surplus day crewing housing have previously been communicated as part of the benefit realisation of the day crewed conversion programme. This specific property was listed as surplus to requirements in the 003-21 decision report.

#### 7. Operational implications

There are no adverse operational implications arising from these sales.

The proceeds from the sales will provide capital receipts to fund other transformation or capital projects in line with the priorities set out in the Fire and Rescue Plan 2019-2024.

#### 8. Financial implications

The Capital receipts arising will be allocated to the Capital Receipts Reserve after deduction of allowable disposal costs associated with conveyancing and marketing.

If the sale is not undertaken, it is likely that the sales process will be more protracted.

A failure to maximise the sales value of the property could place the Commissioner in breach of the fiduciary duty to sell assets for best consideration.

The sale of the day crew housing will be reported in the monthly Finance report that is included within the Performance and Resources Board.

# 9. Legal implications

Legal representation for the conveyancing would be required.

# 10. Staffing implications

There are no staffing implications, as staff have already vacated this property.

# 11. Equality and Diversity implications

This decision is not expected to have an impact on any of the following protected groups as defined within the Equality Act 2010:-

Race	No	Religion or belief	No
Sex	No	Gender reassignment	No
Age	No	Pregnancy & maternity	No
Disability	No	Marriage and Civil Partnership	No
Sexual orientation	No		

## 12. Risks

There was a risk that Covid 19 has an adverse effect on the property market, and therefore it has a potential impact on the expected sales proceeds and timing of the sales. However, the offer for this property and the valuation provide reassurance that this has not be the case.

#### 13. Governance Boards

At the SLT meeting on the 13 April 2021, it was agreed by the SLT that:

- The listed day crewed houses were deemed to be surplus assets.
- The surplus assets should be sold.

## 14. Background papers

Decision Sheet 003/21

# **Decision Process (050-21)**

<u>Step 1A - Chief Fire Officer Comments</u> (The Chief Fire Officer is asked in their capacity as the Head of Paid Service to comment on the proposal.)				
I fully support the	nis recommendation			
Sign: .				
Date:24/8/21				
Step 1B - Consultation with representati	ve bodies			
(The Chief Fire Officer is to set out the cons				
representative bodies)				
N/A				
Step 2 - Statutory Officer Review				
The report will be reviewed by the Essex Police, Fire and Crime Commissioner Fire and Rescue Authority's ("the Commissioner's") Monitoring Officer and Chief Finance Officer prior to review and sign off by the Commissioner or their Deputy.				
Monitoring Officer	Sign:			
	Print: Darren Horsman - Deputy MO			
	Date: 2.9.2021			
Chief Finance Officer	Sign:			
	Print:Neil Cross			
	Date: 24/8/21			

Step 3 - Publication
Is the report for publication? YES with redactions
If 'NO', please give reasons for non-publication (Where relevant, cite the security classification of the document(s). State 'none' if applicable)
If the report is not for publication, the Monitoring Officer will decide if and how the public can be informed of the decision.

Step	4 - Redaction				
If the report is for publication, is redaction required:					
1	Of Decision Sheet	YES			
2	Of Appendix	NO			
If 'YES', please provide details of required redaction:  Address of the property to be redacted throughout					
Engr	ossment contract and TP1 r	not to be published as they are commercially sensitive			
Valu	ation Report not to be publis	shed as it is commercially sensitive.			
Date	redaction carried out:	14/9/21			
If redaction is required, the Chief Finance Officer or the Monitoring Officer are to sign off that redaction has been completed.  Sign:					
Print	Neil Cross				
Step 5 - Decision by the Police, Fire and Crime Commissioner or Deputy Police, Fire and Crime Commissioner					
	ee the recommendations to	o this report:(PFCC)			

I do not agree the recommendations to this report because:					

Print: Roger Hirst

Date signed: 9 September 2021