

Essex Police, Fire and Crime Commissioner Fire and Rescue Authority

Decision Report

Please ensure all sections below are completed

Report reference number: 068-21		
Government security classification (Official-Sensitive (Commercial) (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: 13 September 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 £385,000.		

• 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 provides a substantial capital receipt.

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 032/21 was approved to be listed for sale. The property valuation as of 31 March 2021 was £367,500.

Three Estate agents were approached for quotes for the fees associated with selling of the day crew properties listed under decision sheet 032-21. 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.

Six offers were made on the property ranging from £365,000 to £385,000. On the agents advice we have elected to proceed with the highest bidder.

5. Alternative options considered and rejected.

The Commissioner could decide to reject the offers and return the property to the market, however, given amount the offer this option is not recommended.

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
- Within paragraph 60 of the 2020-21 budget paper which was approved by the Police, Fire and Crime Panel on the 6 February 2020.
- At the SLT Meeting on 26th May 2020 and the Strategic Board on 11 h June 2020 and also at the SLT meeting on the 13 April 2021.

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

There are no Equality and Diversity Implications.

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 032/21

Decision Process

Step 1A - Chief Fire Officer Comme (The Chief Fire Officer is asked in the the proposal.)	ents eir capacity as the Head of Paid Service to comment on
I support this recommendati	on
Ball	
Sign:	
Date:20/10/21	
Step 1B – Consultation with representative bodies)	sentative bodies e consultation that has been undertaken with the
N/A	
Step 2 - Statutory Officer Review	
	and the second s
Monitoring Officer	Sign: BHASMAN
	Print: Darren Horsman - Deputy MO
	Date: . 22/10/2021
	Val Voy
Chief Finance Officer	Sign:
	Print:Neil Cross
	Date: 20/10/21
Step 3 - Publication	

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)
Publication after the sale
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 NOT FOR PUBLICATION		
If 'YES', please provide details of required redaction: Address to be redacted throughout the document. Engrossment contract and TP1 not to be published as they are commercially sensitive. Valuation Report not to be published as it is commercially sensitive.		
Date redaction carried out: 4 November 2021		
If redaction is required, the Chief Finance Officer or the Monitoring Officer are to sign off that redaction has been completed. Sign:		
G, I W Z		
Step 5 - Decision by the Police, Fire and Crime Commissioner or Deputy Police, Fire and Crime Commissioner		
I agree the recommendations to this report: Sign: PFCC		
Print: Roger Hirst		
Date signed: 26/10/2021		
I do not agree the recommendations to this report because:		