

Essex Police, Fire and Crime Commissioner Fire and Rescue Authority

Decision Report

Please ensure all sections below are completed

Report reference number: 080-21			
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: Paula Carter (Property Services Administrator)			
Date of report: 16 December 2021			
Enquiries to: Paula Carter – Property Services Administrator			

1. Purpose of the report

- To seek approval for the sale of a surplus asset.

2. Recommendations

- To proceed with the sale of
 - for the sum of £350,000 with a completion date to be agreed.
 - 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 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 047-21 was approved to be listed for sale as part of Tranche 4. The property valuation as at 31 March 2021 was £335,000.

The property was valued again 24th Sept 2021 at £350,000 by Lambert Smith Hampton. A Relevant extract from the Lambert Smith Hampton report is attached as an Appendix.

The property is being sold to the existing tenant in line with decision report 047-21 for the value of £350,000.

5. Alternative options considered and rejected

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

6. Strategic priorities

The sales of these properties are a result of them 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 11th June 2020.

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 property is being sold at market value and as such is in the best interest of the Authority to accept.

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

The property is being sold to the existing tenant at market value, in accordance with decision sheet 047-21.

11. Equality and Diversity implications

We have considered whether individuals with protected characteristics will be disadvantaged as a consequence of the actions being taken. Due regard has also been given to whether there is impact on each of the following protected groups as defined within the Equality Act 2010:

Race	N	Religion or belief	N
Sex	N	Gender reassignment	Ν
Age	N	Pregnancy & maternity	Ν
Disability	N	Marriage and Civil Partnership	Ν
Sexual orientation	N		

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 8th June 21, SLT agreed that:

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

14. Background papers

Decision Sheet 047-21



Signed 047-21 Day Crew Housing - Surp

Valuation Sept 2021

Decision Process (080-21)

Step 1A - Chief Fire Officer Comments (The Chief Fire Officer is asked in their capacity as the Head of Paid Service to comment on the proposal.)				
Eddy.				
Sign:	Date15/2/22			
Step 1B – Consultation with representative bodies (The Chief Fire Officer is to set out the consultation that has been undertaken with the representative bodies)				
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: 22.2.2022			
	Nul Voy			
Chief Finance Officer	Sign:			
	Print:Neil Cross			
	Date: 15/2/22			
Step 3 - Publication				
Is the report for publication? YES (Subject to redaction)				
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	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 of property to be redacted throughout					
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: 2 March 2022					
If redaction is required, the Chief Finance Officer or the Monitoring Officer are to sign off that redaction has been completed. Sign: Neil Cross					
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: 1 March 2022					
l do n	ot agree the recommendations to t	his report because:			