

RESOURCES SCRUTINY COMMITTEE – 15 JUNE 2010

FINANCIAL OUTTURN REPORT FOR THE YEAR ENDED 31 MARCH 2010

REPORT BY TREASURER, CHIEF CONSTABLE AND CHIEF EXECUTIVE

Introduction

1.1 This report :

- sets out, subject to audit, a summary of the revenue and capital outturn for the financial year 2009-10;
- shows the total grants expected and received for the year;
- reports the sponsorship gained in year;
- lays out the provisional position for the efficiency plan for 2009-10;
- reports the reserves position as at 31 March 2010;
- advises on the debtors position as at 31 March 2010.

1.2 The Police Authority approved adjustments to financial provisions and reserves at its meeting on 3 June 2010. These are reflected in this report.

Revenue Budget

2.1 Subject to audit, the summary outturn position, after allowing for planned transfers to reserves approved through the year, is set out below:

Financial Headlines 2009-10		
Net REVENUE spend of £250.2m, an underspend of £2.8m (1.1%).		
After planned transfers to general reserve from in year pensions budget surplus the net REVENUE underspend is £1.5m (0.6%).		
Total CAPITAL spend of £11.2m, an underspend of £6.0m (34.8%).		
Performance against Financial Indicators		
Indicator	Target	Actual
Revenue underspend	1%	0.6%
Capital underspend	10%	34.8%
Debtors > 60 days	10%	10.9%
General Reserve	3-4%	3.8%
Operational Reserve	0.5%	0.8%

2.2 Following the Authority’s approval to the adjustments to financial provisions and reserves, the overall position for the 2009-10 revenue account is summarised in the table below.

Revenue Budget Outturn 2009-10

	Budget	Actual	Variance over (under)spend		Forecast Variance over (under)spend Jan 2010	
	£m	£m	£m	%	£m	%
Force Budget	261.0	257.3	(3.7)	1.4%	(2.5)	1.0%
Authority Budget	1.6	1.6	-	-	-	-
Financial Provisions	(9.6)	(8.7)	0.9	9.2%	0.4	4.5%
Gross Position	253.0	250.2	(2.8)	1.1%	(2.1)	0.8%
Planned Transfers to General Reserve		1.3	1.3		0.8	-
Net Position	253.0	251.5	(1.5)	0.6%	(1.3)	0.5%

(Under)/Overspend

Some totals will not match the appendices or other tables in this paper due to rounding

- 3.1 The budget monitoring report to Resources Scrutiny Committee in March, based on the financial position as at 31 January 2010, advised Members of a forecast outturn underspend of £2.1m, reducing to £1.3m after planned transfers to reserves and appropriations.
- 3.2 The headline underspend of £2.8m is before the application of the Authority's policies on carry forward and reserves. The table below sets out a reconciliation of the overall outturn position.

	£m
Net Revenue Underspend	(2.8)
Pension budget surplus transferred to General Reserve	1.3
Net Revenue Budget Position	(1.5)
Recommended revenue carry forward	0.7
Remaining Budget Surplus	(0.8)

- 3.3 Members should note that the outturn is still subject to audit. This means the final position may change, although at this stage any adjustments are not expected to be material.

Force Budget

Variances by Type of Spend

- 4.1 At year-end, the Force budget delegated to the Chief Constable was underspent by £3.7m or (1.4%).
- 4.2 The Force outturn comprises mainly underspends on buildings and premises costs due to slippage on buildings maintenance projects and underspends on utilities. The Force utilities contract was re-negotiated from October 2009 and 40% cuts were made to utility budgets for the second half of the year. These budgets were still underspent by £0.5m at year end.

- 4.3 In addition there are underspends on police staff pay due to vacancies, after allowing for an overspend on agency staff.
- 4.4 Police allowances were underspent by £0.44m due to fewer officers being eligible for the older allowances, such as compensatory grant and housing allowance.

Staff variances

- 5.1 Police Officer pay is overspent due to being over-establishment on average all year. The subjective report at Appendix A does not reflect this because the costs are offset by underspends on police overtime and underspends on development budgets.
- 5.2 The table at Appendix D shows the police pay variances in more detail. The police pay variance shows an overspend of £0.7m for the year. This is due to the Force being over establishment on average by 47.4 SPA funded FTEs all year. Nearly 50% relates to officers seconded to and funded by Operation Otter. This equates to £33k per FTE over-establishment including on-costs.
- 5.3 The force was over-establishment in 2009-10 due to fewer officers retiring and transferring out and more officers transferring in, despite a reduction in the intakes of probationers. In 2010-11 HRD has planned a much lower level of probationers coming in and a lower level of leavers to reflect the 2009-10 position. This should enable the force to keep on budget and establishment all year.
- 5.4 The force underspend on police overtime is primarily due to a budget transfer from Non-Delegated of £0.4m to cover the costs of Operation Adio. Of the annual expenditure on overtime 14% was for Operation Otter, rising to 22% when including other externally funded budgets for Gatwick, Airport security, Ports policing and CTIU.
- 5.5 Police staff pay and overtime is underspent by £2.0m. This correlates with funded vacancies of 120.8 FTE vacant posts on average all year (4.8%). Some of these posts were covered with agency staff, which is indicated by the overspends on agency staff budgets of £1.3m. In 2010-11 there has been an increased vacancy factor of 3% imposed on police staff pay budgets, so this will leave only 2% of budget to cover agency costs if vacancies remain at current levels.

Variances by Budget holder

- 6.1 Unfunded costs of Operation Adio within HQ CID and Brighton and Hove have been funded from the non-delegated budget pending a response on the bid to ACPO TAM to fund these costs. Funding is thought to be unlikely, although continues to be pursued.
- 6.2 Details of variances and explanations by budget-holder are shown at Appendices B and C.

Authority Budget

- 7.1 The outturn for the Authority was a very small underspend.

Financial Provisions

8.1 The Financial Provisions budget was overspent by £0.9m (9.2%). This is due to year end financing adjustments for areas of expenditure previously planned to be funded from specific reserves, including underspends on Airwave and Protective Clothing and funding from the Major change reserve managed within Non-Delegated budgets. In addition, there was a shortfall in interest receivable due to the current levels of interest of £0.26m.

Capital Budget

9.1 The capital outturn is an underspend of £6.0m or 34.7%. This is in addition to the £3.2m already agreed to be carried forward to 2010-11 and reflects a £2.5m higher underspend than forecast reported to the Resources Scrutiny Committee in March, based on the January position.

9.2 A summary of outturn by capital scheme is attached at Appendix E.

Capital Performance 2009-10

	Budget	Actual	Variance over (under)spend		Forecast Variance over (under)spend Jan 2010	
	£m	£m	£m	%	£m	%
Force Projects	1.7	0.4	(1.3)	76.1%	(0.8)	47.1%
IS Strategy	3.9	1.9	(2.1)	52.5%	(1.7)	43.6%
Estates Strategy	5.5	3.2	(2.3)	41.3%	(0.9)	16.4%
Fleet Strategy	3.0	3.4	0.4	14.1%	-	-
Other Capital	3.1	2.3	(0.8)	25.9%	(0.1)	4.0%
Total	17.2	11.2	(6.0)	34.8%	(3.5)	21.1%
Scheme Slippage			5.7			
Underspend			0.3			

9.3 'Force Projects' refers mainly to the Impact Project which has underspent by £1.3m due to changes in the national steer of the project, delays in national contract negotiations and work to explore local collaborative approaches to data security. Whilst some of this was known in January, the forecast was not updated.

9.4 The variance on IS Strategy schemes is largely due to staff resourcing issues for the Contact Management, Storage Environment Update and Server Refresh projects. In addition, the Contact Management project has run into delays with shared procurement frameworks. In the Mobile Computing project, the terms of reference changed. With the Telephony Refresh scheme, a Force decision on the scope of the project delayed the start. The Command & Control System replacement slipped due to delays in finalising the replacement solution.

9.5 The variance on Estates is due to slippage on various schemes including Lewes Police Station (£0.9m), Crawley Custody (£0.4m), Sussex House (£0.3m), Kingstanding Redevelopment (£0.1m), Bodiam Block (£0.1m), Astley House replacement (£0.1m) and key buildings power upgrades (£1.0). There are various reasons for the delays, including bad weather in January delaying building of

Lewes Police Station, high winds in March delaying all of the cells being delivered for the custody suites at Crawley, and re-phasing the redevelopment of Sussex House. The reason the forecast outturn varied by £1.4m from the actual position was largely due to over-optimistic estimates of completion by the consultants.

- 9.6 The variance on Fleet relates to an agreed acceleration of the fleet strategy. The overspend is to be rolled forward to 2010-11.
- 9.7 The variance on the CDD project is for an Information Security project and is linked to IMPACT. It has slipped for the same reasons as IMPACT.
- 9.8 Estates 'Other' is primarily the Gold Suite built at Brighton Police station. The funding was received from the Home Office so the budget transferred from the Lewes Police station budget will be transferred back.
- 10.2 The Authority has already agreed that there will be no carry forward of capital budget provision to 2010-11. will be reprofiled over the remaining period of the three year capital programme. Budget holders for the estates, IT and IMPACT programmes have re-profiled the capital scheme slippage of £5.7m and re-prioritised existing and new schemes within their current approved capital budgets for 2010-11. This is included in the MTF report elsewhere on the agenda.
- 10.3 The Force's Best Use of Resources (Capital Strategy) Board and Performance and Development Board will review capital budget profiling and priorities and a revised capital scheme budget for 2010-11 for estates, IT and IMPACT will be presented for approval at the next meeting of the Authority in July 2010. The Director of Finance will be closely scrutinising capital performance on a quarterly basis and at more formal reviews with budget holders throughout the year.

Reserves

- 10.1 The Authority's total reserves as at 31 March 2010 amounted to £49.1m (subject to audit) and are summarised in Appendix F. This position included the transfers agreed by the Authority at its meeting on 3 June 2010.
- 10.2 The General Reserve stands at £9.9m or 3.77% of the 2010-11 net budget. The Finance Strategy set in October 2009 set a target of between 3% to 4% of Net Revenue Expenditure as at 31 March each year for the level of the General Reserve.
- 10.3 The level of the general and other reserves will be reviewed during 2010-11 in line with the Finance Strategy.

Grants Received

- 11.1 Specific grants covering revenue and capital received during the year amounted to £30.3m.
- 11.2 This is £2.4m less than anticipated, primarily because the fourth quarter payment of the Neighbourhood Policing Fund Grant of £1.76m was not received until April. The same is true of the Dedicated Security Posts Grant (£0.5m) and the Airport Security Grant (£0.11m). When the final month's income is taken into account the variances reduce to £0.09m and £0.02m respectively. A summary of grants are shown in the table below with further details at Appendix G.

Summary of Grants 2009-10

Grant Type	Expected	Received
	£m	£m
Total Revenue Specific Grants	29.08	26.66
Total Capital Grants	3.57	3.57
Total Specific Grants	32.65	30.23
Miscellaneous Ad-Hoc Grants	0.05	0.03
Total Grants	32.70	30.26

Sponsorship

- 12.1 Sponsorship is "the voluntary provision to the police service of non-public funds, services, equipment or other resources" as defined by the Home Office in the Code of Practice on Financial Management.
- 12.2 Sponsorship received during the year amounted to a financial benefit to the Force of £0.05m. This is the same as was received in 2008-09.
- 12.3 Contributions during 2009-10 included: Use of vehicles, funding to Kingstanding from the Heritage Lottery Fund, and to the Dog Unit for dog food from Royal Canin.

Efficiency Gains

- 13.1 2009-10 was the second year of the 3-year efficiency regime for police authorities. This was a major element of the Home Office Efficiency and Productivity Strategy, covering 2009-10 to 2010-11.
- 13.2 The Strategy set out a target of cumulative cashable efficiency and productivity gains of 9.3%. This equates to a local target of £29.6m.
- 13.3 Total cumulative gains to the end of the year were £17.64m (including roll forward of £14.15m from 2008-09) against a target of £9.85m. This makes significant progress towards the local 3 year target. The final position is set out in the table below:

2009-10 Efficiency Plan Outturn

Efficiency	Actual
	£000's
Cash Releasing	2,388
Productivity	1,098
Total in-year gains	3,486
Brought forward from 07-08	14,149
Total gains carried forward	17,635

- 13.4 The savings areas include Operation Quest initiatives, utilities savings, reduced PFI detainee numbers, Forensic Science service savings and civilianisation.

Balance Sheet

14.1 The final balance sheet for the year has yet to be finalised and will be produced as part of the Statement of Accounts to be adopted by the Corporate Governance Committee on 24 June 2010.

Management of Debtors

15.1 At the end of March 2010 outstanding debts totalled £1.6m (£1.2m as at 31 December 2009).

15.2 Outstanding debts over 60 days old totalled £163,623, this represents 10.9% against a target of 10%. This is a decrease of £15,531 on the balance as at 31 December 2009.

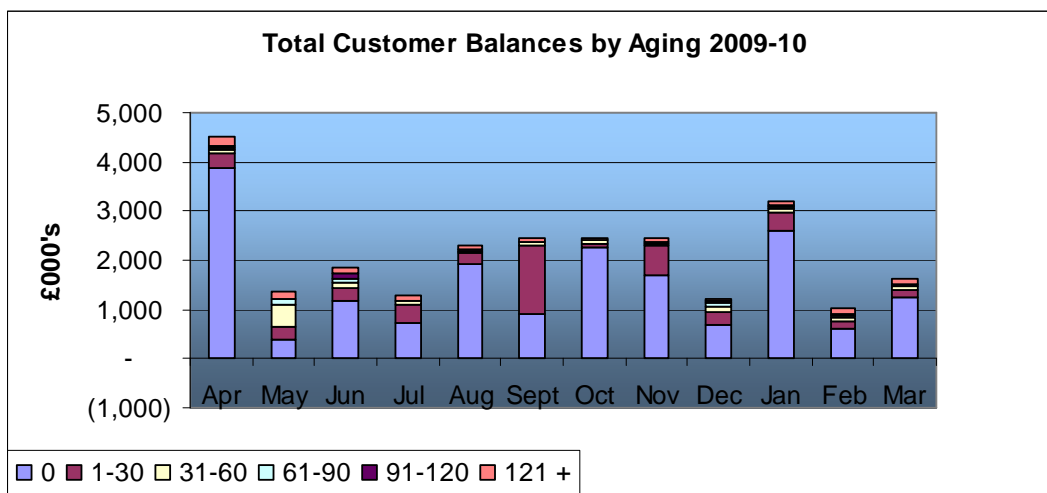
Significant debtors included in the latest outstanding balance:

- £38,113 due from Sussex Police Welfare Fund. The Welfare Fund are disputing the invoice relating to the VAT assessment. The Director of Finance is liaising with the Welfare Fund and Sussex Police are seeking advice from Legal Services;
- £35,727 due from ACPO. There is an ongoing dispute in relation to the treatment of grossed up tax on a secondment;
- £8,427 due from EasternBreeze Ltd. This company is now in administration and the latest notification from the Administrator has been passed to Legal Services. This indicates that there is little likelihood of the debt being recovered; and
- Debts amounting to £29,490 remain in the hands of Legal Services who are actively pursuing payment.

15.3 Debts amounting to £15,086 are being paid in monthly installments; all of these are over 60 days. Boarding and glazing debtors totalled £7,142. The amount outstanding over 60 days is £2,153, or 18 debtors.

Debts over 60 days can be analysed as follows

Type	Value	Share
	£	%
Provision of Services	104,589	63.93%
Debts paid Monthly	15,086	9.22%
Debts with Legal Services	29,490	18.02%
Debtors in Administration	12,305	7.52%
Boarding and glazing	2,153	1.31%
Total	163,623	



Treasury Management

16.1 The daily average lending for 2009-10 was £74.0m, £5.2m less than compared with 2008-09 (see Appendix H). The daily average includes deposits with Heritable Bank and subsequent dividend repayments from the administrator but excludes the 20% impairment recognised in 2008-09.

Investment Performance

16.2 The original estimate of investment income for the year was £1.268m, representing an average interest rate of 1.75% on an assumed average portfolio of £84.7m, less a £0.2m transfer to the PFI reserve.

16.3 Actual investment interest received was £0.883m, of which £0.147m has been transferred into the PFI reserve. This represents an overall investment return for 2009-10 of 1.19%, which exceeded the Standard Life Money Market Fund benchmark of 0.58% by 0.61%. The investment income deficit as compared with the original budget is summarised in the table below:

	£'000
Original Budget	1,268
Lower average investment portfolio than budgeted (at 1.75%)	-188
Lower rate of return than assumed budgeted rate (-0.556%)	-412
Lower than budgeted transfer to the PFI reserve	68
Actual Interest received (less PFI transfer)	736

16.4 The total interest received by the Authority in 2009-10 (£0.910m) includes car loan interest of £21,006 and other miscellaneous interest of £6,122. The total interest received from instant access call accounts in 2009-10 amounted to £126,282 representing an average interest rate of 0.78%.

16.5 The Authority's total long-term debt remains £4.5m at 31 March 2010. Interest payable to the Public Works Loan board amounted to £201,250 in 2009-10, representing an average interest rate of 4.47%.

RECOMMENDED - that

- (1) subject to audit, the outturn position for the 2009-10 revenue budget, set out in sections 2-8 of the report, and the 2009-10 capital budget, set out in section 9, be noted;
- (2) the amount received from sponsorship in section 12 and efficiency gains as set out in section 13, are noted;
- (3) level of reserves at section 10 is noted;
- (4) the debtor performance and write-offs for the year be noted; and
- (5) the Treasury Management position for the year be noted.

RICHARD HORNBY
Treasurer

MARTIN RICHARDS
Chief Constable

JOHN GODFREY
Chief Executive

Contact: Mark Rowe, Head of Finance
Tel: 01273 404750
Email: mark.rowe@sussex.pnn.police.uk

2009-10 Outturn by Expenditure Type

For the Period Ending 31st March 2010

Description	Year to Date			
	Annual Budget	Actual	Variation Over/(Underspend)	
	£000	£000	£000	%
Employee costs				
Police Officers	120,997	120,990	(7)	(0.0)
Police Staff	66,747	64,893	(1,854)	(2.8)
PCSOs	3,480	3,175	(305)	(8.8)
Police Allowances	6,015	5,577	(438)	(7.3)
Other Employee Costs	2,407	3,740	1,333	55.4
Total Employees	199,646	198,375	(1,271)	(0.6)
Total Buildings And Premises	13,462	12,222	(1,240)	(9.2)
Total Transport	8,821	9,257	436	4.9
Supplies and Services				
IT & Comms	17,550	17,253	(297)	(1.7)
Airwave	2,685	2,811	126	4.7
External Fees (Inc PFI)	13,289	13,892	603	4.5
Other	13,016	13,518	502	3.9
Total Supplies and Services	46,540	47,474	934	2.0
Police Pensions	28,776	27,393	(1,383)	(4.8)
Gross Expenditure	297,245	294,721	(2,524)	(0.8)
Total Income	(36,262)	(37,407)	(1,145)	3.2
Net Expenditure	260,983	257,314	(3,669)	(1.4)
Police Authority	1,602	1,601	(1)	(0.1)
Financial Provisions	(9,557)	(8,673)	884	(9.2)
Total SPA Expenditure	253,028	250,242	(2,786)	(1.1)
Reserve Transfers and ringfenced budgets		1,273	1,273	
Balance after transfers	253,028	251,515	(1,513)	(0.6)
Funded by Grants/Precept Funding	(253,028)	(253,071)	(43)	0.0
Net balance		(1,556)	(1,556)	

Appendix B

2009-10 Outturn by Division and Department

REVENUE REPORT 2009/2010

For the Period Ending 31st March 2010

Portfolio Holder	Year to Date			
	Annual Budget	Actual to date	Variance Overspend/ (Underspend)	
	£'000	£'000	£'000	%
Neighbourhood Policing				
Brighton & Hove	26,166	26,005	(161)	-0.6%
East Sussex	39,245	39,009	(236)	-0.6%
North Downs	22,465	22,232	(233)	-1.0%
West Downs	30,752	30,727	(25)	-0.1%
Communications	16,802	16,334	(468)	-2.8%
Communities & Justice Department	11,017	11,001	(16)	-0.1%
PFI Contract	8,544	8,768	224	2.6%
Operation Otter	4,324	4,411	87	2.0%
Total	159,315	158,487	(828)	-0.5%
Keeping People Safe				
HQ CID	29,562	29,319	(243)	-0.8%
Operations Department	19,530	19,485	(45)	-0.2%
Minor operational budgets	297	229	(68)	-
Operations Adio				
SPA funded subtotal	49,389	49,033	(356)	0.0%
Gatwick	13,948	13,977	29	0.2%
Income from GAL	(13,890)	(13,890)	()	0.0%
RIU	50	50		0.0%
Externally Funded subtotal	108	137	29	26.9%
Total	49,497	49,170	(327)	-0.7%
Best Use of Resources				
Information Systems	15,744	15,648	(96)	-0.6%
Facilities	11,709	10,713	(996)	-8.5%
Human Resources	13,390	13,341	(49)	-0.4%
Finance	1,146	1,060	(86)	-7.5%
Total	41,989	40,762	(1,227)	-2.9%
Corporate Development Department	6,887	6,984	97	1.4%
Professional Standards	2,494	2,666	172	6.9%
Revenue Cost of capital projects	1,800	1,796	(4)	-0.2%
Non Delegated Expenditure	(3,891)	(4,170)	(279)	7.2%
Pensions (Net)	2,892	1,619	(1,273)	-44.0%
FORCE NET EXPENDITURE	260,983	257,314	(3,669)	-1.4%
AUTHORITY	1,602	1,601	(1)	-0.06%
FINANCIAL PROVISIONS	(9,557)	(8,673)	884	-9.25%
TOTAL	253,028	250,242	(2,786)	-1.1%

Reserve/roll-forward assumptions

Pensions		1,273	1,273	
Net Total	253,028	251,515	(1,513)	-0.6%
Financed By				
HO Grant, NNDR, C Tax	(253,028)	(253,071)	(43)	0.0%
Grand Total		(1,556)	(1,556)	0.0%

Appendix C

Budget-holder	Reason for variance	Value £m	Sustainability in 2010-11 budget
PFI contract	Overspent due to additional work on SARC and higher cost utilities, offset by fewer detainees than forecast. This is broadly consistent with forecasts.	0.2m	The contract has had growth of £0.4m in 2010-11 so should be able to contain these costs within the revised budget.
Operation Otter	Overspend due to the policing of the Conservative party spring conference in Brighton, which was also thought unlikely to be funded, however a bid will be made.	0.1m	There will be no Conservative/Liberal party conference in Brighton in 2010-11.
CDD	Overspend is due to unfunded police posts.	0.1m	Police posts are on Operation Quest to be managed as part of overall Force police pay budget in 2010-11.
PSD	Overspent due to a civil claim late in the year which Sussex lost.	0.2m	Difficult to predict civil claims costs. Insurance reserve can be used to cover significant volume/value of claims in one year.
Facilities	Underspent by £1.0m, mainly due to slippage on planned works, underspends on utilities, rate rebates and increased aerial income.	(1.0m)	Rate rebates and backdated increases in aerial income are one-offs. The utilities budget has been cut across the force by £0.6m, and planned maintenance is expected to proceed to schedule in 2010-11.
Communications	Underspent due to vacancies, maternity leave and the overstatement of allowances budgets.	(0.5m)	Shift allowance budget corrected and vacancy factor imposed.
ISD	Underspent mainly due to IS Modernisation project slippage.	(0.1m)	IS Mod project ends in March 2012.
North Downs	Underspent due to PCSO vacancies, reduced police and police staff overtime costs and due to a delay on building works for Crawley NPT.	(0.2m)	PCSO budgets have been revised downwards based on 2009-10 averages and are due to be recruited in July. Police overtime

Budget-holder	Reason for variance	Value £m	Sustainability in 2010-11 budget
			budgets have also been reduced.
East Sussex	Underspent due to reduced costs of utilities, overachieved income for equipment and externally funded overtime and slipped funding set aside for furnishing Lewes PS.	(0.2m)	An overstated utilities accrual will not occur again and the utilities budgets have been reduced.
Brighton and Hove	Underspent mainly on police overtime, PCSO pay and utilities budgets.	(0.2m)	See comments on East and North.
HQ CID	Underspent due to lower police overtime cost and savings on Forensic Science fees.	(0.2m)	Both of these budgets have been reduced in 2010-11.
Operations Department	Underspent due to lower maintenance costs on ANPR BOF and savings in BT costs partly offset with overspends on helicopter maintenance.	(0.05)	The helicopter maintenance budget is unpredictable and a force-wide risk in 2010-11.
Finance department.	Underspent due to vacancies and backdated income receipts	(0.09)	Increased vacancy factor on pay budget and other savings from non pay budgets.
Non-delegated	Underspend due to holding the utilities contract saving, the residual revenue cost of capital budget, and savings on police staff inflation and police allowances. Underspends have reduced following transfers to fund Op Adio and for some funding planed from specific reserves. A late provision was made for £0.58m for an employment tribunal who found against the authority.	(0.3m)	Non-delegated holds one off windfalls and charges so the position next year is difficult to predict.
Financial Provisions	Overspent due to lower interest received than budgeted and changes in funding planned from specific reserves.	0.9m	Interest budget has been reduced.
Police pensions	Underspent primarily due to a backdated change in the employers pension contribution, in addition to underspends in ill health commutations.	(1.3m)	No one-off rate changes anticipated and ill health budget reduced.

Appendix D

	Police Pay variance	Police Overtime variance	Police Staff Pay & Overtime variance	Agency variance	Total Variance
	£000's	£000's	£000's	£000's	£000's
Brighton & Hove	1	(102)	(131)	99	(133)
East Sussex	(5)	(46)	(175)	204	(21)
North Downs	(1)	(80)	(241)	71	(251)
West Downs	(2)	(2)	(256)	228	(32)
Divisional Subtotal	(7)	(229)	(803)	602	(437)
Corporate Development	123	(3)	(131)	189	178
Communities and Justice	126	61	(217)	7	(24)
Communications	7	(4)	(446)	108	(335)
Facilities			92	123	216
HQ CID	52	(77)	(153)	176	(2)
Human Resources	2	(5)	10	89	96
Information Systems Dept		3	(40)	(150)	(187)
Finance			(145)	99	(47)
Operations Dept	30	3	(101)	20	(48)
Special Branch			(22)		(22)
Op Adio					
Rest of force	399	21	(55)	1	366
Departmental Subtotal	740	(2)	(1209)	663	193
Gatwick	71	(4)	(109)	21	(21)
Operation Otter ('09)	50	8	1	4	63
CTIU SE	13	6	30	3	53
Gatwick Airport Security	7	(8)	()		(1)
DSP Funding	(238)	126			(112)
Ringfenced Total	(98)	128	(78)	29	(19)
Force Total	636	(103)	(2090)	1294	(263)
External Funding	(98)	128	(78)	29	(19)
Available Total	733	(231)	(2012)	1265	(245)

CAPITAL OUTTURN 2009-10

Appendix E

Capital Spend	Original Budget	Revised Budget	Budget Ytd	Actual Ytd	Variation	
	£000's	£000's	£000's	£000's	Over/(Under) spend	%
HQ Redevelopment	0	180	180	115	-65	(36.1)
Lewes Police Station	1,980	2,000	2,000	1,096	-904	(45.2)
Provision of Emergency Generators	0	0	0	-2	-2	0.0
Kingstanding Redevelopment	580	100	100	11	-89	(89.0)
Brighton East District	0	1	1	0	-1	(100.0)
Key Buildings Power Upgrades	80	100	100	-4	-104	(104.0)
Window Replacements	50	50	50	4	-46	(92.0)
Hammonds Dr. Generator Upgrades	0	0	0	-2	-2	0.0
Petworth Generator Upgrades	0	50	50	44	-6	(12.0)
Brighton East Generator Upgrades	0	50	50	35	-15	(30.0)
Crawley Witness Suite	0	110	110	102	-8	(7.3)
Chichester Redevelopment	0	100	100	59	-41	(41.0)
Sussex House Protective Services	509	509	509	222	-287	(56.4)
Crawley Custody	1,155	950	950	525	-425	(44.7)
Bognor Generator	25	40	40	46	6	15.0
Horsham Generator	25	40	40	44	4	10.0
HQ Social Club Refurbishment	30	115	115	76	-39	(33.9)
HQ Bodiam Block Conversion	600	950	950	845	-105	(11.1)
Astley House Replacement	1,500	178	178	29	-149	(83.7)
Estates Strategy	6,534	5,523	5,523	3,245	-2,278	(41.2)
Network Systems Upgrade	0	0	0	-3	-3	0.0
Telephony Refresh/Migration	0	417	417	301	-116	(27.8)
Disaster Recovery	300	495	495	453	-42	(8.5)
Business Objects Refresh	0	-4	-4	35	39	(975.0)
Systems Enhancements	75	0	0	0	0	0.0
OIS Enhancements	75	61	61	16	-45	(73.8)
SAP Enhancements	0	73	73	0	-73	(100.0)
Mobile Computing (MDT)	150	216	216	77	-139	(64.4)
Strategy	0	513	513	34	-479	(93.4)
PENTIP	0	100	100	0	-100	(100.0)
NSBIS SB Information System	0	6	6	31	25	416.7
ABM Nemesis	110	110	110	43	-67	(60.9)
GIS Mapping	5	13	13	6	-7	(53.8)
IMS (NEMESIS) Enhancements	25	25	25	0	-25	(100.0)
Holmes Version Upgrade	80	28	28	23	-5	(17.9)
Active Directory	70	58	58	59	1	1.7
Exchange 2007 Update	50	50	50	0	-50	(100.0)
Sharepoint 2007 Update	70	70	70	0	-70	(100.0)
WAN Links Upgrade	60	60	60	58	-2	(3.3)
Storage Environment Update	324	324	324	33	-291	(89.8)
Intranet Content Management	35	35	35	0	-35	(100.0)
Server Refresh	250	250	250	15	-235	(94.0)
CRM Enhancements	50	50	50	11	-39	(78.0)
Video Witness Upgrades	20	20	20	0	-20	(100.0)
Software Support Environment	128	128	128	72	-56	(43.8)
Fleet IT System	72	72	72	79	7	9.7
Federated Data	200	298	298	211	-87	(29.2)
NSPIS Case & Custody	0	7	7	1	-6	(85.7)
Collaboration Proj & ISS4PS Initiatives	85	85	85	64	-21	(24.7)
Major SAP Upgrade	0	0	0	-1	-1	0.0
Command & Control System	500	285	285	154	-131	(46.0)
Remote Access	0	0	0	29	29	0.0
Airwave	0	74	74	61	-13	(17.6)
Information Systems Strategy	2,734	3,919	3,919	1,862	-2,057	(52.5)
Fleet Strategy	3,136	3,012	3,012	3,438	426	14.1
Total Strategies	12,404	12,454	12,454	8,545	-3,909	(31.4)
Nemesis	0	0		-34	-34	0.0
IMPACT Programme	1,773	1,703	1,703	441	-1,262	(74.1)
Total Force Projects	1,773	1,703	1,703	407	-1,296	(76.1)
CCTV	913	525	525	525	0	0.0
CDD		306	306	0	-306	(100.0)
CJD	0	416	416	451	35	8.4
Estates Other	0	406	406	64	-342	(84.2)
Finance	0	33	33	0	-33	(100.0)
Fleet Other	0	141	141	184	43	30.5
Gatwick		34	34	34	0	0.0
HQ CID Equipment	500	711	711	572	-139	(19.5)
Operation Otter	0	122	122	122	0	0.0
Operational Equipment	200	2	2	0	-2	0.0
Operations Dept Equipment	0	388	388	334	-54	(13.9)
Total Other Capital	1,613	3,084	3,084	2,286	-798	(25.9)
Total	15,790	17,241	17,241	11,238	-6,003	(34.8)

	£000
Original Budget	15,790
agreed at SPA June 09	1,616
agreed at SPA June 09	2,447
agreed at SPA July 09	65
agreed at SPA Oct 09	-3,291
agreed at SPA Feb 10	519
Budget adj	95
	<u>17,241</u>

Appendix F

RESERVE BALANCES 2009-10

Reserve	Insurance	Operational	Pensions	Major Change	Capital Reserve	Asset Replacement	PFI	Corke Bequest	Asset Seizures	Delegated Budget holder Reserve	General Reserve	Total Reserves	% NRE
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	
Balance at 31.3.2009	4,076	2,230	557	1,677	17,027	3,882	12,286	1	411	2,695	7,217	52,059	2.85%
2009-10													
Provisional contributions							147					147	
Estimated Expenditure				-123	-5,205			-1		-924		-6,253	
Additional contributions etc			1,273		287	0			30	734	779	3,103	
Transfers between reserves			-1,830								1,830		
Balance at 31.3.2010	4,076	2,230		1,554	12,109	3,882	12,433		441	2,505	9,826	49,056	3.77%

Appendix G

Revenue and Capital Grants received 2009-10

SPA Table 2009/10

Grant	Planned	Received
Revenue Grants	£'000	£'000
BCU	937	937
Crime Fighting Fund	6,209	6,209
DNA Expansion Programme	1,664	1,664
Neighbourhood Policing Fund & PCSO's	7,043	5,282
PFI Grant (DCLG Income)	3,263	3,263
Rural Policing Initiative	538	538
South East Allowance	1,104	1,104
SPP Grant	1,528	1,528
Local Criminal Justice Board Funding	160	160
DSP	4,722	4,264
IPLDP	684	684
Airport Security Grant	904	773
PMLO	129	114
Prevent CSR	190	142
Total Revenue Grants	29,075	26,662
H O Capital Grant	3,112	3,112
Mobile Information Programme - Phase 2	456	456
Total Capital Grants	3,568	3,568
Total Specific Grants	32,643	30,230

Miscellaneous Grants	Planned	Received
	£'000	£'000
SARC (Sexual Assault Referral Centre)	54	27
Total Miscellaneous Grants	54	27

TOTAL GRANTS 2009-2010	32,697	30,257
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APPENDIX H

TREASURY MANAGEMENT 2009-10 -PROFILE AND RATE OF RETURN

Amount Invested: Average portfolio for year £74.0m
(£79.2m in 2008-09).

Investment Profile:

As at 31 March:	<u>2010</u>		<u>2009</u>	
	£m	%	£m	%
Deposits:				
UK Banks	20.0	31	24.0	36
UK Banks-Call Accounts	29.8	46	1.3	2
UK Building Societies	10.0	16	34.1	51
Local Authorities	0.0	-	0.8	1
Heritable Bank (*)	<u>4.4</u>	<u>7</u>	<u>6.8</u>	<u>10</u>
Total	64.2	100	67.0	100

() Excludes impairment recognised in 2008-09 accounts*

Performance:

	<u>2009-10</u>	<u>2008-09</u>
Actual rate of return:	1.19%	5.17%
Benchmark rate:	0.58%	4.49%
Exceeded benchmark by:	0.61%	0.68%
<u>Investment Income</u>		
Including PFI Reserve:		
Original Budget	£1.268m	£2.568m
Outturn Budget	£1.408m	£3.656m
Actual	£0.910m	£4.359m