

<i>Security Classification</i>	<b>Not Protectively Marked</b>
<i>Disclosable under FOIA 2000</i>	<b>Yes</b>
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<i>Department/Area</i>	<b>Finance</b>
<i>Date Created</i>	<b>7th February 2018</b>
<i>Attachments : See Appendix section below</i>	
<i>Purpose Of Paper – Financial Update as at end of January 2018</i>	

**POLICE ACCOUNTABILITY BOARD  
MEETING DATE: 13<sup>TH</sup> FEBRUARY 2018**

**ITEM NO:**

<b>1.</b>	<b>Summary</b>
	<p><i>This report provides Members of the Board with a Financial update on the following issues.</i></p> <p><b>1. Budget Position as at 31<sup>st</sup> January 2018</b></p> <p>A revenue budget position statement showing the financial position as at 31st January 2018 shows that the Force is operating <b>above target</b> at this stage of the financial year by £283K. This is net of the unbudgeted 1% unconsolidated pay award for police officers (£201K) and the cost consequences of Operation Heath (£274K) which it has been agreed will be funded from general reserves should the need arise.</p> <p>The budget position takes account of the in-year non pay budget reductions of £550K that were agreed at the last Force Executive Board meeting; with £390K of this having already been transferred to the OPCC Budget in respect of estate and accommodation cost pressures.</p> <p>An analysis of the financial position against police officer overtime budgets is also included. All budget holders have been instructed to exercise financial restraint in relation to overtime and all non-pay headings for the remainder of the current financial year.</p> <p>The position on capital budgets shows that the Force is underspending at this stage with the majority of this being attributable to Estates and some ICT projects.</p>
<b>2.</b>	<b>Recommendations</b>
	<p>Force Executive Board Members have been instructed to exercise continued restraint in relation to overtime and non-pay spending for the remainder of the current year.</p>
<b>3.</b>	<b>Drivers for Change</b>
	No Applicable
<b>4.</b>	<b>Details</b>
	<p><b><u>Budget Position as at end of January 2018</u></b></p> <p><b>1. Revenue Budgets</b></p> <p>A budget position statement showing the detailed financial position as at 31<sup>st</sup> January 2018 is attached in <b>Appendix A</b> and this is summarised below. This shows that the Force is operating <b>above target</b> at this stage of the financial year by £283K.</p>

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<b>Chief Officers Group - Summary Financial Position as at 31st January 2017</b>							
Description	Original Budget	Budget Movements in Year	System Budget	Expected Spending to End of January 2017	Actual Spending to End of January 2017	Difference (-ve under budget)	Committed
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
<b>Chief Constable's Office</b>	1,289	-0	1,288	1,093	1,066	-27	8
<b>Central Budget/Financing</b>	152	87	239	1,490	1,262	-228	95
<b>Deputy Chief Constable</b>							
<i>Human Resources &amp; Development Services</i>	2,419	-15	2,404	1,967	2,066	99	66
<i>Corporate Functions</i>	2,782	33	2,815	2,403	2,439	36	6
<i>Other Budgets</i>	1,245	0	1,245	850	856	7	1
<b>Finance Directorate</b>	7,607	-140	7,467	6,316	6,335	20	124
<b>Neighbourhoods - Local Policing</b>	33,579	210	33,790	28,077	28,432	355	7
<b>Neighbourhoods - HQ</b>	14,587	-501	14,086	11,615	11,732	116	76
<b>Investigations</b>	23,622	-63	23,559	19,517	19,313	-204	271
<b>Scientific Support</b>	1,742	0	1,742	1,373	1,220	-152	58
<b>Criminal Justice</b>	1,186	-2	1,185	985	912	-73	0
<b>Professional standards</b>	1,066	0	1,066	873	952	80	15
<b>Staff Associations</b>	193	0	193	159	172	13	0
<b>Secondments / Holding Accounts</b>	-0	-0	-0	0	243	243	35
<b>Total Budget CC</b>	<b>91,469</b>	<b>-390</b>	<b>91,079</b>	<b>76,718</b>	<b>77,001</b>	<b>283</b>	<b>761</b>

  

Difference to Budget Represented by:	Police Officer	Police Staff Costs	Officer Overtime / Bank Holidays	Staff Overtime	Non Pay Headings	Income Grants Capital / Reserves	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Chief Constable's Office	17	-54	1	1	21	-12	-27
Central Budget/Financing	133	88	58	-25	106	-589	-228
<i>Human Resources &amp; Development Services</i>	57	-2	2	0	46	-4	99
<i>Corporate Functions</i>	40	-132	-0	4	181	-58	36
<i>Other Budgets</i>	45	16	-7	2	27	-76	7
Finance Directorate	130	-25	0	-16	-94	23	20
Neighbourhoods - Local Policing	230	-92	299	4	-74	-12	355
Neighbourhoods - HQ	-47	47	110	-21	64	-37	116
Investigations	-476	69	166	-14	63	-12	-204
Professional standards	51	26	-0	0	6	-2	80
Scientific Support	45	-60	0	-3	-135	-0	-152
Criminal Justice Dept.	39	8	-1	-4	-3	-112	-73
Staff Associations	19	-1	-0	0	-5	0	13
Secondments / Holding Accounts	116	-56	211	6	-57	24	243
<b>Total Force</b>	<b>398</b>	<b>-167</b>	<b>839</b>	<b>-65</b>	<b>146</b>	<b>-867</b>	<b>283</b>

Police Officer pay headings are above target at this stage. With limited recruitment planned until March 2018 the final position is expected to return on target but for the 1% unconsolidated pay award which is estimated will result in an overspend of £300K. Of concern is the financial position against the grant funded CNI and DSP areas which are likely to overspend due to the grant not being sufficient covering total costs. This has been flagged up and is being looked into Nationally.

Police staff budgets show an under spend £167K to the end of January 2018. No pay award has been paid to date and this has been adjusted for in the above projection.

Police Overtime and Public Holiday spending pressures are a cause of concern which has been flagged up since June. The latest position shows an over spend of £407K against Force overtime headings and £221K against Bank Holiday headings. An analysis of Police Officer Overtime is shown in the Table below:

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<b>Overtime Spending by Reason Operation 2017/18</b>								
<b>Overtime Codes/ Reason</b>	<b>Spending to August 2017</b>	<b>Spending In September</b>	<b>Spending in October</b>	<b>Spending in November</b>	<b>Spending in December</b>	<b>Spending in January</b>	<b>Total Spending</b>	<b>Budget Affected</b>
	£	£	£	£	£	£	£	£
<b>Costed Operations</b>								
Operation Ulysses	54,956	2,757	2,322	1,742	752	721	63,251	Information and Intelligence
Brechfa Escort	26,272	11,510	12,755	9,529	1,055	166	61,287	ACC Central Budget
Champions League 2017	38,796	1,678	-	425	-	2,444	43,343	ACC Central Budget
Operation Temperor	34,992	1,235	2,091	-	-	-	38,318	ACC Central Budget
Operation Alaska	28,975	-	328	303	18	5,153	34,777	Emmergency Planning
Operation Welfleet	26,018	460	1,372	291	628	178	28,946	Investigations East
Royal Welsh Show	23,651	1,827	1,347	1,736	-	-	28,562	Radnorshire
Llangurig Windfarm	3,045	3,139	3,314	8,467	1,654	159	19,779	ACC Central Budget
British Virgin Islands Deployment	-	-	-	-	19,367	413	19,780	ACC Central Budget
Operation Lion	8,574	6,574	647	1,516	-	-	17,311	Pembroke
Operation Crossbill	11,530	812	345	544	-	606	13,837	Investigations West
Operation Theseus	6,176	3,973	1,712	801	221	221	13,103	ACC Central Budget
Operation Sandfly	5,905	274	1,065	1,701	309	5,610	14,863	Pembroke Dock
Operation Newtown	7,903	-	-	-	-	-	7,903	ACC Central Budget
Operation Darwen	6,738	545	-	-	-	-	7,283	Roads Policing
Ironman Wales 2017	-	4,512	386	264	-	-	5,163	Temby Station
Operation Middleport	4,607	96	-	123	-	124	4,950	Llanelli
Brecon Jazz Festival	2,891	1,067	109	231	-	-	4,298	ACC Central Budget
Operation Ringlet	-	-	-	3,179	808	1,181	5,168	Major Crime Team
Critical Incident - Pembroke Dock	-	-	-	3,321	381	-	3,702	Pembroke
Operation Kensington (SWP)	3,199	-	-	-	-	-	3,199	Organised Crime Team
Operation Fenwood	3,062	-	-	-	-	-	3,062	ACC Central Budget
Operation Lyra	2,770	-	-	-	-	-	2,770	Machynlleth
Operation Prestwick	1,889	436	-	-	86	-	2,411	ACC Central Budget
Operation Rockdale	2,135	-	-	-	-	-	2,135	Milford Haven
Operation Manilla	-	-	2,075	-	-	-	2,075	ACC Central Budget
Other Costed	19,737	1,479	3,654	14,917	10,122	32,128	82,037	Various
	<b>323,821</b>	<b>42,376</b>	<b>33,524</b>	<b>49,088</b>	<b>35,400</b>	<b>49,103</b>	<b>533,312</b>	
<b>Uncosted Operations</b>								
Crime Enquiries - BCU	64,980	12,755	13,335	18,596	10,111	13,250	133,027	Various BCUs
Crime Enquiries - Investigations	97,543	14,719	18,382	25,257	21,237	19,792	196,930	Various Sections
Crime Enquiries - Other	12,520	2,463	2,289	2,347	1,964	2,150	23,733	Various Budget Holders
Firearms Duties	58,244	10,931	10,610	9,318	12,118	9,849	111,071	ARV / Firearms
Staffing Shortage - BCU	33,445	4,393	3,466	4,739	3,351	5,205	54,599	Various BCUs
Staffing Shortage - Other	22,517	4,584	4,717	4,045	3,104	2,467	41,434	Various Budget Holders
Custody Duties	26,235	5,917	7,533	5,792	4,811	5,862	56,149	Various
Administrative Duties	25,916	5,424	6,170	4,905	4,807	5,580	52,803	Various
Training	22,929	2,031	6,206	6,901	6,236	7,760	52,063	Various
Search Duties	15,612	1,276	1,453	1,126	719	2,296	22,483	Various
Missing Person	14,254	1,186	2,098	1,644	551	1,497	21,229	Various
Drug Enquiries	12,951	824	1,605	5,440	1,196	2,603	24,619	Various
Attending Meetings	10,502	1,415	1,606	2,347	2,078	2,306	20,254	Various
R.T.A	10,046	3,501	2,682	3,602	1,207	1,559	22,596	Various
Traffic Duties	8,524	2,182	1,056	1,709	1,158	1,236	15,865	Roads Policing etc.
Public Order	7,623	1,725	1,439	5,763	814	1,868	19,231	Various
Special Duty Overtime	4,689	906	2,523	1,358	549	1,250	11,275	Various
Escort Duty	4,529	912	864	1,629	800	1,100	9,833	Various
Crown Court	4,215	284	1,080	2,574	668	953	9,773	Various
Family Liaison	3,191	598	1,396	1,600	500	421	7,707	Various
Sudden Deaths	3,114	257	388	1,068	333	979	6,139	Various
Abstraction	3,094	440	578	398	213	1,912	6,635	Various
Warrants	2,897	403	1,511	408	559	391	6,169	Various
Scenes of Crime	2,667	404	208	448	231	734	4,691	Various
V.I.P. Visit	1,639	384	112	53	1,082	147	3,417	Various
Statements	1,571	362	248	342	176	326	3,024	Various
Other Miscellaneous	1,137	798	40	2,157	448	2,045	6,624	Various
	<b>476,582</b>	<b>81,073</b>	<b>93,593</b>	<b>115,567</b>	<b>81,020</b>	<b>95,536</b>	<b>943,371</b>	
Reversed into 2016/17 / Other Non Project coded	<b>-47,389</b>	1,476	2,754	4,798	3,554	1,745	<b>-33,061</b>	Amounts worked in 2016/17
	<b>-47,389</b>	<b>1,476</b>	<b>2,754</b>	<b>4,798</b>	<b>3,554</b>	<b>1,745</b>	<b>-33,061</b>	
<b>TOTAL SPENDING</b>	<b>753,013</b>	<b>124,925</b>	<b>129,871</b>	<b>169,454</b>	<b>119,973</b>	<b>146,385</b>	<b>1,443,622</b>	
PROFILED BUDGET	517,508	103,759	103,759	103,759	103,759	104,190	1,036,736	
OVERSPEND	<b>235,505</b>	<b>21,166</b>	<b>26,111</b>	<b>65,695</b>	<b>16,214</b>	<b>42,194</b>	<b>406,885</b>	

The position in respect of Police Staff overtime is showing a saving at present with non-pay headings overheating against the budget at this stage against insurance and legal cost headings. Income headings are within budget at this stage which reflects an offset against some of the overtime worked on Special Services and Mutual Aid Operations in the year.

**Members of the Force Executive Board have been instructed to exercise continued financial restraint in relation to overtime and non-pay spending for the remainder of the current year.**

2. Capital Budgets

A sum of £3.068 million has been spent against capital budgets to date in this financial year to date as outlined in the Table below:

<b>Capital Budget Position to 31st January 2018</b>							
Description	Original	Virement	Budget 2017/18	Actual to Date	Committed Spending	Remaining Budget	
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
<b><u>Estates Projects</u></b>							
CXPCC Estates Strategy - PCC	5,790	0	5,790	1,514	107	4,169	
<b><u>Vehicles</u></b>							
CXFS Fleet Budgets	972	0	972	1,038	21	-88	
<b><u>Digital Policing / Other Projects</u></b>							
<b><u>CID Projects</u></b>							
CXC07 ANPR - Replacements / New National System	239	0	239	165	65	9	
CXC11 Cyber Crime	50	0	50	40	0	10	
CXI21 Crime Intervention	50	0	50	16	0	35	
CXDIG Digital Video Evidence	40	0	40	7	2	31	
<b><u>Director of Finance Projects</u></b>							
CXI02 Core ICT Replacement Programme	75	0	75	42	0	33	
CXI20 Programme Developers / Technicians	70	0	70	0	0	70	
CXI04 Wide Area Network	150	0	150	0	459	-309	
CXI05 PSN	190	0	190	49	3	138	
CXI06 Disaster Recovery	50	0	50	9	0	41	
CXI07 Server / Storage - Replacements	75	0	75	5	0	70	
CXI08 Storage & Backup replacement/Upgrades	100	0	100	0	0	100	
CXI09 AIAM Project	0	0	0	7	0	-7	
CXI11 Telematics	25	0	25	16	19	-10	
<b><u>Emergency Services Network (ESMCP)</u></b>							
CXI08 ESMCP	215	0	215	0	7	208	
CX5A2 Mobile Data	150	0	150	38	1	111	
CXI13 Airwave Radio replacement	50	0	50	15	0	35	
<b><u>Legal Services Capital Projects</u></b>							
CXL02 Electronic Data Records Management	50	0	50	0	0	50	
<b><u>Territorial Policing Projects</u></b>							
CXI03 Body Worn Video	40	0	40	8	0	32	
CXC13 CCTV	500	0	500	0	0	500	
CXI11 Operations Equipment - ANPR in Beat Vehicles	100	0	100	100	0	0	
CXI18 IP999 Upgrade	240	0	240	0	20	220	
CXI19 Hydra Upgrade	0	0	0	0	0	0	
<b>Total Capital Position</b>	<b>9,222</b>	<b>0</b>	<b>9,222</b>	<b>3,068</b>	<b>705</b>	<b>5,449</b>	

5. **Financial Implications**

As outlined above.

6. **People Implications**

As outlined above.

7. **Consultation**

None

<b>8. Communication</b>	
	The financial position is reported to Chief Officers and to Operational Commanders via this group and through budget holder budget meetings.
<b>9. Equality &amp; Diversity Impact Assessment</b>	
	None

**Appendices**

Appendix A - (Detailed Revenue position)



Appendix A - COG  
Report to end of Januar