



HUMBERSIDE
POLICE & CRIME
COMMISSIONER



YEAR END FINANCIAL OUTTURN 2019 - 2020

Police and Crime Commissioner for Humberside

I. Purpose of this report

- 1.1 This is the Financial Outturn report for the 2019/20 financial year. It contains details of the Revenue and Capital Outturns, the Year-end Reserves position and any revenue carry forwards approved by the PCC.
- 1.2 This report provides information on the financial outturn performance of Humberside Police, the Police and Crime Commissioner for Humberside and the Capital Charges that have been incurred.
- 1.3 This report should be used in connection with the PCC Group Annual Accounts and Medium Term Resource Strategy.

2. Overall Revenue Outturn Position for the PCC Group

- 2.1 The Overall outturn for the PCC Group is as follows:

2019/20 Revenue Budget – End of Year			
	Approved Budget 2019/20	Outturn 2019/20	Variance 2019/20
<u>Group Position</u>	£m	£m	£m
Chief Constable	182.944	182.787	(0.157)
Police and Crime Commissioner	4.733	4.731	(0.002)
Capital Financing	5.051	2.960	(2.091)
Net Expenditure	192.728	190.478	(2.250)

- 2.2 The underspend on the Capital Financing element of the group budget is as a result of the decision to review the calculation of the Minimum Revenue Provision and move it onto the asset life annuity method (MHCLG Option 3b) which more accurately reflects the consumption of the asset that the borrowing has funded. This change has resulted in savings of £2.027m in 2019/20.

3. Capital Outturn

- 3.1 The following table provides details of the Capital Expenditure incurred in 2019/20:

Capital Estimates	2019/20 £000 Budget	2019/20 £000 Actual	2019/20 £000 Variance
Major and Minor Building Schemes	9.950	3.726	(6.224)
Information Technology	6.171	2.843	(3.328)
Vehicles and Equipment	2.622	0.928	(1.694)
Total	18.742	8.747	(9.995)

- 3.2 The significant underspend on the Capital Programme is the building works at Melton 2 (Underspend of £4.143m) due to delays in this project. Other smaller underspends relate to Scunthorpe Police Station (£0.624m), Smart contact (£0.452m) due to a delay in implementation and Personal Computers (£0.496k) due to recycling existing hardware.

4. Savings

- 4.1 The savings target for 2019/20 was £3.750m, the Chief Constable has achieved this target during 2019/20 with significant savings achieved in the following areas:
- £1.600m due to a reduction in the number of PCSOs (the majority remaining with the Force as student officers;
 - £0.523m saving on overtime (in addition to the reductions in previous years);
 - £0.558m saving on IT support/maintenance and network renewals.

5. Reserves

- 5.1 The PCC retains a number of Reserves, details of which are provided below:

Reserves Forecast	At 1 April 2019	Planned Use in 2019/20	Revised Use in Mid-year Review 2019/20	Actual Use In 2019/20	At 1 April 2020
	£m	£m	£m	£m	£m
Earmarked Reserves					
Performance Improvement Reserve	10.9	(7.5)	(4.1)	(3.4)	7.5
Risk Management Reserve	2.1	-	-	-	2.1
Partnership Reserve	1.8	-	-	-	1.8
Total Earmarked Reserves	14.8	(7.5)	(4.1)	(3.4)	11.4
General Reserves	5.2	0.6	0.6	0.6	5.8
Total Reserves	20.0	(6.9)	(3.5)	(2.8)	17.2

- 5.2 The reduction in the use of reserves is due to the rephasing of a number of partnership schemes during the year and the amendment to the MRP Methodology described in paragraph 2.2.

6. Carry Forwards

- 6.1 Revenue Carry Forwards of £1.3m were requested consisting of £0.657m relating to the increased cost of COVID-19, and other schemes with a total of £0.644m. The Commissioner approved carry forwards of £0.352m with an agreement to review the expenditure incurred on COVID-19 following potential funding from the Home Office.