

NORTHUMBRIA POLICE AND CRIME COMMISSIONER

Key Decision

Title and Reference

CAPITAL MONITORING REPORT QTR. 3 2020/21 – AS AT 31 DECEMBER 2020

(PCC/436/2021)

Summary

The Capital Monitoring forecast as at 31 December 2020 (Qtr. 3) is as follows:

2020/21 Scheme Expenditure	Revised Capital Programme £m	Actual Spend Qtr. 3 £m	Forecast Outturn Qtr. 3 £m
Building Works	8.150	1.220	1.909
Information Technology & Digital Transformation	6.186	2.078	5.807
Vehicles and Equipment	4.753	1.000	4.174
NERSOU Schemes - Northumbria's contributions	0.166	0.118	0.166
TOTAL CAPITAL PROGRAMME	19.255	4.416	12.056
TOTAL FUNDED CAPITAL SCHEMES	0.065	0.078	0.078
TOTAL CAPITAL SPEND	19.320	4.494	12.134

The programme will be funded as follows:

	Revised Capital Programme £m	Forecast Outturn at Qtr. 3 £m	Variance Forecast Outturn to Revised Capital £m
Capital Spend Programme	19.320	12.134	-7.186
Funded by:			
Capital Receipts	0.000	0.000	0.000
Capital Grant & Contributions	-0.403	-0.416	-0.013
Prudential Borrowing	-18.917	-11.718	7.199
Total Funding	-19.320	-12.134	7.186

All prudential indicators were within the approved limits.

Recommendation/Findings:

Note the forecast outturn of £12.134m based on payments processed to date and current projections; and the increase in forecast spend of £0.077m against the Qtr. 2 forecast outturn of £12.057m.

Northumbria Police and Crime Commissioner

I hereby approve the recommendation above

Signature



Date 14 / 01 / 2021

Business Meeting	14 January 2021
Capital Monitoring Report Qtr. 3 2020/21 – as at 31 December 2020	
Report of: Mike Tait, Joint Chief Finance Officer	
Author: Sylvie Walker-Barras, Accountant	

1. PURPOSE

- 1.1 This report sets out the capital forecast outturn for 2020/21 as at Quarter 3 (Qtr3), ending 31 December 2020.

2. RECOMMENDATION

- 2.1 The Police and Crime Commissioner is requested to:
- Note the forecast outturn of £12.134m based on payments processed to date and current projections; and the increase in forecast spend of £0.077m against the Qtr2 forecast outturn of £12.057m.

3. BACKGROUND

- 3.1 The capital programme is prepared and approved in February each year and monitored and revised quarterly during the year, with the budget updated for slippage once a year. In between these reporting positions, budget managers review their budgets and update them in-line with programme progress.
- 3.2 At the 25 June 2020 Joint Business Meeting (JBM), a revised capital programme of £19.320m was agreed.

CAPITAL MONITORING 2020/21 – QUARTER 3

- 3.3 The forecast capital outturn and variations to the revised programme, as at 31 December 2020 are set out in the table below:

2020/21 Scheme Expenditure	Revised Capital Programme £m	Actual Spend Qtr. 3 £m	Forecast Outturn Qtr. 2 £m	Forecast Outturn Qtr. 3 £m	Movement Qtr. 2 To Qtr. 3 £m
Building Works	8.150	1.220	2.145	1.909	-0.236
Information Technology & Digital Transformation	6.186	2.078	5.387	5.807	0.420
Vehicles and Equipment	4.753	1.000	4.279	4.174	-0.105
NERSOU Schemes - Northumbria's contributions	0.166	0.118	0.166	0.166	0.000
TOTAL CAPITAL PROGRAMME	19.255	4.416	11.977	12.056	0.079
TOTAL FUNDED CAPITAL SCHEMES	0.065	0.078	0.080	0.078	-0.002
TOTAL CAPITAL SPEND	19.320	4.494	12.057	12.134	0.077

- 3.4 The variance from Qtr2 to Qtr3 forecast positions is currently projecting £0.077m increased spend.
- 3.5 A high-level summary of the capital monitoring variances for key programme areas is shown in **Appendix I**. The points to note are set out below:
- 3.6 **Building Works** – the programme is under review; the reported position at Qtr2 was a forecast outturn of £2.145m and £6.005m underspend against budget. The revised position at Qtr3 is a

forecast outturn of £1.909m and £6.241m underspend against budget; the movement from Qtr2 is therefore £0.236m. The Southwick refurbishment has been completed. The remaining refurbishment work on all other stations is currently under review, in order to fully understand the implications of post-COVID Estate requirements. The reprioritising of Bedlington Custody Fire Alarm and CCTV will not be completed in the current financial year as reported in Qtr2 forecast, but will instead revert to next financial year.

3.7 Information Technology and Digital Transformation – the reported position at Qtr2 was a forecast outturn of £5.387m and a £0.799m underspend against budget. The revised position at Qtr3 is a forecast outturn of £5.807m and a £0.379m underspend against budget, the movement from Qtr2 is therefore £0.420m. The key points to note from the revised programme are as follows:

3.7.1 Digital – at Qtr3 there is a projected underspend of £0.259m, which is made up of £0.125m underspend on Cyber Crime as no requirements were identified for the current year; and £0.134m slippage on Business Analytics as the work to create a number of applications in the QlikSense product will not all be completed in the current year.

3.7.2 Provision for Change in National Enabler Programme (NEP) – at Qtr3 there is a projected slippage of £0.277m on the National Enabler O365 project. There have been delays to the implementation of the supporting technology – project activity has been impacted by reduced access to supplier time as a result of COVID-19; and difficulties with the selected supplier being unable to deliver the agreed services within the agreed timescales – caused by the same supplier providing NEP configuration services to many Forces all working to the same deadline of March 2021. An alternative supplier has been identified (supported by Procurement) and is performing to expectations and work will be completed in the next financial year.

3.7.3 ICT Refresh – at Qtr3 the projection is an overspend of £0.956m. This is made up of £1.000m overspend on providing Digital Forensic Unit (DFU) with a storage solution and £0.044m underspend due to lockdown and delays in HRIT, not all of the upgrade work could be completed within the current year on the Financial System.

3.8 Vehicles and Equipment – the reported position at Qtr2 was a forecast outturn of £4.279m and £0.474m underspend against budget. The revised position at Qtr3 is a forecast outturn of £4.174m and £0.579m underspend against budget, the movement from Qtr2 is therefore £0.105m. The key points to note from the revised programme are as follows:

3.8.1 Equipment - at Qtr3 there is a projected underspend of £0.105m, which is made up of £0.020m slippage on Technical Support Unit (TSU) Technology Refresh as Airbox and National Image Transfer (NIT) replacements have been put on hold whilst alternatives are being trialled, pending approval by the National Police Chief Council (NPCC). New quotes were sought for the provision of the boat shelter at Marine and a reduction of £0.028m was achieved on the price. £0.057m slippage on Automatic Number Plate Recognition (ANPR) replacement of fixed cameras, due to the lack of availability of installation engineers through the National Lockdowns.

3.9 The capital programme for 2020/21 will be financed as shown in the table below:

	Revised Capital Programme	Forecast Outturn at Qtr. 3	Variance Forecast Outturn to Revised Capital
	£m	£m	£m
Capital Spend Programme	19.320	12.134	-7.186
Funded by:			
Capital Receipts	0.000	0.000	0.000

Capital Grant & Contributions	-0.403	-0.416	-0.013
Prudential Borrowing	-18.917	-11.718	7.199
Total Funding	-19.320	-12.134	7.186

3.10 The prudential indicators for capital are set out in **Appendix 2**. All indicators were within the agreed limits as at 31 December 2020.

4. CONSIDERATIONS

Report Exemption	Non-exempt
Consultation	All allocated budget holders
Resources	Included within the report
Code of Ethics	No
Equality	No
Legal	No
Risk	Included within the report
Communication	No
Evaluation	No