

NORTHUMBRIA POLICE AND CRIME COMMISSIONER

Key Decision

Title and Reference:

Group Revenue Final Outturn

(PCC/534/2023)

Summary

The Group revenue outturn position for 2022/23, subject to audit is set out below:

Final Group Outturn 2022/23	Approved Budget £000	Final Outturn £000	Variance £000
Chief Constable	322,788	321,479	(1,309)
Police and Crime Commissioner	1,829	1,670	(159)
OPCC Supporting Services	1,121	874	(247)
Capital Financing	13,594	11,541	(2,053)
Group Position Total	339,332	335,564	(3,768)
Central Government Grant	(276,818)	(276,818)	-
Council Tax Precept	(62,514)	(62,514)	-
	(339,332)	(339,332)	-
Appropriations (To)/From Reserves	-	(3,768)	(3,768)

The total movement in revenue reserves for the 2022/23 financial year are set out in the following table:

Movement in Reserves 2022/23	Balance 1 April 2022 £000	Transfers To Reserves £000	Transfers (From) Reserves £000	Total Movement To/(From) Reserves £000	Balance 31 March 2023
General Reserve	10,398	406	-	406	10,804
Earmarked Reserves					
Insurance Reserve	3,000	-	-	-	3,000
Police Pension Scheme Funding Reserve	3,400	-	(3,400)	(3,400)	-
Operational Systems Reserve	-	3,400	-	3,400	3,400
Workforce Management Reserve	1,320	-	-	-	1,320
ESN Reserve	2,600	-	-	-	2,600
Inflationary Risks Reserve	4,325	1,309	-	1,309	5,634
Investment Reserve	8,200	-	-	-	8,200
Operational Reserve	1,970	-	(563)	(563)	1,407
Pay Inflation Reserve	-	2,053	-	2,053	2,053
OPCC Innovation Reserve	784	-	(94)	(94)	690
External Funding Reserve	1,022	1,689	(782)	907	1,929
NEROCU Reserve	473	101	(173)	(72)	401
Total Earmarked Reserves	27,094	8,552	(5,012)	3,540	30,634
Total Revenue Reserves	37,492	8,958	(5,012)	3,946	41,438

In addition to the Group outturn position the following are reflected in the revenue reserves movement:

- Expenditure of £0.563m funded by the Operational Reserve.
- Expenditure of £0.094m funded by the OPCC Innovation Reserve.
- A net movement of £0.907m (increase) against the External Funding Reserve. This reserve absorbs timing differences between the receipt of external funding and its subsequent use in-line with any terms and conditions.
- A net movement of £0.072m (reduction) against the Northumbria share of the North-East ROCU (NEROCU) Reserve which reflects the outturn position for the year as reported at the NEROCU Management Board meeting on 16 May 2023. This position will also be reported to the NEROCU Joint Committee on 9 August 2023.

Recommendation/Findings:

- a. Note the revenue outturn position, as at 31 March 2023; and
- b. Approve the final transfers to/from reserves for the 2022/23 financial year.

Northumbria Police and Crime Commissioner

I hereby approve the recommendation above.

Signature



Date

15/8/2023

Business Meeting	15 August 2023
Group Revenue Final Outturn	
Report Of: Kevin Laing, Joint Chief Finance Officer	
Author: Gail Thompson, Deputy Head of Finance	

1. PURPOSE

- 1.1 The purpose of this report is to present the final revenue outturn position for 2022/23 and the transfers to/from the Commissioners revenue reserves, subject to audit.

2. RECOMMENDATION

- 2.1 The Police and Crime Commissioner is requested to:
 - a. Note the revenue outturn position, as at 31 March 2023; and
 - b. Approve the final transfers to/from reserves for the 2022/23 financial year.

3. BACKGROUND

- 3.1 The provisional revenue outturn position for the Group was presented at the Business Meeting on 8 June 2023 and reflected an underspend of £3.878m as set out below:

Provisional Group Outturn 2022/23	Approved Budget £000	Provisional Outturn £000	Variance £000
Chief Constable	322,788	321,371	(1,417)
Police and Crime Commissioner	1,829	1,670	(159)
OPCC Supporting Services	1,121	872	(249)
Capital Financing	13,594	11,541	(2,053)
Group Position Total	339,332	335,454	(3,878)

REVENUE OUTTURN POSITION 2022/23

- 3.2 The final revenue outturn position is an underspend of £3.768m which will be reflected in the Draft Statements of Account for 2022/23 as set out below:

Final Group Outturn 2022/23	Approved Budget £000	Final Outturn £000	Variance £000
Chief Constable	322,788	321,479	(1,309)
Police and Crime Commissioner	1,829	1,670	(159)
OPCC Supporting Services	1,121	874	(247)
Capital Financing	13,594	11,541	(2,053)
Group Position Total	339,332	335,564	(3,768)
Central Government Grant	(276,818)	(276,818)	-
Council Tax Precept	(62,514)	(62,514)	-
	(339,332)	(339,332)	-
Appropriations (To)/From Reserves	-	(3,768)	(3,768)

- 3.3 The Chief Constable's revenue budget outturn has increased by £0.108m in relation to the final accounting adjustments for Estates expenditure, mainly utilities.
- 3.4 The OPCC Supporting Services revenue outturn position shows only a small change of £0.002m against the provisional outturn reported on 8 June.
- 3.5 The outturn position for the Police and Crime Commissioner's revenue budget and Capital Financing budget are both unchanged against the provisional outturn reported on 8 June.
- 3.6 The following reflects expenditure and income in addition to the position set out in the Group revenue budget outturn table at 2.3:
- Expenditure of £0.563m funded by the Operational Reserve.
 - Expenditure of £0.094m funded by the OPCC Innovation Reserve.
 - A net movement of £0.907m (increase) against the External Funding Reserve. This reserve absorbs timing differences between the receipt of external funding and its subsequent use in-line with any terms and conditions.
 - A net movement of £0.072m (reduction) against the Northumbria share of the North-East ROCU (NEROCU) Reserve which reflects the outturn position for the year as reported at the NEROCU Management Board meeting on 16 May 2023. This position will also be reported to the NEROCU Joint Committee on 9 August 2023.

MOVEMENT IN RESERVES 2022/23

- 3.7 The total movement in the Commissioner's revenue reserves for the 2022/23 financial year is reflected in the following table:

Movement in Reserves 2022/23	Balance			Total Movement

	1 April 2022 £000	Transfers To Reserves £000	Transfers (From) Reserves £000	To/(From) Reserves £000	Balance 31 March 2023
General Reserve	10,398	406	-	406	10,804
Earmarked Reserves					
Insurance Reserve	3,000	-	-	-	3,000
Police Pension Scheme Funding Reserve	3,400	-	(3,400)	(3,400)	-
Operational Systems Reserve	-	3,400	-	3,400	3,400
Workforce Management Reserve	1,320	-	-	-	1,320
ESN Reserve	2,600	-	-	-	2,600
Inflationary Risks Reserve	4,325	1,309	-	1,309	5,634
Investment Reserve	8,200	-	-	-	8,200
Operational Reserve	1,970	-	(563)	(563)	1,407
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OPCC Innovation Reserve	784	-	(94)	(94)	690
External Funding Reserve	1,022	1,689	(782)	907	1,929
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Total Earmarked Reserves	27,094	8,552	(5,012)	3,540	30,634
Total Revenue Reserves	37,492	8,958	(5,012)	3,946	41,438

3.8 The total movement in the Commissioners revenue reserves for 2022/23 reflects an increase of £3.946m.

4. CONSIDERATIONS

Report exemption	Non-exempt
Consultation	
All allocated budget holders	
Resources	
Included within the report	
Code of Ethics	
N/A	
Equality	
N/A	
Legal	
N/A	
Risk	
The position reported is subject to external audit for 2022/23	
Communication	
N/A	
Evaluation	
N/A	