

**EPA/73/08**

**Meeting:** Finance and Audit Committee

**Date:** 19 May 2008

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**PROVISIONAL CAPITAL OUTTURN**

**Report by:** Chief Constable and Treasurer to Police Authority

**Contact:** Peter Ramsey, Capital, Risk and Insurance Manager

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**1. Purpose of the Report**

To set out the provisional capital outturn for 2007/08.

**Recommendations**

That the provisional capital outturn for the financial year be noted.

## 2. Capital expenditure outturn

- 2.1 The 2007/08 capital estimates approved by the Police Authority in February 2007 estimated capital expenditure of £16.812m in the financial year.
- 2.2 During the year, Members have approved amendments to the capital programme and have been informed of changes in the forecast of payments on particular projects. The last 2007/08 Capital Monitoring Report included a forecast of £9.767m capital expenditure.
- 2.3 The provisional cash outturn position shows expenditure of £9.986m, which is £0.218m (2.2%) above the last reported forecast.
- 2.4 The provisional total value of 2007/08 capital accruals, representing the value of works and purchases completed but not paid for by the end of the year, is £0.816m.
- 2.5 The cash outturn position over the main areas of spending set out in the approved capital programme is summarised in the following table.

	<i>budget book payments forecast £000</i>	<i>final payments forecast £000</i>	<i>actual payments £000</i>	<i>actual v final forecast (under)/over £000</i>	<i>%</i>
<i>Schemes starting in 2006/07 or earlier years</i>	8,484	5,569	5,979	410	7.4
<i>2007/08 schemes</i>					
Operational	2,150	679	649	(30)	
Operational support	2,844	1,980	1,793	(188)	
Organisational support	3,334	1,539	1,565	26	
	8,328	4,198	4,007	(191)	(4.6)
<i>Total</i>	16,812	9,767	9,986	218	2.2

- 2.6 Members will be aware that the Capital Programme Management Group (CPMG) monitors and manages the capital programme. CPMG looks to ensure that projects are conforming to plan in terms of implementation and finance. Where this is not the case, CPMG will consider what corrective action needs to be taken, possibly including replacement schemes. Monitoring focuses on whether the approved capital programme and individual projects have been achieved, i.e. have projects been completed on time and within budget, with less emphasis on achieving annual cash payments target.

## 3. Comments on the 2007/08 capital outturn position

### Achievements

- 3.1 Progress was made on a significant number of capital projects in 2007/08 from that year's capital programme and also outstanding projects from previous years' programmes.

3.2 Appendix A sets out the position on the 2007/08 capital programme at the end of the year and shows that :-

- 23 projects, with a capital value of £1.784m, were completed in the year.
- A further 36 projects (value £9.272m) were in progress or in build but had not reached completion. This includes the fleet replacement programme which was not completed, but vehicles totalling £1.273m were delivered by the end of the year.
- Work was progressing to develop proposals for 7 projects.
- No progress had been made on 7 projects. Four of these were approved as additions to the programme at the March 2008 meeting, with little time to develop them before year end. The implementation of an IT project has been delayed whilst the specification has been developed and progress on a further IT project has been affected by supplier delay on an encryption solution. The remaining project was included in the programme as a contingency and wasn't required during 2007/08.

3.3 The new Dunmow Police Station (£6.3m) reached practical completion in February 2008 and the refurbishment of Thorpe Police Station including the provision of a vulnerable victims facility was completed (£0.815m). The work to provide a stable facility for the mounted unit was completed. In addition the mounted unit transport was provided during the year.

3.4 Minor building works projects to provide neighbourhood policing facilities were finished at Burnham (in partnership with Dengie Project Trust), Jaywick and Vange (in partnership with South Anglia Housing Association). Other projects included those to meet the requirements of the Disability Discrimination Act and essential works to replace building plant and equipment.

3.5 Completed IT schemes include a system for scanning of stop slips and implementation of a missing persons system. Progress was also made on 2007/08 programme projects including further development of the Authority's core data and telephony network.

3.6 Automatic number plate recognition (ANPR) projects were completed in Epping, Basildon, Thurrock, and Billericay and were also commenced in Harlow, Basildon and Orsett. ANPR vehicles have also been purchased for the 3rd ANPR intercept team and a secondhand ANPR Spectrum van acquired.

3.7 The purchase of 127 vehicles was completed. This covered the annual fleet replacement programme and essential growth in the fleet through the acquisition of additional vehicles for Crime Division, Eastern Counter Terrorism Unit, Mobile Support and South Western Divisions.

#### **4. Impact of the provisional outturn on 2008/09**

4.1 The effect of the 2007/08 outturn on capital payments and resources is reflected in the regular capital monitoring report submitted to meetings.

#### **5. Financing of capital payments in 2007/08**

5.1 The following table sets out the capital financing resources available to the Authority in 2007/08 and the provisional application of those resources to finance capital payments in the year.

	<b>Capital grants and other contributions</b>	<b>Revenue contributions incl IT and comms reserve</b>	<b>Usable capital receipts</b>	<b>Total</b>
	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
Balance as at 1 April 2007	10,194	10,740	1,833	22,767
plus, income in 2007/08	4,974	246	3,264	8,484
less, provisional financing of capital payments in 2007/08	(3,014)	(1,875)	(5,097)	(9,986)
Provisional balance as at 31 March 2008	12,154	9,111	0	21,265

5.2 If necessary a further report will be submitted to the next meeting to update the final capital outturn.

**2007/08 CAPITAL PROGRAMME -  
PROVISIONAL OUTTURN**

**APPENDIX A**

Scheme Description	Capital approval £000	2007/08 original forecast £000	Actuals to date £000	Project status
<b>Operational</b>				
ANPR - Basildon	10.5	-	10.5	complete
ANPR - Billericay	22.5	-	20.5	complete
ANPR - Essex / Suffolk Border	32.0	-	28.7	in progress
ANPR - Epping	20.0	-	17.6	complete
ANPR - Felmores, Basildon	25.0	-	-	in progress
ANPR - Harwich Port	100.0	30.0	-	in progress
ANPR - link to ECC system	130.0	130.0	17.2	in progress
ANPR - Orsett Cock Fire Station	20.0	-	-	not started
ANPR - Southend area	28.0	28.0	-	scheme being developed, but start is awaiting Essex CC completion of A127 works.
ANPR - Spectrum Van	8.0	-	8.0	complete
ANPR - Thurrock	18.0	-	16.8	complete
ANPR - Water Gardens Shopping Centre, Harlow	20.0	-	-	in progress
Air Support Unit - Weight Upgrade (MAUW) to helico Crime and intelligence system	81.0	-	71.1	complete
IMPACT Crisp and operational data store	2,000.0	500.0	-	business case being developed
IMPACT Management of Police Information	240.0	240.0	43.8	in progress
IMPACT Unified Police Security Architecture	550.0	300.0	-	business case being developed
Mounted unit - accommodation	789.0	400.0	20.2	first phase of project approved and in progress
Mounted unit - horsebox	268.5	242.0	224.8	complete
Mounted Unit Menage	130.0	130.0	118.4	complete
Stop slips scanning system	35.0	-	0.1	in progress
Video identification equipment	130.0	130.0	75.5	complete
	20.0	20.0	-	not started
<b>Operational support</b>				
Air Support Unit - Aircraft Tooling	16.0	-	16.0	complete
ANPR - Additional Back Office Facility	80.0	-	-	in progress
ANPR third team - additional vehicles	67.0	-	47.3	in progress
Burnham - neighbourhood policing facility	55.0	-	45.9	in progress
Business continuity - IT works	300.0	300.0	-	programme of works being developed
Business continuity - property phase 2a	230.0	230.0	-	scheme being prepared
Crime Division - MIS and CAIU additional vehicles	129.0	-	-	Vehicles ordered
ECTIU Accommodation Works	810.0	-	20.5	in progress
ECTIU - Additional fleet cars	194.0	-	115.8	in progress
ECTIU Van - Covert Observation Equipment	30.0	-	-	in progress
ECTIU - Replacement Motorcycle	10.0	-	9.8	complete
Fleet replacement programme 2007/08	1,407.0	1,426.0	1,273.4	in progress
Grays Police Station - custody refurbishment	2,339.0	888.0	165.7	in progress
Jaywick - neighbourhood policing facility	45.0	-	33.7	complete
Major Crime CCTV Viewing Stations Equipment	16.0	-	-	not started
Motorcycle for FSU	5.7	-	5.7	complete
Protect Upgrade - Domestic Abuse & Hate Crime	105.0	-	95.6	in progress
RHIB Sir John Nightingale - Replacement Engines	12.0	-	9.4	complete
SO13 vehicles	30.0	-	26.7	complete
South Western Division - trap car	10.0	-	3.3	in progress
Special Branch Vehicle at Stansted Airport	10.0	-	-	not started
Unmanned Air Vehicle (UAV) Camera System	19.0	-	-	not started
Vange Neighbourhood Policing Facility	72.0	-	67.7	complete
Walton Police Station Refurbishment	127.0	-	58.9	in progress
<b>Organisational support</b>				
Access control systems replacement	249.0	249.0	48.5	in progress
Boreham - car wash facility	81.0	-	70.4	complete
Call logger replacement/upgrade	25.0	25.0	-	not started
Capitalised maintenance 2007/08 - holding account	943.0	-	0.1	-
Capitalised maintenance 2007/08 - projects	520.4	757.0	341.4	in progress
Centralised switchboard	130.0	-	31.9	in progress
Chief Officer Lease Vehicle	19.0	-	19.2	complete
Community security policy 2007/08 - holding account	162.0	150.0	62.9	in progress
Electronic communication archive management	400.0	400.0	-	User requirement being developed
Engineering maintenance 2007/08 - holding account	895.9	-	-	-
Engineering maintenance 2007/08 - projects	361.1	784.0	154.6	in progress
Essex Police Band van	15.0	-	13.4	complete
Home Office Data Hub (HODH)	47.0	-	14.6	in progress
House Purchase, Clacton	274.0	-	274.0	complete
Internet secure remote access software	63.0	63.0	-	scheme being developed
La Plata Grove Brentwood - House Modernisations	240.0	-	4.5	in progress
Laindon - access road at Chaplin Close	70.0	-	71.4	in progress
LAN hardware replacement 2007/08	207.0	207.0	48.2	in progress
Network bandwidth upgrade 2007/08	179.0	179.0	131.2	in progress
Network security replacement 2007/08	41.0	41.0	-	awaiting completion of 2006/07 replacement programme
On-Line Media Centre	13.0	-	-	in progress
PNN3 compliance	49.0	49.0	-	not started
Rayleigh Police Station - first floor refurbishment	433.0	-	197.1	complete
Security improvements HQ - holding account	150.0	150.0	-	design is being progressed.
Safer Roads Bureau - Camera & Recording Equip	69.0	-	67.8	complete
Safer Roads Bureau - Film Processor	14.0	-	13.5	complete
Safer Roads Bureau - replacement vans	35.0	-	21.1	in progress
Server replacement - finance system	30.0	61.0	-	in progress
Structured cabling programme 2007/08	131.0	131.0	-	in progress
Telephony network replacement 2007/08	88.0	88.0	-	in progress
Vehicle Recovery Management System	85.0	-	50.0	in progress
	<b>16,815.6</b>	<b>8,328.0</b>	<b>4,304.7</b>	