

**OFFICE OF THE POLICE AND CRIME COMMISSIONER
FOR HUMBERSIDE
DECISION RECORD**

Decision Record Number: **DR 28/2022**

Title: **2021/22 Financial Outturn and Carry-forward Approval**

Executive Summary: The Commissioner notes the 2021/22 Financial Outturn and approves the following carry-forwards and previously approved use of reserves to be held in Earmarked reserves and applied if required during 2022/23.

If the Chief Constable is overspent at the end of 2022/23 then the following reserves will be applied in part or in full to mitigate the overspend.

	At 1 April 2022
	£m
Earmarked Reserves	
Previously agreed Reserves funding	1.396
Carry Forwards 22/23 (Well-being)	0.351
Performance Reserve	0.544

Previously agreed reserves funding is made up of the following;

- Digital Innovation (£0.198m)
- Training Provision (£0.248m)
- Legal Claims (£0.950m)

Proceeds of Crime seizures of £208k are to be allocated £173.5k to the PCC and £34.5k to the Chief Constable.

Decision: Earmarked reserves of £2.291m will be applied in part or in full if the Chief Constable is overspent at the end of the 2022/23 financial year.

Background Report: [Open](#)

Police and Crime Commissioner for Humberside

I confirm I have considered whether or not I have any personal or prejudicial interest in this matter and take the proposed decision in compliance with my code of conduct.

Any such interests are recorded below.

The above decision has my approval.

Signature

A handwritten signature in black ink, appearing to be a stylized name with a long horizontal stroke.

Date: 13/06/2022

Police and Crime Commissioner for Humberside

1. Purpose of this report

1.1 This is the Financial Outturn report for the 2021/22 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:

2021/22 Revenue Budget – End of Year			
	Approved Budget 2021/22	Outturn 2021/22	Variance 2021/22
<u>Group Position</u>	£m	£m	£m
Chief Constable	195.449	190.491	(4.958)
Police and Crime Commissioner	4.288	4.246	(0.042)
Capital Financing	5.707	5.657	(0.050)
Net Expenditure	205.444	200.394	(5.050)
Less unspent Reserve Funded Activity			1.218
Less Income from COP 26 – Earmarked for Well-being			0.458
Resource previously identified for COVID			0.544

Base Budget Underspend	2.830
------------------------	-------

2.2 The under-spend on the Chief Constables budget is largely due to the following underspends:

- Crime and Operations £0.584m (Forensic Science Submissions £0.200m, Reduced Vehicle Recovery £0.134m, Less Uniform cost £0.111m and increased Financial Investigation income £0.100m)
- Resources £2.170m (Staff Pay £0.570m, PCSO Pay £0.110m, IT £0.355m, Pension Contributions for Ill-Health £0.315m, Utility Costs £0.311m, Vehicle Fuel £0.116m and transferring of Estates salaries to specific capital schemes £0.122m)

3. Capital Outturn

3.1 The following table provides details of the Capital Expenditure incurred in 2021/22:

Capital Estimates	2021/22 £000 Budget	2021/22 £000 Actual	2021/22 £000 Variance
Building Schemes	17.918	15.908	(2.010)
Information Technology	6.072	3.515	(2.557)
Vehicles and Equipment	2.691	1.554	(1.137)
Total	26.681	20.977	(5.704)

3.2 The significant underspend on the Capital Programme is made up of;

- Building works at Melton 2 delays (£1.727m)
- IT Underspends due to delays on the implementation of Smart Contact (£0.495m), Niche (£0.430m) and Oracle Fusion (£0.324m)
- Vehicles and Equipment lead times (£1.137m)

4. Savings

4.1 The savings target for 2021/22 was £0.750m, the Chief Constable has overachieved this target by saving £1.694m during 2021/22.

5. Reserves

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

	At 1 April 2021 £m	Actual Use In 2021/22 £m	At 1 April 2022 £m
Earmarked Reserves			
Performance Improvement Reserve	11.1	6.3	17.4
Risk Management Reserve	1.9	(0.3)	1.6
Partnership Reserve	1.3	0.5	1.8
Total Earmarked Reserves	14.3	6.5	20.8
General Reserves	6.1	0.3	6.4
Total Reserves	20.4	6.8	27.2

Previously approved earmarked reserves funding of £1.396m to be allocated to 2022/23 and will be applied if required;

- Digital Innovation (£0.198m)
- Training Provision (£0.248m)
- Legal Claims (£0.950m)

5.2 Reserves have been reallocated into the following from 2022/23 onwards;

	At 1 April 2022 £m
Earmarked Reserves	
Change Management Reserve	12.7
Risk Management Reserve	2.0
Partnership Reserve	1.8
Pay and Prices Reserve	2.0
Previously agreed Reserves funding	1.4
Carry Forwards 22/23 (Well-being)	0.4

Performance Reserve	0.5
Total Earmarked Reserves	20.8
General Reserves	6.4
Total Reserves	27.2

6. Carry Forwards

6.1 The PCC approved the carry forward of a Performance Reserve (£0.544m) and funding for well-being initiatives (£0.351m) to be carried forward into 2022/23 and held in Earmarked reserves to be applied if required at the end of 2022/23.