

SCOTTISH POLICE
AUTHORITY

Meeting	SPA Finance & Investment Committee – Public Session
Date and Time	9 August 2016
Location	Pacific Quay, Glasgow
Title of Paper	Quarter 1 – Out – Turn /Year End Forecast Against Budget
Item Number	3.2
Presented By	James Gray, Interim Chief Financial Officer
Recommendation to Members	For Information
Appendix Attached:	No

PURPOSE

The purpose of this report is to advise Members of the financial position of the Scottish Police Authority (SPA) for the three month period ending 30 June 2016 and forecasts the outturn position for 31 March 2017.

1. BACKGROUND

- 1.1 This report summarises the financial position as at 30 June 2016 and forecasts the full year outturn position. It is important to note that the forecast position is based on the best information available at the current time and will change during the year.
- 1.2 The Finance and Investment Committee has received a more detailed set of reports providing detailed variance analysis and progress with planned savings.

2. FURTHER DETAIL ON REPORT TOPIC

- 2.1 In summary, the Quarter 1 year to date actual revenue spend against the budget position is as follows:

	(Over)/Underspend
SPA Corporate	(£0.292m)
Forensics	(£0.068m)
Police Scotland	(£10.106m)
TOTAL	(£10.466m)

- 2.1 The forecast outturn position against the 2016-17 for revenue and capital is as follows:
- The capital budget is forecast to under-spend by £9.616m against budget;
 - The revenue budget is currently forecast to over-spend by £21.154m in 2016-17;
 - When revenue and capital are taken together this brings the total forecast overspend to £11.538m for 2016-17.
- 2.3 The main reasons for the forecast revenue overspend are a combination of over-spends against budget on both Police Officer and Police Staff costs, which is now being managed down, as well as an overspend on non-pay costs, as a result of not being able to realise the level of savings that had been targeted from these budgets. A significant exercise has been undertaken by Police Scotland to analyse all non-pay budgets on a line by line basis to identify where quick savings could be delivered in-year. This has resulted in £5m of savings being identified, which has been factored

in to the forecast outturn. However, these are not sufficient to meet the budget requirement, contributing towards the overall forecast over-spend.

3. FINANCIAL IMPLICATIONS

- 3.1 At present the organisation is facing an over spend against budget for the year. Further work is now required to manage this forecast downwards over the coming months to bring expenditure back in to line with the budget.

4. PERSONNEL IMPLICATIONS

- 4.1 There are no personnel implications associated with this report. Any personnel implications arising from the financial position will be discussed and negotiated with staff associations as appropriate.

5. LEGAL IMPLICATIONS

- 5.1 There are no direct legal implications associated with this report.

6. REPUTATIONAL IMPLICATIONS

- 6.1 There no reputational implications associated with this report.

7. SOCIAL IMPLICATIONS

- 7.1 There are no social implications directly associated with this report.

8. COMMUNITY IMPACT

- 8.1 There are no community impact implications directly associated with this report.

9. EQUALITIES IMPLICATIONS

- 9.1 There are no equalities implications directly associated with this report.

10 ENVIRONMENTAL IMPLICATIONS

- 10.1 There are no environmental implications associated with this report.

RECOMMENDATIONS

Members are requested to:

1. Note the financial position for the three month period ending 30 June 2016 and the forecast year end position.