

Meeting	SPA Board Meeting
Date and Time	25 February 2016
Location	John McIntyre Conference Centre, Edinburgh
Title of Paper	Financial Planning: Budget Preparation 2016/17 Progress Update
Item Number	7
Presented By	Amy McDonald
For Approval / Consultation	For Consultation
Appendix Attached: Yes or No	Yes

1. PURPOSE

1.1 To update members on work to date on the 2016-17 Budget Preparation Process.

2. BACKGROUND

2.1 This update paper is to provide members with details of the work being progressed in relation to financial projections for both revenue and capital expenditure in the 2016/17 financial year.

2.2 This follows the draft Scottish Budget announcement on the 16th of December 2015 which detailed the one year settlement and funding available to the SPA for the financial year 2016/17.

FURTHER DETAIL ON REPORT TOPIC

2.1 The table below shows the budget which will be made available to the SPA for the 2016-17 financial years.

2.2

Scottish Government Funding	2015/16 £m	2016/17 £m	Movement £m	Change %
Revenue	985.8	1,003.4	+17.6	+1.8
Capital	28.1	16.2	-11.9	-42.4
Funding to support change (formerly referenced as Reform funding)	68.7	53.8	-14.9	-21.7
Total Funding (up to)	1,082.6	1,073.4	-9.2	-0.9

Table 1: Scottish Government Funding (2016-17).

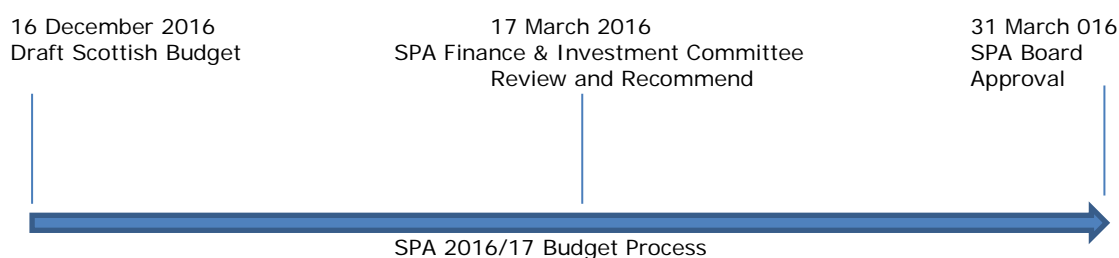
Note this table excludes non-cash funding provided to support depreciation/impairment costs and 'ODEL' provision for loan charge payments.

2.3 Revenue funding has increased by £17.6m owing to the protection which has been afforded to the Policing budget by Scottish Government. The Capital budget has decreased by £11.9m. The Police Reform budget has

been replaced by the Police Change and Transformation budget.

2.4 Budget planning work continues across both SPA and Police Scotland in order to further develop the organisational expenditure budgets required against the level of funding for both Revenue and Capital budgets set by the Scottish Government.

2.5 The draft SPA revenue and capital budgets for the 2016-17 year will be reported to the Finance and Investment Committee on the 17th of March for recommendation to the SPA Board. The SPA Board meeting on the 31st of March 2016 is expected to approve the 2016/17 budget and budget allocation across the organisation for the revenue and capital budgets.



3. FINANCIAL IMPLICATIONS

3.1 The financial implications are outlined within this report.

4. PERSONNEL IMPLICATIONS

4.1 There are no direct personnel implications arising from this report.

5. LEGAL IMPLICATIONS

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

6. REPUTATIONAL IMPLICATIONS

6.1 There may be reputational implications associated with the revenue expenditure budget should it not be fully balanced by 31 March 2016.

7. SOCIAL IMPLICATIONS

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

8. COMMUNITY IMPLICATIONS

8.1 There are no community 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 directly associated with this report.

11. RECOMMENDATION

11.1 Members are requested to note the detail of this report.