

DEVON & SOMERSET FIRE & RESCUE AUTHORITY



REPORT REFERENCE NO.	DSFRA/11/13
MEETING	DEVON AND SOMERSET FIRE AND RESCUE AUTHORITY (Ordinary Meeting)
DATE OF MEETING	27 MAY 2011
SUBJECT OF REPORT	FINANCIAL OUTTURN 2010-2011
LEAD OFFICER	TREASURER
RECOMMENDATIONS	<p>(a) <i>That the following two proposed transfers to Earmarked Reserves, as outlined in paragraph 11.1 of this report, be approved;</i></p> <ul style="list-style-type: none"> <i>I. an amount of £0.896m be transferred to the Change and Improvement Reserve, and;</i> <i>II. an amount of £0.465m be transferred to the Comprehensive Spending Review (CSR) 2010 Budget Strategy Reserve</i> <p>(b) <i>That the capital determinations in relation to the funding of the 2010-11 capital spending, as detailed in paragraph 17.1 of this report, be approved;</i></p> <p>(c) <i>That subject to (a) and (b) above, the position in relation to the Revenue and Capital Outturn, as indicated in this report, be noted.</i></p>
EXECUTIVE SUMMARY	<p>This report provides the financial outturn position for 2010-11, for both revenue and capital spending, and makes recommendations as to how the underspend against the revenue budget of £1.361m is to be utilised.</p> <p>The figures included in this report are provisional at this stage, subject to the audit of the Accounts in July 2011.</p>
RESOURCE IMPLICATIONS	As indicated within the report.
EQUALITY IMPACT ASSESSMENT	Not applicable

APPENDICES	<p>A. Provisional Revenue Outturn Position 2010-2011.</p> <p>B. Summary of Reserve and Provision Balances at 31 March 2011</p>
LIST OF BACKGROUND PAPERS	Financial Performance Report 2010-11 (RC/11/5) to Resources Committee 18 May 2011

1. INTRODUCTION

1.1 This report provides the Authority with the final outturn position (subject to audit) for revenue and capital spending for the financial year 2010-11, and makes recommendations as to how the underspend against the revenue budget is to be utilised. The report is in two parts. Section 1 deals with the revenue outturn position while Section 2 deals with the position in relation to capital spending.

2. SECTION 1 – REVENUE OUTTURN 2010-11

2.1 Total revenue spending in 2010-11 was £73.774m, as compared to an agreed budget of £75.135m, resulting in an underspend of £1.361m, equivalent to 1.81% of total budget. A summary of spending is shown in Table 1 below, and Appendix A provides a more detailed analysis of spending against individual, budget heads.

TABLE 1 – SUMMARY OF REVENUE SPENDING 2010-11

	£m	£m
Approved Budget		75.135
Gross Spending (<i>Appendix A Line 28</i>)	75.982	
Gross Income (<i>Appendix A Line 33</i>)	(4.965)	
Net Spending		71.017
PLUS Transfers to Earmarked Reserves		
- CSR 2010 Budget Strategy Reserve (<i>Appendix A line 35</i>)	0.726	
- 2010-2011 Carry Forwards (<i>Appendix A Line 36</i>)	0.657	
- Grants Unapplied (<i>Appendix A Line 37</i>)	1.374	
Total Transfer to Earmarked Reserves (<i>Appendix A Line 38</i>)		2.757
TOTAL NET SPENDING		73.774
NET UNDERSPEND		(1.361)

2.2 An underspend of this size is clearly a very good outcome and is largely as a result of instructions given by the Chief Fire Officer and Senior Management Board to budget holders that only essential spending should be undertaken in-year on non-salary budget lines. This has resulted in budget managers trimming back spend across the whole organisation, delivering in-year savings which can be set aside now and used to assist future budgets in 2013-14 and 2014-15 when more severe reductions in Fire Service grants are anticipated. This is in addition to savings on employee costs as a result of a zero percent pay award in 2010, which is less than forecasted when the budget was set.

2.3 Proposals on how to utilise the underspend were reported to the meeting of Resources Committee on the 18 May 2011. The Committee recommended that two transfers to Earmarked Reserves be made, as follows;

- An amount of £0.896m to the Change and Improvement Reserve - to be used to fund Invest-to-Save projects identified through the Change and Improvement Programmes.
- The balance of £0.465m to be transferred to the CSR 2010 Budget Strategy Reserve – to provide further financial contingency towards budget setting in 2013-14 and 2014-15.

2.4 Further details of each of these proposals are contained in paragraph 11.1 of this report.

2.5 An analysis of spending against all approved budget lines is shown in Appendix A. It is inevitable that there will be variations against individual budget lines, due to changing circumstances, volatility associated with some budget lines, and the instruction to budget holders to only commit spending that is deemed to be essential. Details of the major variations against individual budget lines are explained in paragraphs 3 to 9 below

3. EMPLOYEE COSTS

Wholetime Staff

3.1 Spending against wholetime pay costs is £0.368m less than budget, primarily as a consequence of a zero pay increase from July 2010, as compared to the 1.0% provision that had been made in setting the 2010-11 budget.

Retained Staff

3.2 Spending on retained pay costs is shown as £0.502m over budget, however it should be noted that this figure includes additional provision of £0.556m for future costs in relation to the impact of the Employment Tribunal case made in 2010 under the Part-Time Workers (Less than Favourable Working Conditions) Regulations. Members will recall that the Tribunal eventually ruled that the claimants were engaged in broadly the same work as their named comparators (wholetime firefighters) and that they were treated less favourably in respect of access to pension rights and payment for sickness absence.

3.3 For Devon and Somerset Fire and Rescue Authority, as the largest employer of retained firefighters in the UK, the financial impact of this ruling is significant, particularly as the ruling includes backdated payments to the year 2000. The Authority has prudently already set aside funds of £0.949m into a Provision from previous years underspends to fund these payments. It is an accounting requirement that this Provision is reviewed at the year-end to ensure, as far as possible, that sufficient sums are made available to pay for the payments when they are actually made in the future.

3.4 The latest circular issued by the National Joint Council for Employers provided further details of the negotiated settlement, including the amounts of compensatory payments to be paid, although it does not include the element relating to pension rights, which will be subject to further negotiations between the Fire Brigades Union and the Department of Communities and Local Government (CLG). Based on this new information it is now estimated that this first phase of the settlement will cost the Authority an amount of £0.643m, and that the pension element will be £0.862m, giving a total liability of £1.505m. As this cost is £0.556m in excess of the existing Provision set aside, it is required to charge this amount to the 2010-11 revenue account to increase the Provision to the required level.

Control Room Staff

3.5 The underspend on control room staffing costs is primarily from vacancies as a consequence of the government decision to cancel the FireControl project resulting in a reduced need to employ temporary staffing. Savings have also been achieved from a zero pay award.

Non-Uniformed Staff

3.6 A total saving of £0.309m against non-uniformed pay costs again includes the impact of a zero pay award from April 2010, and also savings from the Senior Management restructure in 2010, which resulted in the deletion of two non-uniformed posts.

Training Expenses

- 3.7 As a consequence of slippage in the delivery of some training courses an underspend of £0.093m has been achieved against this budget line. A carry forward of £0.085m has been made into 2011-12 to fund the completion of these courses.

Fire Service Pension Costs

- 3.8 The overspend against Fire Service Pension costs of £0.079m primarily relates to the impact of a National Fraud Initiative (NFI), conducted through the Audit Commission during 2010, which identified that a number pensioners in receipt of an injury pension award were not being paid the correct amount due to outdated information relating to individual's government awarded injury benefits.

4. PREMISES RELATED COSTS

Repair and Maintenance

- 4.1 Slippage in the delivery of some planned maintenance projects has resulted in an underspend of £0.197m against this budget line. A carry forward of £0.050m has been made into 2011-12 to fund the completion of some of these schemes.

Energy Costs

- 4.2 A saving of £0.075m on energy costs has been achieved primarily as a result of refunds in gas payments relating to previous years, but also from the impact of carbon management initiatives introduced during 2010 e.g. installation of smart meters into stations to monitor usage.

Rent and Rates

- 4.3 The saving against rent and rates of £0.110m is primarily as a result of the receipt of a one-off refund of rental payments during 2010-11.

5. TRANSPORT RELATED COSTS

Repair and Maintenance

- 5.1 An underspend against this budget line of £0.136m is primarily as a result of savings achieved on maintenance contracts and some slippage of projects.

Travel and Subsistence

- 5.2 The main reason for an underspend against travel costs is as a result of slippage in the light vehicle replacement programme, resulting in savings on contract car hire costs.

6. SUPPLIES AND SERVICES

Equipment and Furniture

- 6.1 An underspend against equipment, including ICT projects, is primarily as a result of budget holders being instructed to defer spending unless deemed to be essential. This has resulted in savings which can be diverted to those key projects identified through the Change and Improvement Programmes.

Communications

- 6.2 Whilst this budget line is overspent by £0.092m, as a result of the system upgrades required in preparation for the FireControl project, these costs are offset by additional new burdens grant income (Appendix B Line 30) received from the CLG to fund these costs.

Uniforms and Personal Protective Equipment

- 6.3 It had been anticipated that the agreed replacement of Personal Protective Equipment (PPE) would have been delivered by the end of the financial year, however, in the event, due to delays with the project, the delivery date has slipped into April 2011. A carry forward of £0.422m into 2011-12 has been made to fund the replacement costs.

Catering Costs

- 6.4 As a consequence of a reduction in the number of training courses delivered e.g. recruitment courses, spending on meal provisions is less than budget.

7. PAYMENTS TO OTHER AUTHORITIES

Support Service Contracts

- 7.1 An increase in the contract with the Occupational Health Unit has resulted in an overspend against this budget line.

8. CAPITAL FINANCING COSTS

Capital Charges

- 8.1 Savings of £0.155m against capital charges has been achieved primarily as a consequence of slippage in capital spending in the year and the consequent reduction in the need to borrow to fund capital spending.

9. INCOME

Treasury Management Investment Income

- 9.1 The income from temporary investments has exceeded targets by £0.067m as a result of an improved cash flow position following early borrowing in the financial year when borrowing rates were particularly low.

Grants and Reimbursements

- 9.2 Whilst the Authority has received £1.542m more in grant income than budgeted, it should be emphasised that an amount of £1.374m of this figure relates to grants received to fund specific projects, but which have not been spent by the year-end. The introduction of the new accounting standards under International Financial Reporting Standards (IFRS) requires a different accounting treatment for such grants. Under the new rules, for any grant that has not been applied, and for which there is no requirement for the grant to be repaid if not spent at year-end, we are now required to identify such grants to the Committee and carry forward such sums into 2011-12 via a transfer into an Earmarked Reserve. This Reserve will then fund those projects for which the grants were originally intended when expenditure is incurred. An analysis of such grants is shown in paragraph 10.1.

Other Income

- 9.3 Other income targets e.g. training courses are down by £0.164m in 2010-11 primarily as a result of the impact of the economic downturn. This position will be improved in the future as new courses are delivered through the Training Academy and income generation is increased.

10. CONTRIBUTION TO EARMARKED RESERVES

- 10.1 The 2010-11 outturn figures in Appendix A includes three transfers to Earmarked Reserves, as follows:

- **CSR 2010 Budget Management Reserve (£0.726m)** - At the meeting of the Fire and Rescue Authority meeting, held on the 3 November 2010, it was approved that an amount of £0.726m be transferred to an Earmarked Reserve, to be called 'CSR 2010 Budget Strategy Reserve', to be utilised to provide some financial contingency towards the budget strategy to be adopted in response to the reductions in government grants over the CSR period. This amount was generated through an exercise carried out in-year through the officer led Service Improvement Group (SIG), to identify at least 10% efficiency savings from non-salary budget heads.
- **2010-11 Budget Carry Forwards (£0.657m)** – a number of committed projects planned to be delivered by the end of March 2011 have not been completed or delivered on time, and budget carry forwards are therefore required to enable the completion of those projects in 2011-12. These projects relate to;
 - Replacement Personal Protective Equipment (£0.422m).
 - Property maintenance projects (£0.050m).
 - Training Courses relating to workforce development and Gold Command (£0.085m).
 - Interagency Liaison Officers (£0.036m).
 - Firelink Radio Costs, shortfall in grant funding from the CLG (£0.064m)
- **Grants Unapplied (£1.374m)** – as is outlined in paragraph 9.2 of this report, under the new IFRS accounting arrangements, any unused grants at the year-end, which are not subject to repayment are to be identified and carried forward to 2011-12. An analysis of such grants is shown in Table 2 below.

TABLE 2 – UNSPENT GRANTS TO BE CARRIED FORWARD TO 2011-2012

Grant Received From	£m	Purpose of Grant
Department of Communities and Local Government (CLG)	0.699	To fund Urban Search and Rescue (USAR) costs associated with staffing, training equipment and accommodation.
Department of Communities and Local Government (CLG)	0.228	To fund residual costs associated with the decision by the government to abandon the Regional FireControl project e.g. staffing costs and station end equipment.
Somerset Councils – “Safer Somerset”	0.261	To fund community safety initiatives within Somerset
DeFRA	0.075	To fund rescue boat operator training
Torbay Councils – “Safer Torbay”	0.082	To fund community safety initiatives within Torbay
Plymouth City Council/Devon and Cornwall Police Authority	0.028	To fund community safety vehicles
Yarlington Homes	0.001	To fund cycle training at Martock School.
TOTAL	1.374	

11. PROPOSALS FOR UTILISATION OF THE UNDERSPEND

11.1 Following consideration of the financial outturn position at the meeting of Resources Committee, held on the 18 May 2011, it is recommended that the underspend figure of £1.361m be used to fund two further transfers into Earmarked Reserves, as follows:

- (a) **Change and Improvement Programme (£0.896m)** - Members will be well aware of the strategic ambition of the Authority 'Towards 2014' to make DSFRS one of the best fire and rescue authorities in the country. This journey requires a different way of doing business across the organisation to ensure that our resources are targeted towards those projects that will contribute to our vision, and also deliver the budget savings required as a consequence of 25% reductions in Fire Service grants by 2014-15 announced as part of CSR 2010.

Work is already well advanced, including the creation of two separate Programmes of Service Delivery and Business Support, recruitment of the Business Change Team, the introduction of the governance arrangements to oversee the delivery of the Programmes, and the identity of the key priority projects to be considered in the next twelve months. Each project will be subject to the approval of the Portfolio Board, which is represented by the Chief Fire Officer and the Senior Management Board, based upon sound business cases which can identify demonstrable benefits to the Service.

Based on the key priority projects to be considered in the first phase, it has been estimated that programme and project costs will be £1.635m, compared to the £0.739m already provided for in the base budget for 2011-12, leaving a shortfall of £0.896m. It is therefore proposed that an amount of £0.896m of the 2010-11 underspend be transferred to an Earmarked Reserve "Change and Improvement Reserve". Funds will subsequently be released from this Reserve, to individual projects, by the Portfolio Board, on the approval of final business case stage for each project, and when a return on investment has been identified. As such this investment can be seen as an invest-to-save initiative.

- (b) **CSR 2010 Budget Strategy Reserve (0.465m)** – it is proposed that the remaining underspend of £0.465m be transferred to the existing reserve of CSR 2010 Budget Strategy Reserve, which when added to the existing balance of £0.726m, would increase the balance to £1.191m to be available to offset future grant reductions.

11.2 A summary position of Reserves and Provisions, including the recommendations included in this report, is included as Appendix B.

12. SUMMARY OF REVENUE SPENDING

12.1 Members will be well aware, from regular budget monitoring reports considered during the financial year, of the strategy adopted to seek in-year savings which can be set aside in Reserve, in response to the CSR 2010 announcement of 25% reductions in Fire Service grants over four years.

12.2 It is therefore pleasing that this strategy has contributed to a further amount of £1.361m being available for transfer to Authority Reserves and Balances. The two recommendations included in this report are both focused on assisting budget setting in 2013-14 and 2014-15, when the impact of the 25% reduction in grants will be the most severe. This reflects the commitment of staff to work differently in order to generate savings across the organisation.

12.3 The Authority is asked to approve these recommendations.

13. SECTION 2 – CAPITAL OUTTURN 2010-11

13.1 The capital programme for 2010-11 was originally set at £6.847m at the budget setting meeting held on the 14 February 2010. This programme figure has been increased to £7.539m during the year to reflect slippage in spending from the previous year of £0.404m, and new projects of £0.288m, to be funded from grant income or revenue contributions. As has been reported to meetings of the Resources Committee during the year within quarterly budget monitoring reports, whilst these changes represent an increase in the 2010-11 programme they do not represent an increase in the overall borrowing requirement.

13.2 Total spending against this programme was £3.466m as detailed in Table 2 below. Total cash payments relating to capital spending during the financial year amounted to £3.588m (including invoices paid in relation to the previous financial year for which accruals were made as at 31 March 2010), and a further £0.459m was accrued at the year-end to reflect invoices not yet received by 31 March 2011.

TABLE 2 – SUMMARY OF CAPITAL SPENDING IN 2010-11

Capital Programme 2010/2011		2010/11 2010/11 2010/11 (£000) (£000) (£000)			Variation to budget		
					Slippage (£000)	Savings (£000)	Total variation (£000)
Item	PROJECT	Budget	Draft outturn	Variation to budget			
Estate Development							
1	Exeter Middlemoor	44	(7)	(51)	30	21	51
2	Exeter Danes Castle	169	52	(117)	10	107	117
3	SHQ major building	135	39	(96)	96		96
4	Major building works new starts	0	0	-			0
5	Minor improvements & structural maintenance	2,802	1,091	(1,711)	1,689	22	1,711
6	Welfare facilities 2009/10	127	90	(37)	37		37
7	Diversity & equality	34	34	-			0
8	New Dimensions (USAR) works	150	10	(140)	140		140
Estates Sub Total		3,461	1,309	(2,152)	2,002	150	2,152
Fleet & Equipment							
9	Appliance replacement	2,061	1,642	(419)	397	22	419
10	Specialist Operational Vehicles	1,163	328	(835)	637	198	835
11	Vehicles (funded from revenue)	68	68	-			0
12	Equipment	634	96	(538)	127	411	538
13	Asset Management Plan (Miquest) software	152	23	(129)	129		129
Fleet & Equipment Sub Total		4,078	2,157	(1,921)	1,290	631	1,921
Overall Capital Totals		7,539	3,466	(4,073)	3,292	781	4,073

14. FINANCING THE 2010-11 CAPITAL PROGRAMME

14.1 Table 3 below identifies how the 2010-11 capital spending of £3.466m is to be financed.

TABLE 3 – SUMMARY OF CAPITAL FINANCING IN 2010-11

	Actual Financing Required £m
<u>Borrowing</u>	2.050
<u>Other Financing Sources</u>	
<u>Revenue Contribution to Capital Spending</u>	
Purchase of appliance and light vehicles funded from revenue savings i.e. leasing rentals and vehicle sales.	0.068
Station improvements agreed to be funded from Earmarked Reserves e.g. welfare facilities.	0.090
<u>Capital/Revenue Grants</u>	
CLG Grant to support capital spending	1.193
Urban Search and Rescue (USAR) Grant	0.010
Equality and Diversity Grant	0.034
South West Ambulance Trust to fund station improvements at shared sites	0.021
Sub Total - Other Financing Sources	1.416
Total Financing	3.466

Borrowing

14.2 Prior to the introduction of the Prudential Code in April 2004, the amount of borrowing that could be undertaken to fund capital spending was restricted by the government through the allocation of a Basic Credit Approval (BCA) to each local Authority. An amount was then provided in the Revenue Support Grant allocation to fund that level of borrowing. Whilst the introduction of the Prudential Code has abolished the BCA, an amount is still included in the 2010-11 Revenue Support Grant allocation to support a level of borrowing through the allocation of the Supported Credit Expenditure (SCE). This means that the government continues to provide support for borrowing by way of Revenue Support Grant (RSG) up to the SCE amount, and any borrowing in excess of that figure would be classified as unsupported borrowing. The supported borrowing figure allocated for Devon and Somerset FRA for 2010-11 was set at £1.808m, therefore based on a requirement to borrow £2.050m, as illustrated in Table 3, an amount of £0.242m is to be funded from unsupported borrowing. Actual borrowing that took place during 2010-11 was £3.000m, which is well within approved limits, as determined by the approved prudential indicators

15. SLIPPAGE

15.1 As is indicated from the figures in Table 2, actual capital spending during the year is £4.073m less than the agreed programme, of which an amount of £3.292m has been identified as being as a result of slippage in spending against individual projects. As this slippage only reflects changes to the timing of the costs being incurred, and not a change in the overall cost of the programme there is no adverse impact against the approved Prudential Indicators. This slippage has been included in the revised capital programme for 2011-12, as reported to the meeting of Resources Committee held on the 18 May 2011.

15.2 The remaining underspend of £0.781m has been identified as savings against individual projects, resulting in a reduction of the same amount in the borrowing requirement.

16. DRAFT PRUDENTIAL INDICATORS

16.1 The prudential indicators at this time are only in draft format, subject to the completion of the Statement of Accounts.

16.2 Capital Expenditure

This prudential indicator reports actual capital spending for the year against the approved programme. Spending has proved to be £4.073m less than anticipated as a consequence of delays on progressing capital projects.

Approved Indicator	£7.539m	
Actual Expenditure	£3.466m	
Variance		(£4.073) m

16.3 Capital Financing Requirement (CFR) – External Borrowing

The CFR reflects the underlying need to borrow for capital purposes. Given that spending is £4m less than programmed, the need to borrow to fund capital spending is also reduced by a similar amount.

Revised CFR	£32.128m	
Actual CFR	£28.251m	
Variance		(£3.877) m

16.4 Capital Financing Requirement (CFR) – Other Long Term Liabilities

This CFR reports long term financing liabilities other than external borrowing, e.g. Private Finance Initiative (PFI) and Finance Leases, which under accounting rules are required to be reported alongside traditional borrowing liabilities. For 2010-11 the actual liabilities had been assessed as £0.250m less than the original target. This variance follows an in-year review, carried out by Gloucestershire County Council, of the long-term liability figures for the tri-partite PFI facility at Severn Park Training Centre.

Revised CFR	£1.916m	
Actual CFR	£1.666m	
Variance		(£0.250) m

16.5 Authorised Limit and the Operational Boundary for External Debt

Actual external debt as at 31 March 2011 was £28.609m.

This is well within the authorised limit (absolute maximum borrowing approval) and operational boundary of £40.488m and £37.726m respectively, and therefore neither was breached.

16.6 Ratio of Financing Cost to Net Revenue Stream

This ratio aims to show the percentage of revenue resources which are applied to financing debt. The Authority's revised estimate was that 3.80% would be applied and the actual figure is 0.21% below the estimate.

Capital Financing Costs	£3.160m
Interest on investments	(£0.137) m
Net Financing Costs	£3.023m
Net Revenue Stream	£75.135m
Percentage	4.01%
Estimated	3.80%
Variance	0.21%

It should be noted that whilst the ratio is slightly above the in-year target it is still well below the 5% threshold that the Authority has set itself.

17. **DETERMINATION OF CAPITAL FINANCE**

17.1 The Authority is required to determine its use of capital finance as defined by capital control legislation. The following use of capital finance resources is proposed;

- That central government support to borrowing totalling £1.808m is used as authorisation to capitalise expenditure.
- That unsupported borrowing totalling £0.242m is used as authorisation to capitalise expenditure.
- That £1.258m is capitalised and funded from government grant.
- That an amount of £0.158m is capitalised and funded from a revenue contribution to capital spending.

KEVIN WOODWARD
Treasurer

SUBJECTIVE ANALYSIS OF REVENUE SPENDING

Outturn Statement 2010-2011		2010/11 Budget	Year To Date Budget	Spending to Month 12	Draft Outturn	Draft Variance over/ (under) £000 (5)
Line No	SPENDING	£000 (1)	£000 (2)	£000 (3)	£000 (4)	
	EMPLOYEE COSTS					
1	Wholetime uniform staff	32,568	32,568	32,200	32,200	(368)
2	Retained firefighters	12,121	12,121	12,623	12,623	502
3	Control room staff	2,160	2,160	2,040	2,040	(120)
4	Non uniformed staff	9,327	9,327	9,018	9,018	(309)
5	Training expenses	1,178	1,178	1,085	1,085	(93)
6	Fire Service Pensions recharge	1,939	1,939	2,018	2,018	79
		59,293	59,293	58,984	58,984	(309)
	PREMISES RELATED COSTS					
7	Repair and maintenance	1,140	1,140	943	943	(197)
8	Energy costs	525	525	450	450	(75)
9	Cleaning costs	383	383	338	338	(45)
10	Rent and rates	1,232	1,232	1,122	1,122	(110)
		3,280	3,280	2,853	2,853	(427)
	TRANSPORT RELATED COSTS					
11	Repair and maintenance	674	674	538	538	(136)
12	Running costs and insurances	1,088	1,088	1,052	1,052	(36)
13	Travel and subsistence	1,500	1,500	1,227	1,228	(272)
		3,262	3,262	2,817	2,818	(444)
	SUPPLIES AND SERVICES					
14	Equipment and furniture	2,366	2,366	2,143	2,143	(223)
15	Hydrants-installation and maintenance	97	97	111	111	14
16	Communications	1,439	1,439	1,531	1,531	92
17	Uniforms	1,060	1,060	629	629	(431)
18	Catering	244	244	171	171	(73)
19	External Fees and Services	448	448	479	479	31
20	Partnerships & regional collaborative projects	135	135	116	116	(19)
21	USAR Equipment	25	25	1	1	(24)
		5,814	5,814	5,181	5,181	(633)
	ESTABLISHMENT COSTS					
22	Printing, stationery and office expenses	425	425	356	356	(69)
23	Advertising	54	54	15	15	(39)
24	Insurances	319	319	290	290	(29)
		798	798	661	661	(137)
	PAYMENTS TO OTHER AUTHORITIES					
25	Support service contracts	617	617	713	713	96
		617	617	713	713	96
	CAPITAL FINANCING COSTS					
26	Capital charges	4,859	4,865	4,704	4,704	(155)
27	Revenue Contribution to Capital spending	6	0	0	68	62
		4,865	4,865	4,704	4,772	(93)
28	TOTAL SPENDING	77,929	77,929	75,913	75,982	(1,947)
	INCOME					
29	Treasury management investment income	(70)	(70)	(140)	(137)	(67)
30	Grants and Reimbursements	(2,357)	(2,357)	(3,470)	(3,899)	(1,542)
31	Other income	(1,025)	(1,025)	(898)	(861)	164
32	Internal Recharges	(68)	(68)	(68)	(68)	-
33	TOTAL INCOME	(3,520)	(3,520)	(4,576)	(4,965)	(1,445)
34	NET SPENDING	74,409	74,409	71,337	71,017	(3,392)
	TRANSFER TO EARMARKED RESERVES					
35	CSR 2010 Budget Strategy Reserve	726	726	726	726	-
36	Carry Forwards to 2011-12	-	-	-	657	657
37	Grants unapplied	-	-	-	1,374	1,374
38	TOTAL TRANSFERS TO EARMARKED RESERVES	726	726	726	2,757	2,031
39	TOTAL NET SPENDING	75,135	75,135	72,063	73,774	(1,361)

APPENDIX B TO REPORT DSFRA/11/13

SUMMARY OF RESERVES AND BALANCES AS AT 31 MARCH 2011

	Balance bfwd from prev year £000	Spend £000	Balance at 31/3/11 £000	In-year Transfers £000	Proposed Transfer of Underspend £000	Balance cfwd to next yr £000
1. RESERVES						
<u>Earmarked Reserves</u>						
<u>Earmarked reserves agreed prior to 1 April 2010</u>						
Lundy	25		25			25
Positive pressure ventilation training	14	(10)	4			4
Mobilisation equipment	108	(5)	103			103
Property works	5		5			5
Support costs	7		7			7
New systems	20	(20)	0			0
HSE building works	127	(90)	37			37
ICP Project	66		66			66
<u>Earmarked reserves post 1 April 2010</u>						
2010-2011 Carry Forwards	0		0	657		657
Grants Unapplied	0		0	1,374		1,374
Change and Improvement	0		0		896	896
CSR 2010 Budget Strategy	0		0	726	465	1,191
	372	(125)	247	2,757	1,361	4,365
<u>General Reserve</u>	4,453		4,453			4,453
Total of useable reserves	4,825	(125)	4,700	2,757	1,361	8,818

	Balance bfwd from prev year £000	Spend £000	Transfer to Revenue £000	Balance as at 31 March 2011 £000	2010/11 £000	Balance cfwd to next yr £000
2. PROVISIONS						
Retained Firefighter Pension Contributions	949			949	556	1,505
Total Provisions	949	0	0	949	556	1,505