

DEVON & SOMERSET FIRE & RESCUE AUTHORITY



REPORT REFERENCE NO.	DSFRA/12/14
MEETING	DEVON AND SOMERSET FIRE AND RESCUE AUTHORITY (Ordinary Meeting)
DATE OF MEETING	30 MAY 2012
SUBJECT OF REPORT	FINANCIAL OUTTURN 2011/12
LEAD OFFICER	TREASURER
RECOMMENDATIONS	<p>(a) <i>That the following three 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 £0.300m be transferred to the Commercial Services Reserve, and;</i> <i>II. an amount of £0.350m be transferred to the Capital Funding Reserve, and</i> <i>III. an amount of £0.626m be transferred to the CSR 2010 Budget Strategy Reserve.</i> <p>(b) <i>That the proposed transfer of £0.420m from Earmarked Reserves to the General Reserve, as outlined in paragraph 11.3 of this report, be approved;</i></p> <p>(c) <i>That the capital determinations in relation to the funding of the 2011-12 capital spending, as detailed in paragraph 17.1 of this report, be approved;</i></p> <p>(d) <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 2011-12, for both revenue and capital spending, and makes recommendations as to how the underspend against the revenue budget of £1.276m 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/August 2012.</p>

RESOURCE IMPLICATIONS	As indicated within the report.
EQUALITY RISK AND BENEFIT ASSESSMENT (ERBA)	Not applicable
APPENDICES	A. Provisional Revenue Outturn Position 2011-2012. B. Summary of Reserve and Provision Balances at 31 March 2012
LIST OF BACKGROUND PAPERS	Financial Performance Report 2011-12 (RC/12/5) to Resources Committee 18 May 2012

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 2011-12, 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 2011-12

2.1 Total revenue spending in 2011-12 was £73.865m, as compared to an agreed budget of £75.141m, resulting in an underspend of £1.276m, equivalent to 1.69% 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 2011-12

	£m	£m
Approved Budget		75.141
Gross Spending (<i>Appendix A Line 27</i>)	77.966	
Gross Income (<i>Appendix A Line 32</i>)	(6.837)	
Net Spending		71.129
PLUS Transfers to Earmarked Reserves		
- Grants Unapplied (<i>Appendix A Line 34</i>)	2.042	
- Revenue Contribution to Capital Funding (<i>Appendix A Line 35</i>)	0.694	
Total Transfer to Earmarked Reserves (<i>Appendix A Line 36</i>)		2.736
TOTAL NET SPENDING		73.865
NET UNDERSPEND		(1.276)

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. Significant savings on retained pay costs, as a consequence of a 10% reduction over 2010-11 in the number operational mobilisations, has also contributed to the overall underspend position.

2.3 A draft outturn report was considered at the meeting of Resources Committee held on the 18 May 2012, including proposals on how to utilise the underspend. It should be noted that the underspend figure has increased from £1.272m to £1.276m since that meeting due to minor changes. The Committee recommended that three transfers to Earmarked Reserves be made, as follows;

- An amount of £0.300m to the Commercial Services Reserve - to be used to invest in commercial opportunities that will provide a future return in terms of income generation.
- An amount of £0.350m to the Direct Revenue Funding to Capital Reserve - to enable additional capital investment without the need to increase external borrowing.

- That the balance (initially £0.622m as reported to the Resources Committee, now £0.626m) 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 Whilst spending on wholetime pay costs is £0.286m more than the agreed budget this represents just 1.01% of the total wholetime pay budget.

Retained Pay Costs

3.2 Spending against the retained pay budget is reported as £0.590m under budget. As has been highlighted in budget monitoring reports considered during the year, forecasts of spending against retained pay costs can be very difficult to predict given the fact that the majority of retained staff are paid on a 'pay as you go basis' which means that costs are directly related to the number of retained mobilisations.

3.3 For 2011-12 the total number of retained mobilisations is 10% down on the previous year, from 16,764 to 15,056. Charts 1 and 2 illustrate the trend in retained mobilisations over the period 2009-10 to 2011-12.

CHART 1 - Number of Retained Appliance Mobilisations

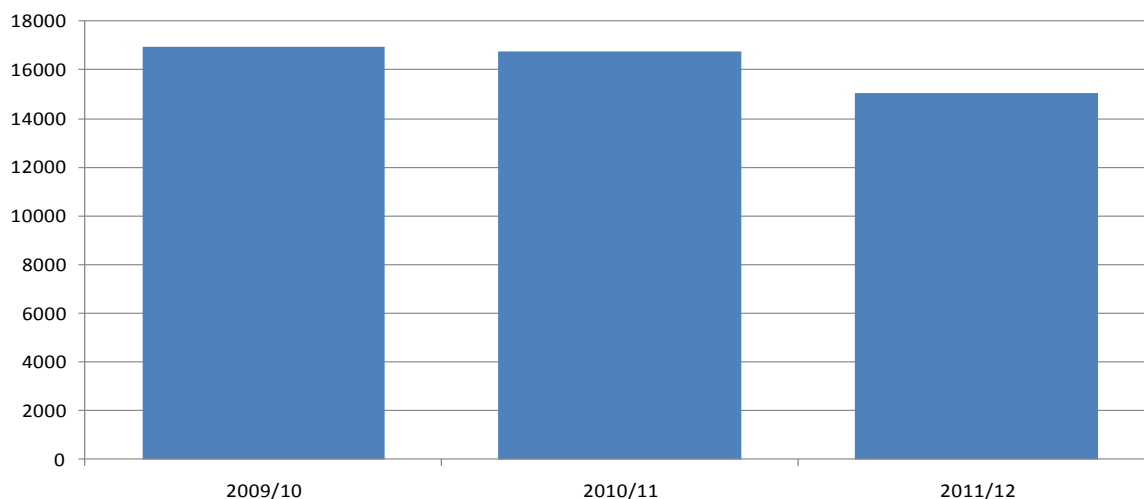
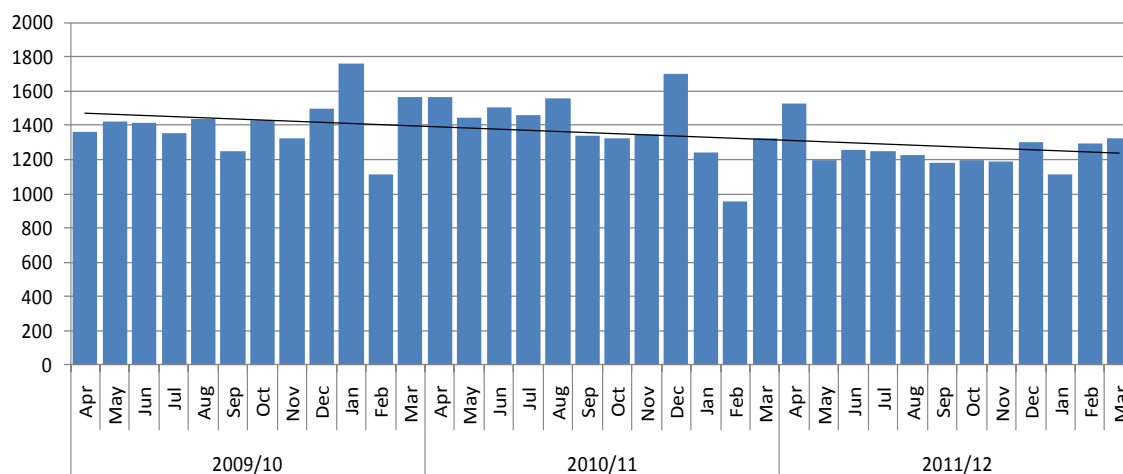


CHART 2 - Retained Mobilisations by Month



3.4 It should be noted that this figure of £0.590m is net of an additional provision of £0.348m 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 ruled that the claimants (retained staff) were engaged in broadly the same work as their named comparators (wholetime staff) and that they had been treated less favourably in respect of conditions of service e.g. access to pensions, sickness payments etc.

3.5 For Devon and Somerset FRA, 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 £1.505m 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.

3.6 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 the most recent information it is now estimated that this first phase of the settlement will cost the Authority an amount of £0.990m, and that the pension element will be £0.863m, giving a total liability of £1.853m. As this cost is £0.348m in excess of the existing Provision set aside, it is required to charge this amount to the 2011-2012 revenue account to increase the Provision to the required level.

Control Room Staff

3.7 Spending against control room staffing is £0.439m more than budget. This figure includes the one-off costs associated with the project to amalgamate the existing two control rooms into a single consolidated control room from April 2012 (Minute DSFR/51 of the Fire and Rescue Authority meeting held on the 7 November 2011 refers).

Non-Uniformed Staff

- 3.8 Whilst spending against non-uniformed staff is £0.135m more than budget it should be noted this includes costs of £0.065m relating to supporting the Change and Improvement Programmes which had originally been anticipated would need to be funded from Earmarked Reserves.

Training Expenses

- 3.9 As a consequence of the rationalisation of costs associated with the Assessment Development Centre (ADC) process, and the slippage in the delivery of some courses a saving of £0.332m has been achieved against this budget head.

Firefighter Pension Costs

- 3.10 Spending against pension costs is £0.119m more than budget as a result of back-dated injury benefit payments due to pensioners following a review prompted by the National Fraud Initiative (NFI).

4. PREMISES RELATED COSTS

Energy Costs

- 4.1 A saving of £0.170m has been achieved from utility costs primarily as a consequence of less usage and the impact of new initiatives to monitor and reduce usage e.g. installation of smart meters into fire stations.

5. TRANSPORT RELATED COSTS

Repair and Maintenance

- 5.1 An underspend against this budget line of £0.160m is primarily as a result of savings achieved on maintenance contracts and some slippage of projects.

6. SUPPLIES AND SERVICES

Equipment and Furniture

- 6.1 Spending against this budget line is £0.160m less than budget primarily as a result of budget holders restricting spending in this area to essential items only.

Communications Equipment

- 6.2 Whilst spending on communications equipment is £0.153m less than anticipated, due to reduced costs associated with the new Firelink radio system, it should be noted that this saving is offset by a consequent reduction in grant funding from the CLG who are funding these costs from New Burden grants (Appendix A line 29).

Uniforms

- 6.3 The underspend on the uniforms budget reflects delays in the phased roll out of the replacement Personal Protective Equipment (PPE).

External Fees and Services

- 6.4 Spending reported against this budget line includes costs of £0.077m to support the delivery of those key projects identified through the Change and Improvement Programmes, which had been anticipated would be funded from Earmarked Reserves.

7. PAYMENTS TO OTHER AUTHORITIES

External Support Services

- 7.1 Spending on this budget head is £0.137m more than budget, primarily from additional Occupational Health Unit costs associated with the need to address a significant backlog of firefighter medical reviews and counselling requirements.

8. CAPITAL FINANCING COSTS

Capital Charges

- 8.1 Elsewhere in this report (Table 3) is the final outturn position in relation to 2011-12 capital spending which identifies that there has been some significant slippage in spending against some capital projects. As a consequence of this slippage there has been no requirement to seek any additional borrowing during the financial year resulting in savings in debt charges.

Revenue Contribution to Capital Spending

- 8.2 A further consequence of the slippage in capital spending outlined above in paragraph 8.1 is that not all of the agreed Revenue Contribution to Capital Spending will be required in 2011-12. The balance of £0.694m not utilised is required to be carried forward into 2012-13 by transferring into an Earmarked Reserve, in order that it is available to be applied, as has been approved, when that spending takes place in 2012-13.

9. INCOME

Treasury Management Investment Income

- 9.1 Investment decisions made during the year, and a better than anticipated cash position, has resulted in investment income exceeding the original target by £0.113m.

Grants and Reimbursements

- 9.2 Whilst the Authority has received £1.868m more in grant income than budgeted, it should be emphasised that of the total grants received during the year an amount of £2.042m relates to grants that have been received by outside bodies to fund a specific purpose, but which have not been spent by the year-end. Under the International Financial Reporting Standards (IFRS), any such grant, where there is no requirement for it to be repaid if not spent at year-end, is to be identified to the Committee and carried forward into the next financial year by way of a transfer into an Earmarked Reserve. This Reserve will then fund those projects for which the grants were originally intended when expenditure is incurred.

Other Income

- 9.3 Income targets have been overachieved by £0.281m, primarily as a result of the more commercial approach applied by the Training Academy in relation to the delivery of training courses to external clients.

10. CONTRIBUTION TO EARMARKED RESERVES

10.1 The 2011-12 outturn figures in Appendix A includes two transfers to Earmarked Reserves, as follows:

- **Grants Unapplied (£2.042m)** – 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 overleaf.

TABLE 2 – UNSPENT GRANTS TO BE CARRIED FORWARD TO 2012-2013

Grant Received From	£m	Purpose of Grant
Department of Communities and Local Government (CLG)	(1.800)	To fund the new Network control systems.
Department of Communities and Local Government (CLG)	(0.120)	To fund Urban Search and Rescue (USAR) costs associated with staffing, training equipment and accommodation.
Department of Communities and Local Government (CLG)	(0.100)	To fund equipment and upgrade of existing DSFRS Incident Command Unit and crew training.
Devon County Council	(0.015)	To fund fire safety equipment in relation to domestic violence.
Devon County Council	(0.004)	To fund Learn-to-Live road shows as per grant allocation.
Insure the Box Limited	(0.003)	To fund Learn-to-Live road shows as per grant allocation.
TOTAL	(2.042)	

- **Capital Funding Reserve (£0.694m)**. As is reported in paragraph 15.1 of this report there has been significant slippage in capital spending in 2011-12 therefore reducing the amount of capital funding required. As a consequence of this slippage only £0.742m of the agreed direct revenue funding is required to be applied. The remaining balance of £0.694m is required to be carried forward to 2012-13, through an earmarked reserve, to fund the capital spending when it is actually incurred.

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 2012, it is recommended that the underspend figure of £1.276m be used to fund three further transfers into Earmarked Reserves, as follows:

(a) **Commercial Services Activities (£0.300m)** - Members will be well aware of the strategic aim to increase income generation by identifying new commercial opportunities for trading. The Commercial Services Committee, at its meeting on the 5 May, received an update from the Chief Fire Officer on the development of the strategic business plan for commercial activities including aspirations for potential income targets for the next 5 years. It was agreed that whilst the Committee should be ambitious in terms of setting income targets, a balance also has to be given as to what is realistic within that timeframe and the resources available. It was recognised and agreed that to maximise the income potential over this period will require some pump priming funding in the early years. The Commercial Services Manager has identified additional resource requirements of £0.300m to support exploration and delivery of new areas for trading. It is proposed that an amount of £0.300m is set aside in an Earmarked Reserve to be available to Commercial Services Committee to be used to fund additional resources required towards increasing commercial activities. In this context, it should also be noted that – in accordance with statutory requirements – funding of all commercial activities will be on the basis of securing over time, as a minimum full, cost recovery together with an element of income generation.

(b) **Capital Funding Reserve (£0.350m)** – Members will be aware that the capital programme for 2012-13 to 2014-15 has been constructed on the basis that the debt ratio (debt charges expressed as a percentage of the total revenue budget) is kept within an agreed target of 5%. Whilst this position will help to keep the authority's exposure to external debt to manageable levels, it is doubtful that this position can be sustained if the identified capital investment backlog is to be adequately funded. The Director of Service Support has highlighted the need for the 5% limit to be reviewed during 2012.

A recent issue with a major project has already identified that the agreed capital programme might be short of necessary funding by an amount of £0.350m. It is therefore proposed that an amount of £0.350m from the underspend be set aside in an Earmarked Reserve to provide further direct revenue funding towards capital spending. Subject to Authority approval this will ensure that funds are available to deliver the agreed programme without the need to increase debt levels beyond already agreed limits.

(c) **CSR 2010 Budget Strategy Reserve (£0.626m)** – it is proposed that the remaining balance of £0.626m be transferred to the existing reserve of CSR 2010 Budget Strategy Reserve, which, when added to the existing balance of £1.191m would increase the balance on the Reserve to £1.817m to be available to offset future grant reductions.

11.2 A summary position of Reserves and Provisions as at 31 March 2012, including the recommendations to Earmarked Reserves included in this report, is included as Appendix B.

11.3 In addition to the proposals for transfers to Earmarked Reserves (Appendix B Column 4), it is also recommended that an amount of £0.420m is transferred from Earmarked Reserves to the General Reserve (Appendix B Column 5). This amount relates to amounts originally transferred to Earmarked Reserve but which are no longer required for its original purpose, and is therefore eligible for transfer to the General Reserve. If Members are minded to approve this recommendation then the balance on the General Reserve will increase from £4.453m to £4.873m, equivalent to 6.49% of total revenue budget.

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 25% reductions in Fire Service grants announced in CSR 2010.
- 12.2 It is therefore pleasing that the financial outturn for 2011-12 has delivered a further underspend of which a significant part is recommended to be set aside in Reserves to be available to assist budget setting in 2013-14 and 2014-15 when the grant reductions will be more severe.
- 12.3 The Authority is asked to approve the recommendations included in paragraphs 11.1 and 11.3.

13. SECTION 2 – CAPITAL OUTTURN 2011-12

- 13.1 The capital programme for 2011-12 was originally set at £6.502m at the budget setting meeting held on the 14 February 2011. This programme figure has been increased to £7.580m during the year to reflect slippage in spending from the previous year and new capital spending 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 2011-12 programme they do not represent an increase in the overall borrowing requirement.
- 13.2 Total spending against this programme was £3.363m as detailed in Table 3 overleaf. Total cash payments relating to capital spending during the financial year amounted to £3.528m (including invoices paid in relation to the previous financial year for which accruals were made as at 31 March 2011), and a further £0.314m was accrued at the year-end to reflect invoices not yet received by 31 March 2012.

TABLE 3 – SUMMARY OF CAPITAL SPENDING IN 2011-12

Capital Programme 2011/12			Variation to budget			
Item PROJECT	2011/12	2011/12	2011/12	Slippage	Savings	Total
	£000	£000	£000	£000	£000	variation
	Budget	Draft outturn	Variation to budget			£000
Estate Development						
1 Exeter Middlemoor	30	31	1	(1)		(1)
2 Exeter Danes Castle	10	1	(9)		9	9
3 SHQ major building works	96	4	(92)	92		92
4 Major building works - training facilities at Exeter airport	1,000	111	(889)	889		889
5 Minor improvements & structural maintenance (including slippage)	3,560	1,542	(2,018)	2,018		2,018
6 Welfare facilities	37	22	(15)	15		15
7 New Dimensions (USAR) works	610	515	(95)	95		95
Estates Sub Total	5,343	2,226	(3,117)	3,108	9	3,117
Fleet & Equipment						
8 Appliance replacement	397	749	352	(352)		(352)
9 Specialist Operational Vehicles	1,315	74	(1,241)	1,241		1,241
10 Vehicles (funded from revenue)	89	89	0	0		0
11 Equipment	127	45	(82)	82		82
12 Asset Management Plan (Miquest) software	129	0	(129)		129	129
13 Systems integration	180	180	0	0		0
Fleet & Equipment Sub Total	2,237	1,137	(1,100)	971	129	1,100
Overall Capital Totals	7,580	3,363	(4,217)	4,079	138	4,217
Programme funding						
Main programme	3,508		(3,508)	3,370	138	3,508
Revenue funds	1,436	742	(694)	694		694
Earmarked reserves	91	76	(15)	15		15
Grants	2,545	2,545	-	0		0
	7,580	3,363	(4,217)	4,079	138	4,217

14. **FINANCING THE 2011-12 CAPITAL PROGRAMME**

14.1 Table 4 below identifies how the 2011-12 capital spending of £3.363m is to be financed.

TABLE 4 – SUMMARY OF CAPITAL FINANCING IN 2011-12

	Actual Financing Required £m
<u>External Borrowing</u>	0.000
<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.	0.089
Property improvements agreed to be funded from Revenue or Earmarked Reserves e.g. control consolidation and welfare facilities.	0.243
Purchase of Middleware IT solution agreed to be funded from Revenue.	0.180
Direct Revenue Funding agreed to be utilised towards general capital spending.	0.306
Sub Total – Direct Revenue Funding/Earmarked Reserve	0.818
<u>Capital/Revenue Grants</u>	
CLG Grant to support capital spending	2.021
CLG New Dimensions Grant	0.510
South West Ambulance Trust to fund station improvements at Wincanton fire station.	0.014
Sub Total - Capital/Revenue Grants	2.545
Total Financing	3.363

Borrowing

14.2 As a consequence of the significant slippage in capital spending in 2011-12 there was no need to take out any additional external borrowing during the year, which means that all capital spending has been funded from other financing sources.

15. SLIPPAGE

15.1 As is indicated from the figures in Table 3, actual capital spending during the year is £4.217m less than the agreed programme, of which an amount of £4.079m 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. A revised capital programme for 2012-13 will be reported to the next meeting of Resources Committee to reflect the inclusion of this slippage.

15.2 The remaining underspend of £0.138m 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 £4.217m less than anticipated as a consequence of delays on progressing capital projects.

Approved Indicator	£7.580m	
Actual Expenditure	£3.363m	
Variance		(£4.217) m

16.3 Capital Financing Requirement (CFR) – External Borrowing

The CFR reflects the underlying need to borrow for capital purposes. Given that spending is £4.2m less than programmed, the need to borrow to fund capital spending is also reduced by a similar amount.

Approved CFR	£31.154m	
Actual CFR	£26.142m	
Variance		(£5.012) 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 2011-12 the actual liabilities had been assessed as £0.272m less than the original target.

Approved CFR	£1.885m	
Actual CFR	£1.613m	
Variance		(£0.272) m

16.5 Authorised Limit and the Operational Boundary for External Debt

Actual external debt as at 31 March 2012 was £27.066m.

This is well within the authorised limit (absolute maximum borrowing approval) and operational boundary of £34.671m and £36.229m 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 estimate was that 4.35% would be applied and the actual figure is 0.24 base points (bp) below the estimate.

Capital Financing Costs	£3.304m
Interest on investments	(£0.213) m
Net Financing Costs	£3.091m
Net Revenue Stream	£75.141m
Percentage	4.11%
Estimated	4.35%
Variance	(0.24) bp

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 £2.545m is capitalised and funded from government grant.
- That an amount of £0.818m is capitalised and funded from revenue contributions to capital spending, either directly from the 2011-12 revenue budget or from Earmarked Reserve.

KEVIN WOODWARD
Treasurer

SUBJECTIVE ANALYSIS OF REVENUE SPENDING

DEVON & SOMERSET FIRE AND RESCUE AUTHORITY				
Provisional Revenue Outturn 2011-12				
		2011/12 Budget	Draft Outturn	Variance over/ (under) £000 (3)
		£000 (1)	£000 (2)	
Line No	SPENDING			
	EMPLOYEE COSTS			
1	Wholetime uniform staff	32,168	32,454	286
2	Retained firefighters	11,895	11,305	(590)
3	Control room staff	1,948	2,387	439
4	Non uniformed staff	9,324	9,459	135
5	Training expenses	1,363	1,031	(332)
6	Fire Service Pensions recharge	1,999	2,118	119
		58,697	58,754	57
	PREMISES RELATED COSTS			
7	Repair and maintenance	1,056	1,039	(17)
8	Energy costs	631	461	(170)
9	Cleaning costs	438	363	(75)
10	Rent and rates	1,469	1,408	(61)
		3,594	3,271	(323)
	TRANSPORT RELATED COSTS			
11	Repair and maintenance	653	493	(160)
12	Running costs and insurances	1,196	1,139	(57)
13	Travel and subsistence	1,502	1,462	(40)
		3,351	3,094	(257)
	SUPPLIES AND SERVICES			
14	Equipment and furniture	2,349	2,189	(160)
15	Hydrants-installation and maintenance	105	134	29
16	Communications	2,138	1,985	(153)
17	Uniforms	1,211	888	(323)
18	Catering	180	222	42
19	External Fees and Services	320	420	100
20	Partnerships & regional collaborative projects	152	128	(24)
		6,455	5,966	(489)
	ESTABLISHMENT COSTS			
21	Printing, stationery and office expenses	416	357	(59)
22	Advertising	57	37	(20)
23	Insurances	326	285	(41)
		799	679	(120)
	PAYMENTS TO OTHER AUTHORITIES			
24	Support service contracts	604	741	137
		604	741	137
	CAPITAL FINANCING COSTS			
25	Capital charges	4,757	4,719	(38)
26	Revenue Contribution to Capital spending	1,436	742	(694)
		6,193	5,461	(732)
27	TOTAL SPENDING	79,693	77,966	(1,727)
	INCOME			
28	Treasury management investment income	(100)	(213)	(113)
29	Grants and Reimbursements	(3,053)	(4,921)	(1,868)
30	Other income	(1,331)	(1,612)	(281)
31	Internal Recharges	(68)	(91)	(23)
32	TOTAL INCOME	(4,552)	(6,837)	(2,285)
33	NET SPENDING	75,141	71,129	(4,012)
	TRANSFER TO EARMARKED RESERVES			
34	Grants Unapplied	-	2,042	2,042
35	Capital Funding	-	694	694
36	TOTAL TRANSFERS TO EARMARKED RESERVES	-	2,736	2,736
37	TOTAL NET SPENDING	75,141	73,865	(1,276)

APPENDIX B TO REPORT DSFRA/12/14

SUMMARY OF RESERVES AND BALANCES AS AT 31 MARCH 2012

RESERVES	Balance as at 1 April 2011 £000 (1)	Spend £000 (2)	Balance at 31/3/12 £000 (3)	Proposed Transfer of Underspend £000 (4)	Proposed Transfer between Reserves £000 (5)	Balance Cfwd to next year £000 (6)
Earmarked reserves						
Lundy Island Fire Cover	(25)	12	(13)			(13)
Positive pressure ventilation training	(4)	-	(4)			(4)
Mobilisation equipment	(167)	110	(57)			(57)
Property works	(55)	50	(5)		5	-
Support costs	(7)	-	(7)		7	-
Welfare building works	(37)	22	(15)			(15)
Integrated clothing project	(488)	488	-			-
Change & improvement training	(50)	44	(6)			(6)
Gold command courses	(35)	11	(24)			(24)
Interagency liaison officer costs	(36)	26	(10)			(10)
Grants unapplied in 2010-11	(1,374)	710	(664)		185	(479)
Change & improvement programme	(896)	-	(896)		223	(673)
CSR 2010	(1,191)	-	(1,191)			(1,191)
Year end proposals						
Support to capital programme within 2011-12 base				(694)		(694)
Additional support to capital programme				(350)		(350)
Commercial Services				(300)		(300)
Grants unapplied in 2011-12				(2,042)		(2,042)
CSR 2010				(626)		(626)
Total earmarked reserves	(4,365)	1,473	(2,892)	(4,012)	420	(6,484)
General reserve						
General fund balance	(4,453)				(420)	(4,873)
Percentage of general reserve compared to net budget						-6.49%
TOTAL USEABLE RESERVES	(8,818)	1,473	(2,892)	(4,012)	-	(11,357)
PROVISIONS						
Part time workers - retained fire fighters	(1,505)	-	(1,505)	(348)		(1,853)
TOTAL PROVISIONS	(1,505)	-	(1,505)	(348)	-	(1,853)