

**NORTHERN JOINT POLICE BOARD**

**30 MARCH 2007**

Agenda Item	
Report No	

**REVENUE BUDGET MONITORING STATEMENT**

**Report by the Chief Constable**

**SUMMARY**

To inform the Board of the current revenue budget position.

**BACKGROUND**

The Revenue Monitoring Statement reflects the position of Northern Constabulary at the end of February 2007.

Direct Employee expenses are anticipated to be £236k underspent at 31 March 2007. This is a balance between an underspend on salary costs and a related overspend on overtime. This has been managed throughout the year in order to minimise the overall financial impact of the known overspend on pensions.

An estimated overspend on Indirect Employee Expenses of £297k is anticipated and is entirely down to an overspend on pension related costs. Members will note that this estimate is substantially lower than that presented to the January meeting of the NJPB. This is due to potential ill-health retirements not progressing in 2006/2007.

An overspend of £328k is still anticipated within property costs due to well publicised increases in the cost of gas and electricity.

Income recovery is anticipated to be £5.377m – this is £325k above budget. This over recovery is due in the main to Interest on Revenue Account Balances received by the Force.

There is one area of uncertainty with the predicted year-end position at this late stage of the financial year. This relates to the recovery of costs for officers providing Mutual Aid to the Metropolitan Police. There is the potential that the Force will recover approximately £125k – due to uncertainties, which are unlikely to be resolved until well into next financial year, this has not been built into the year-end estimate. The Board will be updated on this position as more information becomes available.

A detailed analysis of the 2006/2007 out-turn position will be presented to the next meeting of the NJPB.

**RECOMMENDATION**

The Board notes the position.

**I Latimer**  
**Chief Constable**

20 March 2007

## NORTHERN CONSTABULARY 2006/2007 REVENUE MONITORING

<b>REVENUE MONITORING STATEMENT AS AT END February 2007</b>					
	<b>Annual Budget £'000</b>	<b>Budget to Date £'000</b>	<b>Expenditure to Date £'000</b>	<b>Year End Estimate</b>	<b>Estimated YE Variance £'000</b>
Direct Employee Expenses	39,270	35,905	35,391	39,034	236
Indirect Employee Expenses	10,574	9,486	9,644	10,871	(297)
Premises Related Expenditure	2,972	2,619	2,816	3,300	(328)
Transport Related Expenditure	1,585	1,430	1,490	1,585	-
Supplies & Services	4,383	3,971	4,053	4,383	-
Third Party Payments	814	573	556	814	-
Support Services	265	5	62	265	-
<b>GROSS EXPENDITURE</b>	<b>59,863</b>	<b>53,989</b>	<b>54,011</b>	<b>60,252</b>	<b>(389)</b>
Income	(5,052)	(4,662)	(5,089)	(5,377)	325
<b>NET BUDGET</b>	<b>54,811</b>	<b>49,328</b>	<b>48,922</b>	<b>54,875</b>	<b>(64)</b>

<b>Board Approved Budget</b>	<b>54,463</b>
Identified Efficiency Savings	(10)
Civil Contingencies Specific Grant	45
Special Constables Specific Grant	110
Augmentations	201
Miscellaneous Specific Grants	3
<b>Working Budget</b>	<b>54,811</b>