

**To June 2017
(Quarter 1)**

Headlines

The current forecast of net expenditure amounts to £96.475m compared to a revised budget of £96.178m.

The variance amounts to a forecast overspend of £297k (0.31%) and is made up as follows:

- A forecast overspend of £40k (0.26%) in respect of the Commissioner’s budgets.
- A forecast overspend on Constabulary budgets of £257k (0.23%) of which, £239k (0.20%) represents an overspend on expenditure budgets and £18k (0.31%) reflects a forecast under recovery of income.

Police Property Act

The balance in the Police Property Act Fund at the end of June was £116k.

| Description | Revised Budget | Forecast Outturn | Forecast (Under)/Overspend | Forecast (Under)/Overspend |
|---------------------------------------------|-------------------|-------------------|----------------------------|----------------------------|
| | 2017/18 £'000s | 2017/18 £'000s | 2017/18 £'000s | 2017/18 % |
| Office of the Police and Crime Commissioner | 785 | 778 | (7) | (0.89%) |
| Other PCC Budgets | (15,337) | (15,290) | 47 | (0.31%) |
| Movements To / (From) Reserves | (1,058) | (1,058) | 0 | 0.00% |
| Total OPCC Budgets | (15,610) | (15,570) | 40 | (0.26%) |
| Funding Provided to the Constabulary | 111,788 | 112,045 | 257 | 0.23% |
| Net Expenditure | 96,178 | 96,475 | 297 | 0.31% |
| External Funding | (96,178) | (96,178) | 0 | 0.00% |
| Total | 0 | 297 | 297 | |

Overview

The overspend on the Commissioner’s own budgets arises principally as a result of forecast overspend on premises related costs (£48k). This overspend includes additional spend on rates and additional fire risk assessments carried out on police estate following the fire at Grenfell Tower. These are partially offset by forecast underspends on the costs of the Office of the PCC (£7k).

With regard to the Constabulary overspend, the Constabulary is facing a number of budget pressures that have come to light since the budget was set for 2017/18. This includes additional overtime as a result of increased visible patrols to provide public reassurance following the terrorist incidents in Manchester and London.

These funding pressures have been discussed by the Chief Constable and Commissioner, and the Constabulary is currently seeking to manage expenditure during 2017/18 within the overall funding envelope provided by the Commissioner.