



Management Accounts for the period ending 30th June 2016



HUMBERSIDE
Fire & Rescue Service

Safer Communities Safer Firefighters

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Key To Traffic Light System

The elements of the Traffic Light system being used in the report to highlight significant outturn variances / issues are as follows:-

1. **Status Column** - indicates, using a colour reference whether an issue is:-

Red **Potentially detrimental** to the finances of the Authority

Green **In line with budget or potentially advantageous** to the finances of the Authority.

2. **Direction Column** - this indicates the relative movement in the projected outturn position compared to the previous month as follows:-

Red A detrimental change.

Amber No change.

Green An advantageous change.

Possible Combinations

		Status	
		Red	Green
D I R E C T I O N	Red	✓	✓
	Amber	✓	✓
	Green	✓	✓

The combinations shaded are those that give the most concern from a financial perspective i.e. Status = Red and Direction = Red, Amber or Green.

HUMBERSIDE FIRE & RESCUE SERVICE
COMMENTARY ON THE MANAGEMENT ACCOUNTS
For the period 1 April 2016 to 30 June 2016

The following statements represent a summary of the financial activity of the Service for the period stated above.

Each statement is accompanied with notes, referenced to specific lines on that statement where significant variances have been forecasted or where further explanation of information shown is necessary.

Revenue Statements

These statements show the actual and committed revenue expenditure, in summary subjective heading format (Table 1) and broken down by objective headings (Table 2), as at 30 June 2016 compared to the profiled 2016/17 budget for the same period. The report also shows the forecasted outturn for the full year based on current levels of income and expenditure and any known variations to the end of the financial year.

Table 1

HUMBERSIDE FIRE & RESCUE SERVICE
REVENUE MONITORING SUMMARY STATEMENT 2016/17
1 April 2016 to 30 June 2016 (Period 03)

	Original Budget £'000	Revised Budget £'000	30 June 2016		Projection £'000	Full Year		Traffic Light		Note
			Profile £'000	Actual & Committed £'000		Variance £'000	%	Status	Direction	
Employees										
Wholetime	22,573	22,953	5,643	5,728	22,953	-	-	Green	Amber	
Retained	3,843	3,843	755	718	3,843	-	-	Green	Amber	
Support	5,824	5,824	1,456	1,288	5,574	(250)	(4.29)	Green	Green	1
Other Employee Expenses (Training, Occ Health, Insurance)	1,507	1,506	406	322	1,506	-	-	Green	Amber	
Total Pay & Pensions	33,747	34,126	8,260	8,056	33,876	(250)	(0.73)			
Premises	2,032	2,032	1,027	927	2,032	-	-	Green	Amber	
Transport	1,956	1,956	540	556	1,956	-	-	Green	Amber	
Supplies & Services	2,585	2,585	647	882	2,585	-	-	Green	Amber	
Support Services	231	231	48	86	231	-	-	Green	Amber	
Total Expenditure	40,551	40,930	10,522	10,507	40,680	(250)	(0.61)			
Income	(451)	(830)	(112)	(958)	(830)	-	-	Green	Amber	
Net Expenditure (Ex Capital Charges)	40,100	40,100	10,410	9,549	39,850	(250)	(0.62)			
Interest Payable	669	669	-	-	669	-	-	Green	Amber	
Interest Receivable	(80)	(80)	(20)	(7)	(80)	-	-	Green	Amber	
Contingency	150	150	-	-	150	-	-	Green	Amber	
Accounting Adjustments	2,733	2,733	-	-	2,733	-	-	Green	Amber	
Contributions to / (from) Reserves	288	288	-	-	288	-	-	Green	Amber	
Net Budget Requirement	43,860	43,860	10,390	9,542	43,610	(250)	(0.57)	Green	Green	
Financed By										
Business Rates	(3,568)	(3,568)	(926)	(926)	(3,568)	-	-			
National Non Domestic Rates	(19,472)	(19,472)	(7,291)	(7,291)	(19,472)	-	-			
Precepts	(20,820)	(20,820)	(5,683)	(5,683)	(20,820)	-	-			
	-	-	(3,510)	(4,358)	(250)	(250)	-			

Table 2

HUMBERSIDE FIRE & RESCUE SERVICE
REVENUE MONITORING STATEMENT 2016/17
 1 April 2016 to 30 June 2016 (Period 03)

	Original Budget £'000	Revised Budget £'000	30 June 2016		Full Year			Traffic Light		Note
			Profile £'000	Actual & Committed £'000	Projection £'000	Variance		Status	Direction	
						£'000	%			
Community Fire Safety										
Expenditure										
Employees										
Wholetime	1,102	1,102	275	283	1,102	-	-	Green	Amber	
Retained	78	78	19	-	78	-	-	Green	Amber	
Support	1,809	1,809	452	430	1,809	-	-	Green	Amber	
Indirect Employees	47	47	12	1	47	-	-	Green	Amber	
Transport	3	3	1	-	3	-	-	Green	Amber	
Supplies and Services	245	245	61	55	245	-	-	Green	Amber	
Total Expenditure	3,284	3,284	820	769	3,284	-	-			
Income	(65)	(65)	(16)	(200)	(65)	-	-	Green	Amber	
Net Expenditure	3,219	3,219	804	569	3,219	-	-			
Fire Fighting & Rescue Operations										
Expenditure										
Employees										
Wholetime	17,904	17,904	4,476	4,443	17,904	-	-	Green	Amber	
Control	1,120	1,120	280	271	1,120	-	-	Green	Amber	
Retained	3,765	3,765	736	718	3,765	-	-	Green	Amber	
Support	123	123	31	29	123	-	-	Green	Amber	
Indirect Employees	19	19	5	24	19	-	-	Green	Amber	
Premises	1,318	1,318	732	689	1,318	-	-	Green	Amber	
Transport	1	1	-	-	1	-	-	Green	Amber	
Supplies and Services	766	766	191	51	766	-	-	Green	Amber	
Total Expenditure	25,016	25,016	6,451	6,225	25,016	-	-			
Income	(317)	(317)	(79)	(666)	(317)	-	-	Green	Amber	
Net Expenditure	24,699	24,699	6,372	5,559	24,699	-	-			
Management & Support Services										
Expenditure										
Employees										
Wholetime	2,447	2,827 *	612	731	2,827	-	-	Green	Amber	
Support	3,892	3,892	973	829	3,642	(250)	(6.42)	Green	Green	1
Other Pension Costs	604	603	122	18	603	-	-	Green	Amber	
Indirect Employees	605	605	151	156	605	-	-	Green	Amber	
Employee Related Insurances	232	232	116	123	232	-	-	Green	Amber	
Premises	714	714	295	238	714	-	-	Green	Amber	
Transport	1,948	1,948	538	555	1,948	-	-	Green	Amber	
Supplies and Services	1,378	1,378	346	755	1,378	-	-	Green	Amber	
Support Services	226	226	47	86	226	-	-	Green	Amber	
Contingency	150	150	-	-	150	-	-	Green	Amber	
Total Expenditure	12,196	12,575	3,200	3,491	12,325	(250)	(1.99)			
Income	(69)	(448) *	(17)	(92)	(448)	-	-	Green	Amber	
Net Expenditure	12,127	12,127	3,183	3,399	11,877	(250)	(2.06)			

Cont...

Table 2 Cont...

HUMBERSIDE FIRE & RESCUE SERVICE
REVENUE MONITORING STATEMENT 2016/17
 1 April 2016 to 30 June 2016 (Period 03)

	Original Budget £'000	Revised Budget £'000	30 June 2016		Full Year			Traffic Light		Note
			Profile	Actual & Committed	Projection	Variance		Status	Direction	
			£'000	£'000	£'000	£'000	£'000	%		
Democratic Representation & Management Expenditure										
Transport	4	4	1	1	4	-	-	Green	Amber	
Supplies and Services	161	161	40	21	161	-	-	Green	Amber	
Net Expenditure	165	165	41	22	165	-	-			
Corporate Management Expenditure										
Supplies and Services	35	35	9	-	35	-	-	Green	Amber	
Support Services	5	5	1	-	5	-	-	Green	Amber	
Net Expenditure	40	40	10	-	40	-	-			
Net Expenditure (excluding Capital Charges)	40,250	40,250	10,410	9,549	40,000	(250)	(0.62)			
Interest Payable	669	669	-	-	669	-	-	Green	Amber	
Interest Receivable	(80)	(80)	(20)	(7)	(80)	-	-	Green	Amber	
Accounting Adjustments	2,733	2,733	-	-	2,733	-	-	Green	Amber	
Contributions to / (from) Reserves	288	288	-	-	288	-	-	Green	Amber	
Net Budget Requirement	43,860	43,860	10,390	9,542	43,610	(250)	(0.57)	Green	Green	
Financed by :										
Business Rates	(3,568)	(3,568)	(926)	(926)	(3,568)	-	-	Green	Amber	
NDR	(19,472)	(19,472)	(7,291)	(7,291)	(19,472)	-	-	Green	Amber	
Precepts	(20,820)	(20,820)	(5,683)	(5,683)	(20,820)	-	-	Green	Amber	
	-	-	(3,510)	(4,358)	(250)	(250)				

*Budgets increased to reflect secondments to HFR Solutions for 2016/17.

Notes

1. This projected underspend is due to the part year effect of the Transactional Administration Review as well as a number of vacant posts.

Capital Statement

This report shows the actual and committed capital expenditure as at 30 June 2016 compared with the adjusted profiled 2016/17 budget for the same period. This report also shows the forecasted outturn for the full year based on current levels of expenditure and any known variations to the end of the financial year.

Table 3

**HUMBERSIDE FIRE & RESCUE SERVICE
CAPITAL MONITORING STATEMENT 2016/17
1 April 2016 to 30 June 2016 (Period 03)**

SCHEME	Original Budget £'000	Revised Budget £'000	30 June 2016		Projection £'000	Full Year		Traffic Light		Note
			Profile £'000	Actual & Committed £'000		Variance		Status	Direction	
						£'000	%			
Building Works										
Invest to Save	200	449	-	-	449	-	-	Green	Amber	
Bransholme	-	307	-	-	200	(107)	(34.85)	Green	Green	1
Clough Road	-	907	-	-	907	-	-	Green	Amber	
Central & Brough	-	3,501	500	470	3,501	-	-	Green	Amber	
Howden	-	290	-	-	290	-	-	Green	Amber	
Station Kitchens	-	150	10	6	150	-	-	Green	Amber	
Sundry Buildings	700	700	50	38	700	-	-	Green	Amber	
Training Infrastructure	-	222	10	3	222	-	-	Green	Amber	
	900	6,526	570	517	6,419	(107)	(1.64)			
Vehicles										
Operational Vehicles	-	1,316	-	1,105	1,316	-	-	Green	Amber	
Support Vehicles	76	154	-	15	154	-	-	Green	Amber	
Equipment	-	150	-	30	150	-	-	Green	Amber	
Information Technology	925	1,010	-	77	1,010	-	-	Green	Amber	
	1,901	9,156	570	1,744	9,049	(107)	(1.17)			

Notes

- The works at Bransholme aren't expected to be completed until 2017/18.

Pensions Account Statement

The Authority has a revised budgeted deficit of £13.748m on this account for 2016/17.

The deficit on this account is financed through the Pensions Top-up Grant given by the CLG, of which 80% of the grant is expected to be received in July of this year. The Authority has to stand any cash flow losses until the balance of the grant is paid in full in July 2017.

Table 4

**HUMBERSIDE FIRE & RESCUE SERVICE
PENSIONS ACCOUNT STATEMENT 2016/17
1 April 2016 to 30 June 2016 (Period 03)**

	Revised Budget £'000	30 June 2016		Projection £'000	Full Year		Note
		Profile £'000	Actual £'000		Variance		
					£'000	%	
<u>Expenditure</u>							
Pension payments	14,701	4,900	4,028	14,701	-	-	-
Commutations	4,758	1,586	707	4,758	-	-	-
Transfer Values	100	-	-	100	-	-	-
Total Pensions Expenditure	19,559	6,486	4,735	19,559	-		-
<u>Income</u>							
Contributions							
Ill Health	(120)	-	-	(120)	-	-	-
Employee's	(2,385)	(596)	(660)	(2,385)	-	-	-
Employer's	(3,206)	(801)	(831)	(3,206)	-	-	-
	(5,711)	(1,398)	(1,491)	(5,711)	-		-
Transfer Values	(100)	(75)	(95)	(100)	-	-	-
Total Pensions Income	(5,811)	(1,473)	(1,586)	(5,811)	-		-
Net Pensions Deficit/(Surplus) To be financed by CLG grant	13,748	5,013	3,149	13,748	-		-

Treasury Management

Borrowing & Lending Activity

This statement shows the borrowing and lending activities undertaken by the Corporate Finance section of Hull City Council, on behalf of the Service, for the period 1 April 2016 to 30 June 2016 under the terms of the SLA. It also shows any variation between the actual interest received from the temporary investment of surplus monies and the budgeted interest.

Table 5

HUMBERSIDE FIRE & RESCUE SERVICE
BORROWING AND LENDING ACTIVITY STATEMENT
 For the Period Ending 30 June 2016

Ref.	Company	Investment £	From	To	%	Returned	
						Interest £	Investment £
HFA Instant	HSBC	-					
MMF	Ignis Sterling Liquidity Fund	1,000,000.00					
MMF	Goldman Sachs Liquid Reserve Fund	1,000,000.00					
301535	Nationwide Building Society	1,000,000.00	01/10/2015	01/04/2016	0.66	3,309.04	1,000,000.00
301553	DMO	2,500,000.00	01/04/2016	11/04/2016	0.25	171.23	2,500,000.00
301554	DMO	2,500,000.00	11/04/2016	18/04/2016	0.25	119.86	2,500,000.00
301536	Coventry Bld Soc	1,000,000.00	19/10/2015	19/04/2016	0.60	3,008.22	1,000,000.00
301555	DMO	2,500,000.00	18/04/2016	25/04/2016	0.25	119.86	2,500,000.00
301556	DMO	2,000,000.00	21/04/2016	29/04/2016	0.25	109.59	2,000,000.00
301557	DMO	2,000,000.00	25/04/2016	06/05/2016	0.25	150.68	2,000,000.00
301558	DMO	2,000,000.00	06/05/2016	13/05/2016	0.25	95.89	2,000,000.00
301540	Bank of Scotland	1,000,000.00	16/11/2015	16/05/2016	0.70	3,490.41	1,000,000.00
301559	DMO	2,000,000.00	13/05/2016	20/05/2016	0.25	95.89	2,000,000.00
301548	Coventry Building Society	1,000,000.00	22/02/2016	23/05/2016	0.45	1,121.92	1,000,000.00
301561	DMO	1,000,000.00	19/05/2016	31/05/2016	0.25	82.19	1,000,000.00
301563	DMO	2,000,000.00	23/05/2016	31/05/2016	0.25	109.59	2,000,000.00
301562	DMO	2,000,000.00	20/05/2016	03/06/2016	0.25	191.78	2,000,000.00
301564	DMO	2,000,000.00	03/06/2016	10/06/2016	0.25	95.89	2,000,000.00
301550	Barclays	1,000,000.00	16/03/2016	16/06/2016	0.51	1,285.48	1,000,000.00
301565	DMO	2,000,000.00	10/06/2016	24/06/2016	0.25	191.78	2,000,000.00
301519	Woking Borough Council	2,000,000.00	30/06/2015	28/06/2016	0.55	10,969.86	2,000,000.00
301552	Bank of Scotland	1,000,000.00	30/03/2016	30/06/2016	0.57	1,436.71	1,000,000.00
301569	DMO	1,500,000.00	21/06/2016	30/06/2016	0.25	92.47	1,500,000.00
301571	DMO	1,000,000.00	28/06/2016	30/06/2016	0.25	13.70	1,000,000.00
301572	DMO	1,000,000.00	30/06/2016	01/07/2016	0.25	6.85	-
301570	DMO	2,000,000.00	24/06/2016	08/07/2016	0.25	191.78	-
301544	Barclays	1,000,000.00	19/01/2016	19/07/2016	0.70	3,490.41	-
301545	Leeds Building Society	1,000,000.00	05/02/2016	05/08/2016	0.67	3,340.82	-
301546	Nationwide Building Society	1,000,000.00	12/02/2016	12/08/2016	0.71	3,540.27	-
301547	Leeds Building Society	1,000,000.00	22/02/2016	22/08/2016	0.67	3,340.82	-
301567	Barclays	1,000,000.00	16/06/2016	16/09/2016	0.47	1,184.66	-
301560	Bank of Scotland	1,000,000.00	16/05/2016	16/11/2016	0.80	4,032.88	-
301568	Nationwide Building Society	1,000,000.00	20/06/2016	20/12/2016	0.66	3,309.04	-
301573	Bank of Scotland	1,000,000.00	30/06/2016	30/12/2016	0.80	4,010.96	-
						52,710.53	

Total Investments at 30 June 2016

13,000,000.00Summary of Interest Receipts

	Projection	Actual	Variance under/(over)	%	
	£	£	£		
Accumulated interest on Investments to :	30/06/2016	20,001	6,545	13,456	67.28

The total amount temporarily invested at 30 June 2016 is £13,000,000 which includes £2.65m invested on behalf of the East Coast and Hertfordshire Control Project.

The balance in the Authority's Liquidity Manager Account (LMA) bank account as at 30 June 2016 is £959,421.63. This account currently accrues interest at 0.10%.

Movement in Revenue Reserves

This statement shows the movements on the revenue reserves for the period 1 April 2016 to 30 June 2016.

This statement also gives a projected value of revenue reserves at 31 March 2017 based on the projections in Table 1.

Table 6

**HUMBERSIDE FIRE & RESCUE SERVICE
MOVEMENT IN REVENUE RESERVES
as at 30 June 2016**

	As at 1 April 2016 £'000	In Year Movements £'000	Projected Balance at 31 March 2017 £'000
General Reserve	5,364	138 *	5,502
Earmarked Reserves			
Insurance	500	-	500
East Coast & Hertfordshire Control	720	(200)	520
Change Management	1,044	-	1,044
Central & Brough Fire Stations	3,502	(3,502)	-
Income From HFR Solutions	1,398	400	1,798
Capital Programme	2,300	(2,300)	-
Resilience Reserve	300	-	300
	15,128	(5,464)	9,664

*In year contribution to the General Reserve is based on the budgeted contribution to the reserve plus any estimated under/overspend as at 30th June 2016.

Budget Virements (transfer between lines) Processed

There have been no budget virements processed during the quarter ending 30th June 2016.