



SCOTTISH
FIRE AND RESCUE SERVICE
Working together for a safer Scotland

Report to: THE BOARD OF THE SCOTTISH FIRE AND RESCUE SERVICE
Report No: B/FCS/8-15
Date: 26 MARCH 2015
Report By: CHIEF OFFICER ALASDAIR HAY

Subject: CAPITAL MONITORING REPORT 2014/15 – FEBRUARY 2015

1 PURPOSE

- 1.1 The purpose of this report is to advise members of actual and committed expenditure against the 2014/15 capital budget for the period ending 28th February 2015.

2 RECOMMENDATIONS

- 2.1 Members are asked to approve the following recommendations:
- That the level of actual and committed expenditure for the period ended 28th February 2015 be noted.
 - That the proposed budget virement be approved.

3 EXPENDITURE

3.1

£000

Category	Budget	Expenditure				
		Ordered	Received	Paid	Total	
					£000	%
Property – Major Works	1,791	476	649	665	1,791	100.0
Property – Minor Works	5,399	2,213	159	2,913	5,286	97.9
Vehicles	8,634	844	-	6,948	7,792	90.3
ICT	2,900	1,503	21	1,376	2,900	100.0
Operational Equipment	3,082	937	6	2,139	3,082	100.0
TOTAL EXPENDITURE	21,806	5,974	835	14,041	20,850	95.6

3.2 A number of budget virements (transfers) have taken place during the year to facilitate delivery of the 3-year capital programme, most significantly transferring funding from Property Major Works because much of the activity in this area during 2014/15 has been in planning and preparation. While budget had been retained to enable a potential site purchase, this will not now take place this financial year. As such Board approval is sought to transfer this funding to the Vehicle programme to bring forward fire appliance body-builds from 2015/16. In total the virement from Property Major Works will exceed the delegated limit of £1million. The reverse budget transfer will be applied in 2015/16.

4 FUNDING

4.1

Funding Source	Budget £000
Capital DEL	20,855
Capital Grant c/f	0
Capital Receipts	925
External Funding	26
TOTAL FUNDING	21,806

4.2 The total budget figure has increased by £0.063m since last reported as a result of capital receipts received for the sale of non-operational vehicles.

5 PROGRESS DURING THE MONTH

5.1 15 sets of ladders were delivered in February.

5.2 10 Vans were delivered in the month along with 1 minibus.

5.3 Projects are progressing as planned for all property works.

5.4 Several orders for the East Hub migration services were placed in February for the command and control project.

5.5 Orders were placed in the month for ICT cabling works and all other ICT work is progressing towards completion for 31st March.

6 PROGRESS ANTICIPATED NEXT MONTH

6.1 8 vans, 2 Water Rescue Vehicles and 2 High Reach Appliances are expected to be delivered in the coming month.

- 6.2 The last 15 sets of ladders are due to be delivered in March along with the last 300 BA sets.
- 6.3 Property projects are still expected to be delivered within current revised programmes to complete prior to 31st March.
- 6.4 The order for the provision and installation of additional call touch clients for the East Hub migration, for the command and control project, is expected to be placed in the coming month.
- 6.5 Final invoices for ICT are continuing to be pursued from suppliers.

7 FORECAST

- 7.1 Appendix A provides the revised forecast (June) and current forecast spend profiles for the full financial year.
- 7.2 The variance between the revised cumulative forecast expenditure and cumulative actual expenditure as at the end of February, is £3.8m.
- 7.3 £1.5m of the forecast variance is due to a delay in access to procurement frameworks for property projects and late invoicing from property suppliers due to re-measure of final accounts or contractors resources.
- 7.4 £0.4m is due to a delay in expenditure on fleet, as a result of contracts being available later than anticipated for High Reach Vehicles and Water Rescue Vehicles.
- 7.5 The breathing apparatus expenditure is delayed by £0.7m at February because this was forecast to spend in October and November, when the detailed roll out plan and supplier delivery schedule was not available. The balance of the operational equipment expenditure of £0.7m was forecast to be spent by December also, but this was before the delays in procuring hydraulic rescue equipment were realised.
- 7.6 The remaining variance of £0.5m is due to delayed spends in ICT, as a result of late invoicing of goods/services and a delay in availability of procurement frameworks and contracts.
- 7.7 Total forecast expenditure is expected to be in line with the budgeted figure of £21.8m.

8 FINANCIAL IMPLICATIONS

- 8.1 The financial implications are outlined within the report.

9 EMPLOYEE IMPLICATIONS

- 9.1 There are no employee implications directly associated with this report.

10 CORE BRIEF

- 10.1 The Director of Finance & Contractual Services advised the Board of actual and committed expenditure against the 2014/15 capital budget for the period ending 28 February 2015. The capital programme is progressing well and it is currently anticipated that the full budget of £21.8m will spend by 31 March 2015.

ALASDAIR HAY
Chief Officer
19 March 2015

Scottish Fire & Rescue Service

Revised Spend Profile (June) – Capital Programme 2014/15

£000

Category	Budget	Actual		Forecast					
		Apr - Jun	Jul - Sep	Oct- Dec	Jan - Feb	Mar	Total	Variance to budget	Variance (%)
Property – Major Works	3,214	86	155	573	676	1,723	3,214	0	0
Property – Minor Works	5,399	978	1,099	1,150	1,150	1,022	5,399	0	0
Vehicles	7,761	372	2,172	3,736	1,029	452	7,761	0	0
ICT	2,400	153	764	599	541	345	2,400	0	0
Operational Equipment	3,527	39	616	2,871	0	0	3,527	0	0
TOTAL EXPENDITURE	22,301	1,629	4,806	8,929	3,396	3,542	22,301	0	0
CUMULATIVE TOTAL	22,301	1,629	6,435	15,364	18,760	22,301	0	0	0

Revised Spend Profile – February 2015

Category	Budget	Actual (Paid & Received)				Forecast			
		Apr - Jun	Jul - Sep	Oct-Dec	Jan - Feb	Mar	Total	Variance to budget	Variance (%)
Property – Major Works	2,436	86	46	59	1,123	1,122	2,436	0	0
Property – Minor Works	5,399	978	560	754	779	2,327	5,399	0	0
Vehicles	7,988	372	541	5,616	419	1,041	7,988	0	0
ICT	2,900	153	178	617	449	1,503	2,900	0	0
Operational Equipment	3,082	39	35	1,457	613	937	3,082	0	0
TOTAL EXPENDITURE	21,806	1,629	1,360	8,504	3,383	6,930	21,806	0	0
CUMULATIVE TOTAL	21,806	1,629	2,989	11,493	14,876	21,806	0	0	0
Variance	495	0	3,446	3,871	3,884	495	495	0	0