

DMPC Decision – PCD 1456

Title: MOPAC 2023-24 Revised Budget

Executive Summary:

The MOPAC 2022/23 draft outturn position is an underspend of **£2.969m** against a net budget of **£64.851m**. This included a net transfer to reserves of **£5.375m** plus the transfer to **£2.969m** underspends to budget resilience reserve for MOPAC and budget smoothing for VRU. Formal approval for these transfers to reserves from the DMPC is requested.

Following approval of the MOPAC budget in February 2023 the budget now needs to be updated to reflect:

- The proposed use of carry forwards from the 2022/23 budget
- Changes to grant assumptions included in the original budget submission now that grant notification letters have been received.

This report sets out the revised changes and proposes a revised 2023/24 budget for MOPAC for which formal approval from the DMPC is requested.

In total, the proposed net budget changes for MOPAC are **£0.090m** reflecting a minor adjustment between MOPAC and MPS budgets.

Recommendation:

The Deputy Mayor for Policing and Crime is recommended to:

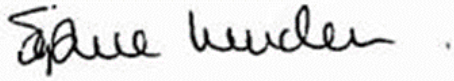
1. Note the draft 2022/23 budget outturn of a **£2.969m** underspend.
2. Approve the carry forward of funds totalling **£5.375m** in respect of projects that will now be delivered in future years.
3. Approve the transfer of the **£2.969m** underspend to earmarked reserves to provide future budget resilience;
4. Approve the net drawdown of **£26.880m** of earmarked reserves to fund MOPAC project expenditure.
5. Approve the revised 2023/24 budget for MOPAC as set out in the report, noting the increase in net expenditure of **£0.090m**.

Deputy Mayor for Policing and Crime

I confirm I have considered whether or not I have any personal or prejudicial interest in this matter and take the proposed decision in compliance with the Code of Conduct. Any such interests are recorded below.

The above request has my approval.

Signature

A handwritten signature in black ink, appearing to read "E. H. Hender", is written over a light gray rectangular background.

Date

22/06/2023

PART I - NON-CONFIDENTIAL FACTS AND ADVICE TO THE DMPC

1. Revenue Budget Draft Outturn 2022/23

- 1.1 MOPAC's 2022/23 net budget was **£64.851m**, the draft outturn position is an underspend of **£2.969m** and compared to a forecast underspend at Period 9 of **£2.595m**. The underspend is largely due the reprofiling of programmes due to the late notification of additional funding and the release of funds following clarification of how projects will be funded.
- 1.2 The draft outturn position includes the proposed carry forward of funds totalling **£5.375m** for Quarter 4 for projects that will now be delivered in future years. In addition, it is proposed to transfer the **£2.969m** underspend to reserves of which **£2.641m** relates to MOPAC and will be transferred to the budget resilience reserve and **£0.329m** relates to the VRU and will be transferred to the VRU budget smoothing reserve. Details of the quarter 4 2022/23 carry forward requests are included at Appendix 1.
- 1.3 The 2022/23 opening balance on MOPAC reserves was **£47.092m**. When the original budget was set, MOPAC were due to use reserves totalling **£17.648m**. The position has changed significantly with a net contribution to reserves of **£8.344m** of reserves, including the year end underspend of **£2.969m**. This results in the closing balance on reserves of **£52.124m** and includes carry forward requests totalling **£28.882m** for expenditure that will now be incurred in future financial years.

2. MOPAC Budget 2023/24

- 2.1. In October 2022, MOPAC and the VRU's 2023/24 net budget expenditure was set at **£72.709m**
- 2.2. This report now seeks approval to make further changes to the approved budget to reflect:
 - The carry forward of funds from 2022/23 following finalisation of the draft outturn position of **£5.375m**. (A detailed breakdown is provided at Appendix One).
 - The carry forward of funds from 2023/24 to reflect the reprofiling of projects into future years of **£5.715m** (A detailed breakdown is provided at Appendix 2);
 - Confirmation of grants;
 - Updated 2023/24 pay award assumptions, the revised budget assumes a 3.5% 2023/24 pay award.
- 2.3. Approval is now being sought to carry forward additional funds totalling **£5.715m** to enable the continuation of projects into future years. A summary of the requests per Directorate is set out in the table below. A detailed breakdown of the requested carry forwards is included within Appendix 2.
- 2.4. The original budget for 2023/24 has been updated to reflect approved decisions and reflects the latest information on grants and assumes the requested quarter 4 2022/23 and revised budget carry forwards are approved.

- 2.5. The revised budget incorporating all the changes is set out in the table below. When compared to the original budget approved in October 2022, the net budget has increased by **£0.090m**, to reflect a minor adjustment between the MOPAC and MPS budget.

Table 1: MOPAC Revised Budget 2023/24

| | Original Budget 2023/24 | Revised budget 2023/24 | Variance |
|------------------------------|----------------------------|---------------------------|--------------|
| | £m | £m | £m |
| Police Staff Pay | 19.527 | 19.818 | 0.292 |
| Police Staff Overtime | 0.000 | 0.000 | 0.000 |
| Employee Related Expenditure | 0.346 | 0.331 | -0.015 |
| Premises Costs | 0.910 | 1.060 | 0.150 |
| Transport Costs | 0.002 | 0.002 | 0.000 |
| Supplies & Services | 120.581 | 122.328 | 1.747 |
| Total Expenditure | 141.366 | 143.540 | 2.174 |
| Other Income | -5.444 | -5.820 | -0.376 |
| Specific Grants | -45.861 | -38.040 | 7.821 |
| Total Income | -51.305 | -43.860 | 7.445 |
| Transfers to/(from)Reserves | -17.351 | -26.881 | -9.529 |
| Net Expenditure | 72.709 | 72.799 | 0.090 |

- 2.6. The opening balance on reserves for 1 April 2023 is **£52.124m**, the original budget assumed a net use of reserves of **£17.351m**. The revised budget for which approval is being sought requests a net drawdown from reserves of **£26.880m**. This results in a forecasted closing balance on reserves of **£25.244m**. A detailed review of all reserves will be carried out in advance of the quarter 1 2023/24 forecast. Any balances on reserves that are no longer required will be transferred to the budget resilience reserve following DMPC approval.

Table 2: Reserves 2023/24 opening balance and forecast closing balance 2023/24.

| Reserve Name | Opening balance 2023/24 | Approved Budget 2023/24 | Revised budget movements | Forecast Closing Balance 2023/24 |
|---------------------------|-------------------------------|-------------------------------|--------------------------------|--|
| | £m | £m | £m | £m |
| MOPAC - Carry Forwards | -22.548 | 6.199 | 16.670 | -5.878 |
| MOPAC - Mayoral Growth | -1.859 | 0.000 | 1.859 | 0.000 |
| MOPAC - Improvement Fund | -3.838 | 2.210 | 0.000 | -3.838 |
| MOPAC - Budget Smoothing | -7.658 | 4.804 | 3.922 | -3.736 |
| MOPAC - Budget Resilience | -15.427 | 4.139 | 4.429 | -10.998 |
| MOPAC - Specific Projects | -0.794 | 0.000 | 0.000 | -0.794 |
| Grand Total | -52.124 | 17.351 | 26.880 | -25.244 |

3. Financial Comments

- 3.1. These are set out in the body of the report

4. Legal Comments

- 4.1. There are no direct legal implications arising from this proposal.
- 4.2. MOPAC/MPS as statutory bodies must only budget for activities that fall within its statutory powers. Under the Scheme of Delegation and Consent the DMPC must approve any budget movement for £500,000 or above. Under Financial Regulations all decisions in relation to the transfer in and out of reserves will be made by the DMPC.

5. GDPR and Data Privacy

- 5.1. GDPR matters have been discussed with the Data Protection Officer, who has confirmed that no Data Protection Impact Assessment (DPIA) is required for these programmes of work. However, the personal details of any individuals or organisations with whom contact is made for the purposes of the engagement will be managed in accordance with MOPAC's wider Privacy Notice. Any organisation that is contracted to conduct work in support of this programme will be required to sign a MOPAC contract that will specify their GDPR responsibilities.

6. Equality Comments

- 6.1. MOPAC is required to comply with the public sector equality duty set out in section 149(1) of the Equality Act 2010. This requires MOPAC to have due regard to the need to eliminate discrimination, advance equality of opportunity and foster good relations by reference to people with protected characteristics. The protected characteristics are: age, disability, gender reassignment, marriage and civil partnership, pregnancy and maternity, race, religion or belief, sex and sexual orientation.
- 6.2. There are no equality and diversity implications arising from this report.

7. Background/supporting papers

- Appendix 1 - Requested Carry Forwards for Quarter 4 – 2022/23
- Appendix 2 – Requested Carry Forwards – 2023/24

Public access to information

Information in this form (Part 1) is subject to the Freedom of Information Act 2000 (FOIA) and will be made available on the MOPAC website following approval.

If immediate publication risks compromising the implementation of the decision it can be deferred until a specific date. Deferral periods should be kept to the shortest length strictly necessary.

Part 1 Deferral:

Is the publication of Part 1 of this approval to be deferred? NO

Part 2 Confidentiality: Only the facts or advice considered as likely to be exempt from disclosure under the FOIA should be in the separate Part 2 form, together with the legal rationale for non-publication.

Is there a **Part 2** form –NO

| ORIGINATING OFFICER DECLARATION | <i>Tick to confirm statement (✓)</i> |
|---|--------------------------------------|
| Financial Advice: The Strategic Finance and Resource Management Team has been consulted on this proposal. | ✓ |
| Legal Advice: OR Legal advice is not required. | ✓ |
| Equalities Advice: Equality and diversity issues are covered in the body of the report. | ✓ |
| Public Health Approach Due diligence has been given to determine whether the programme sits within the Violence Reduction Unit's public approach to reducing violence. This has been reviewed and supported by a senior manager within the VRU. | ✓ |
| Commercial Issues Commercial issues are not applicable | ✓ |
| GDPR/Data Privacy GDPR compliance issues are covered in the body of the report and the GDPR Data Protection Officer [delete as applicable] has been consulted on the GDPR issues within this report. | ✓ |
| Drafting Officer Jo Worster has drafted this report in accordance with MOPAC procedures. | ✓ |
| Director/Head of Service: The Deputy CFO and Head of Financial Management MOPAC has reviewed the request and is satisfied it is correct and consistent with the MOPAC's plans and priorities. | ✓ |

Chief Executive Officer

I have been consulted about the proposal and confirm that financial, legal and equalities advice has been taken into account in the preparation of this report. I am satisfied that this is an appropriate request to be submitted to the Deputy Mayor for Policing and Crime.

Signature**Date** 21/06/2023

Appendix 1 – Requested carry forwards for quarter 4 2022/23

| Directorate | Projects | £m | Programme |
|-------------|--|--------------|------------------------------|
| DARA | Internal Audit Fee | 0.050 | Carry forwards request at Q4 |
| E&I | Research Project (E&I Multi lot) | 0.063 | Carry forwards request at Q4 |
| VRU | VRU -OVW002 - Research | 0.050 | Carry forwards request at Q4 |
| VRU | VRU -YPP002 - ENGAGE | 0.010 | Carry forwards request at Q4 |
| VRU | VRU -EIVP005 - Contextual Safeguarding pilots | 0.002 | Carry forwards request at Q4 |
| VRU | Social Switch 2 | 0.100 | Carry forwards request at Q4 |
| VRU | MyEnds | 0.369 | Carry forwards request at Q4 |
| VRU | Inclusive Schools Programme | 0.376 | Carry forwards request at Q4 |
| VRU | VRU - SHARP - Pilot project | 0.050 | Carry forwards request at Q4 |
| VRU | VRU -Talk & Difference Matters Scoping Project | 0.045 | Carry forwards request at Q4 |
| VRU | VRU - Education development | 0.050 | Carry forwards request at Q4 |
| VRU | VRU - Race & Equality - Pilot Project | 0.050 | Carry forwards request at Q4 |
| VRU | Inclusive Education | 0.030 | Carry forwards request at Q4 |
| Strategy | Countering Violent Extremism | 0.033 | Carry forwards request at Q4 |
| C&P | Children and Young People V&W Service | 0.000 | Carry forwards request at Q4 |
| C&P | London Integrated Victim And Witness Service | 0.118 | Carry forwards request at Q4 |
| C&P | Hate Crime Advocacy Service | 0.028 | Carry forwards request at Q4 |
| C&P | Rescue and Response | 0.047 | Carry forwards request at Q4 |
| C&P | VAWG Grassroots Fund | 0.138 | Carry forwards request at Q4 |
| C&P | Survivors Gateway | -0.367 | Carry forwards request at Q4 |
| C&P | Sexual Violence Support Service Transformation | 0.075 | Carry forwards request at Q4 |
| C&P | Disproportionality Action Plan Fund | 0.016 | Carry forwards request at Q4 |
| C&P | Preventing After School Robbery Fund | 0.086 | Carry forwards request at Q4 |
| C&P | DA perpetrator service fund | 0.000 | Carry forwards request at Q4 |
| C&P | Road Traffic Victims Service | 0.050 | Carry forwards request at Q4 |
| C&P | Hospital Based Youth Work - MTCs and A&Es | -0.050 | Carry forwards request at Q4 |
| C&P | Triage Plus - Violence & Exploitation | 0.166 | Carry forwards request at Q4 |
| C&P | Unallocated Commissioning - Precept 2022/23 Homicide | 1.490 | Carry forwards request at Q4 |
| C&P | Uplift for VAWG Strategy | 1.114 | Carry forwards request at Q4 |
| C&P | Gang Association Young Women & Girls - Violence & Exploitation | 0.000 | Carry forwards request at Q4 |
| C&P | Violence Reduction in Prisons | 0.000 | Carry forwards request at Q4 |
| C&P | Integrated Offenders Management (IOM) | 0.020 | Carry forwards request at Q4 |
| C&P | Violence & Exploitation commissioning | 0.567 | Carry forwards request at Q4 |
| C&P | Trusted Adults Pilot | 0.024 | Carry forwards request at Q4 |
| C&P | Hate Crime Perpetrator Literature Review | 0.004 | Carry forwards request at Q4 |
| C&P | Hate Crime Community Project | 0.010 | Carry forwards request at Q4 |
| C&P | VAWG Prevention Toolkit Support | 0.009 | Carry forwards request at Q4 |
| C&P | Trauma Informed Mentoring Support in Youth Custody | 0.007 | Carry forwards request at Q4 |
| C&P | Prison Pathfinder | -0.047 | Carry forwards request at Q4 |
| C&P | Drug Testing in Police Custody | 0.060 | Carry forwards request at Q4 |
| C&P | GPS Tagging on Release | 0.152 | Carry forwards request at Q4 |
| C&P | Drugs Review Implementation | 0.007 | Carry forwards request at Q4 |
| C&P | London Safeguarding Children - London Councils | 0.021 | Carry forwards request at Q4 |
| C&P | Gangs - Consistent Service Across Boroughs | 0.239 | Carry forwards request at Q4 |
| C&P | London Stalking Support Service | 0.062 | Carry forwards request at Q4 |
| C&P | Stalking Threat Assessment Centre (S-TAC) | 0.048 | Carry forwards request at Q4 |
| | | 5.375 | |

Appendix 2 – Requested carry forwards 2023/24

| Directorate | Projects | £m | Programme |
|-------------|--|--------------|------------------------------|
| VRU | Supporting Children & young People Impacted By domestic Violence programme reprofiled into 2023/24 | 0.219 | Carry forwards request at P2 |
| VRU | Your Choice CBT programme is planned to commence delivery in 2023/24. | 1.164 | Carry forwards request at P2 |
| VRU | Primary Inclusive Schools programme is planned to commence delivery in 2023/24. | 0.775 | Carry forwards request at P2 |
| VRU | Girls mentoring programme delivery reprofiled into 2023/24. | 0.131 | Carry forwards request at P2 |
| VRU | VRU - Innovation fund | 0.700 | Carry forwards request at P2 |
| VRU | VRU -EIVP002 - IRIS Programme | 0.996 | Carry forwards request at P2 |
| VRU | VRU_Girls Mentoring Programme EVALUATION | 0.024 | Carry forwards request at P2 |
| VRU | VRU -ADVISE - EVALUATION | 0.040 | Carry forwards request at P2 |
| VRU | VRU - Rise Up - Evaluation | 0.015 | Carry forwards request at P2 |
| C&P | Stalking Threat Assessment Centre (S-TAC) | 0.075 | Carry forwards request at P2 |
| C&P | Triage Plus - Violence & Exploitation | 0.100 | Carry forwards request at P2 |
| C&P | Women's Night Safety Charter | 0.042 | Carry forwards request at P2 |
| C&P | Uplift for VAWG Strategy | 0.403 | Carry forwards request at P2 |
| C&P | Uplift for VAWG Strategy | 0.066 | Carry forwards request at P2 |
| C&P | Integrated Offenders Management (IOM) | 0.450 | Carry forwards request at P2 |
| C&P | Trauma Informed Mentoring Support in Youth Custody | 0.065 | Carry forwards request at P2 |
| C&P | Drugs Review Implementation | 0.450 | Carry forwards request at P2 |
| | | 5.715 | |