

Revenue Account

This statement has been prepared in accordance with the Best Value Code of Accounting Practice (BVACOP)

2004/05 Net Expenditure £'000	See Notes	Gross Expenditure £'000	Net Income £'000	Net Expenditure £'000
75,191	Crime	98,857	13,452	85,405
70,252	Policing in the Community	87,965	12,658	75,307
1,146	The Corporate and Democratic Core	1,230	1	1,229
34	Non Distributed Cost	10		10
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146,623	Net Cost of Service	188,062	26,111	161,951
(2,144)	Interest on balances		2,312	(2,312)
(2,827)	Surplus on Asset Management Revenue Account	2	3,132	(3,132)
47,460	Pensions Interest Cost & Expected Return on Pensions Assets	13	51,160	51,160
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189,112	Net Operating Expenditure	239,222	31,555	207,667
1,741	Transfers To / From Specific Reserves			2,680
6,897	Capital Expenditure Financed from Revenue			4,375
(697)	Reconciling Amount for Provisions for External Loans	3		(581)
(46,461)	Movements on Pension Reserve	13		(57,003)
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150,592	Amount to be met from government grants and local taxation			157,138
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Sources of Finance				
36,015	Council Tax Payers	12		38,033
102,720	General Government			104,615
11,857	Non-domestic Rate Income			14,490
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150,592				157,138
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-	Net Surplus / (Deficit) for the Year			-
62	Balance on general fund brought forward			62
62	Balance on general fund carried forward			62

Notes to the Revenue Account

1. Summary Spending Details

Expenditure 2004/05 £'000		Budget 2005/06 £'000	Expenditure 2005/06 £'000
	<u>Employees</u>		
111,181	Pay and Other Employment Costs	122,597	118,801
18,694	Police Pensions Current Service Cost	25,381	28,076
129,875		147,978	146,877
	<u>Running Expenses</u>		
4,425	Premises	5,007	4,333
4,727	Transport	4,782	4,707
15,472	Supplies and Services	21,606	16,454
2,235	Agency Services	2,650	2,719
316	Special Constables	412	445
4,881	Capital Charges	4,822	4,828
34	Non Distributable Cost	-	10
32,090		39,279	33,496
161,965	Total Budget / Spending	187,257	180,373
(15,342)	Income	(17,774)	(18,422)
146,623	Net Budget / Spending after Income	169,483	161,951

2. The Asset Management Revenue Account

The balance on this account represents the difference between notional interest charged to the Revenue Account and the interest actually paid by the Authority, plus any government grants released for the year.

2004 /05 £'000		2005/06 £'000
	Income	
4,881	Capital Charges	4,828
2,102	Transfer from Government Grants Deferred Account	2,336
6,983		7,164
	Expenditure	
3,545	Depreciation	3,454
554	External Interest Charges	578
57	Deemed Debt Interest	-
4,156		4,032
2,827		3,132

3. Provision For The Repayment Of External Debt

The Authority is required by statute to set aside a minimum revenue provision (MRP) for the redemption of external debt. This is calculated by applying a specific percentage rate to the Authority's capital financing requirement balance, calculated as part of the requirements of the Prudential Indicators on capital financing. For the purpose of compliance with statutory requirements the provision for depreciation should be regarded as part of the MRP, with the difference being a charge or a credit to the Revenue Account.

2004/05 £'000		2005/06 £'000
296	Statutory minimum provision	313
200	Additional voluntary revenue provision	224
2,102	Government grant written down	2,336
(3,545)	Amount charged as depreciation	(3,454)
250	Deemed debt principal	-
(697)		(581)

4. Operating Leases

The Authority has no finance leases, but has one lease that comes under the terms of an operating lease. Amounts paid and future payments required under these lease are.

2004/05 £'000		2005/06 £'000	2006/07 onwards £'000	Term left On lease
294	Helicopter	294	2,647	9 years

5. Publicity

Expenditure by Humberside Police Authority on certain categories of publicity advertising is required to be disclosed in accordance with Section 5(1) of the Local Government Act 1986

2004/05 £'000		2005/06 £'000
187	Recruitment advertising	132
23	Publicity	68
210		200

6. Section 137 Expenditure

No activities under this heading were identified for the financial year.

7. Police Authority

The Police Authority expenditure is included in the Revenue Account within Corporate and Democratic Core costs.

2004/05 £'000		2005/06 £'000
159	Members Allowances	159
312	Support Staff	410
64	Premises	46
6	Transport	7
392	Supplies and services	427
18	ACPO Subscription	11
143	Third party payments	109
(2)	Fees & charges	(1)
<u>1,092</u>		<u>1,168</u>

8. Officer's Emoluments

The 2003 Accounts and Audit Regulations require the Authority to disclose officer's remuneration of £50K and above, details are as follows:

2004/05	Remuneration band £	2005/06		
		Police Officers Nos	Support Staff Nos	Total Nos
Nos				
25	50,000 - 59,000	21	4	25
11	60,000 - 69,999	10	1	11
2	70,000 - 79,999	2	-	2
2	80,000 - 89,999	1	1	2
1	90,000 - 99,999	1	-	1
-	100,000 - 109,999	-	-	-
1	110,000 - 119,999	1	-	1
<u>42</u>		<u>36</u>	<u>6</u>	<u>42</u>

9. Member's Allowances

The Local Authorities (Member's Allowance) (Amendment) Regulations 1995 require local authorities to publish details of Member's allowances schemes and the amounts paid to each member under the scheme.

2004/05	Allowances band £	2005/06
Nos		Nos
3	0 - 499	2
1	500 - 999	2
5	1,000 - 2,999	4
17	3,000 +	17
<u>26</u>		<u>25</u>

10. Related Parties Transactions

In accordance with the reporting requirements of FRS 8, the Authority is required to disclose details of any transactions involving members and senior officers of the Authority. A number of members on the Police Authority are also members of the four Unitary Councils, covering the Humberside Police area.

The Chief Executive of HANWAG was an independent member of the Police Authority, and the Consultation and Partnership manager of the Police Authority is also the Director of HANWAG. The Police Authority provides funding to HANWAG, and leased accommodation from HANWAG during 2005/06 for a rent of £3k.

There are direct relationships between the Police Authority and a number of central and local government organizations.

The main ones are the Home Office(Police Grant) the Office of Deputy Prime Minister (ODPM) (Revenue Support Grant and National Non Domestic Rates) and the four Unitary Authorities(Precepts).

Except for those mentioned above, none of the members of the Authority, Chief/Senior Officers parties related to them have undertaken any material transactions with Humberside Police Authority.

11. Additional Grants

In 2005/06 additional grants £10K and above were received from numerous bodies, and are included as part of total income on the revenue account. The details are shown below:

	2005/06 £'000		2005/06 £'000
Crime Fighting Fund	3,963	b/fwd	14,088
Safety Camera Project	1,407		
Policing Initiative – Other	1,363	PCP Offender Costs	94
Police Pay Reform Grant Cont	1,202	National Intelligence Model	64
Rural Policing	598	Mini Amec	62
Criminal Justice Intervention Prog	595	High Tech Crime – Ext	53
Airwaves	455	Operation Oslo	53
Community Pol Support Officers	455	Domestic Violence	42
Reflex	443	Safer Schools Partnership	40
Special Constables	90	Roads Collision Unit (RCU)	35
Occupational Health Initiatives	178	Incentivisation Scheme	34
NMIS	14	Tasking and Briefing Project – TAB	34
Initial Police Learning & Development	237	PCP Project Cost	34
DNA Conversion	369	Op Podium	33
Holmes Mir Initiative	365	Impact (B Div)	30
ANPR Systems	281	Financial Investigations – Ext	30
Local Criminal Justice Board	187	Superintendent Partnership	29
BCU	637	Drugs Intervention Prog – A Div	28
Speed Seminar	143	Tackling Violent Crime	29
Investigative Interviewing	138	Crime LPSA	27
Operation Wicket	123	ASB Assistant – C Div	26
Impact Project	116	CRI –Warden Project	24
Op Ketch	114	Op Irma – DVEC Project	20
Assistant SOCOs	111	Hate Crime	20
Q Car (A Div)	105	Operation Capital	20
PCP Target Hardening	94	Crime Stoppers Development	16
Reducing Violence	91	Operation Chesterton	16
Dip Strategic lead	78	Op Cubitt – Supt Furlong	16
Preston Road – New Deal	69	Prison Officer Secondment	14
East Marsh Partnership Project	67	Data Input Clerk (2)	14
		DIB Input Clerk	14
		GOYH Analyst (Partnership Group)	13
		PSA – Build a Better Bird	13
		Performance Officer – SCI	12
		Alcohol Misuse Enforcement Campaign	10
			15,087
	c/fwd		14,088

12. Precept/Council Tax

2005/06

Property Band	A	B	C	D	E	F	G	H
Rate	£90.48	£105.56	£120.64	£135.72	£165.88	£196.04	£226.20	£271.44

Band D for 2004/05 £129.96

The Council Tax collected for each of the Local Authorities

2004/05		2005/06
£'000		£'000
14,810	East Riding of Yorkshire	15,570
8,747	Hull City	9,347
6,544	North East Lincolnshire	6,347
5,914	North Lincolnshire	6,769
<u>36,015</u>		<u>38,033</u>

13. Pensions

As part of the terms and conditions of employment of its officers and other employees, the Authority offers retirement benefits. Although these benefits will not actually be payable until employees retire, the Authority has a commitment to make the payments that need to be disclosed at the time that employees earn their future entitlement.

The Authority participates in two pension schemes:

- The Local Government Pension Scheme for civilian employees, administered by the East Riding of Yorkshire Council – this is a funded scheme, which means that the Authority and employees pay contributions into a fund, calculated at a level intended to balance the pensions liabilities with investment assets
- The Police Pension Scheme for police officers – this is an unfunded scheme, which means that there are no investment assets built up to meet the pensions liabilities. Cash has to be generated to meet actual pensions payments as they eventually fall due

We recognise the cost of retirement benefits in the net cost of services when they are earned by employees, rather than when the benefits are eventually paid as pensions. However, the charge we are required to make against council tax is based on the cash payable in the year, so the real cost of retirement benefits is reversed out of the Revenue account after net operating expenditure.

The following transactions have been made in the Revenue account during the year.

Note 16 to the balance Sheet contains details of the assumptions made in estimating the figures included in this note. Note 1 to the Statement of Total Movements in Reserves details the costs that arisen through the year estimates made in preparing figures for previous years have had to be revised (e.g. the expected return on investments).

	Local Government Pension Scheme		Police Pension Scheme	
	31 March 2006 £'000	31 March 2005 £'000	31 March 2006 £'000	31 March 2005 £'000
Net Cost of Service				
Current Service Cost (Gross)	3,090	2,605	35,630	26,070
Non Distributed Costs (Past Service Cost)	10	34		
	<u>3,100</u>	<u>2,639</u>	<u>35,630</u>	<u>26,070</u>
Net Operating Expenditure				
Interest Cost	3,580	2,602	50,520	47,310
Expected Return on Assets in the Scheme	(2,940)	(2,452)		
	<u>640</u>	<u>150</u>	<u>50,520</u>	<u>47,310</u>
Amounts to be met from Government Grants and Local Taxation				
Movement on pensions reserve	<u>(1,060)</u>	<u>(381)</u>	<u>(55,943)</u>	<u>(46,080)</u>
Actual Amount Charged Against Council Tax for Pensions in the Year				
Employer's contributions payable to the Scheme	<u>(2,680)</u>	<u>(2,408)</u>		
Retirement Benefits Payable to Pensioners			<u>30,207</u>	<u>27,300</u>

14. External Audit Fees

In 2005/06 Humberside Police Authority incurred the following fees relating to external audit and inspection:

2004/05 £'000		2005/06 £'000
81	Fees payable to the Audit Commission with regards to external audit services carried out by the appointed auditor	73
3	Fees payable to the Audit Commission for the certification of grant claims	0
<u>84</u>		<u>73</u>

15. The Euro

During 2005/06 there was no impact on the Police Authority as a consequence of the European single currency. This will continue to be reviewed during 2006/07, any impact will be monitored and resource implications identified.

The force uses a modern accounting system which is Euro compliant. The force has also set up additional banking facilities to allow payments to be made and received in Euros.