

**Provisional Budget Summary 2003/04  
based on Medium Term Financial Projection  
considered by Finance Committee on 11 July 2002  
and the MPA on 25 July 2002**

	£ million	£ million
<b>Base Budget</b>		<b>2127.6</b>
Inflation increase		76.1
Committed Growth		170.6
Committed Decreases		(14.9)
Efficiency Savings		1.2
<b>New Initiatives:</b>		
Additional Officers		30.2
Other growth items		11.7
Increase in Fees and Charges		(2.8)
Increase in Police Pensions		9.3
<b>2003/04 Draft Budget</b>		<b>2406.6</b>
Estimated Funding 2003/04	1887.8	
Implied GLA Precept	446.5	
<b>Total funding available</b>		<b>2334.3</b>
<b>Funding Gap</b>		<b>72.3</b>

**Movements in the cost of individual items included in the provisional  
Medium Term Financial Forecast considered by Finance Committee on 11  
July 2002 and MPA on 25 July 2002**

Description	Original	Amended	Change	
	£000s	£000s	£000s	
<b>Inflation</b>				
Inflation and Pay Awards	64,400	61,760	-2,640	PNB Negotiations
National Insurance changes - Budget 2002	11,700	11,700		
<b>Sub-total</b>	<b>76,100</b>	<b>73,460</b>	<b>-2,640</b>	
<b>Committed Service Increases - Corporate</b>				
<i>Police Reform Package -</i>	28,419	30,487	2,068	Updated information
Increase in London Pay Lead	4,353	4,463	110	Updated information
	704	704		
Hay Review	9,875	9,949	74	Updated information
Civilianised by C3i	15,500	15,500		
Full Year Costs of 1,000 Police Officers 2002/03	21,133	21,139	6	Updated information
<b>Sub-total</b>	<b>79,984</b>	<b>82,242</b>	<b>2,258</b>	
<b>Committed Service Increases - Service</b>				
Counter Terrorism	49,000	49,000		
Congestion charging	500	500		
Vulnerable and Intimidated Witness Project	1,232	1,232		
Race Relations Amendment Act. - Monitoring all policies for compliance	250	0	-250	Met from existing resources
Airwave	3,938	6,050	2,112	Updated information
C3i additional revenue	2,970	2,970		
Estate charges	350	350		
Business Rates (NNDR)	2,954	2,954		
Rent Reviews	4,588	4,588		
Consequential costs of IT capital programme	3,325	3,325		
Re-letting out-sourced contracts	3,225	1,250	-1,975	Reviewed see July Finance Cttee , net of reserve application
Re-tendered outsourced property contracts	700	700		
PFI Unitary Charges	13,665	14,223	558	Utility charges
DNA Analysis	3,144	3,144		
Rise in Forensic Fees	582	582		
Training TWs and MSC	267		-267	Met from additional funding
MPA (4 Oct CoP)	0	314	314	
<b>Sub-total</b>	<b>90,690</b>	<b>91,182</b>	<b>492</b>	
<b>Committed Service Increases - TOTAL</b>	<b>170,674</b>	<b>173,424</b>	<b>2,750</b>	

Description	Original	Amended	Change	
	£000s	£000s	£000s	
<b>Committed Service Decreases - Corporate</b>				
Police Housing Related Allowance Changes	-5,100	-5,100		
Changes in London Allowance	-555	-555		
Transfer to Civil Service pension scheme	-6,665	-6,663	2	
<b>Sub-total</b>	<b>-12,320</b>	<b>-12,318</b>	<b>2</b>	
<b>Committed Service Decreases - Service</b>				
Implementation of Aware	-1,000	-1,000		
Female MetVest	-1,000	-1,000		
Public Order Equipment	-250	-250		
SO1(5) Trident Covert Body Armour	-330	-330		
<b>Sub-total</b>	<b>-2,580</b>	<b>-2,580</b>	<b>0</b>	
<b>Committed Service Decreases - TOTAL</b>	<b>-14,900</b>	<b>-14,898</b>	<b>2</b>	
<b>Efficiency and Other Savings</b>				
Reduction in Desktop Support - Aware	-1,220	-1,220		
Pay base budget		-2,700	-2,700	PNB Negotiations
<b>Sub-total</b>	<b>-1,220</b>	<b>-3,920</b>	<b>-2,700</b>	
<b>New Initiatives</b>				
SO 3 - 24 Hr Shift working	457	457		
Child Protection	450	450		
Additional Customer Surveys	265	265		
Glidewell	2,353	2,353		
National Crime Recording Standards	130		-130	Met from existing resources
Restorative Justice for Adults	50		-50	Deferred to 2004/05
Implementing 16 + 1 Ethnic Codes	300		-300	Met from existing resources
Best Value Crime Review.	2,080	2,711	631	Effect of Hay and Superannuation charge
De-industrialisation	550	550		
Havens (Sexual Offences Centres)	1,500	695	-805	NHS Support
Increase size of DoI Client Unit	400	460	60	Effect of Superannuation charge
Backlog Maintenance	1,000	1,000		
Increased Guarding Provision	1,300	1,300		
Cleaning Contract	500		-500	Met from existing resources
Renewable energy	250	250		
Staffing (reversed TUPE) property contract management.	70		-70	Deferred for two years in line with contract renewal.
MPA – 4 Oct CoP	0	833	833	
<b>New Initiatives -TOTAL</b>	<b>11,655</b>	<b>11,324</b>	<b>-331</b>	
<b>Real terms changes in fees and charges</b>				
London Safety Camera Partnership	-2,800	-2,706	94	
<b>Sub-total</b>	<b>-2,800</b>	<b>-2,706</b>	<b>94</b>	
<b>Real terms changes in unfunded pensions</b>				
Police Pension Changes	9,258	4,643	-4,615	Updated information
<b>Sub-total</b>	<b>9,258</b>	<b>4,643</b>	<b>-4,615</b>	
<b>Additional Officers</b>	<b>30,244</b>	<b>32,564</b>	<b>2,320</b>	
<b>TOTAL</b>	<b>279,011</b>	<b>273,891</b>	<b>-5,120</b>	