

Thames Valley Renewal Account Long Term Forecast (LTF)

Scenario 1 assumes taking the full extension available under current contract. Minimises risk in terms of system stability, ESN cutover and hardware failure.

Contract can be extended in one year increments up to full 7 year extension but anything less than a full extension may not maximise value of hardware upgrade or ensure provision of sufficient funds for replacement system. Further, some of the risks described above may not be mitigated effectively e.g. ESN cut over.

For this reason scenario 1 only includes forecast based on full extension rather than show multiple scenarios for different extension periods.

However at this time there is still uncertainty around the longer term business strategy of NEC (buyers of Capita SSS) and therefore we also present an LTF (**Scenario 2**) that incorporates early replacement.

Scenario 1: TVFCS Long Term Forecast (LTF) – Extend and upgrade, Replacement in 2030

Renewal account Long Term Forecast	
Amount as at 31 March 2021	£1.76m
Due for payment 21/22	£150k
Then @ £50k per FRS p.a.:	
2022/23	£150k
2022/23 Capex programme [Vision]	-£676k*
2023/24	£150k
2024/25	£150k
2025/26	£150k
2025/26 Capex Programme [ICCS]	-£300k**
2026/27 [Planned ESN 'Go Live']	£150k [review]
2027/28	£150k
2028/29	£150k
2029/30	£150k
Projected at end of current agreement available for replacement	£2.13m

*2022/23 capital expenditure programme is detailed in **Appendix C**. Assumes RWCS + Contingency

** For an upgrade to the Integrated Communication Control System [ICCS] which will be required. This is an indicative figure and takes into consideration some of the factors outlined in **Appendix C**. It also indicates the potential for a further upgrade to Vision [CAD] which hasn't been costed into the forecast at this time. This will need to be a risk based decision based on a number of factors.

RED SECTION - 30.1 Three (3) Years prior to the Expiry Date the Fire Authorities shall discuss whether each Fire Authority (or the Remaining Fire Authorities, as appropriate) wish to continue to participate in TVFCS following the expiry of this Agreement, with a view to reaching a decision by two Years prior to the Expiry Date.

Assuming at this point that authorities would wish to enter into a new agreement a project would be commissioned to facilitate both a new agreement and a full replacement tender of TVFCS systems and hardware.

Scenario 2: TVFCS alternate LTF – early replacement

Renewal account Long Term Forecast	
Amount as at 31 March 2021	£1.76m
Due for payment 21/22	£150k
Then @ £50k per FRS p.a.:	
2022/23 [Commission replacement project]	£150k
2022/23 Appoint project lead, 2 year fixed, capitalise cost	-£160k
2023/24	£150k
2024/25	£150k
2024/25 funds spent on replacement system	-£2.2m
2025/26	£150k [review]*
2026/27 [ESN 'Go Live?]	£150k
2027/28	£150k
2028/29	£150k
2029/30	£150k
Projected total at end of current agreement	£750k

* Assumes continued contributions will be required for future replacement beyond the life of the current agreement and notionally uses current contribution levels. This would need to be reviewed following replacement.

Any monies in the renewal account would be considered as part of any new agreement beyond 2030.