

Adult Care and Health Portfolio Budget Monitoring Summary

2021/22 Actuals £'000	Division Service Areas	2022/23 Original Budget £'000	2022/23 Latest Approved £'000	2022/23 Projected Outturn £'000	Variation £'000	Notes	Variation Last Reported £'000	Full Year Effect £'000
PEOPLE DEPARTMENT								
Adult Social Care								
25,374	Assessment and Care Management	24,473	24,024	24,352	328	1	0	821
117	Direct Services	86	86	86	0		0	0
1,779	Quality Assurance & Safeguarding	1,930	1,930	1,930	0		0	0
39,170	Learning Disabilities	42,009	42,273	42,370	97	2	0	255
8,380	Mental Health	8,198	8,483	8,652	169	3	0	45
885	Placement and Brokerage	914	914	914	0		0	0
Cr 312	Better Care Fund - Protection of Social Care	0	0	0	0		0	0
Cr 920	CCG Support for Social Care	0	0	0	0		0	0
Cr 1,650	COVID grant to support impact of COVID on service at	0	0	0	0		0	0
72,823		77,610	77,710	78,304	594		0	1,121
Integrated Commissioning Service								
1,222	Integrated Commissioning Service	1,336	1,336	1,336	0		0	0
1,101	Information & Early Intervention							
Cr 1,101	- Net Expenditure	1,205	1,205	1,205	0		0	0
	- Recharge to Better Care Fund	Cr 1,205	Cr 1,205	Cr 1,205	0		0	0
24,175	Better Care Fund	25,117	25,602	25,602	0		0	0
Cr 24,201	- Expenditure	Cr 25,137	Cr 25,622	Cr 25,622	0	4	0	0
	- Income							
10,050	Improved Better Care Fund	7,503	10,327	10,327	0		0	0
Cr 10,050	- Expenditure	Cr 7,503	Cr 10,327	Cr 10,327	0	5	0	0
	- Income							
1,196		1,316	1,316	1,316	0		0	0
Public Health								
15,197	Public Health	15,475	17,866	17,866	0		0	0
Cr 15,325	Public Health - Grant Income	Cr 15,185	Cr 17,576	Cr 17,576	0		0	0
Cr 128		290	290	290	0		0	0
73,891	TOTAL CONTROLLABLE ADULT CARE & HEALTH	79,216	79,316	79,910	594		0	1,121
2,602	TOTAL NON CONTROLLABLE	434	434	434	0		0	0
5,249	TOTAL EXCLUDED RECHARGES	5,063	5,063	5,063	0		0	0
81,742	TOTAL ADULT CARE & HEALTH PORTFOLIO	84,713	84,813	85,407	594		0	1,121

Reconciliation of Latest Approved Budget

£'000

2022/23 Original Budget

84,713

Carry forwards requests

Improved Better Care Fund

- expenditure

2,597

- income

Cr 2,597

Better Care Fund

- expenditure

83

- income

Cr 83

Public Health Grant

- expenditure

1,964

- income

Cr 1,964

Winter Resilience Funding

- expenditure

400

- income

Cr 400

Shared Lives Transformation Posts

100

Other:

Better Care Fund

- expenditure

402

- income

Cr 402

Improved Better Care Fund

- expenditure

227

- income

Cr 227

Public Health Grant

- expenditure

427

- income

Cr 427

ICB funding:

- Hospital Discharges

- expenditure		3,308
- income	Cr	3,308
- LD/Autism		
- expenditure		247
- income	Cr	247
- Discharge Transformation Funds		
- expenditure		361
- income	Cr	361
King's funding for SPA		
- expenditure		500
- income	Cr	500
Market Sustainability and Fair Cost of Care Fund		
- expenditure		804
- income	Cr	804
Charging Reform Implementation Support Grant		
- expenditure		104
- income	Cr	104
Latest Approved Budget for 2022/23		84,813

1. Assessment and Care Management - Dr £328k

The overspend in Assessment and Care Management can be analysed as follows:

	<u>Current</u> <u>Variation</u> £'000
<u>Physical Support / Sensory Support / Memory & Cognition</u>	
Services for 65 +	
- Placements	663
- Placements (discharge packages)	1,336
- Domiciliary Care / Direct Payments	Cr 20
- Domiciliary Care (discharge packages)	1,972
- ICB funding for discharge packages	Cr 3,308
	<u>643</u>
Services for 18-64	
- Placements	125
- Domiciliary Care / Direct Payments	79
	<u>204</u>
Other	
- Community DoLS	Cr 195
- D2A	Cr 324
	<u>519</u>
	<u><u>328</u></u>

The 2022/23 budget includes funding for the full year effect of the September 2021 overspend as reported to Members in the September Budget Monitoring report.

Services for 65+ - Dr £643k

Numbers in residential and nursing care continue to be above the budget provision, currently 10 placements above the budget number of 494, with an overspend being projected of £663k for the year. Of this amount, £413k relates to costs being incurred for both placements above the Council's guide rates and additional 1-2-1 care required for some service users in some of the residential settings.

The overall position on the domiciliary care and direct payments budgets is a projected underspend of £20k. Domiciliary care is projected to underspend by Cr £54k and direct payments to overspend by £34k.

Discharges from hospital continue to follow a revised pathway in unison with health initially put in place at the start of the Covid-19 pandemic. Based on current levels of activity, the cost of the short term care home placements following discharge is estimated at £1,336k, and domiciliary care packages at £2,118k. South East London Integrated Care Board (ICB) have provided £3,308k of one-off funding for hospital discharge packages in 2022/23 following the cessation of central funding from NHS England which will fund the majority of these costs, with the remaining £246k funded from the existing Discharge to Assess (D2A) budget.

As part of the 2022/23 budget setting, savings of £229k were included in the division and at this stage it is expected that this amount will be achieved.

Services for 18-64+ - Dr £204k

Placements for 18-64 age group are projected to overspend by £125k this year based on current service user numbers which are currently 3 above budgeted levels. The overspend for Physical Support service users is £58k (1 placement) and Memory & Cognition £67k (2 placements).

The overall position on the domiciliary care and direct payments budgets is a projected overspend of £79k. Domiciliary care is currently projected to underspend by £13k and direct payments to overspend by £92k.

Community Deprivation of Liberty Safeguards (CDoLS) - Cr £195k

There has been no spend on the CDoLS budget yet, resulting in an underspend to date of £195k.

Discharge to Assess (D2A) - Cr £324k

As referred to above, South East London ICB have provided one-off funding for hospital discharge packages in 2022/23 and as a result it is expected that the existing D2A budget will not be fully utilised.

2. Learning Disabilities - Dr £97k

The 2022/23 Learning Disabilities (LD) budget includes funding for anticipated 2022/23 demand-related pressures and the full year effect (FYE) of the 2021/22 overspend but also reductions relating to planned savings.

An overspend of £97k is currently anticipated which mainly relates to the 18-64 age range. The actual FYE of the 21/22 overspends at year end was considerably higher than the growth figure included in the budget, which was based on the September 2021 budget monitoring position; however this has been partly offset by an increase in the number of full cost contributions as well as underspends on Domiciliary Care and Direct Payments budget.

Given the early stage in the financial year a significant element of projected spend is based on assumptions, for example future services for young people transitioning to adult social care services and increased client needs during the year. In view of the relatively high proportion of the forecast based on future assumptions rather than actual data, this position is likely to change as the year progresses.

3. Mental Health - Dr £169k

The 2022/23 budget includes funding for the full year effect of the September 2021 overspend as reported to Members as part of the September Budget Monitoring report.

Placements for 65+ age group are projected to overspend by £113k this year based on current service user numbers of 39.

The overall position on the domiciliary care and direct payments budgets is a projected overspend of £2k. Domiciliary care is currently projected to overspend by £79k and direct payments to underspend by £77k.

Placements for the 18-64 age group are projected to overspend by £106k this year based on current service user numbers of 103, and mainly relates to Supported Living accommodation.

The overall position on the domiciliary care and direct payments budgets is a projected underspend of £52k, with Domiciliary care currently projected to underspend by £119k and direct payments to overspend by £67k.

4. Better Care Fund (BCF) - Nil variation

Other than variations on the protection of social care element, any underspends on Better Care Fund budgets will be carried forward for spending in future years under the pooled budget arrangement with South East London ICB.

The final 2022/23 allocation was published in May at a 5.66% increase above 2021/22 levels, which equates to a £402k increase above the 4% assumed in the budget. It is proposed that this allocation is set aside for hospital discharge care packages.

5. Improved Better Care Fund (IBCF) - Nil Variation

The total amount of funding available in 2022/23 is:

	£'000
2021/22 IBCF allocation - recurrent	4,636
2021/22 IBCF allocation - non-recurrent (extended for 5th year)	1,677
2021/22 Winter Pressures Grant	1,190
Carry forward from previous years	2,597
	<u>10,050</u>

The non-recurrent IBCF funding of £1,677k has been extended for a sixth year and, for the third year running, this will fund a contribution to a 'whole system' reserve that can be called upon in relation to any crisis in the joint health and social care systems.

£1,400k of the carry forward from previous years has been allocated to help mitigate growth pressures in the 2022/23 budget, with a further £400k assumed for the 2023/24 budget.

For the first time in recent years, the IBCF allocation had an inflationary increase for 2022/23 of 3% which equates to £227k. It is proposed that this is allocated to help offset cost pressures in the portfolio, and has been assumed in the figures above.

Waiver of Financial Regulations

The Council's Contract Procedure Rules state that where the value of a contract exceeds £50k and is to be exempt from the normal requirement to obtain competitive quotations the Chief Officer has to obtain the agreement of the Director of Corporate Services, the Director of Finance and the Director of Commissioning and (where over £100,000) approval of the Portfolio Holder and report use of this exemption to Audit Sub-Committee bi-annually. The Director of Adult Social Care has additional authority in respect of placements.

Since the last report to the Executive, 17 waivers for Adult placements have been agreed for between £50k and £100k and 3 for more than £100k.

Virements Approved to date under Director's Delegated Powers

Details of virements actioned by Chief Officers under delegated authority under the Financial Regulations "Scheme of Virement" will be included in financial monitoring reports to the Portfolio Holder. There have been no virements since the last report to Executive.

Description	2022/23 Latest Approved Budget £'000	Variation To 2022/23 Budget £'000	Potential Impact in 2023/24
Assessment and Care Management - Care Placements	28,203	847	The full year impact of the current overspend is estimated at £821k . Of this amount £257k relates to residential and nursing home placements for 65+ and £564k for 18-64's. Domiciliary care & direct payments for both age groups is broadly on budget overall.
Learning Disabilities - including Care Placements, Transport and Care Management	42,273	97	The full year effect (FYE) is estimated at a net overspend of £255k. This figure is below than the in-year overspend as demand-related growth pressures, for example transition and increased client needs, have only a part year impact in 2022/23 but a greater financial impact in a full year. Given the early stage in the financial year and the uncertainties that remain in relation to the delivery of savings and the transition cohort, the FYE is likely to change as the year progresses and things become clearer.
Mental Health - Care Placements	6,265	169	A full year overspend of £45k is anticipated on Mental Health care packages, with residential, nursing and supported living placements £33k overspent and domiciliary care and direct payments £12k overspent.