

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	23,365	23,315	Cr 50	1	328	613
117	Direct Services	86	85	85	0		0	0
1,779	Quality Assurance & Safeguarding	1,930	2,503	2,411	Cr 92	2	0	0
39,170	Learning Disabilities	42,009	42,248	42,316	68	3	97	1,391
8,380	Mental Health	8,198	8,483	8,504	21	4	169	Cr 80
885	Placement and Brokerage	914	910	910	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 areas	0	0	0	0		0	0
72,823		77,610	77,594	77,541	Cr 53		594	1,924
	Integrated Commissioning Service							
1,222	Integrated Commissioning Service	1,336	1,326	1,326	0		0	0
1,101	Information & Early Intervention	1,205	1,205	1,205	0		0	0
Cr 1,101	- Net Expenditure	Cr 1,205	Cr 1,205	Cr 1,205	0		0	0
	- Recharge to Better Care Fund							
	Better Care Fund							
24,175	- Expenditure	25,117	25,602	25,602	0	5	0	0
Cr 24,201	- Income	Cr 25,137	Cr 25,622	Cr 25,622	0		0	0
	Improved Better Care Fund							
10,050	- Expenditure	7,503	10,327	10,327	0	6	0	0
Cr 10,050	- Income	Cr 7,503	Cr 10,327	Cr 10,327	0		0	0
1,196		1,316	1,306	1,306	0		0	0
	Public Health							
15,197	Public Health	15,475	18,124	18,124	0		0	0
Cr 15,325	Public Health - Grant Income	Cr 15,185	Cr 17,840	Cr 17,840	0		0	0
Cr 128		290	284	284	0		0	0
73,891	TOTAL CONTROLLABLE ADULT CARE & HEALTH	79,216	79,184	79,131	Cr 53		594	1,924
2,602	TOTAL NON CONTROLLABLE	434	525	525	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	84,772	84,719	Cr 53		594	1,924

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
- Winter Pressures Funding		
- expenditure		612
- income	Cr	612
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
Supplementary Substance Misuse Treatment & Recovery Grant		
- expenditure		264
- income	Cr	264
Repairs and Maintenance		91
Provision for agency workers contract savings	Cr	72
Adj to NI budget following reversal of 2022-23 increase in November	Cr	60
Latest Approved Budget for 2022/23		84,772

1. Assessment and Care Management - Cr £50k

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	Cr 458
- Placements (discharge packages)	2,025
- Domiciliary Care / Direct Payments	Cr 36
- Domiciliary Care (discharge packages)	1,987
- CCG funding for discharge packages	<u>Cr 3,308</u>
	<u>210</u>
Services for 18-64	
- Placements	257
- Domiciliary Care / Direct Payments	<u>54</u>
	<u>311</u>
Other	
- Extra Care Housing	Cr 176
- Day Care	Cr 136
- Adult Transport	<u>Cr 259</u>
	<u>Cr 571</u>
	<u><u>Cr 50</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 £210k

Numbers in residential and nursing care (excluding those on the hospital discharge pathway) are below budget, currently by 24 placements. There has been an increase in the number of emergency and residential placements of 7, and an overall underspend of £416k is projected for the year.

There is a underspend projected on respite care of £42k based on the first 6 months use of the service.

The overall position on the domiciliary care and direct payments budgets is a projected underspend of £36k. Domiciliary care is projected to underspend by £74k and direct payments to overspend by £38k.

Due to Covid-19, discharges from hospital continue to follow a revised pathway in unison with health. Based on current levels of activity, the cost of the short term care home placements following discharge is estimated at £2,025k, and domiciliary care packages at £2,457k. 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 offset a large percentage of these costs, with £470k funded from the existing D2A budget. This leaves an overspend of £704k.

As part of the 2022/23 budget setting, savings of £229k were included in the division and at this stage £72k has been achieved, with the balance expected to be achieved by the year end.

Services for 18-64+ - Dr £311k

Placements for the 18-64 age group are projected to overspend by £264k an increase of £139k since at time. Service user numbers, which are currently 5 above budgeted levels, reduced by 4 from the last reported position, however this reduction is offset by an increase in temporary and emergency placements, resulting in the increased overspend.

There is a minor underspend projected on respite care of £7k based on the first 6 months use of the service.

The overall position on the domiciliary care and direct payments budgets is a projected overspend of £54k. Domiciliary care is currently projected to underspend by £81k and direct payments projected to overspend by £135k.

Extra Care Housing - Cr £176k

The hours being delivered in the Extra Care Housing units have continued to remain at the minimum level all year, resulting in a projected underspend of £171k. The level of voids has also reduced in recent months, leading to a reduction in the void payments the council is having to make to the housing provider.

Day Care Services - Cr £136k

Day care services for older people at centres continue to remain at the lower levels seen post covid. During that time there was an increase in the take up of the Respite at Home service.

Transport - Cr £259k

The reduced use of Day Care services has impacted on the service provided by the external transport providers as most trips relate to attendance at day centres, therefore at this stage of the year a projected underspend of £259k is expected on the budget.

2. Quality Assurance & Safeguarding - Cr £92k**Community Deprivation of Liberty Safeguards (CDoLS) - Cr £292k**

There has been minor spend on the CDOLLS budget so far this year, resulting in an underspend to date of £292k.

Deprivation of Liberty Safeguards (DoLS) - Dr £200k

The DoLS budget is currently projected to overspend by £200k. Since face to face assessments have returned post Covid (previously remote assessments were being undertaken), the expenditure on those not undertaken by the inhouse staff has increased.

3. Learning Disabilities - Dr £68k

The 2022/23 Learning Disabilities (LD) budget includes funding for anticipated 2022/23 demand-related pressures (£974k) and the full year effect (FYE) of the 2021/22 overspend (£1,991k) but also reductions relating to planned savings (£377k).

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.

An overall net overspend of £68k is currently anticipated, a small reduction from the £96k reported for the first quarter. The main reasons for this are the underachievement of planned savings (£394k), the majority of which relates to increasing uptake in Shared Lives. As has been previously reported this project was delayed due to extenuating circumstances, however additional staff have now been recruited, funded from the carry forward previously agreed, and additional carers are currently being assessed. The resulting overspend is partly being offset by projected underspends on day and respite services (£200k), transport (£68k) and care package projections (£58k).

Given the stage in the financial year a significant element of projected spend is still based on assumptions, for example future services for young people transitioning to adult social care services and increased client needs during the year. As a result, this position is likely to change as the year progresses.

4. Mental Health - Dr £21k

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 £232k this year based on current service user numbers of 42, an increase of 3 since last time. This is an increase in the overspend of £119k, and includes additional health funding for placements of £182k this quarter.

The overall position on the domiciliary care and direct payments budgets is a projected overspend of £15k, an increase of £13k since last time. Domiciliary care is currently projected to overspend by £92k and direct payments remains the same with an underspend of £77k.

Placements for the 18-64 age group are projected to now underspend by £171k, moving from an overspend of £106k last time, based on current service user numbers of 105, an increase of 2. This projection includes additional health income of £217k this quarter.

The overall position on the domiciliary care and direct payments budgets is a projected underspend of £55k, a slight improvement of last times figure of £52k, with Domiciliary care currently projected to underspend by £105k and direct payments to overspend by £50k.

Savings of £306k were included in the 2022/23 budget for Mental Health, £111k of this has been achieved to date, and the projections assume the remainder will be achieved by the end of the year.

5. 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.

6. 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, 18 waivers for Adult placements have been agreed for between £50k and £100k and 8 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	521	The full year impact of the current overspend is estimated at £613k. Of this amount £419k relates to residential and nursing home placements for 65+ and £194k for 18-64's. Domiciliary care & direct payments for both age groups is broadly on budget overall with a projected fye underspend of £21k. This is based on service user numbers as at the end of September.
Learning Disabilities - including Care Placements, Transport and Care Management	42,248	68	The full year effect (FYE) is estimated at a net overspend of £1,391k. This figure is higher 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 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.
Mental Health - Care Placements	6,550	Cr 90	A full year underspend of £80k is anticipated on Mental Health care packages, with residential, nursing and supported living placements £107k underspent and domiciliary care and direct payments £27k overspent.