

Adult Care and Well Being Overview and Scrutiny Panel

19 November 2020

Quarter 2 2020/21
Financial Update

Q2 Forecasted Position – Adult Care

Service	2020/21 Gross Budget	2020/21 Net Budget	2020/21 Forecast	20/21 Draft Variance Before Adj's	Proposed Additional Use of Reserves / Cfwd Grants	2020/21 Forecast Incl one off adj	Variance After Adj's	Variance After Adj's	Change Since Q1
	£000	£000	£000	£000	£000	£000	£000	%	£000
Older People	97,701	62,776	61,587	(1,189)	0	61,587	(1,189)	-1.9%	(1,280)
Learning Disabilities	70,573	61,111	62,099	988	0	62,099	988	1.6%	(967)
Mental Health	22,342	17,048	17,771	723	0	17,771	723	4.2%	(12)
Physical Disabilities	18,827	15,980	15,132	(848)	0	15,132	(848)	-5.3%	322
Adult Provider Services	13,728	9,299	9,547	247	0	9,547	247	2.7%	(27)
Adults Commissioning Unit	2,338	593	566	(27)	0	566	(27)	-4.6%	70
Support Services, Grant allocations and savings	(234)	(26,563)	(25,813)	750	(385)	(26,198)	365	-4.6%	92
Better Care Fund (excluding Health)	10,127	(269)	(267)	1	0	(267)	1	-0.5%	1
Total	235,402	139,975	140,620	645	(385)	140,235	260	0.2%	(1,800)

Key Headlines – Adult Care

- The current forecast overspend position of c£260k is a significant improvement on the Q1 position of £2m overspend
- Main reasons for the improvement in the forecast
 - Tighter control on overall spend
 - Managing accountability
 - Changed entry pathway into residential and nursing care and increased pathway 1 exits which is demonstrating a 27% drop in new admissions when comparing Aug 2020 with Aug 2019 (reduction of 223 people)
 - Decrease in the projected numbers of people coming into the care system, although the costs of those being placed are, on average, higher

Key Headlines – Adult Care

Overall the current forecast position is an overspend of c£260k, although there are variations between the different client groups

- Older People Services includes a full year saving relating to the implementation of “Liberty Protection Safeguards” (c£1.6m) which has been delayed by Central Government, along with staffing savings
- Learning Disability and Mental Health Services are forecast to overspend due to increases in average unit costs
- Physical Disabilities is forecasted to underspend as activity numbers are lower than budgeted
- Provider services are overspending due to agency and overtime costs within the internal units

Impact of COVID-19

The forecast position shown in this document excludes the impact of COVID-19, as it is assumed to be funded from the following external funding sources

- COVID-19 grant - £29m
- Test and Trace - £2.75m
- Infection Control - £7.45m
- Transport - £1.3m
- Community Hardship - £0.6m
- Support for loss in sales, fees and charges
- CCG grant relating to hospital discharges and avoiding admission to hospital

Areas where COVID related spend / loss of income has been funded from these external resources which are relevant to this panel include

- Loss of income from clients
- Additional costs associated with supporting care providers including in-house services
- Additional costs of PPE
- Delay in implementation of change programmes