



HEALTH, SOCIAL CARE AND WELL BEING SCRUTINY COMMITTEE – FOR INFORMATION

SUBJECT: 2016/17 SOCIAL SERVICES REVENUE BUDGET

REPORT BY: CORPORATE DIRECTOR SOCIAL SERVICES

1. PURPOSE OF REPORT

- 1.1 To provide Members with details of the 2016/17 revenue budget settlement for the Directorate of Social Services.

2. SUMMARY

- 2.1 The report provides details of the 2016/17 revenue budget for service areas within Social Services and outlines the reasons for movements in the revenue budget since the 2015/16 original budget.

3. LINKS TO STRATEGY

- 3.1 The budget reflects the agreed 2016/17 financial strategy for the Authority.
- 3.2 The detailed allocation of the budget across service areas will help to ensure that the Directorate is well placed to deliver its objectives, which in turn will support the achievement of the Authority's stated aims.

4. THE REPORT

- 4.1 The 2015/16 original revenue budget for the Directorate of Social Services was set at £74,350,275 which was allocated across the Directorate as follows:-

Service Area	Original Budget 2015/16
Children's Services	£19,170,933
Adult Services	£52,369,627
Business Support Services	£2,809,715
SOCIAL SERVICES TOTAL	£74,350,275

- 4.2 The 2015/16 original budget for Business Support Services included £48,997 relating to catering and cleaning costs in respect of the Rhymney Integrated Health and Social Care Centre. These costs specifically related to the provision of day services for older people that were previously provided at Oaklands Day Centre in Rhymney. Since the catering and cleaning budgets relating to the day care provision at this location are managed within adult services an in-year virement of £48,997 was made from Business Support Services to Adult Services.
- 4.3 The 2015/16 original budget for Business Support Services also included a savings target of £209,424 to be achieved through a review of back office support across the Directorate. This review of back office services ultimately delivered savings with no public impact of £178,915 within Business Support Services, £24,779 within Children's Services and £5,730 within Adult Services. In-year virements of £24,779 from Children's Services and £5,730 Adult Services into Business Support Services where necessary in order to reflect the outcome of this review.
- 4.4 The 2016/17 Welsh Government budget settlement for local authorities included the removal of the additional funding for the "First Steps Improvement Package" that was initially awarded to local authorities in the 2014/15 financial year. This funding related to the Welsh Government's strategy in respect of fairer charging for non-residential care which placed a ceiling on what a service user could be expected to pay each week for non-residential services. This reduction in Welsh Government funding amounted to £170,789 for Caerphilly CBC and this reduction has been passported on to the Social Services Directorate budget.
- 4.5 During 2015/16, the Welsh Government Families First specific grant was administered within the Directorate of Education. However, with effect from 1st April 2016 the administration of the grant was transferred in to the Directorate of Social Services along with the staff group that support the programme. As a result of this change a budget virement of £177,088 has been vired from the Directorate of Education into Children's Services.
- 4.6 Prior to 1st April 2016, a contribution towards the cost of Meals on Wheels was paid by the Directorate of Social Services to the Meals Direct Service. This internal recharging process was felt to be unnecessarily bureaucratic and that it would be more efficient to manage the entire Meals on Wheels budget within the Meals Direct Service. As a result, £212,088 has been vired from Adult Services into the Meals Direct Service.
- 4.7 The 2016/17 corporate budget strategy approved by Council on 24th February 2016 included whole authority cost pressures of £1.386m in respect of pay awards, £0.296m in respect of the increase in the Living Wage and £1.792m in respect of changes to employer's national insurance contributions. These pay related cost pressures were partially offset by a reduction in employer's superannuation contributions. These issues translate into a net increase in the Directorate of Social Services Revenue Budget for 2016/17 of £863,066.
- 4.8 The 2016/17 corporate budget strategy also identified savings relating to a corporate review of risk management. This review is expected to result in a reduction in the Authority's insurance costs which in turn will result in a reduction in the insurances recharges made to each Directorate. The Directorate of Social Services' budget has been reduced by £66,494 accordingly.
- 4.9 The 2015/16 budget settlement for the Directorate included savings targets relating to the part year impact of (i) a review of shopping services, (ii) a review of day care provision and (iii) a reduction in staff mileage rates to HMRC recommended levels. A full year impact of these savings will be experienced in 2016/17 and so the 2016/17 Directorate budget has been reduced by £194,969 to reflect these further savings.
- 4.10 The 2016/17 corporate budget strategy approved by Council on 24th February 2016 also included savings proposals amounting to £8.661m which would have no impact upon the public. This figure included £1.342m of savings in respect of Social Services

- 4.11 Management responsibility for all safeguarding services (including the protection of vulnerable adults) is now held within the Children's Services Division. The 2016/17 budget has been adjusted to reflect these new management arrangements by a budget virement of £346,963 from Adult Services to Children's Services.
- 4.12 Further adjustments have also been included in the 2016/17 revenue budget to reflect a reduction of £22,161 in the supporting people contribution made from the Adult Services budget towards Children's Services and a reduction of £1,630 in the management fee charged by Business Support Services to the Youth Offending Service.
- 4.13 The issues identified above resulted in a 2016/17 revenue budget settlement for the Directorate of Social Services of £73,404,009 which has been allocated across the Directorate as follows:-

Service Area	Original Budget 2016/17
Children's Services	£19,556,040
Adult Services	£51,319,073
Business Support Services	£2,528,896
SOCIAL SERVICES TOTAL	£73,404,009

- 4.14 The 2016/17 corporate budget strategy approved by Council on 24th February 2016 included a contingency of £2.5m in respect of Social Services potential cost pressures. This contingency has not been included in the Social Services budget settlement for 2016/17 as identified in the table above. However, the contingency budget will be held within Corporate Services and will need to be drawn upon as and when actual cost pressures are experienced with Social Services.

5. EQUALITIES IMPLICATIONS

- 5.1 This report is for information purposes so the Council's Equalities Impact Assessment (EqIA) process does not need to be applied.

6. FINANCIAL IMPLICATIONS

- 6.1 The movements in the Social Services revenue budget between 2015/16 and 2016/17 are detailed throughout this report and are summarised in the following table:-

	Children's Services £	Adult Services £	Business Support £	Total £	Report Paragraph
Original Budget 2015/16	19,170,933	52,369,627	2,809,715	74,350,275	4.1
In Year Virements:-					
Rhymney IH&SC Centre catering & cleaning		48,997	(48,997)	0	4.2
Back Office Savings requirement for 2015/16	(24,779)	(5,730)	30,509	0	4.3
Revised Base 2015/16	19,146,154	52,412,894	2,791,227	74,350,275	
Transfers into and out of RSG					
First Steps Improvement Package		(170,789)		(170,789)	4.4
Departmental Virements					
Families First Central Team	177,008			177,008	4.5
Meals on Wheels		(212,088)		(212,088)	4.6
Other Corporate Adjustments					
Pay Awards, Living Wage , NI and Superannuation	235,375	573,555	54,136	863,066	4.7
Risk Management Review			(66,494)	(66,494)	4.8
Savings					
Full Year Impact of 2015-16 Savings:-	(4,991)	(189,375)	(603)	(194,969)	4.9
Savings with No Public Impact	(365,000)	(726,000)	(251,000)	(1,342,000)	4.10
Other Internal Virements					
Transfer of Management Responsibilities	346,963	(346,963)		0	4.11
Inter-divisional recharges	20,531	(22,161)	1,630	0	4.12
Original Divisional Budgets 2016/17	19,556,040	51,319,073	2,528,896	73,404,009	4.13

6.2 A detailed analysis of the 2016/17 Revenue Budget for Social Services reflecting the above issues is provided at appendix 1.

7. PERSONNEL IMPLICATIONS

7.1 The personnel implications of agreed savings proposals set out in paragraph 4.10 will be carefully managed and where relevant, staff will be fully supported to identify appropriate redeployment opportunities.

8. CONSULTATIONS

8.1 There are no consultation responses that have not been reflected in this report.

9. RECOMMENDATION

9.1 That Members note the content of this report.

10. REASONS FOR THE RECOMMENDATIONS

10.1 To ensure that the Members are aware of the content of the 2016/17 original revenue budget for the Directorate of Social Services.

11. STATUTORY POWER

11.1 Local Government Acts 1972 and 2000.

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Appendices:

Appendix 1 – Social Services Revenue Budget 2016/17

APPENDIX 1 - SOCIAL SERVICES REVENUE BUDGET 2016/17

Original
Budget
2016/17
£

SUMMARY

CHILDREN'S SERVICES	19,556,040
ADULT SERVICES	51,319,073
RESOURCING AND PERFORMANCE	2,528,896
SOCIAL SERVICES TOTAL	<u>73,404,009</u>

Original
Budget
2016/17
£

CHILDREN'S SERVICES

Management, Fieldwork and Administration

Children's Management, Fieldwork and Administration 9,005,875
Intermediate Care Fund Contribution (150,842)

Sub Total **8,855,033**

External Residential Care Including Secure Accommodation

Gross Cost of Placements 1,665,812
Contributions from Education (246,281)
Contributions from Health 0

Sub Total **1,419,531**

Fostering and Adoption

Gross Cost of Placements 5,969,306
Other Fostering Costs 117,104
Adoption Allowances 161,277
Other Adoption Costs 130,980
Professional Fees Inc. Legal Fees 327,649

Sub Total **6,706,316**

Youth Offending

Youth Offending Team 395,152

Sub Total **395,152**

Families First

Families First Team 267,008
Other Families First Contracts 2,657,197
Grant Income (2,747,197)

Sub Total **177,008**

Other Costs

Equipment and Adaptations 31,623
Preventative and Support - (Section 17 & Childminding) 96,000
Local Safeguarding Children Board 11,209
Aftercare 246,027
Respite Care 235,098
Agreements with Voluntary Organisations 1,097,805
Other 285,238

Sub Total **2,003,000**

TOTAL CHILDREN'S SERVICES

19,556,040

Original
Budget
2016/17
£

ADULT SERVICES

Management, Fieldwork and Administration

Management	120,499
Protection of Vulnerable Adults	151,813
OLA and Client Income from Client Finances	(154,265)
Commissioning	710,184
Section 28a Income Joint Commissioning Post	(17,175)
Older People	2,392,555
Less Wanless Income	(95,862)
Physical Disabilities	1,507,046
Provider Services	379,835
Learning Disabilities	755,664
Contribution from Health and Other Partners	(39,928)
Mental Health	1,259,894
Section 28a Income Assertive Outreach	(94,769)
Drug & Alcohol Services	335,803
Emergency Duty Team	255,897

Sub Total 7,467,191

Own Residential Care

Residential Homes for the Elderly	6,219,909
Intermediate Care Fund Contribution	(97,387)
-Less Client Contributions	(1,947,000)
-Less Section 28a Income (Ty Iscoed)	(115,350)
-Less Inter-Authority Income	(62,000)
Net Cost	<u>3,998,172</u>

Accommodation for People with Learning Disabilities	2,401,242
-Less Client Contributions	(63,437)
-Less Contribution from Supporting People	(273,003)
-Less Inter-Authority Income	(230,000)
Net Cost	<u>1,834,802</u>

Sub Total 5,832,974

External Residential Care

Long Term Placements	
Older People	7,043,013
Less Wanless Income	(303,428)
Less Section 28a Income - Allt yr yn	(151,063)
Physically Disabled	428,729
Learning Disabilities	2,547,098
Mental Health	852,419
Substance Misuse Placements	53,523
Net Cost	<u>10,470,291</u>

	Original Budget 2016/17 £
Short Term Placements	
Older People	192,000
Physical Disabilities	73,200
Learning Disabilities	74,800
Mental Health	8,000
Net Cost	<u>348,000</u>
Sub Total	<u>10,818,291</u>
Own Day Care	
Older People	894,302
-Less Attendance Contributions	(16,869)
Learning Disabilities	2,958,031
-Less Attendance Contributions	(20,691)
-Less Inter-Authority Income	(45,523)
Mental Health	713,868
-Less Section 28a Income (Pentrebane Street)	(81,366)
Sub Total	<u>4,401,752</u>
External Day Care	
Elderly	6,919
Physically Disabled	148,306
Learning Disabilities	783,282
Section 28a Income	(72,659)
Mental Health	6,238
Sub Total	<u>872,086</u>
Supported Employment	
Mental Health	70,543
Sub Total	<u>70,543</u>
Aids and Adaptations	
Disability Living Equipment	621,300
Adaptations	335,967
Chronically Sick and Disabled Telephones	10,053
Sub Total	<u>967,320</u>
Home Assistance and Reablement	
Home Assistance and Reablement Team	
Home Assistance and Reablement Team (H.A.R.T.)	3,086,474
Wanless Funding	(67,959)
Independent Sector Domiciliary Care	
Elderly	5,700,794
Physical Disabilities	932,558
Learning Disabilities (excluding Resettlement)	255,993
Community Living	76,609
Mental Health	280,549
Gwent Frailty Programme	2,227,800
Sub Total	<u>12,492,818</u>

	Original Budget 2016/17 £
Other Domiciliary Care	
Supported Living	
Adult Placement Scheme	609,849
-Less Contribution from Supporting People	<u>(138,670)</u>
Net Cost	471,179
Supported Living	
Older People	924
-Less Contribution from Supporting People	0
Physical Disabilities	738,825
-Less Contribution from Supporting People	<u>(69,299)</u>
Learning Disabilities	5,953,734
Less Section 28a Income Joint Tenancy	<u>(28,987)</u>
-Less Contribution from Supporting People	<u>(794,070)</u>
Mental Health	2,040,678
-Less Contribution from Supporting People	<u>(39,108)</u>
Net Cost	<u>7,802,697</u>
Direct Payment	
Elderly People	192,166
Physical Disabilities	382,560
Learning Disabilities	284,378
Section 28a Income Learning Disabilities	<u>(20,808)</u>
Mental Health	<u>3,425</u>
Net Cost	<u>841,721</u>
Other	
Sitting Service	457,081
Extra Care Sheltered Housing	512,561
-Less Contribution from Supporting People	<u>(14,308)</u>
Net Cost	<u>955,334</u>
Total Home Care Client Contributions	<u>(1,435,161)</u>
Sub Total	<u>8,635,770</u>
Resettlement	
External Funding	
Section 28a Income	<u>(1,020,410)</u>
Sub Total	<u>(1,020,410)</u>

Original
Budget
2016/17
£

Supporting People (including transfers to Housing)

Elderly Supported People	637,926
Physically Disabled Supported People	82,795
Learning Disabilities Supported People	317,555
Mental Health Supported People	1,366,404
Families Supported People	2,621,048
Contribution to Independent Sector Supported Living	547,327
Contribution to In-House Supported Living	273,003
Contribution to Resettlement	355,150
Contribution to Adult Placement	138,670
Contribution to Extra Care	14,308
Less supporting people grant	(6,302,790)

Sub Total 51,396

Other Costs

Telecare Gross Cost	579,315
Less Client and Agency Income	(336,757)
-Less Contribution from Supporting People	(100,704)
Agreements with Voluntary Organisations	
Elderly	249,807
Physically Disabled	28,433
Learning Difficulties	111,286
Section 28a Income	(52,020)
Mental Health & Substance Misuse	136,185
MH Capacity Act / Deprivation of Liberty Safeguards	61,831
Other	51,966

Sub Total 729,342

TOTAL ADULT SERVICES 51,319,073

Original
Budget
2016/17
£

SERVICE STRATEGY AND BUSINESS SUPPORT

Management and Administration

Policy Development and Strategy	190,371
Business Support and Learning & Development	934,540
Performance Management Consortium	74,358

Sub Total 1,199,269

Office Accommodation

All Offices	543,498
Less Office Accommodation Recharge to HRA	(95,613)

Sub Total 447,885

Office Expenses

All Offices	207,244
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Sub Total 207,244

Other Costs

Training	291,718
Publicity/Marketing/Complaints	51,332
Staff Support/Protection	58,362
Information Technology	10,794
Management Fees for Consortia	(55,558)
Insurances	254,439
Other Costs	63,411

Sub Total 674,498

TOTAL RESOURCING AND PERFORMANCE

2,528,896