

Appendix A2 – Adults & Communities

2023/24 – P8 Budget Monitor Report

Section A: Revenue Budget Monitor

	Revised Budget	Forecast Outturn	Outturn Variance
P08	£194.0m	£196.1m	£2.2m overspend
P07	£191.6m	£193.5m	£1.9m overspend

May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb
0.0	0.0	0.0	0.0	0.0	1.9	2.2			
▲↑	▲↑	▲↑	▲↑	▲↑	▼↓	▼↓			

Position by Division

Quarter 3 / Period 8 - Summary	Approved budget	Revised Budget	Q3/P8 Forecast	Total Variance YTD Q3/P8	Total Variance %
	£000s	£000s	£000s	£000s	
8 - Adult & Communities					
14 - Adult Social Care	155,990	173,415	177,583	4,168	2.4%
36 - Communities and Public Health - General Fund	5,853	6,092	5,952	(140)	-2.3%
57 - Commissioning, Contracts Quality and Performance (Adults)	10,519	14,461	12,590	(1,870)	-12.9%
Total 8 - Adult & Communities	172,362	193,967	196,124	2,158	1.1%

Key Messages:

Adults and Communities Directorate is currently forecasting an overspend of £2.2m variance against its £194.0m revised budget.

Within the directorate, the Adult Social Care divisions are forecasting a £2.2m variance overspend at Period 8, on a budget of £187.9m. This forecast variance compares with the same level of £2.0m reported at P7.

Within this latest forecast, the main variances are set out below:

Table 1 – Summary of Adult Social Care Revenue Monitor for Period 8 - 2023/24

Adult Social Care P08 Forecast				
Financial Year 2023/24	Revised Budget 2023/24 £000s	2023/24 Projection @ P08 £000s	Budget Variance @ P08 £000s	Change from P07 £000s
Adult Purchasing				
Older Adults 65+	79,154	85,701	6,547	918
Working Age Adults 18 - 64	95,978	104,048	8,070	(50)
Preparing for Adulthood	11,559	12,561	1,002	(113)
Income - Service User Contribution Only	(27,305)	(29,687)	(2,382)	(721)
Per Current ABW	159,386	172,623	13,237	34
Grant	0	(3,085)	(3,085)	0
AP Savings & Mitigations 23/24 still to be achieved	0	(3,140)	(3,140)	249
Adult Purchasing Projected Outturn	159,386	166,398	7,012	283
Non Adult Purchasing				
Employees	35,877	34,356	(1,521)	198
Other - Net	(7,388)	(10,581)	(3,193)	(23)
	28,489	23,775	(4,714)	175
Totals per budget report	187,875	190,173	2,297	458

Adult Social Care continues to experience significant service pressures and associated financial risks in relation to its Adult Purchasing Budgets, with a £13.2m risk of overspend. This risk is currently partially offset by forecast underspends on employee costs of £1.5m, additional income contributions of £2.4m, grants £3.1m and other net costs £3.2m, with the balance to be offset by assumed savings and mitigations to be achieved of £3.1m. The service has advised that these risks can be largely mitigated by savings delivery through work aligned to Adult Social Care Transformation Programme. However, it is worth noting that a net risk of £2.3m is currently assessed as remaining.

The following tables show the forecast and associated variances looking at expenditure through different lenses.

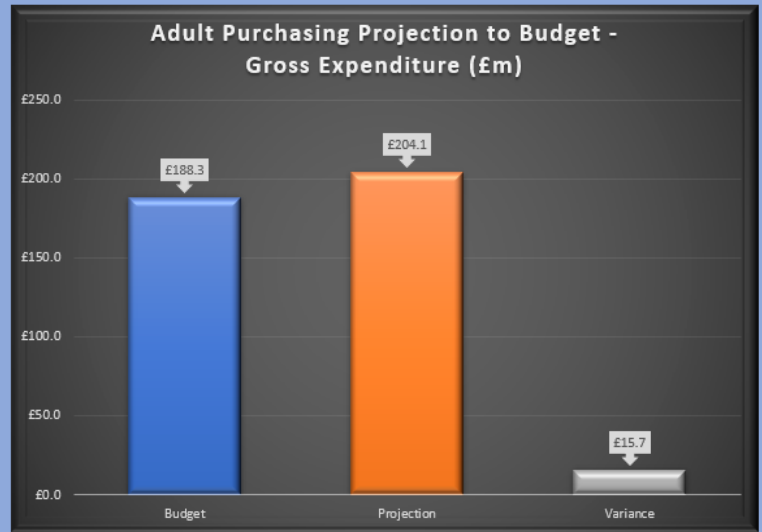
Table 2 sets out the overall adult purchasing forecast in comparison to budget.

Table 2 – Adult Purchasing Forecast Compared to Budget

Projection to Budget	Gross Expenditure		DP Clawback	
	£m	SUC £m	£m	Net £m
Budget	£188.3	£-27.3	£-1.6	£159.4
Projection	£204.1	£-29.7	£-1.7	£172.6
Variance	£15.7	£-2.4	£-0.1	£13.2

Table 3

Change v Savings Target for this Period	
Savings Target	£-2.97
Actual Change	£0.9



As set out in Table 3, all age groups are currently showing a forecast risk of overspend, with the largest pressure being in Working Age Adults with a circa £8.1m pressure and Older Adults 65+ with a circa £6.5m overspend.

Table 3 – Adult Purchasing Forecast showing the forecast overspend by Age Group

Gross Expenditure Adult Purchasing by Age Group	Variance	Change
	£m	£m
Older Adults 65+	£6.5	£0.9
Working Age Adults 18 - 64	£8.1	£-0.0
PFA	£1.0	£-0.1
Total	£15.6	£0.8

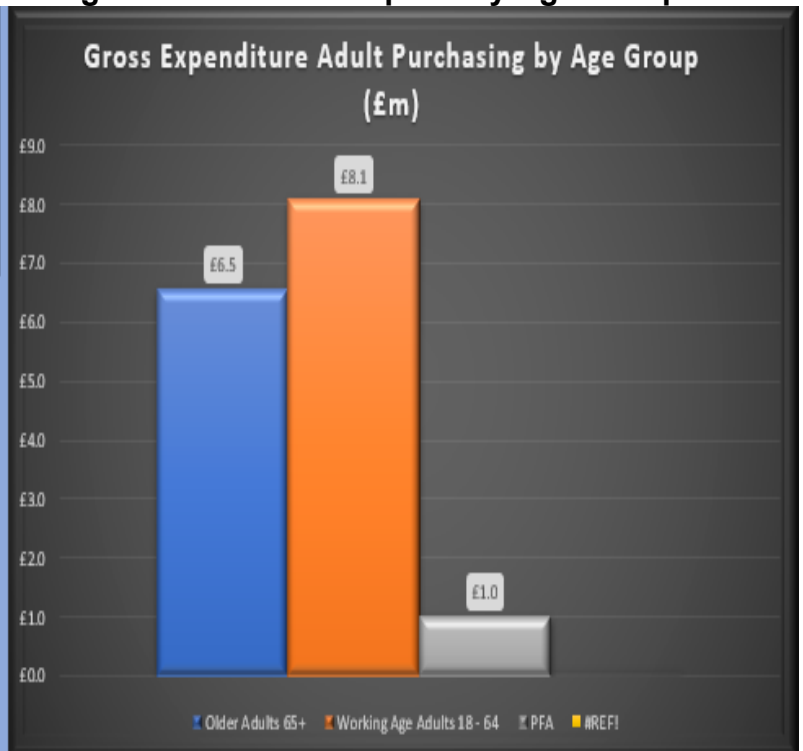


Table 4 analyses the forecast overspend by primary support reason. The largest variance is physical support circa £6.4m, learning disability support with a circa £3.7m risk of an overspend and mental health support circa £3.6m.

Table 4 - Adult Purchasing Forecast, showing the forecast variance in comparison to budget by primary support reason.

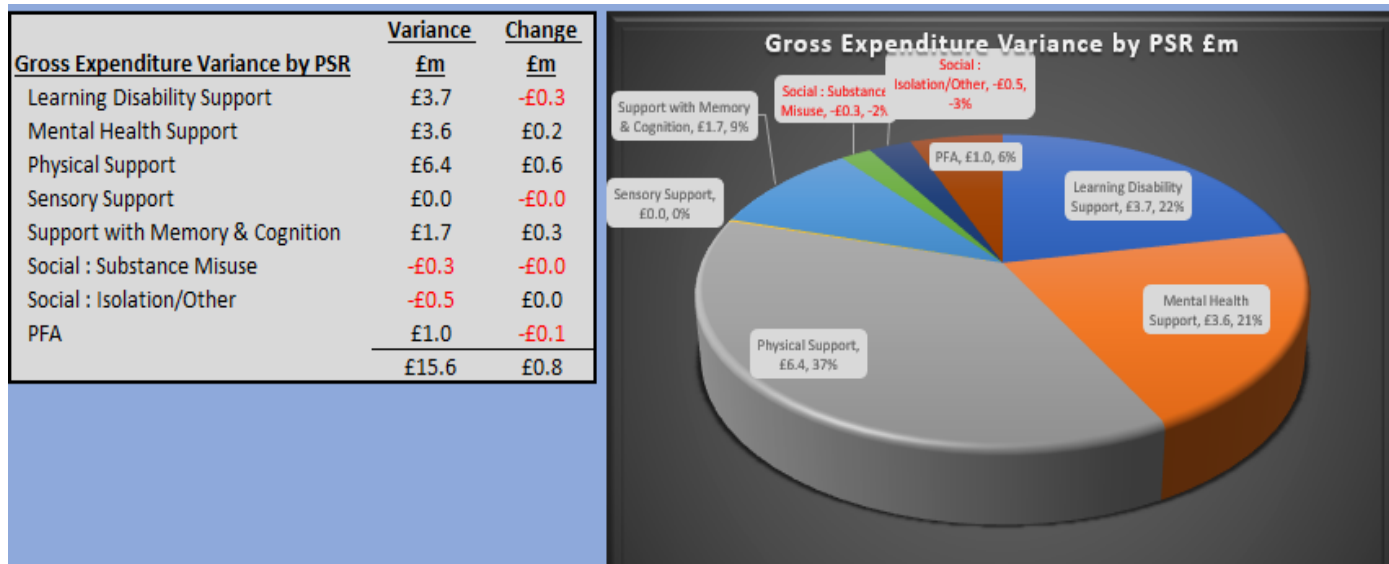


Table 5 analyses the adult purchasing forecast by locality team area. North and West has the largest overspend with a circa £6.2m overspend in comparison to budget, Inner City and East circa £3.5m overspend, South circa £5m overspend and Preparing for Adulthood circa £1m overspend.

Table 5 – Adult Purchasing Forecast Showing the Locality Overspend by Area

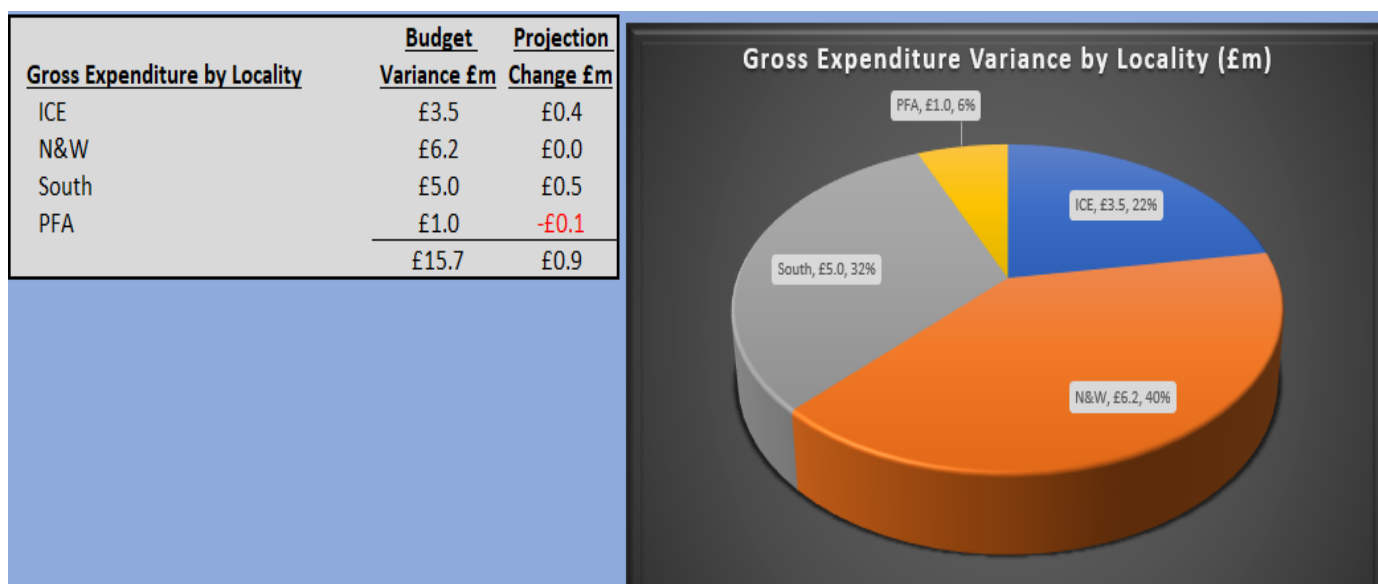
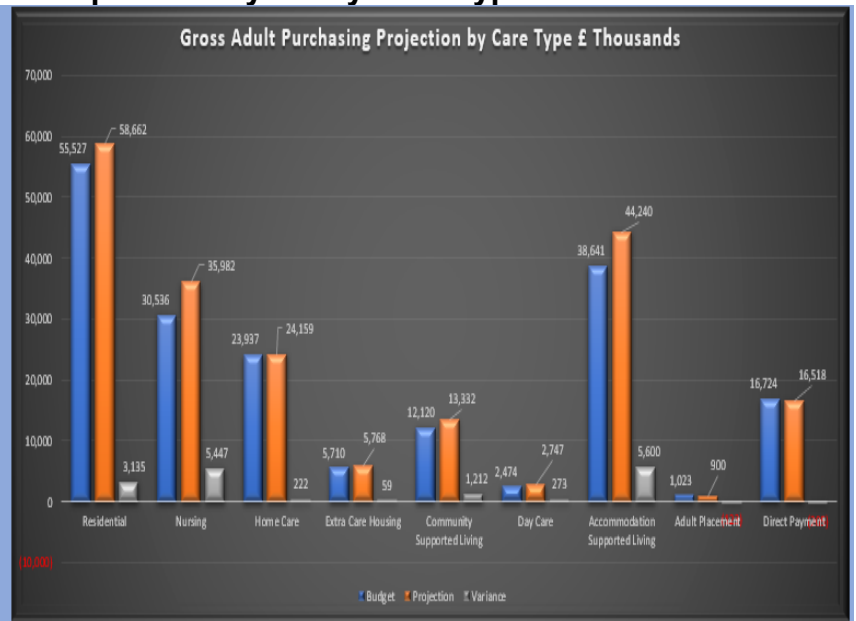


Table 6 analyses the adult purchasing budget forecast by care type and indicates that the largest overspends relate to supported accommodation circa £5.6m, nursing care with a forecast overspend of circa £5.4m, residential care circa £3.1m and supported living circa £1.2m.

Table 6 – Adult Purchasing Budget Overspend Analysed by Care Type

Gross Expenditure by Care Type	Budget	Projection	Variance
Residential	55,527	58,662	3,135
Nursing	30,536	35,982	5,447
Home Care	23,937	24,159	222
Extra Care Housing	5,710	5,768	59
Community Supported Living	12,120	13,332	1,212
Day Care	2,474	2,747	273
Accommodation Supported Living	38,641	44,240	5,600
Adult Placement	1,023	900	(123)
Direct Payment	16,724	16,518	(205)
	186,691	202,310	15,619



Tables 7, 8 and 9 show the long-term trend analysis in activity and cost.

Table 7 – Adult Purchasing All Service Users - Trend Analysis From 01/01/2022 To 12/12/2023

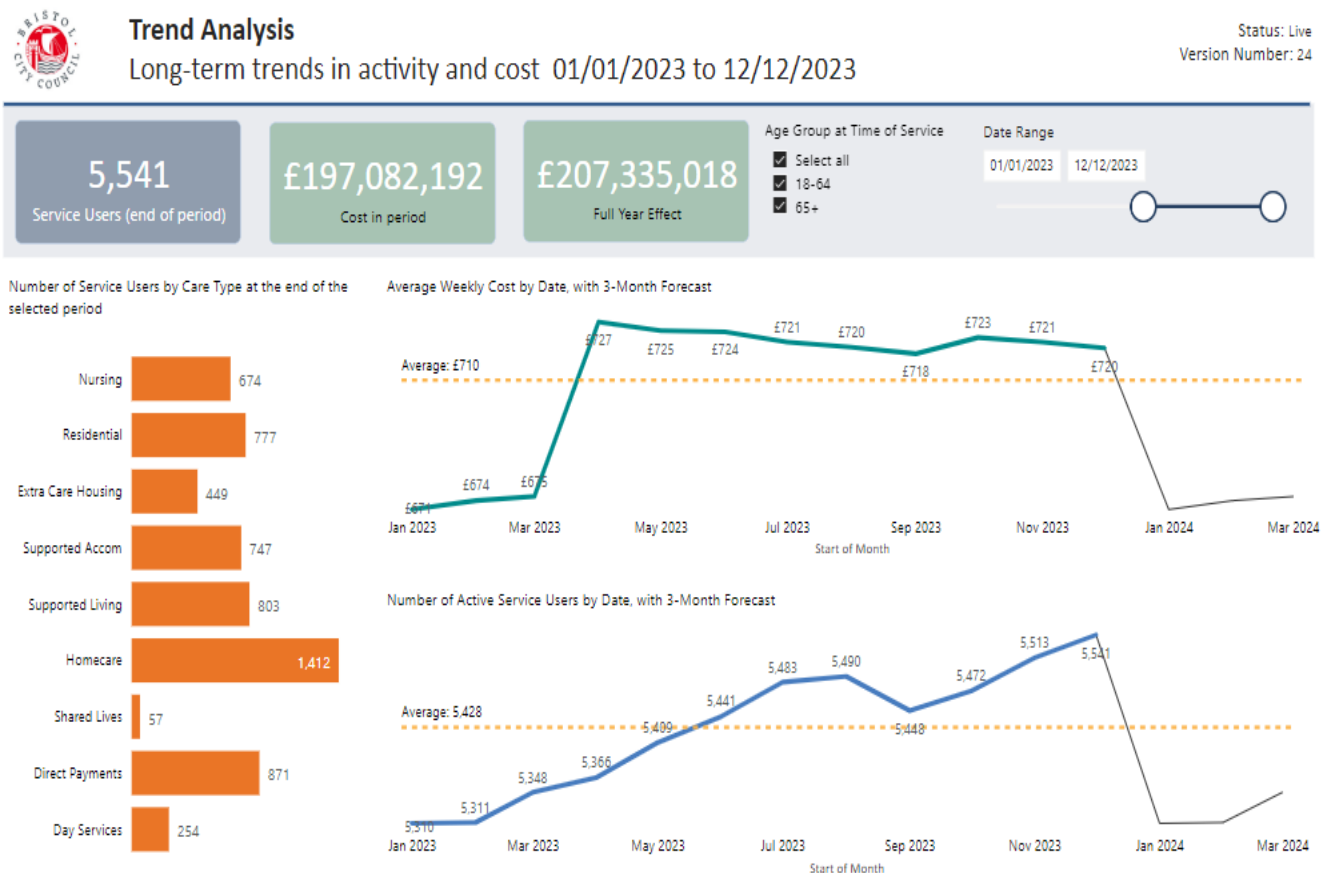


Table 8 – Adult Purchasing Trend Analysis - For Service Users Under 65 Years Old (18 – 64) From 01/01/2023 To 12/12/2023



Trend Analysis

Long-term trends in activity and cost 01/01/2023 to 12/12/2023

Status: Live
Version Number: 24

2,752

Service Users (end of period)

£112,086,219

Cost in period

£117,917,292

Full Year Effect

Age Group at Time of Service

Select all

18-64

65+

Date Range

01/01/2023 12/12/2023

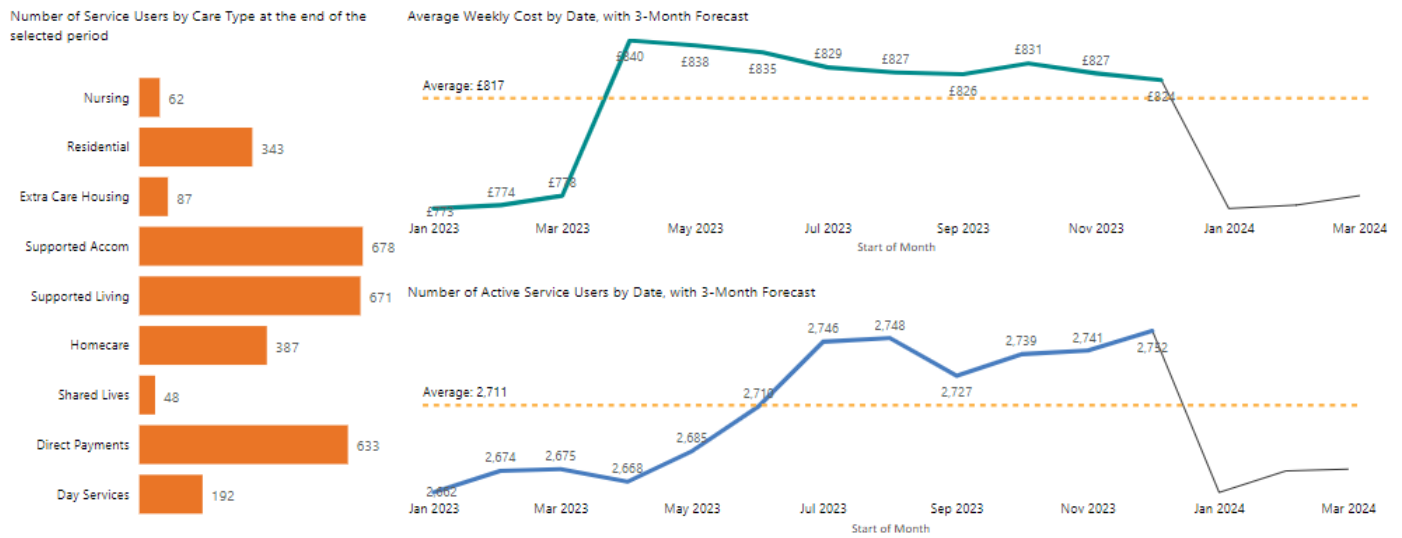


Table 9 – Adult Purchasing Trend Analysis - For Service Users Over 65 Years Old From 01/01/2023 To 12/12/2023



Trend Analysis

Long-term trends in activity and cost 01/01/2023 to 12/12/2023

Status: Live
Version Number: 24

2,789

Service Users (end of period)

£84,995,973

Cost in period

£89,417,726

Full Year Effect

Age Group at Time of Service

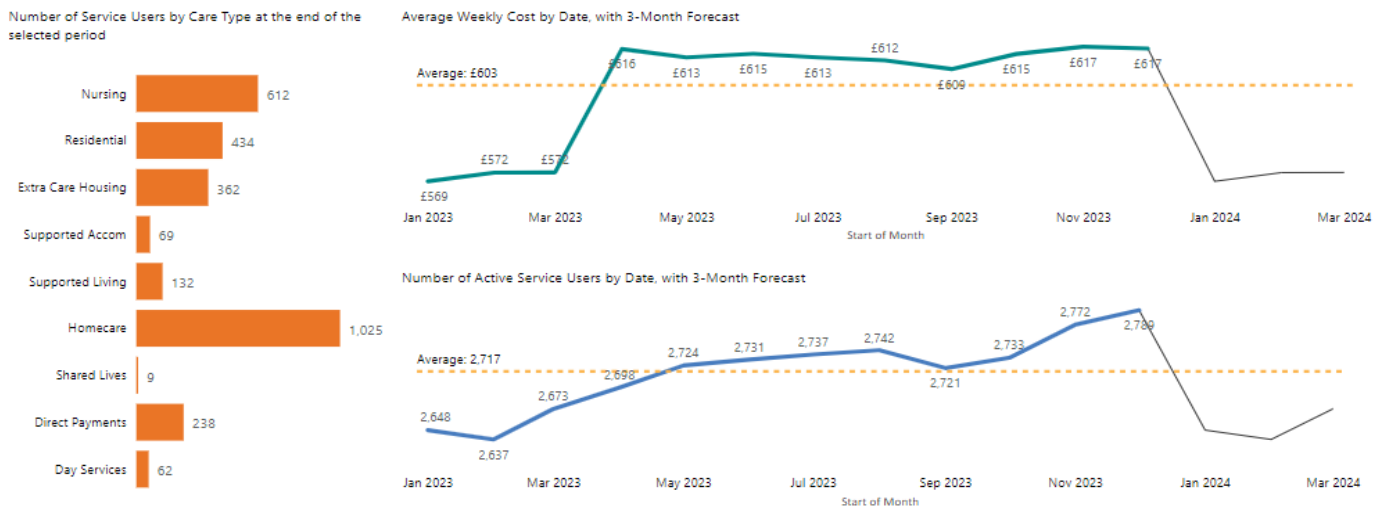
Select all

18-64

65+

Date Range

01/01/2023 12/12/2023

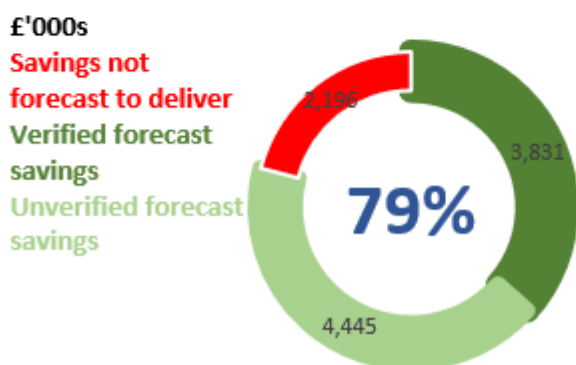


Savings Delivery

Adult Social Care (ASC) has a significant savings challenge, to deliver a balanced budget position. Based on the current forecast, ASC has circa £5.4m savings and mitigations still to be achieved, reflecting the significant adult purchasing pressures which need to be mitigated, in order to deliver a balanced position.

Adults, Community & Public Health					
BRAG	No. of Items	Plan £'000	Forecast £'000	Of Which Verified £'000	Variance £'000
Blue	4	709	709	709	-
Green	11	3,429	3,429	2,752	-
Amber	13	6,334	4,138	370	(2,196)
Red	-	-	-	-	-
Total	28	10,472	8,276	3,831	(2,196)

2,196



Section B: Risks and Opportunities

Below are the potential risks currently identified by Adult Social Care in respect of 2023/24 savings and mitigations for the service before partial offset by £3.1m of Adult People too savings in addition to further savings within the Adult Directorate linked to reducing demand, focused reviews plus focused reablement.

Division	Service	Risk or Opportunity	Description of Impact	Risk (Opportunity) £'000	Likelihood %	Net Risk (Opportunity) £'000	Date Updated
14	Redfield Lodge	Risk	Potential risk to delivery of income leading to budget overspend.	338	TBC	TBC	14/12/23
14	Concord Lodge	Risk	Potential risk in relation to transitional costs post Cabinet decision on closure leading to service overspend.	TBC	TBC	TBC	14/12/23
14	ASC - Locality Teams	Risk	Winter pressure and hospital discharge costs may exceed discharge grant and other funding assumptions resulting in further adult purchasing budget pressures	TBC	TBC	TBC	14/12/23
14	ASC - Service-wide pressures	Risk	Adult Purchasing Budgets and other mitigation - ASC Transformation Programmes by Peopletoo	4,300	73%	3,140	14/12/23
Total - Adults						3,140	

Communities and Public Health

At the end of Period 8 the Public Health Grant continues to report no variance. The Communities and Public Health General Fund are reporting an underspend of £0.140m. Please see Appendix A8 for further details.

Section C: Capital

Approved Budget	Revised Budget	Expenditure to Date	Forecast Outturn	Outturn Variance
£1.0m	£1.0m	£0.2m 20% of Budget	£1.0m 100% of Budget	£0.0m

Gross Expenditure by Programme		Current Year (FY2023) - Period 8				Performance to budget	
Ref	Scheme	Budget	Expenditure to Date	Forecast	Variance	Expenditure to date	Forecast
Adult & Communities							
CRF1	Covid Recovery Fund – Community Improvements	770	211	770	0	27%	100%
PE06B	Adult Social Care – Better Lives at Home Programme	227	(11)	227	0	-5%	100%
Total Adult & Communities		998	200	998	0	20%	100%

Key Messages:

- There are no forecast variances to report on the Adults and Communities capital programme and expenditure is expected to commence in December.
- There are project delays on the Better Lives at Home Programme due to resourcing which has affected timescales on the New Fosseyway site. There are project development costs which currently account for £1.1m of committed spend. ASC have had to fund resource (0.5 FTE) within planning to facilitate this and as such the funding will be required in Quarter 1 of the 2024/25 financial year to ensure delivery of the project within the current allocation. There is also a commitment to Woodland Way of £0.2m that will be spent in year.